

VILLAGE OF FISHER, ILLINOIS

Fisher, Illinois

**Financial Statements
and Supplementary Information**

For the Year Ended

April 30, 2020

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INDEPENDENT AUDITOR'S REPORT

Board of Village Trustees
Village of Fisher, Illinois
Fisher, Illinois

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, and each major fund of the Village of Fisher, Illinois (the Village) as of and for the year ended April 30, 2020, and where applicable, the budgetary comparisons and cash flows for the year then ended, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 opinions.

Opinions

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the modified cash basis financial position of the governmental activities, the business-type activities, and each major fund of the Village of Fisher, Illinois, as of April 30, 2020, the respective changes in modified cash basis financial position; and, where applicable, cash flows thereof, and the respective budgetary comparisons for the General Fund, Motor Fuel Tax Fund, and Police Fund for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The supplementary information contained in Tables 1 and 2 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Table 1 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended April 30, 2020, and certain additional procedures, including comparing and reconciling such information directly to underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. Table 2 has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Martin Asoo LLC

Champaign, Illinois

July 20, 2020

VILLAGE OF FISHER, ILLINOIS
Statement of Net Position - Modified Cash Basis
April 30, 2020

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash	\$ 375,412	\$ 1,943	\$ 377,355
Investments	6,727,857	-	6,727,857
Internal Balances	(7,814)	7,814	-
Total Assets	<u>7,095,455</u>	<u>9,757</u>	<u>7,105,212</u>
Liabilities			
Non-Current Liabilities			
Due Within One Year	512,823	51,277	564,100
Due After One Year	3,258,759	484,140	3,742,899
Total Liabilities	<u>3,771,582</u>	<u>535,417</u>	<u>4,306,999</u>
Net Position			
Restricted for:			
Streets and Alleys	105,020	-	105,020
TIF District Expenditures	125,616	-	125,616
Unrestricted	<u>3,093,237</u>	<u>(525,660)</u>	<u>2,567,577</u>
Total Net Position	<u>\$ 3,323,873</u>	<u>\$ (525,660)</u>	<u>\$ 2,798,213</u>

See Accompanying Notes

VILLAGE OF FISHER, ILLINOIS
Statement of Activities - Modified Cash Basis
For the Year Ended April 30, 2020

	Program Revenues			Net (Expense) Revenue and Change in Net Position		
	Expenses	Charges for Services	Operating Grants/ Contributions	Governmental Activities	Business-Type Activities	Total
Functions						
Governmental Activities:						
General Government	\$ 122,243	\$ 25,833	\$ -	\$ (96,410)	\$ -	\$ (96,410)
Recreation	53,845	13,451	-	(40,394)	-	(40,394)
Public Safety	188,778	2,774	-	(186,004)	-	(186,004)
Redevelopment	293,325	-	-	(293,325)	-	(293,325)
Sanitation	3,565	-	-	(3,565)	-	(3,565)
Public Works/Transportation	850,355	700	-	(849,655)	-	(849,655)
Interest and Fees	201,085	-	52,823	(148,262)	-	(148,262)
Total Governmental Activities	<u>1,713,196</u>	<u>42,758</u>	<u>52,823</u>	<u>(1,617,615)</u>	<u>-</u>	<u>(1,617,615)</u>
Business-Type Activities:						
Interest and Fees	22,562	-	-	-	(22,562)	(22,562)
Total Functions	<u>\$ 1,735,758</u>	<u>\$ 42,758</u>	<u>\$ 52,823</u>	<u>\$ (1,617,615)</u>	<u>\$ (22,562)</u>	<u>\$ (1,640,177)</u>
General Revenues						
Taxes:						
Property Taxes				1,033,351	-	1,033,351
Income Tax				203,871	-	203,871
Municipal Utility Tax				93,074	-	93,074
Sales Tax				70,040	-	70,040
Use Tax				67,997	-	67,997
Motor Fuel Tax				65,213	-	65,213
Road and Bridge Allocation				18,495	-	18,495
Video Gaming Tax				17,590	-	17,590
Other Taxes				3,881	-	3,881
Cablevision				8,432	-	8,432
Investment Income				200,065	36	200,101
Sale of Assets				5,300	-	5,300
Miscellaneous				5,393	-	5,393
Total General Revenues				<u>1,792,702</u>	<u>36</u>	<u>1,792,738</u>
Transfers						
Total General Revenues and Transfers				<u>(72,476)</u>	<u>72,476</u>	<u>-</u>
				<u>1,720,226</u>	<u>72,512</u>	<u>1,792,738</u>
Change in Net Position						
				102,611	49,950	152,561
Net Position, May 1, 2019						
				<u>3,221,262</u>	<u>(575,610)</u>	<u>2,645,652</u>
Net Position, April 30, 2020						
				<u>\$ 3,323,873</u>	<u>\$ (525,660)</u>	<u>\$ 2,798,213</u>

See Accompanying Notes

VILLAGE OF FISHER, ILLINOIS
 Statement of Assets, Liabilities, and Fund Balances - Modified Cash Basis
 Governmental Funds
 April 30, 2020

	General Fund	Police Fund	Motor Fuel Tax Fund	Tax Increment Financing District I Fund	Tax Increment Financing District II Fund	Tax Increment Financing District III Fund	Capital Improvements Fund	Total
ASSETS								
Current Assets								
Cash	\$ 199,712	\$ 15,548	\$ 52,244	\$ 48,277	\$ 4,193	\$ 2,562	\$ 52,876	\$ 375,412
Investments	6,727,857	-	-	-	-	-	-	6,727,857
Total Current Assets	<u>6,927,569</u>	<u>15,548</u>	<u>52,244</u>	<u>48,277</u>	<u>4,193</u>	<u>2,562</u>	<u>52,876</u>	<u>7,103,269</u>
Other Assets								
Due from Other Funds	268,093	-	52,776	133,153	16,000	-	-	470,022
Total Assets	<u>\$ 7,195,662</u>	<u>\$ 15,548</u>	<u>\$ 105,020</u>	<u>\$ 181,430</u>	<u>\$ 20,193</u>	<u>\$ 2,562</u>	<u>\$ 52,876</u>	<u>\$ 7,573,291</u>
LIABILITIES AND FUND BALANCES								
Non-Current Liabilities								
Due to Other Funds	\$ 132,418	\$ 7,314	\$ -	\$ 55,814	\$ 86,910	\$ 195,380	-	\$ 477,836
Fund Balances								
<i>Non-Spendable</i>								
Non-Current Receivables	268,093	-	-	-	-	-	-	268,093
<i>Restricted</i>								
TIF District Expenditures	-	-	-	125,616	-	-	-	125,616
Streets and Alleys	-	-	105,020	-	-	-	-	105,020
<i>Assigned</i>								
	53,533	8,234	-	-	-	-	52,876	114,643
<i>Unassigned</i>								
	6,741,618	-	-	-	(66,717)	(192,818)	-	6,482,083
Total Fund Balances	<u>7,063,244</u>	<u>8,234</u>	<u>105,020</u>	<u>125,616</u>	<u>(66,717)</u>	<u>(192,818)</u>	<u>52,876</u>	<u>7,095,455</u>
Total Liabilities and Fund Balances	<u>\$ 7,195,662</u>	<u>\$ 15,548</u>	<u>\$ 105,020</u>	<u>\$ 181,430</u>	<u>\$ 20,193</u>	<u>\$ 2,562</u>	<u>\$ 52,876</u>	<u>\$ 7,573,291</u>
Reconciliation to the Statement of Net Position								
Total Fund Balances								\$ 7,095,455
The governmental funds are reported on the modified cash basis, which, as it applies to the governmental funds, as discussed in Note 1, does not include Long-Term Debt. However, the modified cash basis, as it applies to the governmental activities on Exhibit A, as discussed in Note 1, does include Long-Term Debt. This amount is the outstanding principal balances on the Long-Term Debt.								
								<u>(3,771,582)</u>
Net Position of Governmental Activities								<u>\$ 3,323,873</u>

