

VILLAGE OF SHEFFIELD, ILLINOIS

ANNUAL FINANCIAL REPORT

Year Ended April 30, 2023

Village of Sheffield
April 30, 2023
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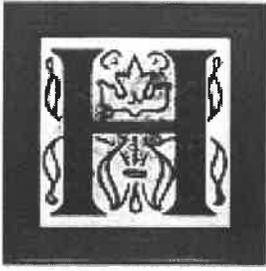
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HOPKINS & ASSOCIATES
Certified Public Accountants

314 S. McCoy St. Box 224
Granville, IL 61326

1718 Peoria St.
Peru, IL 61354

306 Backbone Road East, Ste. 2
Princeton, IL 61356

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Village of Sheffield, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, business-type activities, and each major fund of the Village of Sheffield, Illinois, as of and for the year ended April 30, 2023, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Village of Sheffield, Illinois, as of April 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report. We are required to be independent of the Village and to meet our other ethical responsibilities, in accordance with the relevant requirements relating to our audit. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the retirement plan information in Schedule 1, the budgetary comparison information in Schedules 2 and 3, and Notes to Budgetary Comparison Schedules be presented to supplement the basic financial statements, as listed as *Required Supplementary Information* in the table of contents. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the Management Discussion and Analysis that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Sheffield's basic financial statements. Schedules 4, 5, and 6 detailed as *Supplementary Information* in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules identified above as *Supplementary Information* are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We have also issued our report dated July 10, 2023, on the Village of Sheffield's compliance with State of Illinois Public Act 85-1142, see page 45. The purpose of that report is to describe the scope of our testing on compliance with Subsection (q) of Illinois Compiled Statutes 65 of (ILCS) 5/11-74.4-3 of the Illinois' Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142).



Granville, Illinois
July 10, 2023

VILLAGE OF SHEFFIELD
GOVERNMENT-WIDE STATEMENT OF NET POSITION
April 30, 2023

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Cash & Cash Equivalents (Note 2)	\$ 1,173,748	\$ 211,829	\$ 1,385,577
Receivables (Net):			
Property Tax (Note 1C)	490,000	-	490,000
Other (Note 8)	12,863	33,566	46,429
Due from Other Funds (Note 7)	(3,482)	3,482	-
Capital Assets (Note 3):			
Land	33,150	41,230	74,380
Buildings	1,223,109	-	1,223,109
Water and Sewer Plant	-	4,653,487	4,653,487
Vehicles & Equipment	658,764	406,905	1,065,669
Accumulated Depreciation	(668,642)	(2,570,155)	(3,238,797)
Total Assets	<u>\$ 2,919,510</u>	<u>\$ 2,780,344</u>	<u>\$ 5,699,854</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflow related to pension	<u>\$ 173,538</u>	<u>\$ -</u>	<u>\$ 173,538</u>
Total Assets and Deferred Outflows	<u>\$ 3,093,048</u>	<u>\$ 2,780,344</u>	<u>\$ 5,873,392</u>
LIABILITIES			
Accounts Payable (Note 8)	\$ 27,038	\$ 12,134	\$ 39,172
Accrued Payroll (Note 8)	3,331	1,295	4,626
Other Current Liabilities (Note 8)	2,732	7,247	9,979
Net Pension Liability (Note 15)	16,834	-	16,834
Long-Term Liabilities (Note 12):			
Due within One Year	87,633	11,467	99,100
Due in more than One Year	477,931	216,193	694,124
Total Liabilities	<u>\$ 615,499</u>	<u>\$ 248,336</u>	<u>\$ 863,835</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows - Property Tax (Note 1C)	\$ 490,000	\$ -	\$ 490,000
Deferred Inflows - Related to Pensions (Note 15)	101,303	-	101,303
Total Deferred Inflows of Resources	<u>\$ 591,303</u>	<u>\$ -</u>	<u>\$ 591,303</u>
NET POSITION			
Net Investment in Capital Assets	\$ 680,817	\$ 2,303,807	\$ 2,984,624
Restricted - Nonspendable	-	-	-
Restricted for:			
Street Maintenance	48,884	-	48,884
Other	221,398	-	221,398
Unrestricted	935,147	228,201	1,163,348
Total Net Position	<u>\$ 1,886,246</u>	<u>\$ 2,532,008</u>	<u>\$ 4,418,254</u>
Total Liabilities, Deferred Inflows, and Net Position	<u>\$ 3,093,048</u>	<u>\$ 2,780,344</u>	<u>\$ 5,873,392</u>

See accompanying notes to basic financial statements.

VILLAGE OF SHEFFIELD
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
 Year Ended April 30, 2023

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Fees/Fines Charges for Service	Operating Grants and Refunds	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
General Administration	\$ 106,839	\$ 7,410	\$ 58,271	\$ 2,781	\$ (38,377)	\$ -	\$ (38,377)
Public Buildings and Grounds	101,687	-	-	-	(101,687)	-	(101,687)
Public Safety	21,510	6,059	-	-	(15,451)	-	(15,451)
Streets and Alleys	163,528	5,236	10,171	-	(148,121)	-	(148,121)
Garbage	85,696	63,081	-	-	(22,615)	-	(22,615)
Culture and Recreation	41,112	8,448	-	8,775	(23,889)	-	(23,889)
Economic Development	74,983	-	-	-	(74,983)	-	(74,983)
Cemetery	18,555	4,600	-	-	(13,955)	-	(13,955)
Interest on Long-Term Debt	20,090	-	-	-	(20,090)	-	(20,090)
Total Governmental Activities	\$ 634,000	\$ 94,834	\$ 68,442	\$ 11,556	\$ (459,168)	\$ -	\$ (459,168)
Business-Type Activities:							
Water	\$ 200,689	\$ 157,832	\$ -	\$ -	\$ -	\$ (42,857)	\$ (42,857)
Sewer	257,437	120,964	-	-	(136,473)	-	(136,473)
Total Business-Type Activities	\$ 458,126	\$ 278,796	\$ -	\$ -	\$ (179,330)	\$ -	\$ (179,330)
Total Primary Government	\$ 1,092,126	\$ 373,630	\$ 68,442	\$ 11,556	\$ (459,168)	\$ -	\$ (638,498)
General Revenues:							
Taxes:							
Property Tax					\$ 394,468	\$ -	\$ 394,468
Replacement Tax					24,941	-	24,941
Sales, Videogaming, Use, and Cannabis Use Taxes					126,832	-	126,832
Telecommunication Tax					1,754	-	1,754
Income Tax					132,656	-	132,656
Motor Fuel & Transportation Renewal Tax					34,934	-	34,934
Other General Revenue					156,890	-	156,890
Interest Earned					4,894	371	5,265
Total General Revenues					\$ 877,369	\$ 371	\$ 877,740
Change in Net Position from Operations					\$ 418,201	\$ (178,959)	\$ 239,242
Transfer In (Out) (Note 7)					6,400	(6,400)	-
Change in Net Position					\$ 424,601	\$ (185,359)	\$ 239,242
Net Position - Beginning					1,461,645	2,717,367	4,179,012
Net Position - Ending					\$ 1,886,246	\$ 2,532,008	\$ 4,418,254

See accompanying notes to basic financial statements.

VILLAGE OF SHEFFIELD
BALANCE SHEET
ALL GOVERNMENTAL FUNDS
April 30, 2023

	Special Revenue Funds					Permanent Cemetery Perpetual Care Fund	TOTAL
	General Fund	Motor Fuel Tax Fund	TIF Tax Fund	Library Fund	Playground Fund		
ASSETS							
Cash & Cash Equivalents (Note 2)	\$ 914,834	\$ 45,967	\$ 129,034	\$ 34,369	\$ 5,548	\$ 43,996	\$ 1,173,748
Accounts Receivable (Note 8)	9,946	2,917	-	-	-	-	12,863
Due From Other Funds (Note 7)	116	-	-	-	-	-	116
Property Tax Receivable (Note 1C)	95,000	-	368,000	27,000	-	-	490,000
Total Assets	\$ 1,019,896	\$ 48,884	\$ 497,034	\$ 61,369	\$ 5,548	\$ 43,996	\$ 1,676,727
Deferred Outflows of Resources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Assets & Deferred Outflows of Resources	\$ 1,019,896	\$ 48,884	\$ 497,034	\$ 61,369	\$ 5,548	\$ 43,996	\$ 1,676,727

LIABILITIES AND FUND BALANCE

Liabilities:							
Accounts Payable (Note 8)	\$ 27,038	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,038
Accrued Payroll (Note 8)	3,331	-	-	-	-	-	3,331
Payroll Tax Liabilities (Note 8)	2,732	-	-	-	-	-	2,732
Due to Other Funds (Note 7)	3,482	-	116	-	-	-	3,598
Total Liabilities	\$ 36,583	\$ -	\$ 116	\$ -	\$ -	\$ -	\$ 36,699
Deferred Inflows of Resources:							
Deferred Inflows- Property Tax Receivable (Note 1C)	\$ 95,000	\$ -	\$ 368,000	\$ 27,000	\$ -	\$ -	\$ 490,000
Total Deferred Inflows of Resources	\$ 95,000	\$ -	\$ 368,000	\$ 27,000	\$ -	\$ -	\$ 490,000
Fund Balances (Note 1L):							
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	8,567	48,884	128,918	34,369	5,548	43,996	270,282
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	879,746	-	-	-	-	-	879,746
Total Fund Balances	\$ 888,313	\$ 48,884	\$ 128,918	\$ 34,369	\$ 5,548	\$ 43,996	\$ 1,150,028
Total Liabilities, Deferred Inflows, and Fund Balances	\$ 1,019,896	\$ 48,884	\$ 497,034	\$ 61,369	\$ 5,548	\$ 43,996	\$ 1,676,727

Reconciliation of the Balance Sheet of Governmental Funds to Statement of Net Position

Total Fund Balances - All Governmental Funds	\$ 1,150,028
The amount of the book value of debt at April 30, 2023. (Governmental funds do not report debt on the balance sheet. In the government-wide statement of net position, debt is reported as a long-term liability.)	(565,564)
The amount of the book value of capital assets at April 30, 2023. (In governmental fund statements, all capital assets are expensed as purchased. Under GASB No. 34 in the government-wide statements of net positions, capital assets are presented at book value.)	1,246,381
Net pension asset at April 30, 2023. (Net pension assets are not financial resources and, therefore, are not reported in governmental funds.)	(16,834)
The amount of Deferred Outflows and Deferred Inflows at April 30, 2023 related to IMRF Expenditures from January 1, 2023 - April 30, 2023.	72,235
Total Net Position of Governmental Activities	<u>\$ 1,886,246</u>

See accompanying notes to basic financial statements.

