

TOWNSHIP OF RICH, ILLINOIS  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
YEAR ENDED MARCH 31, 2019  
(With Comparative Totals for 2018)



TOWNSHIP OF RICH, ILLINOIS  
TABLE OF CONTENTS  
MARCH 31, 2019

	<u>Page</u>
<b><u>Introductory Section</u></b>	
Principal Officials	i
Organizational Chart	ii
Letter of Transmittal	iii-vi
<b><u>Financial Section</u></b>	
Independent Auditor's Report	1-2
Management's Discussion and Analysis	3-11
<b><u>Basic Financial Statements</u></b>	
Government-Wide Financial Statements	
Statement of Net Position	12-13
Statement of Activities	14
Fund Financial Statements	
Governmental Funds Balance Sheet	15
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position	16
Statements of Revenues, Expenditures, and Changes in Fund Balances	17
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Governmental Activities in the Statement of Activities	18
Notes to the Financial Statements	19-38

TOWNSHIP OF RICH, ILLINOIS  
TABLE OF CONTENTS  
MARCH 31, 2019  
Continued

**Required Supplementary Information**

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

General (Town) Fund	39
Road and Bridge Fund	40
General Assistance Fund	41

Illinois Municipal Retirement Fund

Multiyear Schedule of Changes in Net Pension Liability And Related Ratios	42
--	----

Multiyear Schedule of Contributions	43
-------------------------------------	----

Notes to Required Supplementary Information	44-46
---	-------

**Individual Fund Schedules**

Governmental Funds

Schedule of Expenditures- Budget and Actual

General (Town) Fund	47-51
Road and Bridge Fund	52
General Assistance Fund	53

**Statistical Section**

Financial Trends

Net Position by Component	54
Change in Net Position	55-56
Fund Balances of Governmental Funds	57

TOWNSHIP OF RICH, ILLINOIS  
TABLE OF CONTENTS  
MARCH 31, 2019  
Continued

Changes in Fund Balances of Governmental Funds	58
<u>Revenue Capacity</u>	
Assessed Value and Estimated Actual Value of Taxable Property	59
Property Tax Rates - Direct and Overlapping Governments	60
Principal Property Taxpayers	61
Property Tax Levies and Collections	62
<u>Debt Capacity</u>	
Ratios of Outstanding Debt by Type	63
Direct and Overlapping Governmental Activities Debt	64
Legal Debt Margin Information	65
<u>Demographic and Economic Information</u>	
Demographic and Economic Information	66
Principal Employers	67
<u>Operating Information</u>	
Full-Time Equivalent Employees	68
Operating Indicators	69-74

**INTRODUCTORY SECTION**

**Township of Rich, Illinois  
Principal Officials  
For the Year Ended March 31, 2019**

**Elected Officials**

Al Riley, AICP  
*Supervisor*

Bobbie G. King  
*Clerk*

Sam Brown  
*Assessor*

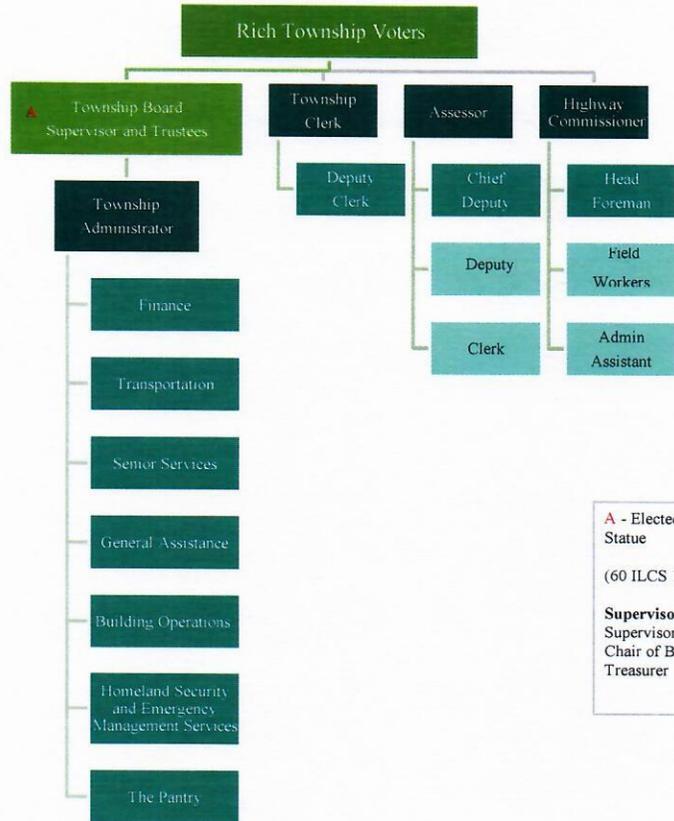
Calvin Jordan  
*Highway Commissioner*

Jacquelyn Small  
Therese H. Goodrich  
Nick P. Bobis  
Elliott H. Johnson  
*Trustees*

**Administrative Staff**

Mark Mason  
*Township Administrator-Interim*

# Township of Rich, Illinois Organizational Chart For the Year Ended March 31, 2019



A - Elected by the voters to operate as authorized by State Statute  
(60 ILCS 1/) Township Code

<b>Supervisor</b> CEO Supervisor of GA Chair of Board Treasurer	<b>Four Trustees</b> Audit Bills Approve Budget and Approve Taxes
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August 27, 2019

Rich Township Board of Trustees  
Township of Rich, Illinois  
22013 Governors Highway  
Richton Park, Illinois 60471

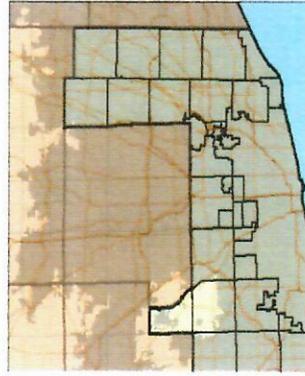
Rich Township Board:

The Comprehensive Annual Financial Report (CAFR) of the Township of Rich, Illinois for the fiscal year ending March 31, 2019 is submitted herewith. The report was prepared by the Township's Supervisor, Administrator and accountant. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the Township of Rich, Illinois. We believe the data presented is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and the results of operation of Township of Rich, Illinois as measured by the financial activity of its various funds; and all disclosures necessary to enable the reader to gain the maximum understanding of the Township's financial affairs have been included.

The audit is presented in three sections; introductory, financial and statistical. The introductory section includes this transmittal letter and the Township's organizational chart. The financial section includes the Independent Auditor's Report, The Management Discussion and Analysis (MD&A), basic financial statements and schedules for the major non major funds. The statistical section includes selected financial and demographic information, generally presented in multi-year.

The letter of Transmittal is designed to complement the MD&A which begins on page 4.

This report includes all funds of the Township. The Township of Rich, Illinois contains portions of nine communities within its jurisdiction: Richton Park, Park Forest, Olympia Fields, Country Club Hills, Flossmoor, Hazel Crest, Homewood, Matteson and Tinley Park. Specific operating departments within the Township include: Finance Services, General Assistance, Senior Services, Transportation, Building Operations, Homeland Security and Emergency Management Services, and Food Pantry.



## ECONOMIC CONDITION AND OUTLOOK

The Township of Rich is a municipal corporation of the State of Illinois. The Township covers approximately 36 square miles and includes parts of Country Club Hills, Flossmoor, Hazel Crest, Homewood, Matteson, Olympia Fields, Park Forest, Richton Park and Tinley Park. It is in Cook County and is approximately 30 miles south of downtown Chicago. The Township maintains a total of two (2) locations in two (2) different municipalities. In Richton Park, the Administration Building, Road and Bridge District Building and Rich Township Complex are located 22013 Governors Highway. In Park Forest the Senior Services Building is 297 Liberty Drive.

The 2017 American Community Survey (ACS), the population of 77,164 for the Township represents a 9.6% increase from the 2010 population of 74,302. The 2017 median household income is \$36,448 and per capita income is \$35,660. The potential for future population growth is modest even with a slightly improving housing market as the Township has minimal building land available for future development. Throughout the last three tax years ('16 through '18), The Township's equalized assessed valuation increased by 6.3%.

The Township levies taxes for three agencies. The agencies are The Town of Rich, General Assistance, and Road and Bridge. Within the Town of Rich are the following funds: Within the Town of Rich there are the following funds Corporate, IMRF, Social Security, and Senior Services. The annual assessed valuation (EAV) is shown below.

<b>Tax Year</b>	<b><u>EAV</u></b>	<b>Town Tax Rate</b>	<b>General Assistance Tax Rate</b>	<b>Road and Bridge Tax Rate</b>
2014	1,118,564,844	0.302	0.480	0.101
2015	1,088,311,177	0.296	0.520	0.106
2016	1,141,165,576	0.284	0.050	0.103
2017	1,241,565,758	0.262	0.046	0.097
2018	1,213,418,592	0.275	0.050	0.105

According to the 2017 ASC, the total housing units for the Township amounted to 32,095 with an average household containing 2.63 individuals and 23% had children under the age of 18 living with them. This contributes to the Township's strong demand for community-based adult and youth services.

## MAJOR INITIATIVES

The 2019 Township Budget was constructed to continue the stability and prudence that helped the township weather the effects of a loss of EAV a few years ago. The stability of the previous fiscal years was achieved through conservative fiscal planning over a longer time horizon. The township was still able to maintain most all the services that residents expect. All major funds were under budget and the Township was able to maintain a reasonable reserve in order to withstand any downward fluctuations in our equalized assessed valuation. To be sure, environmental scanning of economic and market factors and the local political climate have helped in developing a sound fiscal forecast. Continued improvement to facility infrastructure and life safety concerns took place this year and will continue into the next budget year. Most all of it; save the planned Township Garage and Storage Facility, can be typified as deferred maintenance. These encompassed projects such as resurfacing and restriping of the main Township parking lot, lighting improvements in the Robinson Family Services Center, relining of a major storm sewer line, installation of an ejector pump and internal security improvements. Replacement and updating of automatic emergency defibrillators (AED) throughout the township offices was also achieved. These improvements accounted for a minor diminution to the Town Fund reserve and greatly improved the safety and security of Township employees, users and visitors. Looking forward, the Capital Improvement Plan developed last year was extremely helpful and insured that the appropriate funding of other vital projects will continue with no adverse fiscal impact to the financial position of the Township

## FUTURE INITIATIVES

The major component in the CIP is the planned Township storage building. This building will facilitate the storage of Township passenger and construction vehicles, along with records. This building will alleviate and/or forestall potential safety, ingress/egress and access issues that exist in the present garage. The current garage is shared by the Transportation and Maintenance Departments, along with the Road District. This new facility will allow Transportation to be the primary user of the current garage. Maintenance equipment and file storage will be in the new building, along with the Road District as needed. As aforementioned, prudent long-range fiscal planning can make most of the funding for this facility emanate from Town Fund surplus. We also are in line to receive proceeds from a budget line item from the State of Illinois. The budget appropriation will be a restricted purposes grant for "brick and mortar" activities germane to building renovation, major repair, replacement or expansion. Clearly, the State of Illinois grant is congruent with the purposes of the planned facility. The other planned capital improvement projects include improvements to life safety, air handling, ingress/egress, storm and wastewater control and accessibility improvements. Most of these improvements will be in the administrative and Senior Center facilities.

## FINANCIAL INFORMATION

Accounting System and Budgetary Control – In developing and maintaining the Township's accounting system, consideration is given to the adequacy of the internal control structure. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the evaluation of cost and benefits requires estimates and judgments by management. All internal control evaluation occurs within the above framework. We believe that the Township's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions. Budgetary control has been established at the individual fund level. Financial reports are produced showing budget and actual expenditures by line item.

Individual line items are reviewed and analyzed for budgetary compliance. Personnel expenditures are monitored and controlled at a position level and capital expenditures are monitored and controlled item by item. Revenue budgets are reviewed monthly. Additionally, all expenditures are reviewed by the Supervisor and the Board

The Township is covered by two insurance agencies; Township Officials of Illinois Risk Management Association (TOIRMA) which provides coverage for Property, Cyber Liability, and Workers' Compensation and Medical Assistance Catastrophic Insurance (MACI) which coverage is intended to reimburse Townships for their statutory liability to pay medical expenses of General Assistance Recipients.

The Reporting Entity and its Services – This report includes all the funds and activities controlled by the Township. The Township participates in the Illinois Municipal Retirement Fund. This organization is a separate governmental unit because (1) it is an organized entity, (2) has governmental character, and (3) is substantially autonomous. An audited financial statement for this organization is not included in this report. However, such statements are available upon request from the IMRF business office.

General Government Functions – The reporting period covered by these financial statements encompasses twelve months. Funds are provided for services by taxes, user fees, interest income, grants, donations and miscellaneous sources. Property taxes are a major source of income for general operation. The Township's property taxes make up 91% of the total revenue for the major governmental funds.

Assessed valuation of 1,241,565,758 represents a .09% decrease from prior fiscal year, as a result the tax rates for 2018 decreased. There was a slight decline of the EAV from 2018 comparative to 2017. The allocation of the property tax levy for 2018 and the preceding tax year are as follows (amounts for each \$100 of assessed value).

<b>Purpose</b>	<b>2017</b>	<b>2018</b>
Town Fund	0.262	0.275
General Assistance Fund	0.046	0.050
Road and Bridge Fund	0.097	0.105

Fixed Assets Additions – As of March 31, 2019, the general fixed assets of Rich Township amounted to \$14,715. The major category of decrease results from depreciation of \$132,621.41.

Independent Audit – Chapter 50, Section 310/2 of the Illinois Revised Statutes requires that Townships secure a licensed public accountant to perform an annual audit of accounts. The firm of Arnold Knox CPA Advisory, LLC Certified Public Accountants has performed the audit for the year ended March 31, 2019. Their unmodified opinion on the general-purpose financial statements is presented in this report.

### OTHER INFORMATION

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff. Appreciation is expressed to the Township's employees throughout the organization, especially those employees who were instrumental in the successful completion of this report.

We would like to thank the Rich Township's board and elected officials for their interest and support in planning and conducting the financial operation of the Township in a responsible and progressive manner.

Respectfully submitted,

Al Riley, AICP  
Supervisor

Mark Mason  
Administration

Alana Thompson  
Finance Director

**FINANCIAL SECTION**



## Arnold Knox, LLC

CERTIFIED PUBLIC ACCOUNTANT

### **INDEPENDENT AUDITOR'S REPORT**

The Rich Township Board of Trustees  
Township of Rich, Illinois  
22013 Governors Highway  
Richton Park, Illinois 60471

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Township of Rich, Illinois, as of and for the year ended March 31, 2019, and the related notes to the financial statements, which collectively comprise the Township of Rich, Illinois' basic financial statements as listed in the table of contents.

#### **Management's Responsibility for the Financial Statements**

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

#### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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.