See Accompanying Notes

VILLAGE OF FISHER, ILLINOIS
 Statement of Revenues, Expenditures,
 and Changes in Fund Balances - Modified Cash Basis
 Governmental Funds
 For the Year Ended April 30, 2020

	General Fund	Police Fund	Motor Fuel Tax Fund	Tax Increment Financing District I Fund	Tax Increment Financing District II Fund	Tax Increment Financing District III Fund	Capital Improvements Fund	Total
Revenues								
Local Receipts:								
Municipal Utility Tax	\$ 93,074	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 93,074
Property Tax	48,566	13,759	-	845,196	24,497	101,333	-	1,033,351
Road and Bridge Allocation	18,495	-	-	-	-	-	-	18,495
State Receipts:								
Income Tax	203,871	-	-	-	-	-	-	203,871
Sales Tax	70,040	-	-	-	-	-	-	70,040
Motor Fuel Tax	-	-	67,997	-	-	-	-	67,997
Use Tax	65,213	-	-	-	-	-	-	65,213
Video Gaming Tax	17,590	-	-	-	-	-	-	17,590
Other Taxes	3,881	-	-	-	-	-	-	3,881
Other Receipts:								
Investment Income	199,918	6	20	89	6	17	9	200,065
Building Permits	700	-	-	-	-	-	-	700
Cablevision	8,432	-	-	-	-	-	-	8,432
Fines	-	2,774	-	-	-	-	-	2,774
Parks and Recreation	13,451	-	-	-	-	-	-	13,451
Franchise Fee	22,133	-	-	-	-	-	-	22,133
Grants	-	-	-	52,823	-	-	-	52,823
Liquor License	3,700	-	-	-	-	-	-	3,700
Miscellaneous	5,268	125	-	-	-	-	-	5,393
Total Revenues	774,332	16,664	68,017	898,108	24,503	101,350	9	1,882,983
Expenditures								
Current:								
General Government	122,217	-	-	-	-	-	26	122,243
Recreation	21,677	-	-	-	-	-	-	21,677
Public Safety	-	182,562	-	-	-	-	-	182,562
Redevelopment	-	-	-	153,079	6,285	133,961	-	293,325
Sanitation	3,565	-	-	-	-	-	-	3,565
Public Works/Transportation	222,810	-	53,255	-	-	-	17,526	293,591
Debt Service:								
Bond Repayment	-	-	-	425,000	-	-	-	425,000
Debt Certificate Repayment	-	-	-	56,286	-	-	-	56,286
Interest and Fees	-	-	-	201,085	-	-	-	201,085
Capital Outlay:	57,751	6,216	-	-	-	-	531,181	595,148
Total Expenditures	428,020	188,778	53,255	835,450	6,285	133,961	548,733	2,194,482
Excess (Deficit) of Revenues Over Expenditures	346,312	(172,114)	14,762	62,658	18,218	(32,611)	(548,724)	(311,499)
Other Financing Sources (Uses)								
Sale of Assets	5,300	-	-	-	-	-	-	5,300
Transfers In	-	175,000	-	4,000	-	-	601,600	780,600
Transfers Out	(849,076)	-	-	-	(4,000)	-	-	(853,076)
Total Other Financing Sources (Uses)	(843,776)	175,000	-	4,000	(4,000)	-	601,600	(67,176)
Net Change in Fund Balances	(497,464)	2,886	14,762	66,658	14,218	(32,611)	52,876	(378,675)
Fund Balances, May 1, 2019	7,560,708	5,348	90,258	58,958	(80,935)	(160,207)	-	7,474,130
Fund Balance, April 30, 2020	\$ 7,063,244	\$ 8,234	\$ 105,020	\$ 125,616	\$ (66,717)	\$ (192,818)	\$ 52,876	\$ 7,095,455
Reconciliation to the Statement of Activities								
Net Change in Fund Balances								\$ (378,675)
Bond Repayment								425,000
Debt Certificate Repayment								56,286
Change in Net Position of Governmental Activities								<u>\$ 102,611</u>

See Accompanying Notes

VILLAGE OF FISHER, ILLINOIS
Statement of Revenues and Expenditures - Budget and Actual - Modified Cash Basis
Major Governmental Funds (Except the TIF Districts and Capital Improvements Funds)
For the Year Ended April 30, 2020