VILLAGE OF SHEFFIELD
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 ALL GOVERNMENTAL FUNDS
 Year Ended April 30, 2023

	Special Revenue Funds						TOTAL
	General Fund	Motor Fuel Tax Fund	TIF Fund	Library Fund	Playground Fund	Permanent Cemetery Perpetual Care Fund	
REVENUES							
Property Tax	\$ 101,204	\$ -	\$ 266,978	\$ 26,286	\$ -	\$ -	\$ 394,468
Replacement Tax	24,941	-	-	-	-	-	24,941
Sales Tax	84,506	-	-	-	-	-	84,506
Use Tax	33,467	-	-	-	-	-	33,467
Cannabis Use Tax	1,293	-	-	-	-	-	1,293
Video Gaming Tax	7,566	-	-	-	-	-	7,566
Telecommunications Tax	1,754	-	-	-	-	-	1,754
Income Tax	132,656	-	-	-	-	-	132,656
Fines and Fees	6,059	-	-	2,416	-	-	8,475
Donations	2,781	-	-	-	8,775	-	11,556
Garbage Charges	54,581	-	-	-	-	-	54,581
Cemetery Revenue	4,450	-	-	-	-	150	4,600
Rental Revenue	3,425	-	-	-	-	-	3,425
License and Permits	3,985	-	-	-	-	-	3,985
Motor Fuel Tax	-	19,454	-	-	-	-	19,454
Transportation Renewal Tax	-	15,480	-	-	-	-	15,480
Reimbursements	-	-	-	3,500	-	-	3,500
State Grants	58,271	10,171	-	-	-	-	68,442
Interest	4,159	70	417	43	139	66	4,894
Insurance Claim	5,236	-	-	-	-	-	5,236
Sale of Assets	11,455	-	-	-	-	-	11,455
Other	156,890	-	-	2,532	-	-	159,422
Total Revenues	\$ 698,679	\$ 45,175	\$ 267,395	\$ 34,777	\$ 8,914	\$ 216	\$ 1,055,156
EXPENDITURES							
Current:							
General Administrative	\$ 108,099	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 108,099
Public Buildings and Grounds	92,395	-	-	-	-	-	92,395
Public Safety	18,774	-	-	-	-	-	18,774
Streets and Alleys	37,874	104,085	-	-	-	-	141,959
Garbage	83,731	-	-	-	-	-	83,731
Culture and Recreation	-	-	-	39,167	70	-	39,237
Economic Development	-	-	74,983	-	-	-	74,983
Cemetery	10,212	-	-	-	-	8,343	18,555
Debt Service:							
Loan Interest	-	-	20,090	-	-	-	20,090
Loan Principal	-	-	84,521	-	-	-	84,521
Capital Outlay	45,477	-	-	-	7,121	-	52,598
Total Expenditures	\$ 396,562	\$ 104,085	\$ 179,594	\$ 39,167	\$ 7,191	\$ 8,343	\$ 734,942
Excess (Deficiency) of Revenues over Expenditure	\$ 302,117	\$ (58,910)	\$ 87,801	\$ (4,390)	\$ 1,723	\$ (8,127)	\$ 320,214
Transfers In (Note 7)	\$ 6,400	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,400
Transfers (Out) (Note 7)	-	-	-	-	-	-	-
Net Change in Fund Balances	\$ 308,517	\$ (58,910)	\$ 87,801	\$ (4,390)	\$ 1,723	\$ (8,127)	\$ 326,614
Fund Balances - Beginning	579,796	107,794	41,117	38,759	3,825	52,123	823,414
Fund Balances - Ending	\$ 888,313	\$ 48,884	\$ 128,918	\$ 34,369	\$ 5,548	\$ 43,996	\$ 1,150,028

See accompanying notes to basic financial statements.

VILLAGE OF SHEFFIELD
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended April 30, 2023

Net Change in Fund Balances - Total Governmental Funds	\$	326,614
<p>The amount by which capital outlays (\$52,598) exceeded depreciation (\$37,437) in the current period. (Governmental Funds report capital outlays as expenditures and do not report depreciation. In the government-wide statement of activities the costs of the purchased capital assets are reported as depreciation expense over the estimated useful lives of the assets.)</p>		
		15,161
<p>The amount by which debt service exceeded interest paid. (Governmental Funds report debt service interest paid and debt service principal payments as expenditures. In the government-wide statement of activities the cost of the debt service interest paid is reported as Interest on Long-Term Debt as a functional expenditure. Principal paid reduces the long-term liability and, in turn, is not recorded as an expenditure.)</p>		
		84,521
<p>Proceeds from the Sale of Asset</p>		
		(2,955)
<p>The change in Net Pension Liability and related Deferred Inflows/Outflows. (Governmental Funds do not report expenditures that do not require current use of financial resources.)</p>		
		1,260
Change in Net Position of Governmental Activities	\$	424,601

See accompanying notes to basic financial statements.

VILLAGE OF SHEFFIELD
STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
April 30, 2023

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total Enterprise Funds</u>
ASSETS			
Current Assets:			
Cash & Cash Equivalents (Note 2)	\$ 195,338	\$ 16,491	\$ 211,829
Receivables:			
Accounts Receivable (Note 8)	19,133	14,433	\$ 33,566
Due from Other Funds (Note 7)	-	9,440	9,440
Non-Current Assets:			
Capital Assets (Note 3):			
Land	5,402	35,828	41,230
Water and Sewer Plant	1,597,845	3,055,642	4,653,487
Equipment	355,159	51,746	406,905
Accumulated Depreciation	(882,032)	(1,688,123)	(2,570,155)
Total Assets	<u>\$ 1,290,845</u>	<u>\$ 1,495,457</u>	<u>\$ 2,786,302</u>
DEFERRED OUTFLOWS OF RESOURCES			
	\$ -	\$ -	\$ -
Total Assets and Deferred Outflows	<u>\$ 1,290,845</u>	<u>\$ 1,495,457</u>	<u>\$ 2,786,302</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable (Note 8)	\$ 3,999	\$ 8,135	\$ 12,134
Accrued Payroll (Note 8)	653	642	1,295
Customer Deposits	7,247	-	7,247
Due to Other Funds (Note 7)	5,958	-	5,958
Non-Current Liabilities (Note 12):			
Due within One Year	11,467	-	11,467
Due in more than One Year	216,193	-	216,193
Total Liabilities	<u>\$ 245,517</u>	<u>\$ 8,777</u>	<u>\$ 254,294</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows - Property Tax (Note 1C)	\$ -	\$ -	\$ -
Total Deferred Inflows of Resources	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
NET POSITION			
Net Investment in Capital Assets	\$ 848,714	\$ 1,455,093	\$ 2,303,807
Restricted for:			
Capital Projects	-	-	-
Debt Service	-	-	-
Other Purposes	-	-	-
Unrestricted	196,614	31,587	228,201
Total Net Position	<u>\$ 1,045,328</u>	<u>\$ 1,486,680</u>	<u>\$ 2,532,008</u>
Total Liabilities and Net Position	<u>\$ 1,290,845</u>	<u>\$ 1,495,457</u>	<u>\$ 2,786,302</u>

See accompanying notes to basic financial statements.

VILLAGE OF SHEFFIELD
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
Year Ended April 30, 2023

	Water Fund	Sewer Fund	Total Enterprise Funds
OPERATING REVENUES			
Charges for Service:			
User Fees	\$ 157,730	\$ 120,964	\$ 278,694
Other Income	102	-	102
Total Operating Revenues	<u>\$ 157,832</u>	<u>\$ 120,964</u>	<u>\$ 278,796</u>
OPERATING EXPENSES			
Salaries	\$ 49,581	\$ 38,526	\$ 88,107
Insurance	11,375	11,375	22,750
Utilities	19,278	20,944	40,222
Advertising/Publishing	433	-	433
Repair and Maintenance	5,335	37,454	42,789
Engineering and Other Professional Services	7,387	60,062	67,449
Postage	904	-	904
Supplies	13,149	1,458	14,607
Fees	570	2,737	3,307
Office Expense	3,120	2,781	5,901
Telephone	-	430	430
Testing	6,778	4,273	11,051
Training	-	-	-
Depreciation	71,263	67,655	138,918
Miscellaneous	8,344	9,742	18,086
Total Operating Expenses	<u>\$ 197,517</u>	<u>\$ 257,437</u>	<u>\$ 454,954</u>
Net Operating Income (Loss)	<u>\$ (39,685)</u>	<u>\$ (136,473)</u>	<u>\$ (176,158)</u>
NON-OPERATING REVENUE (EXPENSES)			
Interest Revenue	\$ 272	\$ 99	\$ 371
Interest Expense	(3,172)	-	(3,172)
Total Non-Operating Revenue (Expenses)	<u>\$ (2,900)</u>	<u>\$ 99</u>	<u>\$ (2,801)</u>
Transfer In (Out) (Note 7)	<u>(3,200)</u>	<u>(3,200)</u>	<u>(6,400)</u>
Change in Net Position	<u>\$ (45,785)</u>	<u>\$ (139,574)</u>	<u>\$ (185,359)</u>
Total Net Position - Beginning	<u>1,091,113</u>	<u>1,626,254</u>	<u>2,717,367</u>
Total Net Position - Ending	<u>\$ 1,045,328</u>	<u>\$ 1,486,680</u>	<u>\$ 2,532,008</u>

See accompanying notes to basic financial statements.