**INDEPENDENT AUDITOR'S REPORT**  
**(CONTINUED)**

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

**Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Township of Rich, Illinois, as of March 31, 2019, and the respective changes in financial position, and, 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, Illinois Municipal Retirement Fund and budgetary comparison information on pages 4-11 and 40-48, 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 of Rich Township, Rich Illinois' basic financial statements. The introductory section, individual fund financial statements and statistical section are presented for purposes of additional analysis and are not required part of the basic financial statements.

The introductory and statistical sections have 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 them.



South Holland, Illinois  
August 27, 2019

TOWNSHIP OF RICH, ILLINOIS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED MARCH 31, 2019

The Township Supervisor, Clerk, Assessor, Highway Commissioner, Board of Trustees, and employees together present to the users of the Rich Township financial statement this discussion and analysis of the Township's financial activities for the fiscal year ending March 31, 2019. This Management Discussion and Analysis report is to be read in conjunction with the Township's financial statements.

**Financial Highlights**

Town Fund:

As of December 31, 2017, the Rich Township Illinois Municipal Retirement Fund (IMRF) was 80.15 percent funded. The actuarial accrued liability for benefits was \$4,190,945 and the actuarial value of assets was \$3,359,030, resulting in an unfunded actuarial accrued liability of \$831,915.

As of December 31, 2018, the Rich Township (IMRF) was 66.73 percent funded. The actuarial accrued liability for benefits was \$3,958,742 and the actuarial value of assets was \$2,641,679, resulting in an unfunded actuarial accrued liability of \$1,317,063.

Revenues were \$3,055,253 reflecting a .5% increase from the previous fiscal year, while expenses were \$2,712,867 reflecting a 13% increase from the previous fiscal year. The Township's net position from Fiscal Year 2017/2018 to Fiscal Year 2018/2019 decreased by roughly 46% from \$639,862 in FY 17/18 to \$342,386 in FY 18/19. Although there was a slight increase in revenues in Fiscal Year 2018/2019 the Township saw little change from both property tax receipts and personal property replacement tax receipts. The increase in expenses can largely be attributed to the much-needed total repaving of the parking lot and equipment purchases. We will continue to monitor all Township costs as we effectively utilize funds to benefit the citizens of the Township.

General Assistance Fund:

Total income received in Fiscal Year 2018/2019 was 2.1% greater than in the previous year. This small increase in income was due to a slight increase in property tax receipts, from \$479,533 in FY17/18 to \$489,417 in FY18/19. While General Assistance saw a nominal increase in income, there was a greater increase in expenses from Fiscal Year 2017/2018 to Fiscal Year 2018/2019 largely due to our clients' increased need for Home Relief (i.e. Utilities, Shelter and Food).

Road and Bridge Fund:

Revenues from property taxes and income from vehicle code violations largely contributed to a 9% increase in total income from \$528,334 in Fiscal Year 2017/2018 to \$576,655 in Fiscal Year 2018/2019. While total income for the Road District increased, total expenses also increased approximately 9%, from \$459,560 in FY17/18 to \$501,074 in FY18/19. This increase in expenses was largely due to a capital project.

(See independent auditor's report)

TOWNSHIP OF RICH, ILLINOIS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities are collectively referred to as the government-wide financial statements. They provide information about the activities of the Township as a whole and present a longer-term view of the Township's finances.

Fund financial statements start with the Balance Sheet – Governmental Funds on page eight. For governmental activities, these statements tell how the services were financed in the short term, as well as what remains for future spending. Fund financial statements also report the Township's operations in more detail than the government-wide statements by providing information about the township's most significant funds. An additional part of the basic financial statements are the notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

REPORTING THE TOWNSHIP'S MOST SIGNIFICANT FUNDS

**Government-wide Financial Statements:**

The government-wide financial statements are designed to provide readers with a broad overview of the Township's finances in a manner similar to a private sector business. They are presented on the full accrual basis of accounting. All governmental and business-type activities are consolidated into columns which add to a total for the Township. The Statement of Net Assets presents information on all the Township's assets and liabilities, with the difference between the two reported as Net Assets. Over time, increases and decreases in net assets may serve as a useful indicator of whether the Township's financial position is improving or deteriorating. This statement combines current financial resources with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities is focused on both the gross and net cost of various activities (including governmental and business-type activities) which are supported by the Township's general taxes and other resources.

Governmental Activities reflect the Township's basic services including assistance to the poor and indigent, assistance in assessment of property values, maintenance and improvement of roads and bridges, and administration. Property taxes finance most of these services.

Business-type Activities reflect private sector type operations where the fee for service typically covers all or most all the cost of operations including depreciation.

(See independent auditor's report)

TOWNSHIP OF RICH, ILLINOIS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**Fund Financial Statements:**

The Governmental Major Fund presentation is prepared from sources and uses of liquid resources basis. It is presented on the modified accrual basis of accounting. This is the manner in which the Budget and Appropriation Ordinance is typically developed. Funds are established for various purposes and the Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance.

The Township of Rich Balance Sheet and the Township of Rich Statement of Revenues, Expenditures, and Changes in Fund Balances provide detailed information about the most significant funds: The Town Fund, the General Assistance Fund, and the Road District Fund. Most of the Township's basic services are reported in these funds and the balances left at year-end are available for spending.

These funds are reported using an accounting method called the "accrual basis" of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows.

**INFRASTRUCTURE ASSETS**

Historically, a government's largest group of assets (buildings, equipment, vehicles, etc.) have not been reported nor depreciated in governmental financial statements. GASB Statement No. 34 requires that these assets be valued and reported within the Governmental column of the Government-wide Statements. We must also depreciate these assets over their estimated useful lives.

**NOTES TO THE FINANCIAL STATEMENTS**

The notes provide additional information that is essential to a full understanding of the data provided in the governmental-wide and fund financial statements. The notes to the financial statements can be found following this report.

**OTHER INFORMATION**

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning budgetary information; Statements of Revenues, Expenditures, and Changes in Fund Balances Compared to Budget for the year ended March 31, 2019 for the Town Fund, Road Fund, and General Assistance Fund. The Schedule of Tax Collections and Taxes Receivable for Year Ended March 31, 2019 is presented, followed by a Schedule of Valuations, Rates and Extensions for Tax Levy Years – 2007 to 2018 and lastly, a Schedule for Retirement Fund Funding Progress is presented.

(See independent auditor's report)

TOWNSHIP OF RICH, ILLINOIS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**CONCLUSION**

This financial report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of the Township's finances and to show the Township's accountability for the money it receives. If anyone has any questions about this report or needs additional information, please contact me at Rich Township, 22013 Governors Hwy. Richton Park, IL 60471.

Respectfully Submitted,

Al Riley, Supervisor

(See independent auditor's report)

TOWNSHIP OF RICH, ILLINOIS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED MARCH 31, 2019  
 (Continued)

**REQUIRED SUPPLEMENTARY INFORMATION**

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning budgetary information; Statements of Revenues, Expenditures, and Changes in Fund Balances Compared to Budget for the year ended March 31, 2019 for the Town Fund, Road Fund, and General Assistance Fund. The Schedule of Tax Collections and Taxes Receivable for Year Ended March 31, 2019 is presented, followed by a Schedule of Valuations, Rates and Extensions for Tax Levy Years – 2006 to 2017 and lastly, a Schedule for Retirement Fund Funding Progress is presented.

**Condensed Statement of Net Position**

	<u>For the Year Ended</u>	
	March 31, 2019	March 31, 2018
	\$	\$
Current and Other Assets	5,253,828	4,778,490
Capital Assets, Net of Accumulated Depreciation	<u>1,309,744</u>	<u>1,380,972</u>
Total Assets	6,563,572	6,159,462
Deferred Outflow Resources	<u>1,587,457</u>	<u>323,890</u>
Total Assets and Deferred Outflow of Resources	8,151,029	6,482,821
Current Liabilities	1,617,158	115,561
Non-Current Liabilities	2,039,595	561,414
Total Liabilities	3,656,753	676,975
Deferred Inflows of Resources	<u>650,575</u>	<u>1,078,189</u>
Total Liabilities and Deferred Inflow of Resources	4,307,328	1,755,164
Net Position		
Investment in Capital Assets	1,309,744	1,380,972
Restricted	1,275,889	1,253,247
Unrestricted-Reinstated See Note L	<u>1,315,604</u>	<u>2,093,438</u>
Total Net Position	<u>3,901,237</u>	<u>4,727,657</u>

(See independent auditor's report)

TOWNSHIP OF RICH, ILLINOIS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**Condensed Statement of Activities**

	March 31, 2019	March 31, 2018
Revenues		
Program Revenues		
Charges for Services	\$ 242,640	\$ 235,624
Operating grants and contributions	-	-
Capital grants and contributions	-	-
General Revenues		
Property taxes	3,836,779	3,735,784
State Replacement taxes	56,341	59,136
Interest Income	2,336	1,927
Other	23,646	17,468
Total Revenues	3,919,102	3,814,316
Expenses		
Program Expenses		
Town	2,182,571	2,058,122
General Assistance	265,182	237,643
Road District	499,926	464,777
Senior Services	412,362	380,576
Changes in Net Position	559,060	673,198
Net Position		
Beginning of Year-Reinstated Note L	3,342,177	4,054,459
End of Year	3,901,237	4,727,657

(See independent auditor's report)

TOWNSHIP OF RICH, ILLINOIS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

The following is a summary of changes in fund balances for the year ended March 31, 2019:

Governmental Funds	Fund Balance March 31, 2019	Increase (Decrease)	Fund Balance March 31, 2018
	\$	\$	\$
Town	2,418,315	305,069	2,113,245
General Assistance	648,169	(55,314)	703,483
Road District	627,720	77,956	549,764

Fund balance changes increase or decrease attributed to Township operation and budgetary controls.

**Budgetary Highlights**

There were no revisions to the original budget.

Expenditures in the General Town Fund of \$2,787,880 and were \$831,670 less than the appropriation of \$3,619,550.

Expenditures in the General Assistance Fund of \$544,731 and were \$190,769 less than the appropriation of \$735,500.

Expenditures in the Road District Fund of \$501,419 and were \$226,781 less than the appropriation of \$728,200.

Additional budgetary information is provided in the required supplementary information on pages 39-41, 44-45 and 47-53.

(See independent auditor's report)

TOWNSHIP OF RICH, ILLINOIS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**Capital Assets**

The following is a summary of capital assets, net of accumulated depreciation:

	Fund Balance <u>March 31, 2019</u>	Fund Balance <u>March 31, 2018</u>
\$		\$
Land	465,522	465,522
Buildings	980,940	980,940
Building Improvements	939,713	939,713
Equipment	<u>1,566,931</u>	<u>1,517,368</u>
Cost of Capital Assets	3,953,106	3,903,543
Less Accumulated Depreciation	<u>(2,643,362)</u>	<u>(2,522,575)</u>
Net Capital Assets	1,309,744	1,380,968

For more information please refer to Note F of the financial statement on page 30.

**Description of Current of Expected Conditions**

Currently, management is not aware of any changes in conditions that could have a significant effect on the financial position or results of activities of the Township's in the near future.

**Implementation of GASB 72 and 76**

For the year ended March 31, 2019, The Township implemented the provisions of GASB Statement No. 72, Fair Value Measurement and Application; and GASB Statement No. 76, The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments. GASB Statement No. 72 establishes standards for measuring fair value, applying fair value to certain investments, and disclosures related to all fair measurement. There has been no effect to current and prior periods with this implementation. GASB No.76 establishes the hierarchy

(See independent auditor's report)

TOWNSHIP OF RICH, ILLINOIS  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED MARCH 31, 2019

(Continued)

**Requests for Information**

This financial report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of the Township's finances and to show the Township's accountability for the money it receives.

If anyone has any questions about this report or needs additional information, please contact me at Rich Township, 22013 Governors Hwy. Richton Park, IL 60471.

Respectfully Submitted,

Al Riley, AICP  
Supervisor

(See independent auditor's report)

**BASIC FINANCIAL STATEMENTS**

**TOWNSHIP OF RICH**  
**STATEMENT OF NET POSITION**  
**MARCH 31, 2019**  
**With Comparative Totals for 2018**

Governmental Activities

**ASSETS AND DEFERRED OUTFLOW OF RESOURCES**

	<b>Total 2019</b>	<b>Total 2018</b>
<b>Current Assets:</b>		
Cash	\$ 3,256,708	\$ 2,915,913
Receivable (net, when applicable of allowance for uncollectibles)		
Taxes	1,983,394	1,848,853
Prepaid Expenses	8,025	8,025
Security Deposits	5,700	5,700
Total current assets	5,253,827	4,778,491
<b>Non-Current Assets:</b>		
Capital Assets, not being depreciated	465,522	465,522
Capital Assets, being depreciated (net of accumulated Depreciation)	844,222	915,450
Total non-current assets	1,309,744	1,380,972
<b>Total Assets</b>	<b>6,563,572</b>	<b>6,159,462</b>
Deferred Outflow of Resources	1,587,457	323,359
<b>Total Assets and Deferred Outflow of Resources</b>	<b>8,151,029</b>	<b>6,482,821</b>

**LIABILITIES AND DEFERRED INFLOW OF RESOURCES**

<b>Current Liabilities:</b>		
Accounts payable	\$ 34,393	\$ 42,920
Accrued payroll	75,845	55,992
Deferred Revenue	1,435,455	-
Replacement tax payable	13,930	16,649
Total current liabilities	1,559,623	115,561
<b>Non Current Liabilities:</b>		
Compensated Absences	238,775	246,679
Net Pension Liability	1,800,820	314,735
Total non-current liabilities	2,039,595	561,414
<b>Total Liabilities</b>	<b>3,599,217</b>	<b>676,975</b>
Deferred Inflows of Resources	650,575	1,078,189
<b>Total Liabilities and Deferred Inflow of Resources</b>	<b>4,249,792</b>	<b>1,755,164</b>

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

**TOWNSHIP OF RICH**  
**STATEMENT OF NET POSITION**  
**MARCH 31, 2019**  
**With Comparative Totals for 2018**  
**(Continued)**

<u>Governmental</u>	<u>Activities</u>
<b>Total 2019</b>	<b>Total 2018</b>

**NET POSITION**

Net position, investment in capital assets	1,309,744	1,380,972
Restricted		
Road District	627,720	549,764
General Assistant	648,169	703,483
Unrestricted-Reinstated Note L	1,315,604	2,093,438
<b>Total Net Position</b>	<b>\$ 3,901,237</b>	<b>\$ 4,727,657</b>

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

**TOWNSHIP OF RICH, ILLINOIS**  
**STATEMENTS OF ACTIVITIES**  
**FOR THE YEARS ENDED MARCH 31, 2019**  
 With Comparative Totals for 2018