General Fund	Budget		Actual	Variance (Actual - Final Budget)
	Original	Final		
Revenues:				
<i>Local Receipts</i>				
Municipal Utility Tax	\$ 108,000	\$ 108,000	\$ 93,074	\$ (14,926)
Property Tax	68,400	68,400	48,566	(19,834)
Road and Bridge Allocation	-	-	18,495	18,495
<i>State Receipts</i>				
Income Tax	181,500	181,500	203,871	22,371
Sales Tax	69,500	69,500	70,040	540
Use Tax	53,000	53,000	65,213	12,213
Video Gaming Tax	12,000	12,000	17,590	5,590
Other Taxes	3,500	3,500	3,881	381
<i>Other Receipts</i>				
Investment Income	350	350	199,918	199,568
Building Permits	1,800	1,800	700	(1,100)
Cablevision	7,200	7,200	8,432	1,232
Parks and Recreation	13,500	13,500	13,451	(49)
Franchise Fee	15,000	15,000	22,133	7,133
Miscellaneous	6,250	6,250	14,268	8,018
Total Revenues	<u>\$ 540,000</u>	<u>\$ 540,000</u>	<u>\$ 779,632</u>	<u>\$ 239,632</u>
Expenditures:				
<i>Current</i>				
General Government Administration:				
Salaries	\$ 56,000	\$ 53,000	\$ 27,021	\$ (25,979)
Professional Fees	27,000	25,000	22,951	(2,049)
Board Fees	20,000	20,000	18,180	(1,820)
Insurance	36,500	34,300	34,230	(70)
Office Expense	5,000	5,000	4,836	(164)
Benefits	22,500	20,000	10,118	(9,882)
Miscellaneous	2,000	3,600	4,881	1,281
Total General Government Administration	<u>169,000</u>	<u>160,900</u>	<u>122,217</u>	<u>(38,683)</u>
Recreation:				
Parks and Recreation	19,500	22,650	21,677	(973)
Sanitation:				
Recycling	-	-	3,565	3,565
Public Works/Transportation:				
Salaries	93,500	89,500	107,319	17,819
Benefits	39,000	39,000	41,813	2,813
Maintenance	8,500	7,000	12,579	5,579
Street Lighting	28,000	28,000	26,473	(1,527)
Utilities	9,300	9,300	6,272	(3,028)
Tree Maintenance	6,000	14,250	14,250	-
Sidewalk and Drainage	6,500	7,000	6,557	(443)
Fuel	9,500	9,500	7,547	(1,953)
Pond Expenses	3,000	3,000	-	(3,000)
Contingency	500	600	-	(600)
Total Public Works/Transportation	<u>203,800</u>	<u>207,150</u>	<u>222,810</u>	<u>15,660</u>
<i>Capital Outlay</i>				
Public Works/Transportation:				
Equipment	14,000	14,000	28,619	14,619
Recreation:				
Playground Replacement	-	-	29,132	29,132
Total Capital Outlay	<u>14,000</u>	<u>14,000</u>	<u>57,751</u>	<u>43,751</u>
Total Expenditures	<u>\$ 406,300</u>	<u>\$ 404,700</u>	<u>\$ 428,020</u>	<u>\$ 23,320</u>

See Accompanying Notes

VILLAGE OF FISHER, ILLINOIS
Statement of Revenues and Expenditures - Budget and Actual - Modified Cash Basis
Major Governmental Funds (Except the TIF Districts and Capital Improvements Funds)
For the Year Ended April 30, 2020

	Budget		Actual	Variance (Actual - Final Budget)
	Original	Final		
Motor Fuel Tax Fund				
Revenues:				
<i>State Receipts</i>				
Motor Fuel Tax	\$ 50,000	\$ 50,000	\$ 67,997	\$ 17,997
<i>Other Receipts</i>				
Investment Income	-	-	20	20
Total Revenues	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ 68,017</u>	<u>\$ 18,017</u>
Expenditures:				
<i>Current</i>				
Public Works/Transportation:				
Professional Fees	\$ -	\$ -	\$ 3,083	\$ 3,083
Sidewalk and Drainage and Tree Maintenance	50,000	50,000	50,172	172
Total Expenditures	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ 53,255</u>	<u>\$ 3,255</u>
Police Fund				
Revenues:				
<i>Local Receipts</i>				
Property Tax	\$ 13,000	\$ 13,000	\$ 13,759	\$ 759
<i>Other Receipts</i>				
Investment Income	-	-	6	6
Fines	5,000	5,000	2,899	(2,101)
Total Revenues	<u>\$ 18,000</u>	<u>\$ 18,000</u>	<u>\$ 16,664</u>	<u>\$ (1,336)</u>
Expenditures:				
<i>Current</i>				
Public Safety:				
Salaries	\$ 109,000	\$ 109,000	\$ 105,531	\$ (3,469)
Benefits	40,500	40,500	33,715	(6,785)
Operating	11,200	11,400	10,192	(1,208)
Equipment	6,500	6,500	6,192	(308)
Dispatch	17,000	17,000	16,954	(46)
Professional Fees	2,000	2,000	946	(1,054)
Training	2,000	2,000	962	(1,038)
Miscellaneous	9,500	10,600	8,070	(2,530)
Total Public Safety	<u>197,700</u>	<u>199,000</u>	<u>182,562</u>	<u>(16,438)</u>
<i>Capital Outlay</i>				
Public Safety:				
Vehicle Replacement	6,000	6,300	6,216	(84)
Total Expenditures	<u>\$ 203,700</u>	<u>\$ 205,300</u>	<u>\$ 188,778</u>	<u>\$ (16,522)</u>

See Accompanying Notes

VILLAGE OF FISHER, ILLINOIS
 Balance Sheet - Modified Cash Basis
Proprietary Fund
 April 30, 2020

	Enterprise Fund
	<u>Water and Sewer Fund</u>
ASSETS	
Current Assets:	
Cash	\$ 1,943
Non-Current Assets:	
Due from Other Fund	<u>7,814</u>
Total Assets	<u><u>\$ 9,757</u></u>
LIABILITIES AND NET POSITION	
Liabilities	
Current Liabilities:	
Debt Certificate Payable	\$ 51,277
Non-Current Liabilities:	
Debt Certificate Payable, Net of Current	<u>484,140</u>
Total Liabilities	535,417
Net Position	
Unrestricted	<u>(525,660)</u>
Total Liabilities and Net Position	<u><u>\$ 9,757</u></u>

See Accompanying Notes

VILLAGE OF FISHER, ILLINOIS
Statement of Revenues, Expenses, and
Changes in Net Position - Modified Cash Basis
Proprietary Fund
For the Year Ended April 30, 2020

	Enterprise Fund
	Water and Sewer Fund
Non-Operating Revenues (Expenses)	
Interest Income	\$ 36
Interest Expense	(22,562)
Total Non-Operating Expenses	(22,526)
 Other Financing Sources	
Transfers In	72,476
 Change in Net Position	49,950
 Net Position, May 1, 2019	(575,610)
 Net Position, April 30, 2020	\$ (525,660)

See Accompanying Notes

VILLAGE OF FISHER, ILLINOIS
Statement of Cash Flows - Modified Cash Basis
Proprietary Fund
For the Year Ended April 30, 2020

	Enterprise Fund
	Water and Sewer Fund
Cash Flows from Noncapital Financing Activities	
Transfers In	\$ 72,476
Cash Flows from Capital and Related Financing Activities	
Payment of Debt Certificate Principal	(49,914)
Payment of Debt Certificate Interest	(22,562)
Net Cash Used in Capital and Related Financing Activities	(72,476)
Cash Flows from Investing Activities	
Receipts of Interest	36
Net Increase in Cash	36
Cash, May 1, 2019	1,907
Cash, April 30, 2020	\$ 1,943

See Accompanying Notes

VILLAGE OF FISHER, ILLINOIS
Notes to Basic Financial Statements
April 30, 2020

1. Summary of Significant Accounting Policies

As discussed further in Note 1.C, these financial statements are presented on the modified cash basis of accounting. This basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements plus other sources of accounting and financial reporting guidance noted in GASB Statement 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*.