VILLAGE OF SHEFFIELD
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended April 30, 2023

	Water Fund	Sewer Fund	Total Enterprise Funds
Cash flows from operating activities:			
Cash Received from Customers	\$ 153,220	\$ 117,485	\$ 270,705
Payments to Employees and Benefits	(49,535)	(38,448)	(87,983)
Payments to Suppliers	(75,293)	(151,662)	(226,955)
Other Operating Revenues (Expenses)	-	-	-
Net cash provided (used) by operating activities	\$ 28,392	\$ (72,625)	\$ (44,233)
Cash flows from non-capital financing activities:			
Transfers In (Out)	\$ (43,974)	\$ (32,588)	\$ (76,562)
Net cash provided (used) by non-capital financing activities	\$ (43,974)	\$ (32,588)	\$ (76,562)
Cash flows from capital and related financing activities:			
Capital Improvements	\$ -	\$ -	\$ -
Principal Payments on Debt	(10,136)	-	(10,136)
Interest on Long-Term Debt	(3,172)	-	(3,172)
Net cash provided (used) by capital financing activities	\$ (13,308)	\$ -	\$ (13,308)
Cash flows from investing activities:			
Interest Revenue	\$ 272	\$ 99	\$ 371
Net cash provided (used) by investing activities	\$ 272	\$ 99	\$ 371
Net increase (decrease) in cash and cash equivalents	\$ (28,618)	\$ (105,114)	\$ (133,732)
Cash and equivalents, April 30, 2022	223,956	121,605	345,561
Cash and equivalents, April 30, 2023	\$ 195,338	\$ 16,491	\$ 211,829
Reconciliation of Operating Income (Loss) to Net Cash provided (used) by Operating Activities			
Operating (Loss) Income	\$ (39,685)	\$ (136,473)	\$ (176,158)
Adjustments to reconcile net loss to net cash provided by operating activities:			
Depreciation	\$ 71,263	\$ 67,655	\$ 138,918
Changes in Assets and Liabilities			
(Increase) Decrease in Receivables	(4,612)	(3,479)	(8,091)
Increase (Decrease) in Payables	1,380	(406)	974
Increase (Decrease) in Payroll Accrual	46	78	124
Total Adjustments	68,077	63,848	131,925
Net Cash provided (used) by operating activities	\$ 28,392	\$ (72,625)	\$ (44,233)

See accompanying notes to basic financial statements.

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 1 - Summary of Significant Accounting Policies

A. General

The Village of Sheffield, Illinois, is operated under the control of a Board of Trustees elected at large by the citizens of the Village. The Board of Trustees monitors all financial transactions of the Village.

For the year ended April 30, 2023, the financial statements are being presented in compliance with Governmental Accounting Standards Board (GASB) Statement No. 34 as described in more detail in Note 1C.

B. Reporting Entity

The Village of Sheffield, Illinois, includes all of the funds and account groups relevant to the operation of the Village in the financial statements reported herein.

The criteria of GASB pronouncements have been considered in determining the activities to be included in this report. The Village has determined that no other agency is a component of the Village and the Village is not a component of any other entity.

C. Basis of Accounting

The Village maintains its accounting records on the cash basis and year-end adjustments are made to convert to the accrual basis or modified accrual basis as prescribed by generally accepted accounting principles. In the government-wide financial statements, the accrual basis is used, and revenues are recognized when earned and expenses are recognized when the related liability is incurred. In the fund financial statements, the modified accrual basis is used, except for the property tax receivable which is discussed below. Under the modified accrual basis, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within 60 days. Expenditures are recognized when the related liability is incurred. All revenue and expense accounts are subject to accrual.

Property tax receivable and a balancing deferred inflows of resources are recorded in the government-wide statement of net position and in the fund financial statements. These amounts are measurable but not available.

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 1 - **Summary of Significant Accounting Policies (Continued)**

D. Basic Financial Statements – Government-Wide Statements

The Village’s basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village’s major funds). For reporting purposes, the Village has elected to treat all funds as major funds. Both the government-wide and fund financial statements categorize primary activities as either governmental or business type.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are presented on a consolidated basis by column and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Village’s net position is reported in four parts: net investment in capital assets; restricted – nonspendable; restricted net position; and unrestricted net position. Fiduciary funds are not included in government-wide statements.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village’s functions and business-type activities. The functions are also supported by general government revenues. The Statement of Activities reduces gross expenses by related program revenues and operating and capital grants. Program revenues must be directly associated with the function or business-type activity. Operating grants include operating-specific and discretionary grants while the capital grants column reflects capital-specific grants.

The Village does not allocate indirect costs. The government-wide focus is more on the sustainability of the Village as an entity and the change in its net position resulting from the current year’s activities.

As a general rule the effect of internal activity has been eliminated from the government-wide financial statements.

E. Basic Financial Statements—Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues, and expenditures/expenses. The various funds are reported by generic classifications within the financial statements. The Village has elected to treat all funds as major funds.

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 1 - **Summary of Significant Accounting Policies (Continued)**

E. Basic Financial Statements—Fund Financial Statements (Continued)

1. Governmental Funds:

The focus of the governmental funds' measurement is upon determination of financial position and changes in financial position rather than upon net income. All funds have been determined to be major funds. The following is a description of governmental fund types:

- a. General Fund is the general operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village has four Special Revenue Funds: the Motor Fuel Tax Fund, the Library Fund, the TIF Fund and the Playground Fund.
- c. Debt Service Funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt for governmental funds. The Village has one Debt Service Fund.
- d. Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The Village has no Capital Projects Funds.
- e. Permanent Funds are used to account for financial resources to be used to maintain property owned by the government. The Village has one Permanent Fund: the Cemetery Perpetual Care Fund.

2. Proprietary Funds:

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed through user charges. The Village has two Enterprise Funds: the Water Fund, which accounts for water service; and the Sewer Fund, which accounts for sewage treatment and disposal.

3. Fiduciary Funds:

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support Village programs. The reporting focus is on net assets and changes in net position. Since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements. The Village has no fiduciary type agency funds.

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 1 - **Summary of Significant Accounting Policies (Continued)**

F. Budgets and Budgetary Accounting

Budgetary control is on the total expenditure level for each fund. All budgets are on the cash basis. Budgets are prepared for all governmental funds and all budgets lapse at year-end. The current year budget was approved on July 11, 2022.

In the absence of a formal budget, the Board of Trustees, during the first quarter of the new fiscal year, adopts an appropriation ordinance. The appropriation ordinance is the document by which the corporate authorities appropriate such sums of money as are deemed necessary to defray all necessary expenses and liabilities of the Village and specify the objects and purposes for which the appropriations are made and the amount appropriated for each object or purpose.

G. Capital Assets

Capital assets are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Purchases of capital assets for amounts less than the threshold level are expensed in the year purchased. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets that exceed the threshold level is provided on the straight-line basis over the following estimated useful lives:

<u>Category</u>	<u>Threshold</u>	<u>Life (years)</u>
Land	\$ 10,000	N/A
Infrastructure	\$ 25,000	50
Buildings	\$ 10,000	50
Site Improvements	\$ 10,000	20
Infrastructure Improvements	\$ 25,000	10
Equipment	\$ 1,000	7

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 1 - **Summary of Significant Accounting Policies (Continued)**

G. Capital Assets (Continued)

GASB 34 requires the Village to report and depreciate new infrastructure assets as of May 1, 2004. The infrastructure assets, which include streets and alleys, would likely be the largest asset class of the Village; however, neither their historical cost nor related depreciation has been reported in the financial statements, nor is its recreation required. The Board has elected to report infrastructure only prospectively.

GASB 34 requires the retrospective recognition of capital assets other than infrastructure. The current year's financial statements include that recognition.

The Village has considered possible impairments to its capital assets and asserts that there are none known or anticipated.

H. Revenue and Expenses

Program revenues in government-wide financial statements generally include fees, rentals, fines, and other specifically levied revenues. In proprietary funds, operating revenues and expenses are distinguished from non-operating items because they are clearly traceable to the functioning of the specific service provided to the customers.

I. Use of 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 consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

J. Investments and Cash Equivalents

All investments are cash or cash equivalents (readily converted to cash). Deposits in banks or savings associations are valued at cost, which is equivalent to fair value. For purposes of the statement of cash flows, the proprietary funds consider short-term highly liquid investments, including time deposits at financial institutions, to be cash equivalents.

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 1 - **Summary of Significant Accounting Policies (Continued)**

K. Restricted and Unrestricted Resources

When an expense is incurred in which both restricted and unrestricted net position/fund balances are available, it is the Village's policy to first apply the restricted resources.