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				Net Revenue (Expense)	
	Expenses	Charges For Services	Operating Grants	Capital Grants	Governmental Activities	
					Total 2019	Total 2018
<b>PRIMARY GOVERNMENT</b>						
Town Administration	\$ (573,399)	\$ -	-		(573,399)	\$ (506,150)
Assessor's Department	(160,354)				(160,354)	(238,605)
Clerk's Department	(108,204)	105			(108,099)	(98,782)
Finance Department	(167,199)				(167,199)	(140,369)
Transportation	(589,197)	178,972			(410,225)	(388,254)
ESDA	(56,338)				(56,338)	(54,711)
Youth & Family Services	(10,969)		-		(10,969)	(25,799)
Senior Services	(470,939)	58,577			(412,362)	(380,576)
Pantry/Donations	(244,013)	3,492			(240,521)	(209,118)
Economic Development	-				-	-
Contingencies	(4,269)				(4,269)	-
Old Plank Trail	(3,723)				(3,723)	(3,596)
Road Administration	(162,959)				(162,959)	(164,896)
Road Expenses	(338,460)	1,493			(336,967)	(299,881)
General Assistance Admin.	(265,182)				(265,182)	(237,643)
Building Operations	(157,202)				(157,202)	(141,621)
Social Services	(10,725)				(10,725)	(14,955)
Home Relief	(279,548)				(279,548)	(236,161)
<b>Total Primary Government</b>	<b>\$ (3,602,681)</b>	<b>\$ (242,640)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (3,360,041)</b>	<b>\$ (3,141,119)</b>
<b>General Revenues</b>						
Property Taxes					3,836,779	3,735,784
Personal Property Replacement Taxes					56,341	59,136
Interest on Investments					2,336	1,927
Miscellaneous Income					23,646	17,468
<b>Total General Revenues</b>					<b>3,919,102</b>	<b>3,814,316</b>
Changes in Net Position					559,060	673,198
<b>Net Position Beginning-April 1-Reinstated-See Note L</b>					<b>3,342,177</b>	<b>4,054,459</b>
<b>Net Position After Adjustment-March 31</b>					<b>\$ 3,901,237</b>	<b>\$ 4,727,657</b>

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

**TOWNSHIP OF RICH, ILLINOIS  
BALANCE SHEETS  
GOVERNMENTAL FUNDS  
MARCH 31, 2019  
With Comparative Totals for 2018**

<u>ASSETS</u>	Town Fund	Road District Fund	General Assistance Fund	Total 2019	Total 2018
Cash	\$ 2,386,651	\$ 436,063	\$ 433,994	\$ 3,256,708	\$ 2,915,913
Taxes Receivable	1,418,981	298,119	266,294	1,983,394	1,848,853
Prepaid Items	4,414	3,611	-	8,025	8,025
Security Deposits	5,700	-	-	5,700	5,700
<b>Total Assets</b>	<b>\$ 3,815,746</b>	<b>\$ 737,793</b>	<b>\$ 700,288</b>	<b>\$ 5,253,827</b>	<b>\$ 4,778,491</b>
<b><u>DEFERRED OUTFLOW OF RESOURCES</u></b>					
Pension IMRF (See Note M)	\$ -	\$ -	\$ -	\$ -	\$ 323,359
<b>Total Deferred Outflow of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>323,359</b>
<b>Total Assets (Reinstated-See Note M)</b>	<b>\$ 3,815,746</b>	<b>\$ 737,793</b>	<b>\$ 700,288</b>	<b>\$ 5,253,827</b>	<b>\$ 5,101,850</b>
<b><u>LIABILITIES AND FUND BALANCES</u></b>					
Accounts Payable	\$ 30,734	\$ -	\$ 3,659	\$ 34,393	\$ 42,920
Accrued Payroll & Other Liabilities	66,278	5,029	4,538	75,845	55,992
Replacement Taxes Payable	-	13,930	-	13,930	16,649
Unearned Revenue	1,300,419	91,114	43,922	1,435,455	-
Compensated Absences (See Note M)	-	-	-	-	246,679
<b>Total Liabilities</b>	<b>\$ 1,397,431</b>	<b>\$ 110,073</b>	<b>\$ 52,119</b>	<b>\$ 1,559,623</b>	<b>\$ 362,240</b>
<b><u>DEFERRED INFLOW OF RESOURCES</u></b>					
Pension IMRF (See Note M)	\$ -	\$ -	\$ -	\$ -	\$ 1,078,189
<b>Total Deferred Inflow of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,078,189</b>
<b>Total Liabilities (Reinstated-See Note M)</b>	<b>\$ 1,397,431</b>	<b>\$ 110,073</b>	<b>\$ 52,119</b>	<b>\$ 1,559,623</b>	<b>\$ 1,440,429</b>
<b>Fund Balances</b>					
Nonspendable	4,414	3,611	-	8,025	-
Retricted					
Restricted for General Assistance	-	-	648,169	648,169	703,483
Restricted for Road District	-	624,109	-	624,109	549,764
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	2,413,901	-	-	2,413,901	2,408,173
<b>Total Fund Balances (Reinstated-See Note L)</b>	<b>2,418,315</b>	<b>627,720</b>	<b>648,169</b>	<b>3,694,204</b>	<b>3,661,420</b>
<b>Total Liabilities and Fund Balances</b>	<b>3,815,746</b>	<b>737,793</b>	<b>700,288</b>	<b>5,253,827</b>	<b>5,101,850</b>

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

**TOWNSHIP OF RICH, ILLINOIS  
RECONCILIATION OF THE GOVERNEMENTAL FUNDS  
TO THE GOVERNMENTAL ACTIVITIES  
IN THE STATEMENT OF NET POSITION  
MARCH 31, 2019**

Total Fund Balance of Governmental Funds (page 15)	\$ 3,694,204
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	1,309,744
Compensated absences payable are not due and payable in the current period and therefore, are not reported in governmental funds.	(238,775)
Net pension liability is not included on the governmental fund statement	(1,800,820)
Deferred outflow of resources for pension are not recognized on governmental fund statement	1,587,457
Deferred inflow of resources for pension are not recognized on governmental fund statement	(650,575)
Net Position of Governmental Activities (page 13)	<u>\$ 3,901,237</u>

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

**TOWNSHIP OF RICH, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEARS ENDED MARCH 31, 2019**  
**With Comparative Totals for 2018**

<u>REVENUES</u>	Town Fund	Road District Fund	General Assistance Fund	Total 2019	Total 2018
Property Taxes	\$ 2,800,738	\$ 546,971	\$ 489,070	\$ 3,836,779	\$ 3,735,784
Personal Property Replacement Taxes	25,761	30,580	-	56,341	59,136
Rental Income	2,075	-	-	2,075	330
In Home Services	10,850	-	-	10,850	14,934
Transportation Receipts	178,972	-	-	178,972	190,769
Passport Sales	105	-	-	105	400
Senior Services	45,652	-	-	45,652	25,572
Donations	3,492	-	-	3,492	2,835
Interest on Investments	1,658	331	347	2,336	1,927
Circuit Court Fees	-	1,493	-	1,493	784
Insurance Reimbursement	23,431	-	-	23,431	13,365
Miscellaneous Income	215	-	-	215	4,103
Total Revenues	<u>3,092,950</u>	<u>579,374</u>	<u>489,417</u>	<u>4,161,741</u>	<u>4,049,940</u>
 <u>EXPENDITURES</u>					
Administration	804,748	162,959	265,182	1,232,889	908,689
Assessor's Department	160,354	-	-	160,354	238,605
Clerk's Department	108,204	-	-	108,204	99,182
Finance Department	167,199	-	-	167,199	140,369
Transportation	589,197	-	-	589,197	579,023
ESDA	56,338	-	-	56,338	54,711
Youth & Family Services	10,969	-	-	10,969	25,799
Senior Services	470,939	-	-	470,939	421,412
Pantry/Donations	244,013	-	-	244,013	211,954
Old Plank Road	3,723	-	-	3,723	3,596
Maintenance	-	338,460	-	338,460	300,665
Home Relief	-	-	279,548	279,548	236,161
Building Operations	157,202	-	-	157,202	141,621
Contingencies	4,269	-	-	4,269	-
Social Services	10,725	-	-	10,725	14,955
Total Expenditures	<u>2,787,880</u>	<u>501,419</u>	<u>544,731</u>	<u>3,834,030</u>	<u>3,376,742</u>
Net Change in Fund Balances	305,069	77,956	(55,313)	327,712	673,198
Fund Balances, April 1-(Reinstated-See Note L)	<u>2,113,245</u>	<u>549,764</u>	<u>703,483</u>	<u>3,366,492</u>	<u>2,584,719</u>
Fund Balance, March 31	<u>\$ 2,418,315</u>	<u>\$ 627,720</u>	<u>\$ 648,169</u>	<u>\$ 3,694,204</u>	<u>\$ 3,257,917</u>

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

**TOWNSHIP OF RICH, ILLINOIS  
RECONCILIATION OF THE GOVERNEMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES TO THE GOVERNMENTAL ACTIVITIES  
IN THE STATEMENT OF ACTIVITIES  
MARCH 31, 2019**

Net Change in Fund Balances-Total Governmental Funds (Page 17)		\$327,712
Amounts reported for Governmental Activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures; however, they are and capitalized in the statement of activities		49,563
Depreciation expense does not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.		(120,787)
The increase in the compensated absences liability is shown as an increase of expense on the statement of activities		(7,904)
Certain items reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in the governmental funds. The items consist of:		
Pension income (expense)	31,394	
Employer contributions	<u>173,691</u>	205,085
Prior period adjustment for recognition errors on the statement activities for implementation GASB 34-See Note L		<u>105,391</u>
Changes in Net Position of Governmental Activities (page 14)		<u><u>\$559,060</u></u>

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

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**A. Summary of Significant Accounting Policies:**

(1) General Statement

The TOWNSHIP OF RICH, ILLINOIS ("Township"), chartered in 1850, operates under a Supervisor-Trustee form of government. The Township's major operations are assessing and reviewing real estate values, maintenance and construction of Township roads, maintaining emergency service readiness, providing general assistance to the needy, providing services for senior citizens and youth, and general administration.

The financial statements of the Township have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP), as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Township's accounting policies are described below.

(2) Financial Reporting Entity

For financial reporting purposes, the Township includes all funds, account groups, agencies, boards and commissions that are controlled or dependent on the Township's legislative or executive branches. Control or dependence on the Township was determined based on budget adoption, taxing authority and operational independence.

The following entities are not included in this report because they are autonomous.

The Village of Richton Park is a self-supporting municipal government providing a multitude of services to residents of the municipality controlled by an independently elected board. As required by GAAP, these financial statements present the Township (the primary government). Rich Township School District 227 is a self-supporting school government providing high school education to residents of the area controlled by an independently elected board. At March 31, 2019, there were no entities that would be considered a component unit of the Township. Also, the Township is not considered a component unit of any other governmental entity.

(3) Basis of Presentation-Fund Accounting

The accounts of the Township are organized based on funds, each which is considered a separate accounting entity. The operations of each fund are accounted for with separate set of self-balancing accounts that comprise its assets, liabilities, fund balances, revenues and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based on the purposes for which they are to be spent and the means by which spending activities are controlled.

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019

(Continued)

**A. Summary of Significant Accounting Policies (Continued):**

Funds are classified into the following category: governmental. Governmental funds are used to account for all the Township's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds) and the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds). The General (Town) Fund is used to account for all activities of the Township not accounted for in some other fund.

(4) Government-wide and Fund Financial Statements:

The government-wide financial statements (i.e., the statements of net position and the statement of activities) report information on all activities of the Township. The effect of material inter-fund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities (if any), which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Governmental Fund Types:

*Town Fund* - The Town Fund is used to account for all revenue and expenditures of the general operations of the Township and those not accounted for in the other funds of the Township

*General Assistant Funds*- The General Assistance department has programs which act as a safety net to the most vulnerable populations in the township. Generally, the number of participants in the General Assistance program is viewed as a representation of the economic hardship in our township.

*Road District Fund*-The Road District Fund accounts for revenues restricted to finance the maintenance and construction of the Township's road and bridges. Major sources of revenues included property taxes and replacement taxes.

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**A. Summary of Significant Accounting Policies (Continued):**

(5) Measurement Focus, Basis of Accounting and Basis of Presentation

The basis of accounting refers to when revenue and expenditures or expenses are recognized in the accounts and reported in the financial statement. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting in accordance with accounting principles generally accepted in the United States, as prescribed by the Governmental Accounting Standards Board (GASB). Revenues and additions 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 (i.e., intended to finance) Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Government fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis accounting, revenues are recorded when susceptible to accrual (i.e., both measurable and available) "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Township considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal year. Expenditures are recorded when the related fund liability is incurred.

Those revenues susceptible to accrual are property taxes, interest revenue, and charges for services. Donations are not susceptible to accrual because generally they are not measurable until received in cash.

The Township reports unearned revenue on its financial statements. Unearned revenue arises when potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned revenues also arise when resources are received by the Township 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 Township has legal claim to the resources, the liability for unearned revenue is removed from the financial statements and revenue is recognized.

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**A. Summary of Significant Accounting Policies (Continued):**

(6) Cash and Investments

The Township of Rich held various types of cash deposits at March 31, 2019. Cash deposits, money markets and certificates of deposit are placed with various financial institutions. All deposits are in banks and savings and loans as authorized by the Illinois Revised Statutes, 1991 edition.

(7) Capital Assets

Capital assets, which include property, buildings, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks and similar items), are reported in the applicable governmental activities' columns in the government-wide financial statements. Capital assets are defined by the Township as assets with an estimated useful life in excess of one year. Capital assets are recorded at historical cost if purchased or constructed. The Township has a capitalization policy with a threshold for capitalization of \$2,500 for individual equipment, \$10,000 for buildings and improvements, and \$50,000 for infrastructure assets (roads, bridges, culverts, curbs, etc). The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

<u>Type of Asset</u>	<u>Life in Years</u>
Equipment	7
Vehicles (under 13,000 pounds)	5
Vehicles (over 13,000 pounds)	7
Other Improvements	20
Buildings	40
Road Improvements	10
New Infrastructure	40

(8) Prepaid Items

Prepaid expenses are amounts paid during the current and deferred for expensing to future periods based on the expiration of time.

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019

(Continued)

**A. Summary of Significant Accounting Policies (Continued):**

9) Compensated Absences

Vested or accumulated vacation and sick leave is reported as an expenditure and a fund liability of the governmental fund that will pay out one retirement or separation has occurred. Vested or accumulated vacation and sick leave of governmental activities are recorded as an expense and liability as the benefits accrue to employees.

10) Inter-fund Transactions

Inter-fund services are accounted for as revenues or expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it that are property applicable to another fund is recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other inter-fund transactions, except inter-fund services and reimbursements are reported as transfers.

11) Long-Term Obligations

In the government-wide financial statements long-term debt and other long obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as gains (losses) on refunding, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenditures in the year of issuance.

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

12) Fund Balance/Net Position

In the fund financial statements, governmental funds report non-spendable fund balance for amounts that are either not spendable form or legally or contractually required to be maintained intact. Restrictions of fund balances are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Township. Committed fund balance is constrained by formal actions of the Township's Board of Trustees, which is considered the Township highest level of decision-making authority. Formal action includes resolutions and ordinances approved by the Board. Formal action is required to be taken to establish, modify, or rescind a fund balance commitment. Assigned fund balance represents

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**A. Summary of Significant Accounting Policies (Continued):**

amounts constrained by the Township's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Supervisor through the budget process and approved fund balance policy of the Township. Any residual fund balance in the General Fund is reported as unassigned.