A. Financial Reporting Entity

The Village of Fisher, Illinois' (the Village) financial reporting entity is composed of the following:

Primary Government	Village of Fisher, Illinois
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 61, *The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and No. 34*. Based on the operational and financial criteria of those statements, the Village does not have a component unit that should be reported as part of the reporting entity.

B. Basis of Presentation

Government-Wide Financial Statements

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Eliminations have been made within the governmental activities to prevent double counting of internal balances.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into two major categories: governmental and proprietary. The Village presently has no fiduciary funds. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

1. Total assets plus deferred outflows of resources, liabilities plus deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type.
2. Total assets plus deferred outflows of resources, liabilities plus deferred inflows of resources, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The funds of the financial reporting entity are described below:

Governmental Funds

General Fund – The General Fund is the primary operating fund of the Village and is always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The reporting entity includes the following special revenue funds, which are major funds:

<u>Fund</u>	<u>Brief Description</u>
Police Fund	Accounts for the operation of the Village's Police Department, which is supported by funds transferred from the General Fund and significantly funded by levied property taxes and fines

Fund	Brief Description
Motor Fuel Tax Fund	Accounts for the restricted motor fuel tax provided by the State of Illinois and expenditures paid for road repair and replacement
Tax Increment Financing District Funds	Account for property taxes received from the incremental increase in the assessed value of real property in the Village's TIF Districts and expenditures paid for redevelopment projects in the TIF Districts, debt service on TIF District bonds, and administration of the TIF Districts

The Motor Fuel Tax Fund and Police Fund do not meet the requirements of a major fund, however, for the purpose of comparability, management of the Village has elected to include these funds as major funds of the reporting entity.

Capital Improvements Fund – The Capital Improvements Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Proprietary Funds

Enterprise Fund – An Enterprise fund is used to account for business-like activities provided to the general public. These activities are financed primarily by user charges, and the measurement of financial activity focuses on net income measurement similar to the private sector. The reporting entity includes the following enterprise fund that is reported as a major fund:

Fund	Brief Description
Water and Sewer Fund	Used to account for the operations of the Village's water and sewer systems, which were sold in March of 2018. Remaining activity consists of interest income and debt service.

C. Measurement Focus and Basis of Accounting

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

Measurement Focus

In the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the “economic resources” measurement focus. These activities are presented within the limitations of the modified cash basis of accounting, as defined below:

1. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available, spendable financial resources during a given period. These funds use fund balance as their measure of available, spendable financial resources at the end of the period.
2. The proprietary fund utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in equity (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent, financial or non-financial) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

The financial statements are presented using the modified cash basis of accounting. This basis recognizes assets, liabilities, net position/fund equity, revenues, and expenditures/expenses when they result from cash transactions with a provision for investments, interfund balances, and long-term debt in the governmental activities, a provision for investments and interfund balances in the governmental funds, and a provision for long-term debt and interfund balances in the business-type activities and proprietary fund. This basis measures and reports cash and changes in cash resulting from cash receipts and disbursements. This basis is a comprehensive basis of accounting other than GAAP.

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

If the Village utilized the basis of accounting recognized as generally accepted in the United States of America, the fund financial statements for the governmental funds would use the modified accrual basis of accounting and the government-wide financial statements and proprietary fund financial statements would be presented on the accrual basis of accounting.

D. Investments

The Village's investments consist of non-negotiable certificates of deposit with original maturities in excess of three months, U.S Treasury securities money market accounts, and municipal bonds. The certificates of deposit and money market accounts are measured at cost. The municipal bonds are measured at fair value.

E. Restricted Net Position

Assets that are not available to finance general operations of the Village are reported as restricted on the statement of net position. The Village's policy is to apply restricted resources first when an expense is incurred for a purpose for which restricted and unrestricted net position is available.

F. Fund Balance

Fund balances are classified as follows:

Non-Spendable – Amounts that cannot be spent either because they are not in a spendable form or because they are legally or contractually required to be maintained intact

Restricted – Amounts that can be spent only for specific purposes because of the Village charter, state or federal laws, or externally imposed conditions by grantors or creditors

Committed – Amounts that can be used only for specific purposes determined by a formal resolution by the Board of Village Trustees

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

Unassigned – All amounts not included in other spendable classifications

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

G. Operating and Non-Operating Revenues and Expenses of Proprietary Funds

Operating revenues and expenses for proprietary funds are those that result from providing services. It also includes all revenue and expenses not related to capital and related financing, non-capital financing, or investing activities.

H. Program Revenues

Program Revenues on the Statement of Activities include the following:

<u>Governmental Activities</u>	<u>Brief Description</u>
Charges for Services:	
Rental Fees	Fees paid by the public for the rental of the Fisher Community Center, the Fisher Public Works building, and other Village property. These fees are reported in the Recreation function.
Fines	Amounts remitted to the Village by violators of Village ordinances
Licenses and Permits	Amounts remitted to the Village by entities and persons making use of legal privileges issued by the Village
Operating Grants and Contributions	Grants and contributions used for debt

I. These financial statements do not include any significant estimates and assumptions made by the Village's management that affect reported amounts and disclosures.

2. Legal Budgets

Legal budgets are prepared in the form of an appropriations ordinance for Village funds using the same accounting basis and practices as are used to account for and prepare financial reports. Unexpended appropriations lapse at the end of the fiscal year. Once a budget is approved, it can be amended at the function and fund level by approval of a majority of the members of the Board of Village Trustees after a public notice and hearing. Appropriations transfers between budget line items may be presented to the board at their regular meetings. Each transfer must have board approval. Such transfers are made before the fact and are reflected in the official minutes of the board meeting. The appropriations ordinance for the year ended April 30, 2020, was approved by the Board of Village Trustees on April 11, 2019, and an ordinance approving budget line item transfers was approved on April 9, 2020.

A comparison of budget to actual expenditures is provided for the major governmental funds at Exhibit E. The Tax Increment Financing District Funds and the Capital Improvement Fund do not have appropriated budgets and the expenditure activity for these funds is not presented on Exhibit E.