L. Fund Balance Classification

In order to comply with GASB 54, the Village adheres to the fund balance classification requirements. Fund balances in the fund financial statements are now be classified as follows:

- a. Nonspendable – Fund balances should be considered to be nonspendable if funds are not in spendable form, or are legally or contractually required to be maintained intact. The Village has no nonspendable fund balance as of April 30, 2023.
- b. Restricted – Fund balances should be considered to be restricted when constraints placed on funds are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The Village has restricted fund balances in the General Fund of \$8,567, see Note 4. All fund balances in the Motor Fuel Tax, Library Fund, Playground Fund, Debt Service Fund, TIF Fund, and Cemetery Perpetual Care Funds are restricted.
- c. Committed – Fund balances should be considered to be committed if funds can only be used for specific purposes as a result of constraints imposed by formal action of the Village's Board of Trustees. The Village does not have any committed fund balances.
- d. Assigned – Fund balances should be considered to be assigned if amounts that are constrained by the Village's intent to be used for specific purposes, but are neither restricted nor committed. The Village does not have any committed fund balances.
- e. Unassigned – Fund balances should be considered to be unassigned if they are a portion of the General fund balances that have not been considered to be restricted, committed, or assigned to specific purposes.

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 2 - Cash and Cash Equivalents

The Village is allowed to invest in securities as authorized by Sections 2 and 6 of the Public Funds Investment Act (30ILCS 235). Cash and investment accounts are maintained at Peoples National Bank of Kewanee, Sheffield, Illinois (PB).

<u>Checking and MM</u>	<u>Interest Rate</u>	<u>Bank Balance</u>	<u>Book Balance</u>
General Fund	0.60%	\$ 910,304	\$ 905,222
Motor Fuel Tax Fund	0.15%	45,967	45,967
Water Fund	0.20%	195,622	195,338
Sewer Fund	0.20%	16,491	16,491
Community Center Fund	0.15%	9,637	9,612
Cemetery Perpetual Care	0.20%	43,996	43,996
TIF Fund	0.35%	129,034	129,034
Library - Memorial Fund	0.15%	11,109	11,109
Library - Building and Maintenance Fund	0.15%	9,008	9,008
Library - General Fund	0.15%	8,681	8,819
Playground Equipment	0.15%	5,548	5,548
Total Cash in Checking & Money Markets		<u>\$ 1,385,397</u>	<u>\$ 1,380,144</u>
CD's			
Library	1.35%	5,433	5,433
	Total CD's	<u>\$ 5,433</u>	<u>\$ 5,433</u>
Total Cash & Cash Equivalents		<u>\$ 1,390,830</u>	<u>\$ 1,385,577</u>

The major divergence between book and bank balances consisted of outstanding checks and deposits in transit in the General Fund, Community Center Fund, Library Fund, and Water Fund at April 30, 2023.

Cash and investments are categorized in accordance with risk factors. Deposits are insured by the FDIC to \$250,000 per bank.

		<u>Bank Balance</u>	<u>Book Balance</u>
Type 1 –	Fully insured by FDIC	\$ 250,000	\$ 250,000
Type 2 –	Secured by securities pledged to Village but in the bank's name.	1,140,830	1,135,577
Type 3 –	Uninsured	-	-
	Total	<u>\$ 1,390,830</u>	<u>\$ 1,385,577</u>

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 3 - Capital Assets

The Village's Fixed Assets, excluding land, are valued at historical cost or estimated historical cost, if actual cost is not known. A detailed listing is on file with the Village Clerk. Land was valued at estimated fair market value since no historical records were available.

The current year additions to capital assets consisted of: Restroom Maintenance, \$25,489; Siren Desktop Controller, \$6,709; 2023 ExMark, \$13,279; and Merry Go Round, \$7,121.

<u>COST BASIS</u>				
	<u>Beginning of Year</u>	<u>Additions</u>	<u>Deletions</u>	<u>End of Year</u>
General Village				
Non-Depreciable Assets				
Land	\$ 33,150	\$ -	\$ -	\$ 33,150
Construction in Progress	-	-	-	-
Total Non-Depreciable Assets	\$ 33,150	\$ -	\$ -	\$ 33,150
Depreciable Assets				
Buildings & Improvements	\$ 1,197,620	\$ 25,489	\$ -	\$ 1,223,109
Vehicles & Equipment	725,610	27,109	93,955	658,764
Total General Village Capital Assets	\$ 1,956,380	\$ 52,598	\$ 93,955	\$ 1,915,023
Water and Sewer Funds				
Non-Depreciable Assets				
Land	\$ 41,230	\$ -	\$ -	\$ 41,230
Depreciable Assets				
Water Plant and Improvements	\$ 1,597,845	\$ -	\$ -	\$ 1,597,845
Sewer Treatment Plant and Improvements	3,055,642	-	-	3,055,642
Other Improvements and Equipment	406,905	-	-	406,905
Total Water and Sewer Capital Assets	\$ 5,101,622	\$ -	\$ -	\$ 5,101,622
GrandTotal	\$ 7,058,002	\$ 52,598	\$ 93,955	\$ 7,016,645

ACCUMULATED DEPRECIATION

	<u>Beginning of Year</u>	<u>Additions</u>	<u>Deletions</u>	<u>End of Year</u>
General Village				
Depreciable Assets				
Building & Improvements	\$ 142,179	\$ 23,263	\$ -	\$ 165,442
Vehicles & Equipment	580,026	14,174	91,000	503,200
Total General Village Capital Assets	\$ 722,205	\$ 37,437	\$ 91,000	\$ 668,642
Water / Sewer Fund				
Depreciable Assets				
Water Plant and Improvements	\$ 767,304	\$ 51,057	\$ -	\$ 818,361
Sewer Treatment Plant and Improvements	1,595,606	61,113	-	1,656,719
Other Improvements and Equipment	68,327	26,748	-	95,075
Total Water and Sewer Capital Assets	\$ 2,431,237	\$ 138,918	\$ -	\$ 2,570,155
GrandTotal	\$ 3,153,442	\$ 176,355	\$ 91,000	\$ 3,238,797

Depreciation is allocated to the following functions: Culture and Recreation, \$1,875; Streets and Alleys, \$21,569; Public Safety, \$2,736; Garbage, \$1,965; Building & Improvements, \$9,292; Water, \$71,263; and Sewer, \$67,655.

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 4 - **Restricted Fund Balances**

Amounts in the Motor Fuel Tax Fund, TIF Fund, Library Fund, Playground Fund, Debt Service Fund, and Cemetery Perpetual Care Fund are classified as restricted in the fund financial statements and in the government-wide financial statements.

In the General Fund, special levies were made for audit, police, road and bridge, garbage, band, street lights, social security, retirement, and insurance. All special levies in the General Fund were spent for the stated purposes. Restricted for levied taxes at April 30, 2023 are as follows:

	<u>Restricted</u> <u>4/30/2022</u>	<u>Levy</u> <u>Received</u>	<u>Spent</u>	<u>Restricted</u> <u>4/30/2023</u>
Police Protection	\$ -	\$ 5,188	\$ 32,053	\$ -
Garbage	-	17,294	83,731	-
Audit	-	8,975	9,600	-
Band	6,573	1,994	-	8,567
Street Lighting	-	5,485	6,036	-
Social Security	-	14,958	19,248	-
Road and Bridge	-	9,466	31,838	-
Retirement	-	6,980	12,988	-
Total	<u>\$ 6,573</u>			<u>\$ 8,567</u>

Note 5 - **Property Tax**

Property taxes are attached as an enforceable lien on property as of January 1, 2021. Taxes are collectible in two installments in July and September. The County Collector distributes these taxes to the various entities and funds within 30 days of collection. The Village adopted a Tax Levy Ordinance in December of 2020. The tax assessment for the Village for 2021 was \$6,937,301. The extension and collections were as follows:

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 5 - Property Tax (Continued)

	<u>Rate</u>	<u>Extension</u>	<u>Received</u>	<u>Difference</u>
Corporate	0.44618	\$ 30,952	\$ 30,864	\$ (88)
Police Protection	0.07500	5,203	5,188	(15)
Library	0.38000	26,362	26,286	(76)
Garbage	0.25000	17,343	17,294	(49)
Municipal Audit	0.12974	9,000	8,975	(25)
Band	0.02883	2,000	1,994	(6)
Social Security	0.21623	15,001	14,958	(43)
Retirement - IMRF	0.10091	7,000	6,980	(20)
Street Lighting	0.07929	5,501	5,485	(16)
	<u>1.70618</u>	<u>\$ 118,362</u>	<u>\$ 118,024</u>	<u>\$ (338)</u>
Road and Bridge*	0.13645	9,466	9,466	-
	<u>1.84263</u>	<u>\$ 127,828</u>	<u>\$ 127,490</u>	<u>\$ (338)</u>

*Levied through the township.

<u>Year</u>	<u>Assessment</u>	<u>Rate</u>	<u>Extension</u>	<u>Received</u>	<u>Difference</u>
2021	\$ 6,937,301	1.84263	\$ 127,828	\$ 127,490	\$ (338)
2020	7,012,146	1.82655	128,080	125,836	(2,244)
2019	7,018,859	1.76124	123,620	125,145	1,525
2018	7,052,852	1.66071	128,830	128,791	(39)

Note 6 - Prepaid Expenses

There were no prepaid expenses as of April 30, 2023.

Note 7 - Interfund Payables/Receivables and Transfers

Interfund balances at April 30, 2023 were as follows:

<u>Loan From</u>	<u>Loan To</u>	<u>Balance</u>	<u>Purpose</u>
General	Water	5,958	Amounts due to/from fund are the result of providing operating funds, correcting errors, or pending payroll transfers.
Sewer	General	3,482	
General	TIF	116	

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 8 - **Other Receivables and Payables**

At April 30, 2023, the following receivables are recorded:

- Accounts Receivable – Water and Sewer billings not yet collected at April 30 including the May 2023 billing. Other receivables identified by the Clerk.
- Accrued Payroll Tax Liabilities – Unpaid wages and the related, IMRF, FICA, and Medicare taxes for work performed in the current fiscal year.
- Accounts Payable – Unpaid bills for materials received or services provided at year end.