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

13) Accounting Estimates

The preparation of 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 disclosure of contingent assets and liabilities at the date of the financial statement and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

14) Implementation of GASB 72 and 76

For the Year ended March 31, 2019 the Township implemented the provisions of GASB No.72, Fair Value Measurement and Application; GASB Statement No.76, The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments. GASB Statement No. 72 establishes standards for measuring fair value, applying fair value to certain investments, and disclosures related to all fair value measurement. There has been no effect to current and prior periods with this implementation. GASB Statement No. 76 establishes the hierarchy of sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with generally accepted accounting principles. There has been no effect to current or prior periods within this implementation.

15) Deferred Outflows/Inflows of Resources

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

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**A. Summary of Significant Accounting Policies (Continued):**

resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

**B. Deposits and Investments**

The Township's investment policy authorizes the Township to invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S Treasury and U.S. agencies, insured credit union shares, money market and mutual funds with portfolios of securities issued or guaranteed by the United States of agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two (2) standard rating services, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value), and Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of

Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold. The Township's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

It is the policy of the Township to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Township and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, legality, safety of principal, liquidity and rate of return.

Deposits with Financial Institutions

Custodial credit risk for cash deposits with financial institutions is the risk that in the event of a bank failure, the Township's deposits may not be returned, or the Township will not be able to recover collateral securities in the possession of an outside party. The Township's investment requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 100%. Of the fair market value of the funds secured, with the collateral held by the Township, an independent third party, or the BNY Mellon bank. As of March 29 2019, the Township had 3,209,244 in pledged securities. Neither the State nor the Township has a deposit policy for custodial credit risk.

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**B. Deposits and Investments (continued)**

Investments and Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure to the counterparty, the Township will not be able to recover the value of its investments or collateral securities in the possession of an outside party.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations upon maturity

Concentration of credit risk is the risk of high percentage investments are invested in one type of investment.

Fair Value Measurement is measured by the Township using the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs to measure the fair value asset.

As of March 31, 2019, the Township has no investment and maturities of debt securities.

**C. Receivables-Taxes**

(1) Property Taxes

The Township annually establishes a legal right to revenue from property tax assessments upon enactment of a tax levy ordinance by its Township Board. The property tax is levied each year on all taxable real property located in the Township on or before the last Tuesday in December. Property taxes for 2018 attach as an enforceable lien on property on January 1, 2018.

The Township adopts its property tax levy by December of each year. The property taxes are billed and collected by the Cook County Treasurer who remits to the Township its share of taxes collected. Taxes levied in one year become payable during the following year in two installments, the first due prior to March 1 and the second due prior to September 1, or 30 days after the tax bills are mailed, whichever is later. The second installment is based on the current levy, assessment and equalization, and reflects any changes from the prior year in those factors. The Township typically receives the property taxes from the County within thirty to sixty days after the due dates. The allowance for uncollectible taxes have been stated at 10% of the tax levy to reflect actual collection experience. Property tax receivable balances in the financial statements appear net of this allowance.

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

The 2018 levy is intended to finance the 2019 fiscal year and, therefore, is reported as unavailable/deferred revenue at December 31, 2018. The 2019 tax levy, which attached as an enforceable lien on property as January 1, 2019, has not been recorded as a receivable as March 31, 2019 as the tax has not yet been levied by the Township and will not be levied until December 2019 and, therefore, the levy is not measured at March 31, 2019.

Taxes receivable as of March 31, 2019 are as follows:

Tax Year	Town	Road District	General Assistance	Total
2018	\$ 1,466,290	\$ 302,658	\$ 275,780	\$ 2,044,728
2017	<u>(47,309)</u>	<u>(4,539)</u>	<u>(9,486)</u>	<u>(61,334)</u>
	<u>1,418,981</u>	<u>298,119</u>	<u>266,294</u>	<u>1,983,394</u>

(2) Personal Property Replacement Taxes

Pursuant to the 1970 Illinois Constitution, all ad valorem personal property taxes in Illinois were abolished as of January 1, 1979. The constitutionality of this replacement tax was upheld by the Illinois Supreme Court on November 21, 1979.

The Personal Property Replacement Tax represents an additional income tax from corporations (including certain utilities) and trusts: a new income tax invested capital for public utilities providing gas, communication, electrical and water services. Revenues collected under the replacement tax is held in a special fund in the State Treasury called the Property Tax Replacement Fund. The monies are distributed to the Township in eight annual payments.

As required by an amendment to the Personal Property Replacement Tax Act, the Road and Bridge Fund is required to distribute a proportionate share of the Personal Property Replacement Taxes collected to the Villages within the Township. The amount the Township is currently obligated to pay the Villages is estimated to be \$13,930. This amount is shown as "Replacement Tax Payable" on the balance sheet.

**D. Risk Management**

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees' health; and natural disasters.

The Township purchases commercial insurance to cover all risks. The amount of coverage has not decreased and the amount of settlements has not exceeded commercial insurance coverage for the past three (3) fiscal years.

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENT  
FOR THE YEAR ENDED MARCH 31, 2019  
 (Continued)

**E. Long Term Debt**

The Township has three employee benefit leave plans. Vacation hours are earned in accordance with the number of hours worked per week and the number of years employed by the Township on a calendar year basis. Personal days and sick days are earned based on average hours worked per week with an equivalent of 10 days allowed per employee per year, 6 of which are sick days and 4 are personal days. Any unused personal days are bought back at one-half pay at the end of the calendar year. Unused sick days are carried over year to year. Should employment terminate, the employee will be compensated for accumulated personal and sick days. The Major Medical Days plan allows 4 days per year to each employee's date of employment and may be accumulated with no limitations. These days may be added into years of service if employee retirees while still employed by the Township.

Compensation days are liquidated by the fund in which the liability is incurred. For the year ended March 31, 2019, the two funds with the largest portion of liability are the Town and General Assistance Fund. Earned and unused benefits at March 31, 2019 are:

	Available	
Vacation Days*	459.43	
Major Medical Days*	637.85	
Personal and Sick Days*	432.82	
	1,566.10	days    \$ 238,775

\*Maximum cost to the Township assuming all leave time requires continued employment and will be utilized. However, existing employees have always assumed absent employees' responsibilities to date.

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**F. Capital Assets:**

Capital asset activity for the year ended March 31, 2019 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
<u>Governmental Activities</u>				
Non Depreciable Assets				
Land	\$ 465,522			\$ 465,522
Depreciable Assets				
Buildings	980,940			980,940
Improvements	939,713			939,713
Equipment	<u>1,517,368</u>	<u>49,563</u>		<u>1,566,931</u>
Totals at Historical Cost	3,903,543	49,563	-	3,953,106
Less Accumulated Depreciation				
Buildings	(674,770)	(20,023)		(694,793)
Improvements	(589,175)	(46,984)		(636,159)
Equipment	<u>(1,258,629)</u>	<u>(53,780)</u>		<u>(1,312,409)</u>
Total Accumulated Depreciation	<u>(2,522,575)</u>	<u>(120,787)</u>	-	<u>(2,643,362)</u>
Governmental Activities Capital Assets - net	<u>\$ 1,380,968</u>	<u>\$ (71,224)</u>	<u>\$ -</u>	<u>\$ 1,309,744</u>

Depreciation expense was charged to governmental functions as follows:

ESDA	\$ 2,400
Transportation	8,025
Senior Services	1,509
Pantry/Donations	2,879
Road Administration	7,595 (RD bldg + RD Improv)
Road Expense	32,646 (RD equip)
Youth Group	-
Congregate Meals	443
General Assistance	-
Town Administration	59,414 (Twn bldg + Twn Improv)
Unallocated	17,711
Total Depreciation Expense	\$ 132,621
Prior Period Depreciation Recognized	(11,834)
Total Governmental Activities	<u>\$ 120,787.41</u>

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENT  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**G. Lease Commitments:**

During September 2002, the Township entered into a thirty (30) year lease agreement for Senior Service Building located at 297 Liberty Drive, Park Forest, Illinois. There is an incremental increase every five (5) years. The expense for the year ended March 31, 2019 was \$28,200.

The following is a schedule of future minimum lease payments (FMLP) required in the above leases as of March 31, 2019:

March 31,	FMLP
2019	\$ 28,200
2020	28,200
2021	28,200
2022	28,200
2023	<u>28,200</u>
Total	141,000

**H. Inter-fund Activity:**

The Township did not have any inter-fund transfers for the year ended March 31, 2019.

**I. Expenditures Over budget:**

For the audit year ending March 31, 2019, the Township of Rich, Illinois had no single line item expenditures that exceed the appropriation.

**J. Pension and Retirement Fund Commitments**

Illinois Municipal Retirement Fund:

Plan Description

The Township of Rich defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases and death benefits to plan members and beneficiaries. The Township's plan is managed by the Illinois Municipal Retirement (IMRF), a multiple employer pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position and required supplementary information. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**J. Pension and Retirement Fund Commitments (continued)**

Benefits Provided

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

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

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

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

Employees Covered by Benefit Terms

As of December 31, 2018, the following employees were covered by the benefit terms:

	<b>IMRF</b>
Retirees and Beneficiaries currently receiving benefits	54
Inactive Plan Members entitled to but not yet receiving benefits	22
Active Plan Members	<u>37</u>
<b>Total</b>	<u>113</u>

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**J. Pension and Retirement Fund Commitments (continued)**

Contributions

As by the statute, employees participating in IMRF are required to contribute 13.10% of their annual covered salary. The Township of Rich is required to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its employees. The contribution rate for calendar year 2018 was 13.10%. For the fiscal year ended March 31, 2019, the Township contributed \$173,701. Additionally, the Township of Rich contributes for disability benefits, death benefits and supplemental retirement benefits, all which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefit rate is set by statute.

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

For the year ended March 31, 2019 the EMPLOYER recognized pension income of \$31,394. At March 31, 2019, the EMPLOYER reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>			
Differences between expected and actual experience	\$ 213,470	\$ 30,747	\$ 182,723
Changes of assumptions	151,059	74,022	77,037
Net difference between projected and actual earnings on pension plan investments	1,222,928	545,806	677,122
Total Deferred Amounts to be recognized in pension expense in future periods	-	-	-
Total Deferred Net Amounts Related to Pensions	<u>\$ 1,587,457</u>	<u>\$ 650,575</u>	<u>\$ 936,882</u>

TOWNSHIP OF RICH, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED MARCH 31, 2019  
 (Continued)

**J. Pension and Retirement Fund Commitments (continued)**

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:

<u>Year Ending December 31</u>	<u>Net Deferred Outflows of Resources</u>
2019	\$ 380,960
2020	197,638
2021	88,175
2022	270,109
2023	-
Thereafter	-
Total	<u>\$ 936,882</u>

Pension contributions made subsequent to IMRF measurement date of December 31, 2018 and fiscal year end March 31, 2019 were \$36,946.

Net Pension Liability

As of December 31, 2018, the most recent actuarial valuation date, the Township's Regular plan was 83.38 percent funded. The actuarial liability for benefits was \$10,832,281 and the actuarial value of assets were \$9,031,461, resulting in a net pension liability (NPL) of \$1,800,820. The covered payroll for calendar year 2018 (annual payroll of active employees covered by the plan) was \$1,325,963 and the ratio of the NPL to the covered payroll was 83.38 percent.

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

**J. Pension and Retirement Fund Commitments (continued):**

Actuarial Assumptions-Net Pension Liability

The Township's net pension liability as measured as of December 31, 2018 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

**Methods and Assumptions used to Determine Total Pension Liability**

Actuarial Valuation Date:	December 31, 2018
Actuarial Cost Method:	Entry-Age Normal
Assumption Inflation:	2.75%
Salary Increases (including inflation):	3.75% to 14.50%
Investment Rate of Return:	7.50%
Cost of Living Adjustment:	3.50%
Asset Valuation Method:	5-Year Smoothed Market Value
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition. It was last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality:	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that was applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

TOWNSHIP OF RICH, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED MARCH 31, 2019  
 (Continued)

**J. Pension and Retirement Fund Commitments (continued)**

Other Information:

Notes: There were no Benefit changes during this year.

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2018 *Illinois Municipal Retirement Fund annual actuarial valuation report*.

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

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	38%	7.60%
International Equity	17%	7.80%
Fixed Income	27%	3.00%
Real Estate	8%	6.15%
Alternative Investments	9%	5.25-8.50%
Cash Equivalents	1%	2.25%
Total	100%	

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate and that employer contribution will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The

Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be enough to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the plan's fiduciary net position is not enough to pay benefits).

TOWNSHIP OF RICH, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED MARCH 31, 2019  
 (Continued)

**J. Pension and Retirement Fund Commitments (continued):**

For the purpose of the most recent valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 3.71% (based on the daily rate closest to but not later than the measurement date of the "20-Bond Go Index" (described on page 1 of the IMRF report), and the resulting single discount rate is 7.25%.

Changes in the Net Pension Liability-

	Total Pension Liability (A)	Plan Net Position (B)	Net Pension Liability (A) - (B)
<b>Balances at December 31, 2018</b>	\$ 10,223,428	\$ 9,908,693	\$ 314,735
<b>Changes for the year:</b>			
Service Cost	131,918	-	131,918
Interest on the Total Pension Liability	738,706	-	738,706
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	357,564	-	357,564
Changes of Assumptions	260,610	-	260,610
Contributions - Employer	-	173,701	(173,701)
Contributions - Employees	-	66,497	(66,497)
Net Investment Income	-	(617,154)	617,154
Benefit Payments, including Refunds of Employee Contributions	879,945	(879,945)	-
Other (Net Transfer)	-	379,669	(379,669)
	<u>608,853</u>	<u>(877,232)</u>	<u>(1,486,085)</u>
<b>Net Changes</b>			
<b>Balances at December 31, 2019</b>	<u>\$ 10,832,281</u>	<u>\$ 9,031,461</u>	<u>1,800,820</u>

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Lower 6.25%	Current Discount Rate 7.25%	1% Higher 8.25%
Total Pension Liability	\$ 12,012,726	\$ 10,832,281	\$ 9,852,020
Plan Fiduciary Net Pension	<u>9,031,461</u>	<u>9,031,461</u>	<u>9,031,461</u>
Net Pension Liability (Asset)	<u>\$ 2,981,265</u>	<u>\$ 1,800,280</u>	<u>\$ 820,559</u>

**K. Other Postemployment Benefits:**

The Township has evaluated its potential other postemployment benefits liability. The Township provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the Township are required to pay 100% of the current premium.

The Township had no former employees for whom the Township was providing an explicit subsidy and no current employees with agreements for future with explicit subsidies upon retirement. Therefore, the Township has not recorded any postemployment benefit liability as of March 31, 2019.