3. Budget Over Expenditures

The Village overspent the General Fund and Motor Fuel Tax appropriation budgets for fiscal year 2020 by \$23,320 and \$3,255, respectively. These over expenditures were due to playground equipment and tractor purchases that were approved by the Board of Village Trustees, but not included in the appropriation budget for the fiscal year. Additionally, the projects completed by the Capital Improvements Fund in fiscal year 2020 were approved individually by the Board of Village Trustees, but an appropriation was never enacted.

4. Property Taxes

The Village's property tax is levied each year on all taxable real property located in the Village on or before the last Tuesday in December. The 2019 tax levy was passed by the Board of Village Trustees on November 14, 2019. Property taxes attach as an enforceable lien on property as of January 1 and are typically payable in two installments on June 1 and September 1. The Village receives significant distributions of tax receipts approximately one month after these due dates. Property tax receipts in these financial statements are from the 2018 tax levy.

5. Cash and Investments

Authorized Investments

The Village is authorized to invest excess funds in instruments outlined under Chapter 30, Section 235 of the Illinois Compiled Statutes. Such instruments include obligations of the U.S. Treasury, savings accounts, certificates of deposit, and money market mutual funds, and interest-bearing bonds of any county, township, city, or other governmental unit.

Fair Value Measurements

The Village categorizes its fair value measurements of investments within the fair value hierarchy established by GAAP, as applicable to the modified cash basis of accounting. The three levels of the fair value hierarchy are as follows:

- Level 1 – quoted prices (unadjusted) in active markets for identical investments.
- Level 2 – inputs (other than quoted prices included within Level 1) that are observable for the investment, either directly or indirectly.
- Level 3 – unobservable inputs – market data are not available and are developed using the best information available about the assumptions that market participants would use when pricing an investment.

The fair value of investments measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The Village has the following fair value measurements as of April 30, 2020:

	<u>Carrying Value</u>	<u>Level</u>
Money Market Accounts - Not Held at Depository Banks	\$ 654,667	N/A
Municipal Bonds	6,048,190	1
Certificates of Deposit	25,000	N/A
Total Investments	<u>\$ 6,727,857</u>	

There have been no changes in the valuation techniques used during the year ended April 30, 2020.

Custodial Credit Risk – Bank Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Village’s deposits, including amounts in checking, savings, and certificate of deposit accounts may not be returned to it. The Village addresses custodial credit risk by requiring collateral pledges from financial institutions holding deposits in excess of Federal Depository Insurance Corporation limits. At April 30, 2020, \$169,185 of the Village’s bank deposits of \$419,185, reconciled to a book balance of \$375,412 in cash and \$25,000 in investments, was exposed to custodial credit risk. The entire balance exposed to custodial credit risk was collateralized by an irrevocable letter of credit issued by the depository bank and held by the Federal Home Loan Bank of Chicago. The letter of credit has a limit of \$1,000,000 and is accessible by the Village through August 26, 2020.

Credit Risk and Interest Rate Risk – External Investment Pool

Credit risk is the risk that the issuer of a bond or note security will not repay the principal or pay the interest due on the debt. The credit risk of investments is addressed by the Village’s investment policy by limiting investments to instruments outlined under Chapter 30, Section 235 of the Illinois Compiled Statutes as noted above.

Interest rate risk is the risk that a change in the market rate of interest for a category of debt securities will negatively impact the market value of a debt security. Interest rate risk is addressed by the Village’s investment policy by requiring the maintenance of sufficient liquidity in investments to meet operating needs.

At April 30, 2020, the Village held \$1,943 in the Illinois Funds Money Market Fund, reconciled to a book balance of \$1,943. The value of the Village’s position in the fund is equal to the value of the Village’s fund shares, which maintain a \$1 net asset value. The portfolio is regulated by oversight of the Treasurer of the State of Illinois and private rating agencies. The portfolio has an AAAM rating from Standard and Poor’s. The assets of the fund are mainly invested in debt securities issued by the United States government or agencies related to the United States and valued at amortized cost. Assets of the fund not invested in United States government securities are fully collateralized by pledged

securities. The time to maturity of the investments in this external investment pool averages less than one year. The Village has no restrictions on withdrawing funds from this external investment pool.

Custodial Credit Risk – Investments

Of the investment amount in municipal bonds at April 30, 2020, \$5,548,190 is subject to custodial credit risk as their value exceeds coverage provided by the Securities Investor Protection Corporation.

Credit Risk – Investments

Credit risk is the risk that the issuer of a bond or note security will not repay the principal or pay the interest due on the debt. The credit risk of investments is addressed by the Village’s investment policy limited investments to instruments outlined under Chapter 30, Section 235 of the Illinois Compiled Statutes as noted above.

At April 30, 2020, the Village held the following investments that were subject to credit risk:

	<u>Carrying Value</u>	<u>Moody's Bond Rating</u>
Municipal Bonds	\$ 1,912,729	Aaa
Municipal Bonds	2,103,328	Aa1
Municipal Bonds	1,254,799	Aa2
Municipal Bonds	470,272	Aa3
Municipal Bonds	307,062	AA - S&P
Total	<u>\$ 6,048,190</u>	

Interest Rate Risk – Investments

Interest rate risk is the risk that a change in the market rate of interest for a category of debt securities will negatively impact the fair value of a debt security. Interest rate risk is not directly addressed by the Village’s investment policy except for the general goal to “remain sufficiently liquid to meet operating requirements”.

At April 30, 2020, the Village held the following investments subject to interest rate risk:

	<u>Carrying Value</u>	<u>Weighted Average Maturity (Years)</u>
Money Market Accounts - Not Held at Depository Banks	\$ 654,667	0.14
Municipal Bonds	6,048,190	9.08
Certificates of Deposit	25,000	0.50
Total Investments	<u>\$ 6,727,857</u>	

Concentration of Credit Risk – Investments

Concentration of credit risk is the risk of having a large percentage of investments in debt securities of an issuer that is not backed by the full faith and credit of the United States. Concentration of credit risk is not directly addressed by the Village’s investment policy except for the general goal to “diversify its investments to the best of its ability based on the type of funds invested and the cash flow needs of those funds”.