Note 9 - **Insurance Risk Management**

The Village provides for risk management by securing comprehensive insurance through the Illinois Municipal League Risk Management Association. The President reports no major changes in insurance coverage or risk during the current fiscal year. Insurance premiums are paid through the General Fund, Water Fund, and Sewer Fund. Tort levy funds were expended for the following purposes: insurance premiums, \$34,125.

Note 10 - **Leases**

The Village has no leases outstanding at April 30, 2023.

Note 11 - **Risk Management**

The Village faces several types of risk. The following is a discussion of the nature of the risks, the significance to the government, and the policies in place to reduce the risk:

- 1) Custodial credit risk for deposits is the risk that in the event of bank failure, the deposits may be in peril. The government policy is to either keep deposit amounts below F.D.I.C. insurance levels at a specific institution or to require the institution pledge securities to insure the deposits in excess of F.D.I.C. levels. The results are disclosed in Note 2. The risk is minimal.
- 2) Interest rate risk is the risk that interest rate changes may adversely affect the fair value of investments. Since the government's investments are all cash or cash equivalents, this risk is minimal. The government has no long-term debt obligations; therefore, interest rate risk related to debt is also minimal.
- 3) Concentration of credit risk is the risk of loss attributed to the magnitude of the government's investment in a single issuer. The government does not invest in entities; its investments are strictly certificates of deposit. This risk is minimal.

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 11 - Risk Management (Continued)

- 4) Risk of loss of fixed assets is the risk that fire, wind, theft, etc. may reduce or eliminate the value of buildings, property, equipment, and other assets. The government has comprehensive insurance coverage to minimize this risk. During the past three years, settlements have been less than coverage.
- 5) Risks of claims and judgments is the risk that the assets of the government may be impaired due to an employee or officer's actions or failure to act. This risk is minimized by the comprehensive coverage provided by the Illinois Municipal League Risk Management Association.

Note 12 - Long-Term Debt

The following is a summary of changes in long-term debt of the Village for the year ended April 30, 2023.

	Balances, May 1, 2022	Additions	Reductions	Balances, April 30, 2023	Current Portion
Governmental Activities:					
Main Street Loan	\$ 650,085	\$ -	\$ 84,521	\$ 565,564	\$ 87,633
Total Governmental Activities	<u>\$ 650,085</u>	<u>\$ -</u>	<u>\$ 84,521</u>	<u>\$ 565,564</u>	<u>\$ 87,633</u>
Business - Type Activities:					
IEPA Loan	\$ 237,796	\$ -	\$ 10,136	\$ 227,660	\$ 11,467
Total Business- Type Activities:	<u>\$ 237,796</u>	<u>\$ -</u>	<u>\$ 10,136</u>	<u>\$ 227,660</u>	<u>\$ 11,467</u>

Governmental-type activity long-term debt is comprised of the following:

- Construction Loan, dated April 20, 2021, for \$650,085, was taken out for the purpose of the main street project. The loan has an interest rate of 3.00% and will mature in November 2028. The bond will be repaid out of the TIF Fund. The remaining payment schedule for the loan is as follows:

Fiscal Year	Principal	Interest	Total
2024	\$ 87,633	\$ 16,978	\$ 104,611
2025	90,223	14,388	104,611
2026	92,969	11,642	104,611
2027	95,758	8,853	104,611
2028	98,630	5,981	104,611
2029	100,351	3,030	103,381
	<u>\$ 565,564</u>	<u>\$ 60,872</u>	<u>\$ 626,436</u>

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 12 - Long-Term Debt (Continued)

Business-type activity long-term debt is comprised of the following:

- IL EPA Loan, dated November 15, 2021 of \$419,216, was used to purchase new water meters. The loan has a fixed interest rate of 1.50% per annum due semi-annually on August 17th and February 17th. Principal payment are also due August 17th and February 17th through 2040. The loan is to be paid with water user fees recorded in the Water Fund. \$294,931 of the loan was forgiven by the EPA. Amounts required to be paid for the retirement of principal and interest is as follows:

Fiscal Year Ending June 30,	Business- Type Activities		
	Principal	Interest	Total
2024	\$ 11,467	\$ 3,372	\$ 14,839
2025	11,640	3,199	14,839
2026	11,816	3,024	14,840
2027	11,993	2,847	14,840
2028	12,174	2,666	14,840
2029	12,358	2,482	14,840
2030	12,543	2,297	14,840
2031	12,732	2,108	14,840
2032	12,924	1,916	14,840
2033	13,119	1,721	14,840
2034	13,316	1,524	14,840
2035	13,516	1,323	14,839
2036	13,720	1,119	14,839
2037	13,926	914	14,840
2038	14,137	703	14,840
2039	14,349	490	14,839
2040	14,565	274	14,839
2041	7,365	55	7,420
Total	\$ 227,660	\$ 32,034	\$ 259,694

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 13 - Legal Debt Margin

Taxed Assessed Valuation - 2022 Tax Year		\$ 6,992,054
Statutory Debt Limitation (8.625%)		\$ 603,065
Total Debt:		
Loans	\$ 793,598	
Excludable from Limit:	<u>(227,660)</u>	<u>565,938</u>
Legal Debt Margin		<u><u>\$ 37,127</u></u>

Note 14 - Retirement Benefits

The Village has no retirement obligations, other than the IMRF plan mentioned below, or obligations for vacation, sick pay or back wages. All employees are covered by Social Security and Medicare. The Village also has no liability for any post-retirement benefits other than what is mentioned in the IMRF footnote below.

Note 15 - Pension Plan

Plan Description – The employer’s defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Employer’s plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public 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. The report is available for download at www.imrf.org.

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

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 15 - Pension Plan (Continued)

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 ½ of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms – As of December 31, 2022, the following employees were covered by the benefit terms:

<u>Membership</u>	
Number of	
- Retirees and Beneficiaries	3
- Inactive, Non-Retired Members	5
- Active Members	3
Total	11

Contributions – As set by statute, the Employer’s Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Employer’s annual contribution rate for calendar years 2022 and 2023 were 4.83% and 2.91%, respectively. For the fiscal year ended April 30, 2023, the Employer contributed \$12,988 to the plan. The Employer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability – The Employer’s net pension liability was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions - The following are the methods and assumptions used to determine total pension liability at December 31, 2022. The **actuarial cost method**

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 15 - Pension Plan (Continued)

used was Entry Age Normal. The **asset valuation method** used was Market Value of Assets. The **inflation rate** was assumed to be 2.25%. **Salary increases** were expected to be 2.85-13.75%, including inflation. The **investment rate of return** was assumed to be 7.25%. **Projected retirement age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated of the 2020 valuation according to an experience study from years 2017-2019. For **mortality**, for **non-disabled retirees**, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2000. For **disabled retirees**, the Pub-2010, Amount-Weighted, below-median income, General, and Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For **active members**, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation.

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Portfolio Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Equities	35.5%	6.50%
International Equities	18.0%	7.60%
Fixed Income	25.5%	4.90%
Real Estate	10.5%	6.20%
Alternatives	9.5%	9.90%
Cash Equivalents	1.0%	4.00%
Total	100.0%	

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 contributions 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 (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and 2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 15 - Pension Plan (Continued)

average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 4.05%, and the resulting single discount rate is 7.25%.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2021	\$ 767,600	\$ 953,185	\$ (185,585)
Changes for the year:			
Service Cost	16,801	-	16,801
Interest on the Total Pension Liability	54,581	-	54,581
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	8,370	-	8,370
Changes of Assumptions	-	-	-
Contributions - Employer	-	7,488	(7,488)
Contributions - Employees	-	6,977	(6,977)
Net Investment Income	-	(137,329)	137,329
Benefit Payments, including Refunds of Employee Contributions	(46,306)	(46,306)	-
Other (Net Transfer)	-	197	(197)
Net Changes	33,446	(168,973)	202,419
Balances at December 31, 2022	\$ 801,046	\$ 784,212	\$ 16,834

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% Decrease 6.25%	Current Discount 7.25%	1% Increase 8.25%
Net Pension Liability / (Asset)	\$ 104,832	\$ 16,834	\$ (56,670)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions – For the fiscal year ended April 30, 2023, the Employer recognized a pension income of \$1,260. At April 30, 2023, the Employer reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 15 - Pension Plan (Continued)

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ 5,493	\$ 723
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	164,230	100,580
Total Deferred Amounts to be recognized in pension expense in future periods	<u>169,723</u>	<u>101,303</u>
 Pension Contributions made subsequent to the Measurement Date	 3,815	 -
 Total Deferred Amounts Related to Pensions	 <u>\$ 173,538</u>	 <u>\$ 101,303</u>

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

Year Ending December 31,	Net Deferred Outflows (Inflows) of Resources
2023	\$ (4,372)
2024	12,695
2025	22,856
2026	41,056
2027	-
Thereafter	-
Total	<u>\$ 72,235</u>

Note 16 - Other Post Retirement Benefits Other Than Pensions

The Governmental Accounting Standards Board (GASB) issued Statement No. 75, replacing Statements No. 43 and 45, that establishes generally accepted accounting principles for the annual financial statements for postemployment benefit plans other than pension plans. Health insurance is not available to the Village employees or retirees. The Village does not offer postemployment benefits other than pensions to employees and the disclosure related to GASB Statement No. 75 does not apply to the Village.