**L. "PACE" Grant**

The Suburban Bus Division of the Regional Transportation Authority awarded a Para Transit Grant to the Township of Rich commencing on August 1, 1985. This grant was to subsidize transportation to shopping and medical facilities within the Township and up to 10 miles outside the Township borders to medical facilities. Pace also subsidizes ridership to the CNN site in Park Forest. The grant provides reimbursement of actual costs after fares collected at the lesser of 75% of operating expenses or \$3.00 per one-way trip. Total grant receipts from April 1, 2016 to March 31, 2019, were \$77,344 which included adjustments for operating hours. The grant is currently extended to December 2018.

Although the grant did not require a compliance audit, we did review provisions of the grant to assure the Township was materially complying with them. The results of our review indicate that for items tested the Township of Rich complied with material terms and conditions of the grant.

Furthermore, nothing came to our attention to indicate the Township of Rich had not complied with the significant compliance terms and conditions of this grant

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

Additional transportation services not funded by PACE includes Saturday services, PADS, Jolly Trolley and transportation of handicapped high school students to different job sites. The Township received \$15,634 in reimbursements from the Village of Park Forest for the Jolly Trolley services

**L. Fund Balance Adjustment**

The fiscal year ended March 31, 2019 beginning net position and Town Fund balance have been reinstated, for the cumulative effect of the prior period implementation recognition errors and subsequent reports as it relates to the pronouncement GASB 34. The reinstated amount of the beginning unrestricted net position has been decreased by \$777,834.

**M. Date of Management's Review**

Subsequent events have been evaluated through the date of this report-August 27, 2019. It was concluded that there are no subsequent events required to be disclosed.

**TOWNSHIP OF RICH, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**COMPARED TO BUDGET**  
**TOWN FUND**  
**FOR THE YEAR ENDED MARCH 31, 2019**

<u>REVENUES</u>	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>
Property Taxes	\$ 2,800,738	\$ 3,254,000	\$ 3,254,000
Personal Property Replacement Taxes	25,761	-	-
Government Grants	-	55,000	55,000
TIF Rebate	-	5,000	5,000
Rental Income	2,075	22,000	22,000
In Home Services	10,850	30,000	30,000
Transportation Receipts	178,972	275,000	275,000
Passport Sales	105	2,000	2,000
Youth & Family Services	-	-	-
Senior Services	45,652	62,000	62,000
Donations	3,492	60,000	60,000
Interest on Investments	1,658	1,100	1,100
Insurance Reimbursement	23,431	1,000	1,000
Miscellaneous Income	215	6,000	6,000
Total Revenues	3,092,950	3,773,100	3,773,100
<u>EXPENDITURES</u>			
Administration	804,748	933,500	933,500
Finance	167,199	260,000	260,000
Assessor's Department	160,354	235,700	235,700
Clerk's Department	108,204	117,200	117,200
Transportation	589,197	686,000	686,000
ESDA	56,338	81,000	81,000
Youth & Family Services	10,969	65,000	65,000
Senior Programs	470,939	548,150	548,150
Building Operations	157,202	221,000	221,000
Food Pantry	244,013	245,000	245,000
Economic Development	-	2,000	2,000
Old Plank Road	3,723	10,000	10,000
Contingencies	4,269	175,000	175,000
Social Services	10,725	40,000	40,000
Total Expenditures	2,787,880	3,619,550	3,619,550
Excess (Deficiency) of Revenues Over Expenditures	305,069	153,550	153,550
Other Financing Sources (Uses) Transfers (out)	-	-	-
Total other financing sources (uses)	-	-	-
Net Change in Fund Balance	305,069	153,550	153,550
Fund Balance, April 1 (Reinstated-Note L)	2,113,245	2,113,245	2,113,245
Fund Balance, March 31	\$ 2,418,315	\$ 2,266,795	\$ 2,266,795

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

**TOWNSHIP OF RICH, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**COMPARED TO BUDGET**  
**ROAD FUND**  
**FOR THE YEAR ENDED MARCH 31, 2019**

<u>REVENUES</u>	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>
Property Taxes	\$ 546,971	\$ 600,000	\$ 600,000
Personal Property Replacement Taxes	30,580	-	-
TIF Rebate	-	5,000	5,000
Governmental Grants	-	1,000	1,000
Interest on Investments	331	600	600
Circuit Court Fees	1,493	2,500	2,500
Miscellaneous Income	-	1,000	1,000
Total Revenues	<u>579,374</u>	<u>610,100</u>	<u>610,100</u>
<u>EXPENDITURES</u>			
Administration	162,959	294,200	293,700
Maintenance of Road	<u>338,460</u>	<u>434,000</u>	<u>434,500</u>
Total Expenditures	<u>501,419</u>	<u>728,200</u>	<u>728,200</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>77,956</u>	<u>(118,100)</u>	<u>(118,100)</u>
Other Financing Sources (Uses) Transfers (out)	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	77,956	(118,100)	(118,100)
Fund Balance, April 1	<u>549,764</u>	<u>549,764</u>	<u>549,764</u>
Fund Balance, March 31	<u>\$ 627,720</u>	<u>\$ 431,664</u>	<u>\$ 431,664</u>

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

**REQUIRED SUPPLEMENTARY INFORMATION**

**TOWNSHIP OF RICH, ILLINOIS  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
COMPARED TO BUDGET  
GENERAL ASSISTANCE FUND  
FOR THE YEAR ENDED MARCH 31, 2019**

<u>REVENUES</u>	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>
Property Taxes	\$ 489,070	\$ 546,000	\$ 546,000
TIF Rebate	-	5,000	5,000
Town Fund Transfer	-	1,000	1,000
Government Reimbursement	-	1,000	1,000
Interest on Investments	347	700	700
Miscellaneous	-	1,000	1,000
Total Revenues	489,417	554,700	554,700
<u>EXPENDITURES</u>			
Administration	265,182	390,500	390,500
Contingencies	-	20,000	20,000
Home Relief	279,548	325,000	325,000
Total Expenditures	544,731	735,500	735,500
Excess (Deficiency) of Revenues Over Expenditures	(55,313)	(180,800)	(180,800)
Other Financing Sources (Uses) Transfers (out)	-	-	-
Total other financing sources (uses)	-	-	-
Net Change in Fund Balance	(55,313)	(180,800)	(180,800)
Fund Balance, April 1	703,483	703,483	703,483
Fund Balance, March 31	\$ 648,169	\$ 341,883	\$ 341,883

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

**REQUIRED SUPPLEMENTARY INFORMATION**

Rich Township  
 Multiyear Schedule of Changes in Net Pension Liability and Related Ratios  
 Illinois Municipal Retirement Fund  
 For the Year Ended March 31, 2019

Calendar Year ending December 31,	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
<b>Total Pension Liability</b>										
Service Cost	\$ 131,918	\$ 176,630	\$ 211,487	\$ 280,934	-	-	-	-	-	-
Interest on the Total Pension Liability	738,706	760,658	725,907	716,455	-	-	-	-	-	-
Benefit Changes	-	-	-	-	-	-	-	-	-	-
Difference between Expected and Actual Experience	357,564	(136,627)	132,068	(357,022)	-	-	-	-	-	-
Assumption Changes	260,610	(321,933)	(33,442)	10,930	-	-	-	-	-	-
Benefit Payments and Refunds	(879,945)	(618,185)	(570,037)	(384,405)	-	-	-	-	-	-
<b>Net Change in Total Pension Liability</b>	608,853	(139,457)	465,983	266,892	-	-	-	-	-	-
<b>Total Pension Liability - Beginning</b>	10,223,428	10,362,885	9,896,902	9,630,010	-	-	-	-	-	-
<b>Total Pension Liability - Ending (a)</b>	\$ 10,832,281	\$ 10,223,428	\$ 10,362,885	\$ 9,896,902	-	-	-	-	-	-
<b>Plan Fiduciary Net Position</b>										
Employer Contributions	\$ 173,701	\$ 230,179	\$ 190,194	\$ 306,067	-	-	-	-	-	-
Employee Contributions	66,497	65,804	76,793	99,627	-	-	-	-	-	-
Pension Plan Net Investment Income	(617,154)	1,557,043	580,353	43,308	-	-	-	-	-	-
Benefit Payments and Refunds	(879,945)	(618,185)	(570,037)	(384,405)	-	-	-	-	-	-
Other	379,669	(237,624)	22,506	(103,976)	-	-	-	-	-	-
<b>Net Change in Plan Fiduciary Net Position</b>	(877,232)	997,217	299,809	(39,379)	-	-	-	-	-	-
<b>Plan Fiduciary Net Position - Beginning</b>	9,908,693	8,911,476	8,611,667	8,651,046	-	-	-	-	-	-
<b>Plan Fiduciary Net Position - Ending (b)</b>	\$ 9,031,461	\$ 9,908,693	\$ 8,911,476	\$ 8,611,667	-	-	-	-	-	-
<b>Net Pension Liability/(Asset) - Ending (a) - (b)</b>	1,800,820	314,735	1,451,409	1,285,235	-	-	-	-	-	-
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	83.38%	96.92%	85.99%	87.01%	-	-	-	-	-	-
<b>Covered Valuation Payroll</b>	\$ 1,325,963	\$ 1,477,864	\$ 1,571,440	\$ 2,232,785	-	-	-	-	-	-
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	135.81%	21.30%	92.36%	57.56%	-	-	-	-	-	-

Rich Township  
Multiyear Schedule of Contributions  
Illinois Municipal Retirement Fund  
For the Year Ending March 31, 2019

Calendar Year Ending December 31,	Actuarial Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2015	\$ 251,188	\$ 306,067	\$ (54,879)	\$ 2,232,785	13.71%
2016	180,244	190,194	(9,950)	1,571,440	12.10%
2017	167,294	230,179	(62,885)	1,477,864	15.58%
2018	173,701 *	173,701	-	1,325,963	13.10%

\* Estimated based on contribution rate of 13.10% and covered valuation payroll of \$1,325,963.  
This number should be verified by the auditor.

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED MARCH 31, 2019

**Notes 1 Budgetary Basis of Accounting**

Budgets are adopted on basis consistent with GAAP. Annual appropriated budgets are adopted (at the fund level) for the general, special revenue, and capital project funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

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

The budget may be amended by the governing body.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, no funds exceeded the legal level of control.

**Notes 2 Budgetary Procedures**

The Township adheres to the following procedures in establishing the budgetary data included in the financial statements:

1. Within the first three (3) months of its fiscal year. The Township Board prepares the proposed annual budget and appropriation ordinance for the fiscal year commencing April 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted, and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to June 30, the budget is legally adopted through passage of a resolution. Prior to the last Tuesday in December, a tax levy resolution is filed with the County clerk to obtain tax revenues.
4. The Township Board may transfer up to 10% of the total appropriation between various items within any fund. If transfers of more than 10% of the of the total appropriations between various items within any fund by management need approval by the Board of Trustees, then the legal level of budgetary control is lower than the fund level.
5. Formal budgetary integration is employed as a management control device during the year.
6. The 2018-2019 budget appropriation was December 3, 2018 and the only amendment was to the Road District Fund for a mathematical calculation error.

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED MARCH 31, 2019

**Notes 2-Budgetary Procedures-(Continued)**

Budgetary comparisons are provided below for each of the Townships major funds:

<u>Description</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Percent Variance Over (Under)</u>
Town	\$ 3,619,550	2,787,880	831,670	(-24%)
General Assistance	\$ 735,500	544,731	190,769	(-26%)
Road	\$ 728,200	501,419	223,781	(-31%)

**Notes 3-Expenditures Exceed Appropriations**

During the fiscal year, there were no major fund's that exceeded the appropriations.

**Note 3-Pension Plan**

**Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2018 Contribution Rate\***

Valuation Date:

Notes Actuarially determined contribution rates are calculated as of December 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 2018 Contribution Rates:**

Actuarial Cost Method: Aggregate entry age = normal  
 Amortization Method: Level percentage of payroll, closed  
 Remaining Amortization Period: Non-Taxing bodies: 10-year rolling period.

Taxing bodies (Regular, SLEP and ECO groups): 26-year closed period Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 21 years for most employers (two employers were financed over 30 years).

TOWNSHIP OF RICH, ILLINOIS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED MARCH 31, 2019  
(Continued)

Methods and Assumptions Used to Determine 2018 Contribution Rates (Continued)

Asset Valuation Method:	5-year smoothed market; 20% corridor
Wage Growth:	3.5%
Price Inflation:	2.75% approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases:	3.75% to 14.50%, including inflation
Investment Rate of Return:	7.50%
Retirement Age:	Experience-based table of rates that is specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.
Mortality:	For non-disabled retiree, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base line 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

**Other Information:**

Notes: There were no benefit changes during the year.

\* Based on Valuation Assumptions used in the December 31, 2016 actuarial valuation

**Township of Rich, Illinois**  
**Schedule of Expenditures - Budget and Actual**  
**General (Town) Fund**  
**For the Year Ended March 31, 2019**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
Town Administration			
Salaries	125,287	190,000	64,713
FICA	8,579	20,000	11,421
IMRF	12,232	35,000	22,768
Unemployment Compensation	24,125	25,000	875
Building Maintenance	28,552	13,500	(15,052)
Equipment Maintenance Repair	40,130	45,000	4,870
Parking Lot and Yard	94,428	3,500	(90,928)
Insurance/Bonding	22,390	25,000	2,610
Accounting	44,909	52,000	7,091
Legal	29,888	45,000	15,112
Professional Services Services	30,419	40,000	9,581
Postage	3,691	6,500	2,809
Printing / Puplicity	306	9,000	8,694
Phone	54,465	67,000	12,535
Utilities	47,168	50,000	2,832
Subscription/Publication	474	3,000	2,526
Dues	4,466	15,000	10,534
Travel & Meetings	5,244	15,000	9,756
Health	84,934	90,000	5,066
Security	5,260	6,000	740
Computer	96,690	100,000	3,310
Life Insurance	4,630	6,000	1,370
Office Supplies	10,966	12,000	1,034
Equipment	14,493	35,000	20,507
Trucks	6,022	15,000	8,978
Scholarship, Trophies	5,000	5,000	-
Miscellaneous	-	5,000	5,000
	<u>804,748</u>	<u>933,500</u>	<u>128,752</u>
Total Town Administration			
Town Assessor's Department			
Salaries	115,286	140,000	24,714
FICA	9,319	12,100	2,781
IMRF	13,022	27,000	13,978
Printing & Publication	385	1,500	1,115
Dues	300	1,000	700
Travel	1,476	2,000	524
Training	1,530	1,000	(530)
Health	17,908	45,000	27,093
Miscellaneous	15	100	85
Office Supplies	89	1,000	911