At April 30, 2020, the Village had more than 5 percent of its investments in the debt securities of the following issuers that are not backed by the full faith and credit of the United States:

	<u>Percentage of Investments</u>
State of Georgia	6.82%
University of Utah	9.49%
Fort Collins, Colorado Electric Utility Enterprise Fund	5.02%

6. Long-Term Debt

Tax Increment Financing General Obligation Bonds (Alternative Revenue Source)

On November 2, 2010, the Village issued \$6,000,000 of general obligation bonds (alternative revenue source) to refund bonds issued in 2006 and to defray the costs associated with the redevelopment of the Fisher Tax Increment Financing District Area I in the Village of Fisher and, consequently, these bonds have been accounted for in the Tax Increment Financing District I Fund. Heartland Bank of Bloomington, Illinois is the paying agent and registrar for the issue known as the General Obligation Bond (Alternate Revenue Source), Series 2010A and Taxable General Obligation Bond (Alternate Revenue Source – Build America Bonds), Series 2010B. These bonds mature serially on December 1 of each of the calendar years 2011 – 2025 in amounts ranging from \$215,000 to \$610,000 and bearing interest ranging from 3.00 percent to 5.30 percent payable June 1 and December 1, annually. At the Village’s discretion, these bonds are subject to early redemption any time as of and after December 1, 2020.

The Village has pledged future TIF District I Fund incremental property taxes to repay these bonds. Principal and interest on the bonds are payable through 2025 from the TIF District I Fund’s incremental property taxes. Annual principal and interest on the bonds are expected to require approximately a maximum of 75 percent of such revenues. Debt service payments for fiscal year 2020 were \$425,000 and \$174,843 for principal and interest, respectively, of which \$52,823 was subsidized interest through the Build America Bond Program. The TIF District I Fund’s incremental property tax revenues totaled \$845,196 for fiscal year 2020. At April 30, 2020, pledged future revenues totaled \$3,555,044, which was the amount of the remaining principal and interest on the bonds.

Aggregate future principal maturities and net interest payments required on these bonds are as follows for the fiscal years ending April 30:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 455,000	\$ 102,370	\$ 557,370
2022	480,000	89,061	569,061
2023	510,000	74,347	584,347
2024	540,000	57,988	597,988
2025	575,000	40,263	615,263
2026	610,000	21,015	631,015
Total	<u>\$ 3,170,000</u>	<u>\$ 385,044</u>	<u>\$ 3,555,044</u>

Interest presented above is net of \$207,358 of interest subsidized by the federal government through the Build America Bonds program. The average annual subsidy is approximately \$35,000.

The 2010 bond ordinance calls for two funded reserves. The Bond Fund Reserve requires one half of the next principal and interest payment amounts to be set aside from each of the two property tax installments paid by the TIF District taxpayers. At April 30, 2020, the required balance in this reserve was \$0 because the Village has not received property tax payments for 2020 as of April 30, 2020. The Project Fund Reserve requires the Village to hold the net proceeds from the bond issuance in reserve for payment of costs related to the capital projects. At April 30, 2020, all of the net proceeds from the bond issuance had been spent.

General Obligation (Limited Tax) Debt Certificates

On December 19, 2013, the Village issued \$1,746,000 of general obligation (limited debt) debt certificates to finance the Village water plant additions and Tax Increment Financing District I fund expenditures. Consequently, these certificates have been accounted for in the Water and Sewer Fund (\$821,647 of the issuance) and TIF District I Fund (\$924,353 of the issuance). Dewey Bank of Dewey, Illinois is the paying agent and registrar for the issue known as the General Obligation (Limited Tax) Debt Certificates, Series 2013. These certificates mature serially on December 1 of each of the calendar years 2014 –2028 in amounts ranging from \$99,600 to \$147,500 and bear interest ranging from 1.35 percent to 4.6 percent payable June 1 and December 1, annually. At the Village’s discretion, these certificates are subject to early redemption any time as of and after December 1, 2020.

Aggregate future principal maturities and interest payments required on these debt certificates are as follows for the fiscal years ending April 30:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 109,100	\$ 45,137	\$ 154,237
2022	112,400	41,864	154,264
2023	116,200	38,099	154,299
2024	120,300	33,915	154,215
2025	124,900	29,344	154,244
2026-2029	554,099	63,030	617,129
Total	<u>\$ 1,136,999</u>	<u>\$ 251,389</u>	<u>\$ 1,388,388</u>

Total interest paid in fiscal year 2020 on the debt certificates was \$48,004. Of this amount, \$25,442 was paid by the Tax Increment Financing District I Fund and \$22,562 was paid by the Water and Sewer Fund.

7. Changes in Long-Term Debt

The following is a summary of changes in long-term debt of the governmental activities for the year ended April 30, 2020:

	<u>April 30, 2019</u>	<u>Issued</u>	<u>Retired</u>	<u>April 30, 2020</u>	<u>Due Within One Year</u>
General Obligation					
Bond	\$ 3,595,000	\$ -	\$ 425,000	\$ 3,170,000	\$ 455,000
General Obligation Debt Certificates	657,868	-	56,286	601,582	57,823
Total	<u>\$ 4,252,868</u>	<u>\$ -</u>	<u>\$ 481,286</u>	<u>\$ 3,771,582</u>	<u>\$ 512,823</u>

The Tax Increment Financing District I Fund is expected to make all future payments on the governmental long-term debts.

The following is a summary of changes in long-term debt of the business-type activities and Water and Sewer Fund for the year ended April 30, 2020:

	<u>April 30, 2019</u>	<u>Issued</u>	<u>Retired</u>	<u>April 30, 2020</u>	<u>Due Within One Year</u>
General Obligation Debt Certificate	\$ 585,331	\$ -	\$ 49,914	\$ 535,417	\$ 51,277

8. Legal Debt Margin

At April 30, 2020, the estimated legal debt margin was determined as follows:

Assessed Valuation (Tax Year 2019)	<u>\$ 32,913,569</u>
Statutory Debt Limitation (8.625 Percent of Assessed Valuation)	\$ 2,838,795
Total General Obligation Indebtedness at April 30, 2020	<u>1,136,999</u>
Legal Debt Margin	<u>\$ 1,701,796</u>

Note: By Illinois statute, the legal debt margin excludes alternative revenue source debt. The Village's general obligation bond is an alternative revenue source debt and is therefore excluded.

9. Restricted Net Position and Fund Balances

As of April 30, 2020, the Village's governmental activities and Motor Fuel Tax Fund had \$105,020 restricted for future street and alley maintenance expenditures. The restricted net position and fund balance for street and alley expenditures are from the Motor Fuel taxes provided by the State of Illinois and are restricted for that purpose by state statutes.

As of April 30, 2020, the Village's Tax Increment Financing District I Fund had \$125,616 restricted for future TIF District I expenditures. The restricted net position and fund balance are from the incremental increase in the assessed value of real property in the Village's TIF District I and are restricted by state statute to redevelopment expenditures for that TIF District.