VILLAGE OF SHEFFIELD
NOTES TO FINANCIAL STATEMENTS
April 30, 2023

Note 17 - Tax Abatements

The Village enters into property tax abatement agreements with local developers under the state Tax Increment Allocation Redevelopment Act, 65 ILCS 5/11-74.4. The Village has the authority to provide incentives to owners or prospective owners of real property to redevelop, rehabilitate, and/or upgrade such property by reimbursing the owner for certain costs from resulting increases in real estate tax revenues or from other Village revenues. During 2022, the City abated property taxes totaling \$55,850 under this program. The abatement amounted to \$61,485 in the current fiscal year.

Note 18 - Village Board Members

Mayor	Mary Lanham.....	2025
Clerk.....	Adrienne Ries.....	Appointed
Treasurer	Sheila Yepsen.....	Appointed
Trustees:	Jennifer Adams	2025
	.....Annette Carper	2023
	.....David DeVoss	2025
	.....Tim Pratt	2025
	.....William Stier.....	2023
	.....Luke Lanxon	2023

**VILLAGE OF SHEFFIELD
ILLINOIS MUNICIPAL RETIREMENT FUND**

Calendar Year Ending December 31,	Schedule of Changes in the Net Pension Liability and Related Ratios							
	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability								
Service Cost	\$ 16,801	\$ 16,364	\$ 14,816	\$ 16,981	\$ 16,465	\$ 11,284	\$ 10,265	\$ 9,562
Interest on the Total Pension Liability	54,581	53,334	53,235	58,969	45,813	47,178	45,806	41,923
Changes of Benefit Terms	-	-	-	-	-	-	-	-
Difference Between Expected and Actual Experience	8,370	(2,013)	(14,357)	(104,013)	170,047	(24,446)	(22,628)	12,468
Changes of Assumptions	-	-	(2,350)	-	20,759	(24,219)	(746)	748
Benefit Payments, including Refunds of Employee Contributions	(46,306)	(55,085)	(46,436)	(53,443)	(48,193)	(12,989)	(18,455)	(6,481)
Net Change in Total Pension Liability	\$ 33,446	\$ 12,600	\$ 4,908	\$ (81,506)	\$ 204,891	\$ (3,192)	\$ 14,242	\$ 58,220
Total Pension Liability - Beginning	767,600	755,000	750,092	831,598	626,707	629,899	615,657	557,437
Total Pension Liability - Ending (a)	\$ 801,046	\$ 767,600	\$ 755,000	\$ 750,092	\$ 831,598	\$ 626,707	\$ 629,899	\$ 615,657
Plan Fiduciary Net Position								
Contributions - Employer	\$ 7,488	\$ 12,251	\$ 17,793	\$ 4,083	\$ 9,797	\$ 10,549	\$ 7,440	\$ 9,119
Contributions - Employee	6,977	8,095	7,611	6,426	7,549	6,381	5,562	5,110
Net Investment Income	(137,329)	150,734	117,770	151,792	(42,204)	106,620	39,267	3,098
Benefit Payments, including Refunds of Employee Contributions	(46,306)	(55,085)	(46,436)	(53,443)	(48,193)	(12,989)	(18,455)	(6,481)
Other (Net Transfer)	197	(7,818)	(21,771)	(70,104)	64,690	(4,138)	8,412	(35,516)
Net Change in Plan Fiduciary Net Position	(168,973)	108,177	74,967	38,754	(8,361)	106,423	42,226	(24,670)
Plan Fiduciary Net Position - Beginning	953,185	845,008	770,041	731,287	739,648	633,225	590,999	615,669
Plan Fiduciary Net Position - Ending (b)	784,212	953,185	845,008	770,041	731,287	739,648	633,225	590,999
Net Pension Liability / (Asset) - Ending (a)-(b)	16,834	(185,585)	(90,008)	(19,949)	100,311	(112,941)	(3,326)	24,658
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	97.90%	124.18%	111.92%	102.66%	87.94%	118.02%	100.53%	95.99%
Covered Valuation Payroll	\$ 155,054	\$ 179,889	\$ 169,133	\$ 142,797	\$ 167,763	\$ 141,796	\$ 123,605	\$ 113,566
Net Pension Liability as a Percentage of Covered Valuation Payroll	10.86%	-103.17%	-53.22%	-13.97%	59.79%	-79.65%	-2.69%	21.71%

Schedule of Employer Contributions - Most Recent Calendar Years

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2015	\$ 9,119	\$ 9,119	\$ -	\$ 113,566	8.03%
2016	7,441	7,440	1	123,605	6.02%
2017	10,550	10,549	1	141,796	7.44%
2018	9,797	9,797	-	167,763	5.84%
2019	4,084	4,083	1	142,797	2.86%
2020	17,793	17,793	-	169,133	10.52%
2021	12,250	12,251	(1)	179,889	6.81%
2022	7,489	7,488	1	155,054	4.83%

*Estimated based on contribution rate of 4.83% and covered valuation payroll of \$155,054.

Notes to Schedule of Contributions: Actuarially determined contribution rates are calculated as of December 31 each year, which is a 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2020 - 2022 Contribution Rates: Actuarial Cost Method is Aggregate entry age normal. Amortization method is level percentage of payroll, closed. Remaining Amortization Period is 24 year closed period. Asset Valuation Method is 5-year smoothed market; 20% corridor. Wage growth is 3.5%. Price Inflation is 2.50% approximate; No explicit price inflation assumption is used in this valuation. Salary increases are 3.35% - 14.25%, including inflation. Investment Rate of Return is 7.25%. Retirement Age is Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2017 valuation pursuant to an experience study of the period 2014 to 2016. Mortality is based on specific mortality table was used with fully generational projection scale MP-2017 (base year 2015) with specific rates developed for non-disabled retirees, disabled retirees, and active members. The IMRF specific rates were developed from the RP-2014 Blue Collar Annuitant Mortality Table (non-disabled retirees), RP-2014 Disabled Retirees Mortality Table, and RP-2014 Employee Mortality Table (active members). Other Information: There were no benefit changes during the year.

Notes to Schedule: These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10 year trend is compiled, information is presented for those years or which information is available.

VILLAGE OF SHEFFIELD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
Year Ended April 30, 2023

	<u>Ist & Final</u>	<u>Actual</u>	<u>Over/Under</u> <u>Budget</u>	<u>Actual</u>
	<u>Budgeted</u> <u>Revenues &</u> <u>Expenditures</u>	<u>Budgetary</u> <u>Basis</u>	<u>Budgetary</u> <u>Basis</u>	<u>GAAP</u> <u>Basis</u>
<u>REVENUES</u>				
Property Tax	\$ 91,619	\$ 101,204	\$ 9,585	\$ 101,204
Replacement Tax	19,025	24,941	5,916	24,941
Sales Tax	121,853	84,780	(37,073)	84,506
Use Tax	-	33,431	33,431	33,467
Cannabis Use Tax	1,378	1,293	(85)	1,293
Video Gaming Tax	3,943	7,404	3,461	7,566
Telecommunications Tax	1,857	1,754	(103)	1,754
Income Tax	126,849	132,656	5,807	132,656
Fines and Fees	6,700	6,059	(641)	6,059
Donations	6,000	2,781	(3,219)	2,781
Garbage Charges	73,878	53,588	(20,290)	53,588
Garbage Vehicle Charges	-	993	993	993
Cemetery Revenue	8,655	4,450	(4,205)	4,450
Rental Revenue	1,425	3,425	2,000	3,425
License and Permits	2,475	3,985	1,510	3,985
ICC & Iowa Interstate Railroad	158,800	155,350	(3,450)	155,350
State Grants	-	58,271	58,271	58,271
Interest	2,065	4,159	2,094	4,159
Insurance Claim	-	5,236	5,236	5,236
Sale of Assets	8,500	11,455	2,955	11,455
Other Revenue	2,000	1,540	(460)	1,540
Total Revenues	\$ 637,022	\$ 698,755	\$ 61,733	\$ 698,679
<u>EXPENDITURES</u>				
Officers' Salaries				
President	\$ 1,400	\$ 1,000	\$ 400	\$ 1,000
Clerk	30,000	16,484	13,516	16,508
Treasurer	1,000	597	403	597
Trustees	4,000	1,280	2,720	1,280
Total Officers' Salaries	\$ 36,400	\$ 19,361	\$ 17,039	\$ 19,385
Administrative Expenditures:				
Admin Salaries	\$ 15,000	\$ 21,580	\$ (6,580)	\$ 21,957
Retirement Contribution	20,000	12,988	7,012	12,988
Social Security/Medicare	20,000	14,650	5,350	14,694
Reimbursements to the Library Fund	-	-	-	-
Unemployment Insurance	20,000	518	19,482	518
Health Saving Contributions	7,000	-	7,000	-
Audit	10,000	9,600	400	9,600
Maintenance Services	5,000	-	5,000	-
Legal and Professional Services	28,000	1,168	26,832	1,245
Postage	2,500	-	2,500	-
Telephone/Cable/Internet	2,000	523	1,477	754
Publishing/Printing/Advertising	3,800	258	3,542	308
Dues/Fees	1,000	93	907	93
Insurance	20,000	11,375	8,625	11,375
Office Supplies	5,000	9,871	(4,871)	12,450
Community Relations	5,000	-	5,000	-
Travel	500	-	500	-
Animal Control	2,000	-	2,000	-
Miscellaneous	3,000	2,732	268	2,732
Total Administrative	\$ 169,800	\$ 85,356	\$ 84,444	\$ 88,714
Public Buildings and Grounds:				
Salaries	\$ 61,000	\$ 35,638	\$ 25,362	\$ 35,480
Maintenance Services	28,000	28,998	(998)	29,417
Tree Removal	22,000	14,340	7,660	14,340
Utilities	25,000	10,608	14,392	11,913
Rentals	6,000	-	6,000	-
Maintenance and Operating Supplies	9,000	785	8,215	-
Capital Outlay	235,000	27,958	207,042	32,198
Miscellaneous	7,000	1,245	5,755	1,245
Total Public Buildings and Grounds	\$ 393,000	\$ 119,572	\$ 273,428	\$ 124,593