**Township of Rich, Illinois**  
**Schedule of Expenditures - Budget and Actual**  
**General (Town) Fund**  
**For the Year Ended March 31, 2019**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
Capital Equipment	1,025	5,000	3,975
Total Town Assessor's Department	<u>160,354</u>	<u>235,700</u>	<u>75,346</u>
<b>Town Clerk's Department</b>			
Salaries	70,149	65,000	(5,149)
FICA	4,653	6,000	1,347
IMRF	8,258	12,000	3,742
Dues	250	500	250
Training	-	200	200
Health	24,572	30,000	5,428
Office Supplies	322	2,000	1,678
Miscellaneous	-	1,500	1,500
Total Town Clerk's Department	<u>108,204</u>	<u>117,200</u>	<u>8,996</u>
<b>Town Transportation</b>			
Salaries	345,425	365,000	19,575
FICA	25,257	35,000	9,743
IMRF	39,264	60,000	20,736
Health	111,602	150,000	38,398
Operating Expenses	67,309	75,000	7,691
Miscellaneous	340	1,000	660
Total Town Transportation	<u>589,197</u>	<u>686,000</u>	<u>96,803</u>
<b>Town Emergency Service Disaster Agency</b>			
Salaries	22,955	30,000	7,045
FICA	1,785	4,000	2,215
IMRF	2,694	8,000	5,306
Vehicle Maintenance	6,411	8,000	1,589
License & Insurance	664	1,000	336
Training	306	2,000	1,694
Communication & Electrical	5,595	6,500	905
Operating Supplies	2,978	5,000	2,022
Gasoline	8,521	10,500	1,979
Equipment	4,389	5,000	611
Miscellaneous	40	1,000	960
Total Town Emergency Service Disaster Agency	<u>56,338</u>	<u>81,000</u>	<u>24,662</u>

**Township of Rich, Illinois**  
**Schedule of Expenditures - Budget and Actual**  
**General (Town) Fund**  
**For the Year Ended March 31, 2019**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
Town Senior Services			
Salaries	170,530	200,000	29,470
FICA	11,511	25,000	13,489
IMRF	19,031	55,000	35,969
Food	9,688	-	(9,688)
Rent, Phone, Utilities	500	-	(500)
Senior Trip & Tours	23,499	25,000	1,501
Senior Newsletter	314	1,000	686
Volunteer	302	3,000	2,698
Program Development	4,283	10,000	5,717
Park Forest Health	12,725	27,150	14,425
Extend-A-Meal	19,033	25,000	5,967
Handyman	3,165	5,000	1,835
Senior Service Building	68,408	60,000	(8,408)
Senior Companion	-	-	-
Health	127,778	110,000	(17,778)
Congregate Meals-Equip/ Oper Supplies	108	1,000	892
Miscellaneous	63	1,000	937
Misc. Expenses	-	-	-
	<u>470,939</u>	<u>548,150</u>	<u>77,211</u>
 Town Building Operations			
Salaries	91,094	95,000	3,906
FICA	6,509	10,000	3,491
IMRF	11,394	20,000	8,606
Weed Removal	593	-	(593)
Health	35,969	50,000	14,031
Janitorial	8,045	20,000	11,955
Building Improvement	3,588	25,000	21,412
Miscellaneous	10	1,000	990
	<u>157,202</u>	<u>221,000</u>	<u>63,798</u>
 Town Pantry/Donations			
Salaries	158,045	150,000	(8,045)
FICA	11,783	15,000	3,217
IMRF	17,475	30,000	12,525
Health	39,828	45,000	5,172
Operating Supplies	294	5,000	4,706
Pantry Expenses	16,588	-	(16,588)

**Township of Rich, Illinois**  
**Schedule of Expenditures - Budget and Actual**  
**General (Town) Fund**  
**For the Year Ended March 31, 2019**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
Total Town Pantry/Donations	244,013	245,000	987
<b>Town Finance Department</b>			
Salaries	109,196	160,000	50,804
FICA	7,838	10,000	2,162
IMRF	11,660	30,000	18,340
Health	38,505	60,000	21,495
Total Town Finance Department	167,199	260,000	92,801
<b>Town Youth &amp; Family Services</b>			
Salaries	-	20,000	20,000
FICA	-	2,000	2,000
IMRF	-	4,000	4,000
Health	-	5,000	5,000
Family Training	-	1,000	1,000
Teen Group	10,920	30,000	19,080
Building Construction	48	2,000	1,952
Youth Newsletter	-	500	500
Miscellaneous	-	500	500
Total Town Youth & Family Services	10,968	65,000	54,032
<b>Town Old Plank Road</b>			
Old Plank Road Trail	3,723	10,000	6,277
Total Town Old Plank Road	3,723	10,000	6,277
<b>Town Contingencies</b>			
Contingencies	4,269	175,000	170,731
Total Town Contingencies	4,269	175,000	170,731
<b>Town Social Services</b>			
Social Services Agency	10,725	40,000	29,275
Total Town Social Services	10,725	40,000	29,275

**Township of Rich, Illinois**  
**Schedule of Expenditures - Budget and Actual**  
**General (Town) Fund**  
**For the Year Ended March 31, 2019**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
Town Economic Development			
Economic Development	<u>-</u>	<u>2,000</u>	<u>2,000</u>
Total Town Social Services	<u>-</u>	<u>2,000</u>	<u>2,000</u>
	<u>\$ 2,787,881</u>	<u>\$ 3,619,550</u>	<u>\$ 831,669</u>

**Township of Rich, Illinois**  
**Schedule of Expenditures - Budget and Actual**  
**Road District Fund**  
**For the Year Ended March 31, 2019**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
<b>Road Administration</b>			
Salaries	-	200	200
FICA	11,175	18,000	6,825
IMRF	19,293	35,000	15,707
Unemployment Comp.	2,252	3,000	748
Professional Services	7,645	6,500	(1,145)
Printing/Pub.	-	10,100	10,100
Telephone	1,181	1,500	319
Utilities/Security	3,451	5,000	1,549
Dues/Sub/Mtgs	412	900	488
Training & Travel	427	2,000	1,573
Administration 1N: Office Equipment	1,283	-	(1,283)
Health Insurance	96,927	100,000	3,073
General Insurance	18,278	24,000	5,722
Office Supplies	635	2,000	1,365
	<u>162,960</u>	<u>208,200</u>	<u>45,240</u>
<b>Total Road Administration</b>	<u>162,960</u>	<u>208,200</u>	<u>45,240</u>
<b>Road Maintenance</b>			
Wages	165,014	230,000	64,986
Equipment Rental	388	2,000	1,612
Trash Dump	645	1,000	355
Street Lighting	2,742	2,000	(742)
Gas & Oil	10,973	15,000	4,027
Rd & Bldge Repair, Landscaping	39,007	40,000	993
Opns. Materials/Supplies	29,734	30,000	266
Building & Yard	-	40,000	40,000
Sewer Const & Repair	-	5,000	5,000
Equipment Maintenance	4,098	12,000	7,902
Equipment Purchase	29,280	40,000	10,720
Building Maintenance & Rent	24,693	2,000	(22,693)
Municipal Transfers	31,886	-	(31,886)
Sewer Maintenance	-	-	-
Contingencies	-	15,000	15,000
Office Equipment	-	3,000	3,000
Municipal Replacement Tax	-	34,000	34,000
Transportation Grant	-	48,000	48,000
	<u>338,460</u>	<u>520,000</u>	<u>181,540</u>
<b>Total Road Maintenance</b>	<u>338,460</u>	<u>520,000</u>	<u>181,540</u>
	<u>\$ 501,419</u>	<u>\$ 728,200</u>	<u>226,781</u>

**Township of Rich, Illinois**  
**Schedule of Expenditures - Budget and Actual**  
**General Assistance Fund**  
**For the Year Ended March 31, 2019**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
GA Administration			
Salaries	130,658	225,000	94,342
FICA	9,090	20,000	10,910
IMFR	19,731	30,000	10,269
Unemployment Corp.	1,874	1,500	(374)
Appeals Officer	-	500	500
Professional Services	8,869	8,000	(869)
Travel, Training, Meetings	905	1,000	95
Health Insurance	73,462	85,000	11,538
Insurance, Bonding	2,746	3,000	254
Office Supplies/Phone	5,223	1,000	(4,223)
Land, Bldg, Equip	12,599	15,000	2,401
Miscellaneous	25	500	475
	<u>265,182</u>	<u>390,500</u>	<u>125,318</u>
Total GA Administration	<u>265,182</u>	<u>390,500</u>	<u>125,318</u>
GA Home Relief			
Employment Services	-	12,000	12,000
Physicians Services	-	2,000	2,000
Prescriptions	-	5,000	5,000
Funeral-Burial	-	1,000	1,000
Utilities	89,115	85,000	(4,115)
Shelter	86,295	100,000	13,705
Food	81,262	75,000	(6,262)
Transportation	-	2,000	2,000
Emergency Assistance	22,685	25,000	2,315
Miscellaneous	-	2,000	2,000
Clothing	193	1,000	807
Contingencies	-	20,000	20,000
Other Medical	-	2,000	2,000
Hospital	-	5,000	5,000
Personal Care	-	1,000	1,000
Client Advocacy	-	1,000	1,000
Dental	-	1,000	1,000
Surplus Commodities	-	5,000	5,000
Interfund-Transfer	-	(1,000)	(1,000)
	<u>279,549</u>	<u>344,000</u>	<u>64,451</u>
Total GA Home Relief	<u>279,549</u>	<u>344,000</u>	<u>64,451</u>
	<u>\$ 544,731</u>	<u>\$ 734,500</u>	<u>189,769</u>

**STATISTICAL SECTION**

## STATISTICAL SECTION

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the Township's financial performance and well-being has been changed over time.	54-58
Revenue Capacity These schedules contain information to help the reader assess the Township's most significant local revenue source: the property tax.	59-62
Debt Capacity These schedules present information to help the reader assess the affordability of the Township's current levels of outstanding debt and the Township's ability to issue additional debt in the future.	63-65
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Township's financial activities take place.	66-67
Operating Information These schedules contain service and infrastructure data to help the reader understands how the information in the Township's financial report relates to the services the Township provides and the activities it performs.	68-74

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual reports for the relevant year. The Township implemented GASB Statement No. 34 in 2005; schedules presenting government-wide information include information beginning in that year.

Township of Rich, Illinois  
Net Position by Component  
Last Ten Fiscal Years

Fiscal Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental Activities										
Net investment in capital assets	\$ 1,695,011	\$ 1,709,881	\$ 1,828,397	\$ 1,751,190	\$ 1,738,476	\$ 1,648,912	\$ 1,548,951	\$ 1,424,590	\$ 1,380,972	\$ 1,309,744
Restricted	-	-	-	-	-	-	-	1,184,745	1,253,247	1,275,889
Unrestricted	6,596,867	6,806,302	6,077,868	5,572,290	4,545,682	3,526,515	2,347,314	1,508,835	2,093,438	1,315,604 *
Total Governmental Activities	\$ 8,291,878	\$ 8,516,183	\$ 7,906,265	\$ 7,323,480	\$ 6,284,158	\$ 5,175,427	\$ 3,896,265	\$ 4,118,171	\$ 4,727,657	\$ 3,901,237

\* Net Position reinstated for GASB 34.-(See Note L)

Data Source  
Township financial statements

**Township of Rich, Illinois**  
**Change in Net Position**  
**Last Ten Fiscal Years**

Fiscal Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Expenses</b>										
<b>Governmental Activities</b>										
Administration	(2,032,911)	(851,986)	(818,075)	(953,641)	(906,805)	(966,052)	(788,041)	(594,460)	(506,150)	(573,399)
Assessor's Department	(236,263)	(308,003)	(285,456)	(296,805)	(314,368)	(277,389)	(220,769)	(213,221)	(238,605)	(160,354)
Clerk's Department	(66,262)	(98,819)	(106,596)	(110,410)	(136,559)	(123,066)	(111,038)	(110,358)	(99,182)	(108,204)
Finance Department	-	(279,050)	(320,768)	(336,424)	(393,211)	(418,511)	(233,286)	(212,594)	(140,369)	(167,199)
Transportation	(1,008,418)	(1,089,812)	(1,186,186)	(1,168,935)	(1,265,276)	(1,171,238)	(912,862)	(656,115)	(579,023)	(589,197)
ESDA	(39,476)	(114,511)	(67,539)	(77,442)	(99,360)	(64,389)	(72,746)	(50,967)	(54,711)	(56,338)
Youth & Family Services	(41,876)	(78,952)	(171,554)	(182,785)	(225,171)	(221,005)	(80,063)	(4,434)	(25,799)	(10,969)
Senior Services	(473,529)	(845,332)	(972,219)	(1,053,812)	(1,031,785)	(1,117,526)	(1,081,214)	(649,766)	(421,412)	(470,939)
Pantry/Donations	(86,773)	(439,593)	(496,958)	(545,245)	(527,700)	(466,697)	(361,472)	(302,317)	(211,954)	(244,013)
Economic Development	(7,540)	(2,735)	(1,858)	(1,305)	(700)	(1,400)	(600)	-	-	-
Old Plank Road	(2,046)	(5,512)	(7,125)	(52,651)	(7,083)	(1,463)	(3,730)	(3,391)	(3,596)	(3,723)
Road Administration	(113,295)	(167,254)	(202,451)	(203,666)	(210,800)	(228,580)	(214,418)	-	(164,896)	(162,959)
Road Expenses	(380,271)	(408,354)	(411,678)	(393,501)	(347,270)	(335,335)	(348,694)	(207,577)	(300,665)	(338,460)
General Assistance Admin	(138,364)	(135,604)	(150,509)	(167,534)	(149,736)	(199,355)	(308,839)	(392,778)	(237,643)	(265,182)
Building Operations	-	(159,062)	(240,355)	(286,112)	(261,557)	(253,854)	(166,890)	(252,275)	(141,621)	(157,202)
Social Services	-	-	-	(30,550)	(38,161)	(33,438)	(11,625)	(164,628)	(14,955)	(10,725)
Home Relief	(296,505)	(264,053)	(306,510)	(346,963)	(322,055)	(280,520)	(252,981)	(13,145)	(236,161)	(279,548)
Contingencies	-	-	-	-	-	-	-	-	-	(4,270)
Unallocated Depreciation	(106,160)	(106,197)	(118,806)	(118,379)	(126,385)	(128,866)	-	(203,017)	-	-
Total governmental activities	<u>(5,029,691)</u>	<u>(5,354,829)</u>	<u>(5,864,643)</u>	<u>(6,326,162)</u>	<u>(6,363,981)</u>	<u>(6,288,685)</u>	<u>(5,169,269)</u>	<u>(4,031,042)</u>	<u>(3,376,742)</u>	<u>(3,602,681)</u>
expenses										
Total Primary Government Expenses	\$ (5,029,691)	\$ (5,354,829)	\$ (5,864,643)	\$ (6,326,162)	\$ (6,363,981)	\$ (6,288,685)	\$ (5,169,269)	\$ (4,031,042)	\$ (3,376,742)	\$ (3,602,681)
<b>Program Revenues</b>										
Governmental activities										
Charges for services	-	-	-	-	-	-	-	-	-	-
Administration	-	-	-	-	-	-	-	-	-	-
Assessor's Department	-	-	-	-	-	-	-	-	-	-
Clerk's Department	1,871	2,275	1,834	3,201	1,775	1,371	950	1,300	400	105
Finance Department	-	-	-	-	-	-	-	-	-	-
Transportation	395,085	452,451	471,202	355,211	267,043	286,723	247,145	214,972	190,769	178,972
ESDA	-	-	-	-	-	-	-	-	-	-
Youth & Family Services	10,108	1,536	151,500	166,997	-	-	-	-	-	-
Senior Services	87,111	126,403	135,076	104,735	78,990	103,287	94,373	73,904	40,836	58,577
Pantry/Donations	85,088	249,750	74,502	83,991	83,728	57,677	62,969	37,774	2,835	3,492
Economic Development	-	-	-	-	-	-	-	-	-	-
Old Plank Road	-	-	-	-	-	-	-	-	-	-
Road Administration	-	-	-	-	-	-	-	-	-	-
Road Expenses	1,915	1,616	1,464	1,113	1,002	1,143	1,818	1,382	785	1,493
General Assistance Admin	-	-	-	-	-	-	-	-	-	-
Building Operations	-	-	-	-	-	-	-	-	-	-
Social Services	-	-	-	-	-	-	-	-	-	-
Home Relief	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	305,251	303,402	397,922	385,921	476,183	474,596	277,705	98,633	-	-
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total governmental activities program revenues	<u>886,429</u>	<u>1,137,433</u>	<u>1,233,500</u>	<u>1,101,168</u>	<u>908,722</u>	<u>924,795</u>	<u>684,960</u>	<u>427,967</u>	<u>235,625</u>	<u>242,639</u>