10. Designated Net Position and Assigned Fund Balances

Designated net position of the governmental activities and assigned fund balances of the governmental funds consist of the following at April 30, 2020:

Police Expenditures	\$ 8,234
Capital Improvement Expenditures	52,876
Vehicle Replacement	<u>53,533</u>
Total Designated Net Position/Assigned Fund Balances	114,643
Undesignated Net Position	<u>2,978,594</u>
Total Unrestricted Net Position	<u>\$ 3,093,237</u>

11. Interfund Transfers

The following is a schedule of interfund transfers made during the fiscal year ended April 30, 2020:

	<u>Transfer In</u>	<u>Transfer Out</u>
Governmental Funds:		
General Fund	\$ -	\$ 849,076
Police Fund	175,000	-
Tax Increment Financing District I Fund	4,000	-
Tax Increment Financing District II Fund	-	4,000
Capital Improvements Fund	601,600	-
Proprietary Fund:		
Water and Sewer Fund	72,476	-
Total All Funds	<u>\$ 853,076</u>	<u>\$ 853,076</u>

The purpose of the transfer from the General Fund to the Police Fund was to cover necessary operating expenditures in that fund as deemed appropriate by the Village Board.

The purpose of the transfer from the Tax Increment Financing District II Fund to the Tax Increment Financing District I Fund was to help cover the payment for the Heritage Pond pathway lighting project.

The purpose of the transfer from the General Fund to the Capital Improvements Fund was to cover necessary expenditures in that fund as deemed appropriate by the Village Board.

The purpose of the transfer from the General Fund to the Water and Sewer Fund was for the debt payment made in the current year.

12. Interfund Balances

The following is a schedule of interfund balances at April 30, 2020:

	<u>Due From</u>	<u>Due To</u>
Governmental Funds:		
General Fund	\$ 268,093	\$ 132,418
Police Fund	-	7,314
Motor Fuel Tax Fund	52,776	-
Tax Increment Financing District I Fund	133,153	55,814
Tax Increment Financing District II Fund	16,000	86,910
Tax Increment Financing District III Fund	-	195,380
Proprietary Fund:		
Water and Sewer Fund	7,814	-
Total All Funds	<u>\$ 477,836</u>	<u>\$ 477,836</u>

The purposes of the interfund balances include:

- \$86,910 General Fund due from the TIF II Fund was to cover necessary expenditures in the TIF II Fund during its initial operation
- \$179,380 General Fund due from the TIF III Fund was to cover necessary expenditures during the TIF III Fund's initial operation period and to cover certain capital projects within the TIF District III
- \$1,803 General Fund due from the Police Fund was to cover operating expenditures for the Police Fund
- \$48,000 Motor Fuel Tax Fund due from the TIF I Fund was to cover necessary expenditures in the TIF I Fund during its initial operation period and to cover the cost of certain capital projects within the TIF District I
- \$4,776 Motor Fuel Tax Fund due from the General Fund was to cover professional fees related to a joint capital project
- \$5,511 TIF I Fund due from the Police Fund was to cover capital expenditures for the Police Fund
- \$127,642 TIF I Fund due from the General Fund was for the Build America Bond Rebates that have been received by the General Fund, but that relate to the debt held by the TIF I Fund.
- \$7,814 Water and Sewer Fund due from the TIF I Fund was to cover debt service payments
- \$16,000 TIF II Fund due from the TIF III Fund was to cover certain capital projects within the TIF District III

As of April 30, 2020, and through the date of the independent auditor's report, the repayment of these interfund balances has not been scheduled, thus these amounts have been presented in the balance sheet as non-current assets and liabilities.

13. Lease

The Village entered into a commercial lease agreement to lease storage space of a Public Works Department building. The lease term expires February 28, 2021 but is set to automatically renew annually through 2025, provided neither party elects to terminate the lease. The lease requires yearly installments of \$8,500. Revenue recognized from this lease for the year ended April 30, 2020 was \$8,500.

14. Risk of Loss

Significant losses are covered by commercial insurance for property, liability, and workers' compensation. During the year ended April 30, 2020, there were no significant reductions in coverage. Also, there have been no settlement amounts that have exceeded insurance coverage in the past three years.

15. Tax Increment Financing District

In May 2000, the Village established Tax Increment Financing (TIF) District I. In September 2009, the Village established TIF District II. In January 2013, the Village established TIF District III. These Districts are areas within the Village designated as redevelopment project areas. TIF District I is contiguous with TIF Districts II and III, but TIF Districts II and III are not contiguous with each other. Contiguous TIF Districts have the ability to make interfund transfers without creating an interfund liability. The Village redevelops, improves, and maintains the designated areas in order to increase the assessed value, which drives up property values and generates more property tax receipts from those Districts. The activities of the TIF Districts are accounted for in the TIF District special revenue funds. For the year ended April 30, 2020, property tax receipts of \$845,196 were received from TIF District I.

For the year ended April 30, 2020, property tax receipts of \$24,497 were received from TIF District II. The General Fund maintains the right to reimbursement from TIF District II Fund once sufficient funds are accumulated by the TIF District II Fund. The total due to the General Fund at April 30, 2020, was \$86,910.

For the year ended April 30, 2020, property tax receipts of \$101,333 were received from TIF District III. The General Fund and TIF District II Fund maintain the right to reimbursement from TIF District III Fund once sufficient funds are accumulated by TIF District III Fund. The total due to the General Fund and TIF District III Fund at April 30, 2020 was \$179,380 and \$16,000, respectively.

Additionally, the Motor Fuel Tax Fund and the Water and Sewer Fund have incurred expenditures for which these funds maintain the right to reimbursement from the TIF District I Fund once sufficient funds are accumulated by the TIF District I Fund. The total due to the Motor Fuel Tax Fund and Water and Sewer Fund at April 30, 2020, was \$48,000 and \$7,814, respectively. The Village's management does not expect the General Fund, Motor Fuel Tax Fund, TIF District II Fund, or Water and Sewer Fund to be fully repaid within the next fiscal year.

16. Redevelopment Commitment

The Village has entered into a redevelopment agreement with an outside party to encourage residential development within the Village’s TIF District III. As an incentive to the developer, the Village has committed to reimburse certain project expenses to the developer from TIF District III's property tax receipts through the life of TIF District III (fiscal year 2038). As of April 30, 2020, the maximum amount committed to the developer was \$1,500,000 and the total paid to the developer against this commitment (through the end of fiscal year 2020) was \$411,936. The timing of future payments for this commitment and the amounts of those payments cannot be estimated as they are dependent on the actual costs incurred by the developer and the attainment of agreed upon development milestones. These financial statements do not include a liability related to this redevelopment commitment.

17. Employee Separation Pay Commitment

At separation, employees are eligible to receive compensation for all unused vacation days. At April 30, 2020, the Village’s potential liability for employee separation pay was \$13,433. These financial statements do not include a liability or expenditure/expense for this amount.