VILLAGE OF SHEFFIELD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
Year Ended April 30, 2023

	<u>1st & Final</u> <u>Budgeted</u> <u>Revenues &</u> <u>Expenditures</u>	<u>Actual</u> <u>Budgetary</u> <u>Basis</u>	<u>Over/Under</u> <u>Budget</u> <u>Budgetary</u> <u>Basis</u>	<u>Actual</u> <u>GAAP</u> <u>Basis</u>
EXPENDITURES (Continued)				
Public Safety:				
Salaries	\$ 25,000	\$ 2,210	\$ 22,790	\$ 1,968
Uniforms	2,000	-	2,000	-
Maintenance Services	1,500	4,893	(3,393)	4,893
Professional Fees	1,000	-	1,000	-
Dues/Fees	800	-	800	-
Telephone/Internet	1,500	1,515	(15)	1,515
Travel	1,000	-	1,000	-
Training	1,500	70	1,430	70
Operating Supplies	1,000	44	956	75
Vehicle Expenditures	4,000	6,064	(2,064)	6,064
Capital Outlay	20,000	13,279	6,721	13,279
Miscellaneous	-	4,189	(4,189)	4,189
Total Public Safety	<u>\$ 59,300</u>	<u>\$ 32,264</u>	<u>\$ 27,036</u>	<u>\$ 32,053</u>
Streets and Alleys				
Salaries	\$ 40,000	\$ 3,543	\$ 36,457	\$ 3,537
Maintenance Services	20,000	16,681	3,319	22,971
Street Lighting/Utilities	9,000	6,790	2,210	6,036
Operating Supplies	3,000	-	3,000	-
Vehicle Expenditures	15,000	4,573	10,427	4,283
Equipment	40,000	-	40,000	-
Miscellaneous	1,000	1,047	(47)	1,047
Total Streets and Alleys	<u>\$ 128,000</u>	<u>\$ 32,634</u>	<u>\$ 95,366</u>	<u>\$ 37,874</u>
Garbage				
Salaries	\$ 5,000	\$ 1,748	\$ 3,252	\$ 1,786
Maintenance Services	120,000	185	119,815	185
Landfill Charges	-	81,400	(81,400)	80,600
Fuel	-	-	-	883
Operating Supplies	3,000	-	3,000	-
Capital Outlay	40,000	-	40,000	-
Miscellaneous	11,500	(6,301)	17,801	277
Total Garbage	<u>\$ 179,500</u>	<u>\$ 77,032</u>	<u>\$ 102,468</u>	<u>\$ 83,731</u>
Culture and Recreation				
Professional Services	\$ 5,000	\$ -	\$ 5,000	\$ -
Total Public Health and Welfare	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ -</u>
Public Health and Welfare				
Civil Defense Director's Salary	\$ 1,000	\$ -	\$ 1,000	\$ -
Total Public Health and Welfare	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ -</u>
Cemetery				
Salaries	\$ 18,000	\$ 9,792	\$ 8,208	\$ 10,212
Maintenance Services	3,000	-	3,000	-
Rentals	1,000	-	1,000	-
Supplies	8,000	-	8,000	-
Fuel	3,000	-	3,000	-
Equipment	18,000	-	18,000	-
Total Cemetery	<u>\$ 51,000</u>	<u>\$ 9,792</u>	<u>\$ 41,208</u>	<u>\$ 10,212</u>
Debt Service				
Principal	\$ 10,000	\$ -	\$ 10,000	\$ -
Interest	2,000	-	2,000	-
Total Debt Service	<u>\$ 12,000</u>	<u>\$ -</u>	<u>\$ 12,000</u>	<u>\$ -</u>
Total General Fund Expenditures	<u>\$ 1,035,000</u>	<u>\$ 376,011</u>	<u>\$ 658,989</u>	<u>\$ 396,562</u>
Excess (Deficiency)	<u>(397,978)</u>	<u>322,744</u>	<u>720,722</u>	<u>302,117</u>
Revenues over Expenditures	<u>(397,978)</u>	<u>322,744</u>	<u>720,722</u>	<u>302,117</u>
Other Sources (Uses)	<u>-</u>	<u>76,562</u>	<u>76,562</u>	<u>6,400</u>
Transfer In (Out)	<u>\$ -</u>	<u>\$ 76,562</u>	<u>\$ 76,562</u>	<u>\$ 6,400</u>
Change in Fund Balance	<u>\$ (397,978)</u>	<u>\$ 399,306</u>	<u>\$ 797,284</u>	<u>\$ 308,517</u>
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>579,796</u>
Fund Balance, End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 888,313</u>

See accompanying note to budgetary comparison schedules.

VILLAGE OF SHEFFIELD
 BUDGETARY COMPARISON SCHEDULE
 ALL SPECIAL REVENUE FUNDS
 Year Ended April 30, 2023

MOTOR FUEL TAX FUND

	<u>1st & Final</u>	<u>Actual</u>	<u>Over/Under</u>	<u>Actual</u>
	<u>Budgeted</u>		<u>Budget</u>	
<u>REVENUES</u>	<u>Revenues & Expenditures</u>	<u>Budgetary Basis</u>	<u>Budgetary Basis</u>	<u>GAAP Basis</u>
Motor Fuel Tax	\$ 57,200	\$ 19,705	\$ (37,495)	\$ 19,454
Transportation Renewal Tax	-	15,419	15,419	15,480
Rebuild Illinois Grant	-	10,171	10,171	10,171
Interest Earned	100	70	(30)	70
Total Revenues	\$ 57,300	\$ 45,365	\$ (11,935)	\$ 45,175
<u>EXPENDITURES</u>				
Maintenance and Repairs	\$ 120,000	\$ 95,357	\$ 24,643	\$ 95,357
Engineering Services	15,000	8,728	6,272	8,728
Rentals	5,000	-	5,000	-
Publishing	1,000	-	1,000	-
Total Expenditures	\$ 141,000	\$ 104,085	\$ 36,915	\$ 104,085
Change in Fund Balance	\$ (83,700)	\$ (58,720)	\$ 24,980	\$ (58,910)
Fund Balance, Beginning of Year				107,794
Fund Balance, End of Year				\$ 48,884

TIF FUND

<u>REVENUES</u>				
Property Tax	\$ 272,103	\$ 266,978	\$ (5,125)	\$ 266,978
Interest	300	417	117	417
Total Revenues	\$ 272,403	\$ 267,395	\$ (5,008)	\$ 267,395
<u>EXPENDITURES</u>				
Engineering	\$ 30,000	\$ -	\$ 30,000	\$ -
Legal Services	-	1,414	(1,414)	1,414
Other Services	10,000	7,227	2,773	7,227
Publishing	2,000	-	2,000	-
Principal	120,000	84,521	35,479	84,521
Interest	25,000	20,090	4,910	20,090
Intergovernmental Obligation	75,000	61,485	13,515	61,485
Miscellaneous	15,000	4,857	10,143	4,857
Capital Outlay	100,000	-	100,000	-
Total Expenditures	\$ 377,000	\$ 179,594	\$ 197,406	\$ 179,594
Excess (Deficiency)				
Revenues over Expenditures	(104,597)	87,801	192,398	87,801
Other Sources (Uses)				
Transfer In (Out)	\$ -	\$ -	\$ -	\$ -
Change in Fund Balance	\$ (104,597)	\$ 87,801	\$ 192,398	\$ 87,801
Fund Balance, Beginning of Year				41,117
Fund Balance, End of Year				\$ 128,918

See accompanying note to budgetary comparison schedules.

**VILLAGE OF SHEFFIELD
BUDGETARY COMPARISON SCHEDULE
ALL SPECIAL REVENUE FUNDS
Year Ended April 30, 2023**

<u>LIBRARY FUND</u>				
	<u>1st & Final Budgeted Revenues & Expenditures</u>	<u>Actual Budgetary Basis</u>	<u>Over/Under Budget Budgetary Basis</u>	<u>Actual GAAP Basis</u>
<u>REVENUES</u>				
Property Tax	\$ 26,362	\$ 26,286	\$ (76)	\$ 26,286
Fees and Per Capita Grant	1,200	2,416	1,216	2,416
Reimbursements	-	3,500	3,500	3,500
Interest	10	43	33	43
Miscellaneous	1,675	2,532	857	2,532
Total Revenues	\$ 29,247	\$ 34,777	\$ 4,673	\$ 34,777
<u>EXPENDITURES</u>				
Salaries	\$ 25,000	\$ 18,793	\$ 6,207	\$ 18,793
Payroll Taxes	3,300	1,691	1,609	1,691
Books and Periodicals	6,800	3,676	3,124	3,676
Audio/Visual & Comp Program	5,000	358	4,642	358
Insurance	500	-	500	-
Dues & Travel	2,600	-	2,600	-
Office Supplies	1,200	815	385	815
Utilities	7,000	6,033	967	6,033
Maintenance	1,000	4,221	(3,221)	4,221
Memorials	-	1,000	(1,000)	1,000
Miscellaneous	2,000	2,580	(580)	2,580
Total Expenditures	\$ 54,400	\$ 39,167	\$ 15,233	\$ 39,167
Change in Fund Balance	\$ (25,153)	\$ (4,390)	\$ 19,906	\$ (4,390)
Fund Balance, Beginning of Year				38,759
Fund Balance, End of Year				\$ 34,369
<u>PLAYGROUND FUND</u>				
<u>REVENUES</u>				
Donations	\$ 5,000	\$ 8,775	\$ 3,775	\$ 8,775
Interest Earned	10	139	129	139
Total Revenues	\$ 5,010	\$ 8,914	\$ 3,904	\$ 8,914
<u>EXPENDITURES</u>				
Repairs & Maintenance	\$ -	\$ 70	\$ (70)	\$ 70
Capital Outlay	20,000	7,121	12,879	7,121
Total Expenditures	\$ 20,000	\$ 7,191	\$ 12,809	\$ 7,191
Change in Fund Balance	\$ (14,990)	\$ 1,723	\$ 16,713	\$ 1,723
Fund Balance, Beginning of Year				3,825
Fund Balance, End of Year				\$ 5,548

See accompanying note to budgetary comparison schedules.