**Township of Rich, Illinois**  
**Change in Net Position**  
**Last Ten Fiscal Years**

Fiscal Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Total Primary Government Program Revenues	\$ 888,439	\$ 1,139,444	\$ 1,235,512	\$ 1,101,168	\$ 908,722	\$ 924,795	\$ 684,960	\$ 427,967	\$ 235,625	\$ 242,639
Net (Expense) Revenue	(4,141,252)	(4,215,385)	(4,629,132)	(5,224,994)	(5,455,259)	(5,363,890)	(4,484,308)	(3,603,075)	(3,141,117)	(3,360,042)
Governmental activities										
Total Primary Government	\$ (4,141,252)	\$ (4,215,385)	\$ (4,629,132)	\$ (5,224,994)	\$ (5,455,259)	\$ (5,363,890)	\$ (4,484,308)	\$ (3,603,075)	\$ (3,141,117)	\$ (3,360,042)
Net (Expense) Revenue										
General Revenues and Other Changes in Net Position										
Governmental activities										
Taxes	4,385,864	4,309,205	3,958,756	4,555,095	4,351,779	4,194,760	4,235,719	3,882,497	3,735,784	3,836,779
Property	57,270	57,974	52,969	55,297	58,151	56,417	54,506	55,447	59,136	56,341
Other Taxes	59,298	48,161	-	23,721	-	-	-	-	-	-
Investment income	26,420	20,830	9,464	7,004	3,836	1,680	1,389	1,530	1,927	2,336
Miscellaneous	11,164	5,531	35	1,091	2,170	2,301	4,102	1,887	17,468	23,646
Total Primary Government	\$ 4,540,015	\$ 4,441,700	\$ 4,021,224	\$ 4,642,208	\$ 4,415,936	\$ 4,255,158	\$ 4,295,716	\$ 3,941,361	\$ 3,814,315	\$ 3,919,102
Change in Net Position										
Governmental activities	398,763	226,315	(607,908)	(582,786)	(1,039,323)	(1,108,732)	(188,593)	338,286	673,198	559,060
Total Primary Government	\$ 398,763	\$ 226,315	\$ (607,908)	\$ (582,786)	\$ (1,039,323)	\$ (1,108,732)	\$ (188,593)	\$ 338,286	\$ 673,198	\$ 559,060
Change in net Position										

Data Source:  
Township financial statements

**Township of Rich, Illinois**  
**Fund Balance of Governmental Funds**  
**Last Ten Fiscal Years**

Fiscal Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>General Fund</b>										
Reserved	6,596,867	6,806,302	6,077,868	5,572,290	4,545,682	3,526,515	2,347,314	-	-	8,025
Unreserved	-	-	-	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	1,508,835	2,048,173	2,413,901
<b>Total General Fund</b>	<b>6,596,867</b>	<b>6,806,302</b>	<b>6,077,868</b>	<b>5,572,290</b>	<b>4,545,682</b>	<b>3,526,515</b>	<b>2,347,314</b>	<b>1,508,835</b>	<b>2,048,173</b>	<b>2,421,926</b>
<b>All other Governmental Funds</b>										
Reserved	-	-	-	-	-	-	-	1,184,745	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Restricted for Road & Bridge	-	-	-	-	-	-	-	-	546,153	624,109
Restricted for General Assistance	-	-	-	-	-	-	-	-	703,483	648,169
<b>Total All Other Governmental Funds</b>	<b>\$ -</b>	<b>\$ 1,184,745</b>	<b>\$ 1,249,636</b>	<b>\$ 1,272,278</b>						

Note: GASB Statement No. 54 was implemented in fiscal year end 2019

Note: GASB Statement No. 68 was implemented in 2016 fiscal year

Data Source

Township financial statements

**Township of Rich, Illinois**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**

Fiscal Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Expenditures</b>										
Administration	2,284,570	1,154,844	1,171,036	1,323,486	1,244,469	1,393,987	1,311,298	1,054,312	908,689	1,232,889
Assessor's Department	236,263	308,003	285,456	296,805	314,368	277,389	220,769	213,221	238,605	160,354
Clerk's Department	66,262	98,819	106,596	110,410	136,559	123,066	111,038	110,359	99,183	108,204
Finance Department	-	279,050	320,768	336,424	393,211	418,511	233,286	212,594	140,369	167,199
Transportation	1,008,418	1,089,811	1,186,185	1,168,935	1,265,276	1,171,238	912,862	656,115	579,023	589,197
ESDA	39,476	114,511	67,539	77,442	99,360	64,389	72,746	50,967	54,711	56,338
Youth & Family Services	41,876	78,952	171,554	182,785	225,171	221,005	80,063	4,434	25,799	10,969
Senior Services	473,529	845,332	972,219	1,084,362	1,069,946	1,117,526	1,081,214	649,766	421,412	470,939
Pantry/Donations	86,773	439,593	496,958	545,245	527,700	466,697	361,472	302,317	211,954	244,013
Economic Development	7,540	2,735	1,858	1,305	700	1,400	600	-	-	-
Old Plank Road	2,046	5,512	7,125	52,651	7,083	1,463	3,730	3,391	3,596	3,723
Maintenance	380,271	408,354	411,678	393,501	347,270	335,335	348,694	392,778	300,665	338,460
Home Relief	296,505	264,053	306,510	346,963	322,055	280,520	252,981	203,017	236,161	279,548
Building Operations	-	159,062	240,355	286,112	261,557	253,854	166,890	164,628	141,621	157,203
Contingencies	-	-	-	-	-	-	-	-	-	4,269
Social Services	-	-	-	-	-	33,438	11,625	13,145	14,955	10,725
Depreciation	106,160	106,197	118,806	118,379	126,385	128,866	-	-	-	-
<b>Total Expenditures</b>	<b>5,029,691</b>	<b>5,354,828</b>	<b>5,864,642</b>	<b>6,324,807</b>	<b>6,341,109</b>	<b>6,288,685</b>	<b>5,169,269</b>	<b>4,031,042</b>	<b>3,376,742</b>	<b>3,834,030</b>
<b>Revenues</b>										
Property Taxes	4,385,864	4,309,205	3,958,756	4,555,095	4,351,779	4,194,760	4,235,719	3,882,497	3,735,784	3,836,779
Personal Property Replacement Taxes	57,270	57,974	52,969	55,297	58,151	56,417	54,506	55,447	59,136	56,341
TIF Rebate	59,298	48,161	-	23,721	-	-	-	-	-	-
Government Grants	1,549	27,472	3	57,528	30,745	-	-	44,183	-	-
Rental Income	9,750	43,800	26,100	21,300	3,390	21,140	18,100	18,200	330	2,075
In Home Services	19,673	25,858	22,045	25,339	23,052	23,955	22,885	16,401	14,934	10,850
Transportation Receipts	395,085	452,451	471,202	355,211	267,043	286,723	247,145	214,972	190,769	178,972
Passport Sales	1,871	2,275	1,834	3,201	1,775	1,371	950	1,300	400	105
Youth & Family Services	10,108	1,536	151,500	166,997	91,890	166,919	70	-	-	-
Senior Services	361,410	332,675	484,850	386,488	406,096	365,868	331,023	93,755	25,572	45,652
Donations	85,088	249,750	74,502	83,991	83,728	57,677	62,969	37,774	2,835	3,492
Interest on Investments	26,420	20,830	9,464	7,004	3,836	1,680	1,389	1,530	1,927	2,336
Circuit Court Fees	1,915	1,616	1,464	1,113	1,002	1,143	1,818	1,382	784	1,493
Insurance Reimbursement	-	1,003	-	-	-	231	828	-	13,365	23,431
Miscellaneous Income	11,164	4,528	35	1,091	2,170	2,070	3,274	1,887	4,104	216
<b>Total Revenues</b>	<b>5,426,443</b>	<b>5,579,133</b>	<b>5,254,724</b>	<b>5,743,376</b>	<b>5,324,658</b>	<b>5,179,953</b>	<b>4,980,676</b>	<b>4,369,328</b>	<b>4,049,940</b>	<b>4,161,742</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>396,752</b>	<b>224,305</b>	<b>(609,918)</b>	<b>(581,431)</b>	<b>(1,016,451)</b>	<b>(1,108,732)</b>	<b>(188,593)</b>	<b>338,286</b>	<b>673,198</b>	<b>327,712</b>
<b>Other Financing Sources (Uses)</b>										
Proceeds from borrowing	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	40,000	-
Transfers (out)	-	-	-	-	-	-	-	-	(40,000)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>\$ 396,752</b>	<b>\$ 224,305</b>	<b>\$ (609,918)</b>	<b>\$ (581,431)</b>	<b>\$ (1,016,451)</b>	<b>\$ (1,108,732)</b>	<b>\$ (188,593)</b>	<b>\$ 338,286</b>	<b>\$ 673,198</b>	<b>\$ 327,712</b>
<b>Debt of Services as a Percentage of Noncapital Expenditures</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>

Data Source: Township financial statements

TOWNSHIP OF RICH  
 ASSESSED VALUE AND ESTIMATED VALUE OF TAXABLE PROPERTY  
 TAX LEVY YEARS - 2009 TO 2018  
 MARCH 31, 2019

<u>Tax Levy Year</u>	<u>Equalized Assessed Valuation</u>	<u>Town Fund (%)</u>	<u>Road and Bridge Fund (%)</u>	<u>General Assistance Fund (%)</u>
2009	\$ 1,798,391,031	0.1920	0.0550	0.0230
2010	\$ 1,793,522,220	0.2020	0.0580	0.0260
2011	\$ 1,754,191,952	0.2580	0.0740	0.0340
2012	\$ 1,409,010,942	0.2920	0.0850	0.0390
2013	\$ 1,176,710,303	0.3040	0.0940	0.0460
2014	\$ 1,118,564,844	0.3020	0.1010	0.0480
2015	\$ 1,088,311,177	0.2960	0.1060	0.0520
2016	\$ 1,141,165,576	0.2840	0.1030	0.0500
2017	\$ 1,241,565,758	0.2620	0.0970	0.0460
2018	\$ 1,274,727,749	0.2750	0.1050	0.0500

**Township of Rich, Illinois**  
**Property Tax Rates - Direct and Overlapping Governments**  
**Last Ten Levy Years**

	Direct										Overlapping Governments									
	General Assistance Fund	Town Fund	Road and Bridge Fund	Village of Flossmoor Library Fund	Homewood-Flossmoor Park District	Grade School District 161	High School District 233	Community College District 515	So Cook County Mosquito Abatement District	Water Reclamation District of Greater Chicago	Suburban T. B. Sanitarium	Forest Preserve District of Cook County	Consolidated Elections	Cook County	Rich Township					
2008 Levy/FY 2009	0.0220	0.1910	0.0540	0.445	0.730	3.673	3.787	0.280	0.001	0.252	0.009	0.051	0.000	0.415	0.266					
2009 Levy/FY 2010	0.0230	0.1920	0.0550	0.428	0.715	3.558	3.686	0.277	0.009	0.261	0.000	0.049	0.021	0.394	0.270					
2010 Levy/FY 2011	0.0260	0.2020	0.0580	0.439	0.723	3.648	3.723	0.293	0.010	0.274	0.000	0.051	0.000	0.423	0.286					
2011 Levy/FY 2012	0.0340	0.2580	0.0740	0.572	0.898	4.650	4.676	0.357	0.012	0.320	0.000	0.058	0.025	0.462	0.366					
2012 Levy/FY 2013	0.0390	0.2920	0.0850	0.652	0.946	5.221	5.351	0.410	0.014	0.370	0.000	0.063	0.000	0.531	0.416					
2013 Levy/FY 2014	0.0460	0.3040	0.0940	0.671	0.958	5.742	5.830	0.439	0.016	0.417	0.000	0.069	0.031	0.560	0.444					
2014 Levy/FY 2015	0.0480	0.3020	0.1010	0.673	0.998	6.220	6.255	0.458	0.017	0.430	0.000	0.069	0.000	0.568	0.451					
2015 Levy/FY 2016	0.0520	0.2960	0.1060	0.675	0.986	6.572	6.532	0.487	0.017	0.426	0.000	0.069	0.034	0.552	0.454					
2016 Levy/FY 2017	0.0500	0.2840	0.1030	0.630	0.863	6.256	6.245	0.481	0.017	0.406	0.000	0.063	0.000	0.533	0.437					
2017 Levy/FY 2018	0.0500	0.2750	0.1050	0.559	0.800	5.644	5.704	0.454	0.016	0.402	0.000	0.062	0.031	0.496	0.405					

Data Source  
Cook County Clerk's Office and Village of Flossmoor

**Township of Rich, Illinois  
Principal Property Taxpayers  
Last Ten Fiscal Years**

Taxpayer	2017 Levy			2008 Levy		
	Taxable Assessed Value	Rank	Percentage of Total Village of Flossmoor Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village of Flossmoor Taxable Assessed Valuation
Meijer Superstore	\$ 13,363,581	1	5.50%	\$ -	N/A	0.00%
Sunrise Assisted Living	3,543,274	2	1.46%	4,652,029	1	1.58%
Flossmoor Commons	2,386,076	3	0.98%	3,947,822	2	1.34%
Ingalls Family Care Center	1,908,142	4	0.79%	1,611,354	5	0.55%
Flossmoor Executive Center-Professional Office Building	1,838,569	5	0.76%	3,435,827	3	1.17%
Idlewild Country Club	1,057,903	6	0.44%	2,297,041	4	0.78%
Meijer Gas Station	933,862	7	0.38%	-	N/A	0.00%
CVS Pharmacy	929,873	8	0.38%	-	N/A	0.00%
Civic Center	771,672	9	0.32%	1,106,863	9	0.38%
Lehigh Gas Corporation (BP)	758,368	10	0.31%	-	N/A	0.00%
Flossmoor Center	717,376	11	0.30%	1,352,815	7	0.46%
Children of America	641,128	12	0.26%	-	N/A	0.00%
Flossmoor Commons Medical Center	583,892	13	0.24%	1,544,118	6	0.52%
Flossmoor Professional Office Building	544,947	14	0.22%	1,042,494	10	0.35%
Flossmoor Medical Building Center	492,543	15	0.20%	1,249,681	8	0.42%
Family Video Building		N/A		958,605	11	0.33%
	\$ 30,471,206		12.54%	\$ 23,198,649		7.88%