18. Other Commitments

Through the date of the independent auditor’s report, the Village has entered into contracts for the following:

<u>Purpose</u>	<u>Responsible Fund</u>	<u>Total Remaining Commitment</u>	<u>Fiscal Year of Expenditure</u>
Sangamon St. Concrete Panel Replacement	TIF I	\$ 16,500	2021
South Heritage Dr. Sidewalk Extension	TIF III	4,000	2021
Annual Oil and Chip Seal Coating Program	Motor Fuel Tax	35,000	2021
Total Other Commitments		<u>\$ 55,500</u>	

19. Retirement Plan

The Village sponsors a defined contribution retirement plan known as the Village of Fisher Section 457 Deferred Compensation Plan. The plan was authorized by the Village’s Board of Trustees and is administered by Benefit Planning Consultants, Inc. The plan covers all employees. Participants may receive a matching contribution up to \$1,000 per year. All employees will receive a non-discretionary contribution from the Village of \$2,500 per year. The plan’s requirements may be amended by the Village’s Board of Trustees. All plan assets are held in trust by the third-party administrator only for the purpose of paying plan benefits. The Village had retirement plan expenses during the year ended April 30, 2020 of \$16,500.

20. Uncertainty

As of April 30, 2020, local, U.S. and world governments have encouraged self-isolation to curtail the spread of the global pandemic, coronavirus disease (COVID-19), by mandating temporary work stoppage in many sectors and imposing limitations on travel and size duration of group meetings. Most industries are experiencing disruption to business operations and the impact of reduced consumer spending. There is unprecedented uncertainty surrounding the duration of the pandemic, its potential economic ramifications, and any government actions to mitigate them. Accordingly, while management cannot quantify the financial and other impact to the Village as of the date of the independent auditor's report, management believes that a material impact on the Village's financial position and results of future operations is reasonably possible.

21. New Government Accounting Standard

In March 2018, GASB issued GASB Statement 88 (GASB 88), *Certain Disclosures Related to Debt, Including Borrowings and Direct Placements*. The provisions of GASB 88 will improve the information that is disclosed in the notes to governmental financial statements related to debt. GASB 88 is effective for the Village's Fiscal Year 2021 following a one-year extension issued by GASB in response to COVID-19. The Village's management is currently reviewing what impact, if any, this new standard will have on its future financial statements and disclosures.

VILLAGE OF FISHER, ILLINOIS
Property Tax Levies, Rates, Extensions, and Collections
For the Four Years Ended April 30

Fiscal Year Received <i>Levy Year</i>	2021 <u>2019</u>	2020 <u>2018</u>	2019 <u>2017</u>	2018 <u>2016</u>
Assessed Valuations	\$ 18,668,049	\$ 18,509,814	\$ 18,124,129	\$ 17,261,474
Tax Levies				
General	\$ 42,137	\$ 41,350	\$ 40,465	\$ 39,850
Police	13,995	13,731	13,450	13,240
Audit	2,132	2,091	2,045	2,025
Insurance	4,715	4,626	4,530	4,450
ESDA	400	400	400	420
Total Tax Levies	<u>\$ 63,379</u>	<u>\$ 62,198</u>	<u>\$ 60,890</u>	<u>\$ 59,985</u>
Tax Rates				
General	0.2258	0.2234	0.2233	0.2296
Police	0.0750	0.0742	0.0742	0.0763
Audit	0.0115	0.0113	0.0113	0.0116
Insurance	0.0253	0.0250	0.0250	0.0257
ESDA	0.0022	0.0022	0.0022	0.0024
Total Tax Rates	<u>0.3398</u>	<u>0.3361</u>	<u>0.3360</u>	<u>0.3456</u>
Tax Extensions				
General	\$ 42,152	\$ 41,351	\$ 40,471	\$ 39,632
Police	14,001	13,734	13,448	13,171
Audit	2,147	2,092	2,048	2,002
Insurance	4,723	4,627	4,531	4,436
ESDA	411	407	399	414
Total Tax Extensions	<u>\$ 63,434</u>	<u>\$ 62,211</u>	<u>\$ 60,897</u>	<u>\$ 59,656</u>
Tax Collections				
General		\$ 41,427	\$ 40,440	\$ 39,506
Police		13,759	13,334	13,114
Audit		2,095	2,029	1,996
Insurance		4,636	4,493	4,419
ESDA		408	399	404
Total Tax Collections		<u>\$ 62,325</u>	<u>\$ 60,695</u>	<u>\$ 59,439</u>
Percentage of Extension Collected		<u>100.18%</u>	<u>99.67%</u>	<u>99.64%</u>

VILLAGE OF FISHER, ILLINOIS
 Unaudited Schedule of Insurance Coverage
 April 30, 2020

<u>Type of Coverage</u>	<u>Name of Insurer</u>	<u>Amount of Coverage</u>	<u>Policy Expiration Date</u>
Property, Inland Marine and Auto Physical Damage	IMLRMA	\$ 250,000,000	1/1/2021
Workers' Compensation	IMLRMA	Statutory	1/1/2021
Employer's Liability	IMLRMA	\$ 3,000,000	1/1/2021
General and Automobile Liability	IMLRMA	\$ 8,000,000	1/1/2021

The above summary of insurance protection is presented on the basis of unaudited information obtained from policies on file in the Village's office. The amount and adequacy of the coverage were not investigated by the auditors.


INDEPENDENT AUDITOR'S REPORT ON TAX INCREMENT FINANCING

Board of Village Trustees
Village of Fisher, Illinois
Fisher, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States of America, the accompanying financial statements and related notes of the Village of Fisher, Illinois as of and for the year ended April 30, 2020, as listed in the table of contents, and have issued our report thereon dated July 20, 2020.

In connection with our audit, we tested expenditures of the Village of Fisher, Illinois' Tax Increment Financing districts. The results of our tests indicate that for the items tested, the Village of Fisher, Illinois complied with Subsection (q) of Section 11-74.4-3 of Public Act 85-1142, "An Act in Relation to Tax Increment Financing." Additionally, nothing came to our attention that caused us to believe that the Village of Fisher, Illinois was not in compliance with the statutory requirements of Subsection (q) of Section 11-74.4-3 of Public Act 85-1142, insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the Village of Fisher, Illinois' noncompliance with the above-referenced statutory requirements, insofar as they relate to accounting matters.

This report is intended solely for the information and use of the Board of Village Trustees, management, and others within the Village of Fisher, Illinois, and the Comptroller of the State of Illinois, and is not intended to be and should not be used by anyone other than these specified parties.


Champaign, Illinois
July 20, 2020