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

Data Source:  
Village of Flossmoor - Office of the County Clerk

TOWNSHIP OF RICH  
 ASSESSED VALUE AND ESTIMATED VALUE OF TAXABLE PROPERTY  
 TAX LEVY YEARS - 2009 TO 2018  
 MARCH 31, 2019

<u>Tax Levy Year</u>	<u>Equalized Assessed Valuation</u>	<u>Town Fund (%)</u>	<u>Road and Bridge Fund (%)</u>	<u>General Assistance Fund (%)</u>
2009	\$ 1,798,391,031	0.1920	0.0550	0.0230
2010	\$ 1,793,522,220	0.2020	0.0580	0.0260
2011	\$ 1,754,191,952	0.2580	0.0740	0.0340
2012	\$ 1,409,010,942	0.2920	0.0850	0.0390
2013	\$ 1,176,710,303	0.3040	0.0940	0.0460
2014	\$ 1,118,564,844	0.3020	0.1010	0.0480
2015	\$ 1,088,311,177	0.2960	0.1060	0.0520
2016	\$ 1,141,165,576	0.2840	0.1030	0.0500
2017	\$ 1,241,565,758	0.2620	0.0970	0.0460
2018	\$ 1,274,727,749	0.2750	0.1050	0.0500

**Township of Rich, Illinois**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Governmental Activities

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Loan Payable</u>	<u>Total Township</u>	<u>Percentage of Personal Income*</u>	<u>Per Capita*</u>
2009	-	-	-	0.0%	-
2010	-	-	-	0.0%	-
2011	-	-	-	0.0%	-
2012	-	-	-	0.0%	-
2013	-	-	-	0.0%	-
2014	-	-	-	0.0%	-
2015	-	-	-	0.0%	-
2016	-	-	-	0.0%	-
2017	-	-	-	0.0%	-
2018	-	-	-	0.0%	-
2019	-	-	-	0.0%	-

Data Source

Township Financial Statements

**Township of Rich, Illinois**  
**Direct and Overlapping Governmental Activities Debt**  
**For the Year Ended March 31, 2019**

Governmental unit	Debt Outstanding	Estimated Percentage of Debt Applicable to Rich Township	Estimated Shares of Overlapping Debt
Rich Township	\$ -	100.00%	\$ -
<b>Overlapping Debt</b>			
Homewood-Flossmoor Park District	14,030,000	37.21%	5,220,563
Water Reclamation District of Chicago	2,377,123,381	0.15%	3,565,685
County of Cook	3,367,546,750	0.15%	5,051,320
Cook County Forest Preserve District	149,290,000	0.15%	223,935
Schools:			
Grade School District No. 161	5,835,000	54.51%	3,180,659
High School District No. 233	25,080,000	32.08%	8,045,664
Community College District No. 515	11,030,000	6.99%	770,997
Subtotal	<u>5,949,935,131</u>		<u>26,058,823</u>
	<u>\$ 5,949,935,131</u>		<u>\$ 26,058,823</u>

Notes:

(1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of Rich Township. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Rich Township. This process recognizes that, when considering the Township's ability to issue and repay long-term debt, the entire debt burden borne by the residents and business should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(2) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the Village's boundaries and dividing it by each unit's total taxable assessed value.

Data Source:

Village of Flossmoor - Office of the County Clerk

**Township of Rich, Illinois**  
**Legal Debt Margin Information**  
**Last Ten Levy Years**

Fiscal Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2018
Assessed Value	\$ 1,793,522,220	\$ 1,754,191,952	\$ 1,409,010,942	\$ 1,176,710,303	\$ 1,118,564,844	\$ 1,088,311,177	\$ 1,141,165,576	\$ 1,241,563,758	\$ 1,274,727,749	\$ 1,213,418,592
Debt limit	51,563,764	50,433,019	40,509,065	33,830,421	32,158,739	31,288,946	32,808,510	35,695,016	36,648,423	34,885,785
Total net debt applicable to limit										
Legal Debt Margin	\$ 51,563,764	\$ 50,433,019	\$ 40,509,065	\$ 33,830,421	\$ 32,158,739	\$ 31,288,946	\$ 32,808,510	\$ 35,695,016	\$ 36,648,423	\$ 34,885,785
Total Net Debt Applicable To the Limit as a Percentage of the Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**Data Source**

The legal debt limit per statute is defined as 2.875% of equalized valuation

**Township of Rich, Illinois**  
**Demographic and Economic Information**  
**Last Ten Calendar Years**

<u>Fiscal Year</u>	<u>Population</u>	<u>Income</u>	<u>Per Capita Income</u>	<u>Unemployment Rate</u>
2008	72648	2,200,435,272	30,289	8.0%
2009	71557	2,038,229,588	28,484	12.0%
2010	76822	2,359,971,840	30,720	13.4%
2011	77064	2,376,653,760	30,840	15.2%
2012	77280	2,075,431,680	26,856	12.0%
2013	77367	2,194,901,790	28,370	18.5%
2014	77312	2,378,271,744	30,762	14.0%
2015	77095	2,295,503,625	29,775	13.4%
2016	76478	2,727,205,480	35,660	9.8%
2017	76638	2,491,807,932	32,514	15.0%
2018 *	76638	2,491,807,932	32,514	15.0%

Data Source:

United States Census Bureau Fact Finder - 2017 ACS 1-year estimates

\*Data not available; estimated

Township of Rich, Illinois  
Principal Employers

Current Year and Ten Years Ago

	2018			2009		
	<u>Rank</u>	<u>Number of Employees</u>	<u>% of Twp. Pop.</u>	<u>Rank</u>	<u>Number of Employees</u>	<u>% of Twp. Pop.</u>
<u>Employer</u>						
Francisan Healthcare	1	3027	3.97	1	900	1.2
Mannheim Auto Auction	2	618	0.008	2	599	0.008
Rich Township S.D. 227	3	613	0.008	3	425	0.006
Rich Township S.D. 162	4	350	0.005	4	350	0.005
Rich Township S.D. 159	5	200	0.003	5	200	0.003
Sam's Distribution Center	6	150	0.002	6	190	0.0025
Home Depot	6	150	0.002	7	175	0.0023
Menards	7	140	0.002	8	150	0.002
Rogers Enterprise	7	140	0.002	9	130	0.002
Valspar	8	130	0.002	10	40	0.0005
Matteson Holiday Inn	9	105	0.0014			
Applewood Living Center	10	100	0.0013			
				<b>Total</b>	<b>3159</b>	<b>1.2313</b>

Est. Twp. Pop. 71557

5723

Est. Twp. Pop. 76638

Sources: Illinois Manufacturers and Services Directory, Phone Canvas of employers

**Township of Rich, Illinois**  
**Full Time Equivalent Employees**  
**Last Ten Fiscal Years**

Fiscal Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Government										
Administrative Services	N/A	N/A	3.45	3	3	3	3	2	2	1.25
Assessor's Office	N/A	N/A	7	7	5	4.02	3	3	3	2.24
Clerk's Office	N/A	N/A	2	2	2	2	2	1	1	1
Emergency Management	N/A	N/A	1	1	1	1	1	*N/A	*N/A	*N/A
Finance Department	N/A	N/A	6.08	5.03	7.14	6.22	6.12	2.27	2.2	2.23
Facilities and Maintenance	N/A	N/A	4	2	3.04	3.04	2	2.2	2	2
Food Pantry of Rich Township	N/A	N/A	7	7	8	6	4	5.22	4.52	4.52
General Assistance	N/A	N/A	2	2	2	3	4	2	2	2.15
Highway Department	N/A	N/A	4.86	4.99	3.82	3.86	3.86	3.33	5.78	3.9
Senior Services	N/A	N/A	9.69	12.41	11.8	11.41	11.44	5.32	4.62	5.59
Transportation	N/A	N/A	20.13	17.65	17.83	14	15.71	12.16	9.9	9.08
Youth and Family Services	N/A	N/A	2	2	2	2	1	0	0	**N/A

\*Emergency Management does not have any full time employees.

\*\*N/A - data not available for time periods specified

Data Source

Township records

**Township of Rich, Illinois**  
**Operating Indicators**  
**Assessor's Department**  
**Last Ten Fiscal Years**

Fiscal Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Assessors Office										
Township EAV (Billions)	1.7	1.7	1.4	1.2	1.1	1.1	1	1.1	1.2	1.2
Office Visits	4700	4000	5500	5300	4000	5200	4709	4700	3700	4637
Property Tax Appeals	626	174	391	754	1199	1594	1151	655	796	1017
Home Owner Exemptions	141	49	82	79	75	42	54	59	46	54
Senior Home Owner Exemptions	199	371	275	709	1142	498	577	619	498	455
Senior Freeze Exemptions	741	655	667	858	1049	771	651	602	614	657
Disabled Veterans	17	15	75	47	19	33	67	67	45	101
Disabled Persons	84	53	81	87	92	157	169	206	200	216
Certificates of Error	118	70	601	486	371	563	584	500	169	361
Building Permits	N/A	4480	3844	7437	5563	6792	6980	6873	9287	3811
Sales Recording	N/A	2562	3646	3757	4335	3245	2300	2860	2243	279

Data source  
Township records - Department of the Assessors Office

Township of Rich, Illinois  
 Operating Indicators  
 Road and Bridges  
 Last Ten Fiscal Years

Fiscal Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Estimated Usage per year										
Salt - measured in tons	200	252	38	43.5	366	260	280	220	260	160
Asphalt - measured in tons	9	6	9	15	8	9	7	12	14	6
Culvert - measured in units	12	14	8	9	11	5	8	10	9	12

Data Source  
 Road District records

Township of Rich, Illinois  
 Operating Indicators  
 Department of General Assistance  
 Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Assistance Clients	121	125	176	180	177	170	160	132	132	82
Emergency Assistance Appointments	43	62	92	57	83	118	22	59	47	19
Clients serviced (unduplicated)	164	187	187	237	260	288	182	191	179	101

Data Source

Township - Department of General Assistance

**Township of Rich, Illinois**  
**Operating Indicators**  
**Senior Services**  
**Last Ten Fiscal Years**

Fiscal Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Planned Programs</b>										
<b>Participants</b>	2830	2830	2830	2830	2830	2830	2050	N/A	1251	1,412
<b>AARP MEETING</b>	35166	43626	41171	40293	44350	39669	21035	2,5776	43106	53,100
Participants	10	10	10	10	10	10	10	10	10	18
<b>AARP SAFE DRIVING</b>	503	389	448	448	495	485	360	325	294	578
Participants	6	6	6	6	6	6	6	5	3	5
<b>AARP TAX "FILED"</b>	131	148	205	210	154	194	158	126	79	122
Participants	8	8	8	N/A	N/A	N/A	N/A	N/A	27	48
<b>Benefit Access</b>	1359	1520	533	N/A	N/A	N/A	N/A	N/A	357	674
Participants	4	5	4	4	4	3	4	48	48	54
<b>RULES OF THE ROAD</b>	100	144	79	110	98	39	70	189	241	276
Participants	4	4	4	5	4	3	3	3	2	4
<b>Senior Companions</b>	66	39	69	79	50	80	56	46	30	66
Participants	246	274	278	328	420	442	442	N/A	N/A	N/A
<b>Activities</b>	733	920	1016	735	675	555	800	N/A	N/A	N/A
Participants	1002	1002	1002	1002	1002	1002	1002	1002	926	1,096
<b>Community Health Appointments</b>	14043	18977	20142	22073	19505	18278	10258	7654	8007	9,833
Blood Pressure	48	48	48	48	48	48	48	48	48	60
Participants	1368	1009	1213	1128	1150	719	450	385	415	500
<b>Health Screening</b>	11	11	9	11	10	10	10	6	5	1
Participants	408	313	224	196	165	113	75	64	46	131
Podiatrist	48	48	48	48	48	48	48	48	48	60
Participants	581	775	710	870	805	829	795	760	801	886
<b>New Volunteers</b>	N/A	36	41							
Total Volunteers	125	125	125	125	125	125	125	125	103	
<b>Total Volunteers Hours</b>	N/A	1116	N/A							
Meals Delivered by Volunteers	5351	5224	3855	4253	4326	4287	4102	3854	3696	4,656
Lunch served	9607	8772	6555	9297	7854	6182	N/A	N/A	3612	3,969
<b>Presenations</b>	16	16	4	10	6	10	8	8	6	8
Participants	380	266	48	254	125	195	178	164	184	211

N/A - Data not available for time period specified

Data Source

Township records - Department of Senior Services

Township of Rich, Illinois  
 Operating Indicators  
 Department of Transportation  
 Last Ten Fiscal Years

Fiscal Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Seniors	13786	11721	14654	12886	14198	12595	7481	6794	6798	6287
Disabled	10762	10969	6955	5395	7137	6998	8150	6832	6555	5218
Saturday	1744	1683	1473	1740	1675	N/A	N/A	N/A	N/A	N/A
Vanpool Service	16951	18459	19902	18155	10124	1735	1686	1589	1712	1932
Jolly Service	19436	18803	18768	17393	17135	14512	13024	12344	12343	10502
Totals	<u>62679</u>	<u>61635</u>	<u>61752</u>	<u>55569</u>	<u>50269</u>	<u>35840</u>	<u>30341</u>	<u>27559</u>	<u>27408</u>	<u>23939</u>

N/A - Due to Illinois budgetary constraints program cancelled

Data Source

Township - Transportation Department Records

**Township of Rich, Illinois**  
**Operating Indicators**  
**Pantry**  
**Last Ten Fiscal Years**

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Source of Info:</b>										
Served (Households)	9,212	8,694	10,081	10,499	9,937	9,143	5,976	7,435	7,215	6,582
Total Clients Served	30,680	28,734	33,316	34,698	31,216	29,544	18,488	22,710	22,202	19,546
New Households Served							1,797	773	679	633
Total New Clients Served							5,754	2,328	1,959	1,712
<b>Food Donations</b>	484	364	357	325	316	288	290	268	272	289

Data Source:  
Township records - Pantry



The first section of this letter contains some required communications that professional standards require us to inform you in connection with our audit.

This report is intended for the information of the Township Board of Trustees, and the cognizant audit agency.

August 27, 2019  
South Holland Illinois

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