VILLAGE OF SHEFFIELD, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO BUDGETARY COMPARISON SCHEDULES
Year Ended April 30, 2023

Note A - **Budget to Actual Reconciliation**

An explanation of the difference between budgetary cash basis revenues and expenditures and revenues and expenditures determined in accordance with generally accepted accounting principles follows:

	General Fund	Special Revenue Funds
Budgetary Basis Revenue (inflow)	\$ 698,755	\$ 356,451
Differences - budget to GAAP:		
Change in accounts receivable	(76)	(190)
Total revenue (GAAP basis) as reported on statement of revenues, expenditures, and fund balances - governmental funds (Statement 4)	\$ 698,679	\$ 356,261
Budgetary Basis Expenditures (outflows)	\$ 376,011	\$ 330,037
(Increase) Decrease in Interfund Receivables & Payables	-	-
Increase (Decrease) in Payroll Payables	497	-
Increase (Decrease) in Accounts Payable	20,054	-
Total expenditures (Statement 4)	\$ 396,562	\$ 330,037

Note B - **Budgetary Process**

The budget is adopted in the first quarter of the fiscal year as the appropriation ordinance. The budget was adopted on July 11, 2022 and all appropriations lapse at year-end. More information is available Note 1(F) to the financial statements.

Note C - **Expenditures in Excess of Appropriations**

Expenditures did not exceed appropriations in any Fund. Expenditures in excess of appropriations is in violation of state statutes.

**VILLAGE OF SHEFFIELD
BUDGETARY COMPARISON SCHEDULE
PERMANENT FUND
Year Ended April 30, 2023**

CEMETERY PERPETUAL CARE FUND

REVENUES

Cemetery Revenue	\$ -	\$ 150	\$ 150	\$ 150
Interest	-	66	66	66
Total Revenues	<u>\$ -</u>	<u>\$ 216</u>	<u>\$ 216</u>	<u>\$ 216</u>

EXPENDITURES

Maintenance Supplies	\$ 15,000	\$ 8,343	\$ 6,657	\$ 8,343
Capital Outlay	30,000	-	30,000	-
Total Expenditures	<u>\$ 45,000</u>	<u>\$ 8,343</u>	<u>\$ 36,657</u>	<u>\$ 8,343</u>

Change in Fund Balance	<u>\$ (45,000)</u>	<u>\$ (8,127)</u>	<u>\$ 36,873</u>	<u>\$ (8,127)</u>
Fund Balance, Beginning of Year				<u>52,123</u>
Fund Balance, End of Year				<u><u>\$ 43,996</u></u>

VILLAGE OF SHEFFIELD
BUDGETARY COMPARISON SCHEDULE
ALL PROPRIETARY FUNDS
Year Ended April 30, 2023

	<u>WATER FUND</u>			
	<u>1st & Final</u>	<u>Actual</u>	<u>Over/Under</u>	<u>Actual</u>
	<u>Budgeted</u>	<u>Budgetary</u>	<u>Budgetary</u>	<u>GAAP</u>
<u>OPERATING REVENUES</u>	<u>Revenues & Expenditures</u>	<u>Basis</u>	<u>Basis</u>	<u>Basis</u>
User Fees	\$ 162,722	\$ 153,118	\$ (9,604)	\$ 157,730
Other Income	-	102	102	102
Total Revenues	\$ 162,722	\$ 153,220	\$ (9,502)	\$ 157,832
<u>OPERATING EXPENSES</u>				
Salaries	\$ 60,000	\$ 49,535	\$ 10,465	\$ 49,581
Insurance	20,000	11,375	8,625	11,375
Utilities	15,000	19,217	(4,217)	19,278
Advertising/Publishing	-	533	(533)	433
Repair and Maintenance	50,000	5,141	44,859	5,335
Engineering and Other Professional Services	55,000	7,387	47,613	7,387
Postage	2,000	904	1,096	904
Fees	2,000	570	1,430	570
Supplies	13,000	12,690	310	13,149
Office Expense	2,000	3,120	(1,120)	3,120
Testing	1,000	5,960	(4,960)	6,778
Training	1,000	-	1,000	-
Depreciation	29,000	-	29,000	71,263
Miscellaneous	42,000	8,396	33,604	8,344
Capital Outlay	282,500	-	282,500	-
Total Expenses	\$ 574,500	\$ 124,828	\$ 449,672	\$ 197,517
Net Operating Income (Loss)	\$ (411,778)	\$ 28,392	\$ 440,170	\$ (39,685)
<u>NON-OPERATING REVENUE (EXPENSES)</u>				
Interest Revenue	\$ 200	\$ 272	\$ 72	\$ 272
Principal Payments on Debt	(10,000)	(10,136)	(136)	-
Interest Expense	(3,100)	(3,172)	(72)	(3,172)
Transfer In (Out)	-	(43,974)	(43,974)	(3,200)
Total Non-Operating Revenue (Expenses)	\$ (12,900)	\$ (57,010)	\$ (44,110)	\$ (6,100)
Change in Net Position	\$ (424,678)	\$ (28,618)	\$ 396,060	\$ (45,785)
Net Position, Beginning of Year				1,091,113
Net Position, End of Year				\$ 1,045,328

VILLAGE OF SHEFFIELD
BUDGETARY COMPARISON SCHEDULE
ALL PROPRIETARY FUNDS
Year Ended April 30, 2023

	<u>SEWER FUND</u>			
	<u>1st & Final</u>	<u>Actual</u>	<u>Over/Under</u>	<u>Actual</u>
	<u>Budgeted</u>	<u>Budgetary</u>	<u>Budget</u>	<u>GAAP</u>
<u>OPERATING REVENUES</u>	<u>Revenues & Expenditures</u>	<u>Basis</u>	<u>Basis</u>	<u>Basis</u>
User Fees	\$ 117,043	\$ 117,485	\$ 442	\$ 120,964
Total Revenues	\$ 117,043	\$ 117,485	\$ 442	\$ 120,964
 <u>OPERATING EXPENSES</u>				
Salaries	\$ 40,000	\$ 38,448	\$ 1,552	\$ 38,526
Insurance	20,000	11,375	8,625	11,375
Utilities	14,000	20,154	(6,154)	20,944
Telephone	-	492	(492)	430
Repairs and Maintenance	13,000	35,248	(22,248)	37,454
Professional Services	40,000	3,627	36,373	3,627
Engineering Services	30,000	56,435	(26,435)	56,435
Postage	1,000	-	1,000	-
Fees	8,500	2,737	5,763	2,737
Office Expense	2,000	2,781	(781)	2,781
Advertising & Publication	-	-	-	-
Supplies	2,000	5,519	(3,519)	1,458
Testing	-	4,370	(4,370)	4,273
Depreciation	62,000	-	62,000	67,655
Capital Outlay	900,000	-	900,000	-
Miscellaneous	11,000	8,924	2,076	9,742
Total Expenses	\$ 1,143,500	\$ 190,110	\$ 953,390	\$ 257,437
Net Operating Income (Loss)	\$ (1,026,457)	\$ (72,625)	\$ 953,832	\$ (136,473)
 <u>NON-OPERATING REVENUE (EXPENSES)</u>				
Interest Revenue	\$ 200	\$ 99	\$ (101)	\$ 99
Principal on Long-Term Debt	(10,500)	-	10,500	-
Interest Expense	(1,500)	-	1,500	-
Grant Revenues	550,000	-	(550,000)	-
Transfer In (Out)	-	(32,588)	(32,588)	(3,200)
Total Non-Operating Revenue (Expenses)	\$ 538,200	\$ (32,489)	\$ 11,899	\$ (3,101)
Change in Net Position	\$ (488,257)	\$ (105,114)	\$ 965,731	\$ (139,574)
Net Position, Beginning of Year				1,626,254
Net Position, End of Year				\$ 1,486,680

VILLAGE OF SHEFFIELD
COMPARATIVE SCHEDULE OF REVENUES AND
EXPENDITURES -- GAAP BASIS -- ALL FUNDS
Years Ended April 30, 2023, 2022, 2021, and 2020

<u>GENERAL FUND</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>REVENUES</u>				
Property Tax	\$ 101,204	\$ 99,694	\$ 98,630	\$ 101,999
Replacement Tax	24,941	19,025	8,184	8,680
Sales Tax	84,506	89,511	59,570	59,288
Use Tax	33,467	33,748	41,507	32,018
Cannabis Use Tax	1,293	1,378	757	152
Video Gaming Tax	7,566	4,133	2,955	4,499
Telecommunications Tax	1,754	1,834	2,077	2,227
Income Tax	132,656	126,849	106,154	100,364
Fines and Fees	6,059	6,557	7,677	6,982
Donations	2,781	1,592	2,525	2,973
Garbage Charges	53,588	50,296	46,361	50,493
Garbage Vehicle Charges	993	5,257	5,246	5,222
Cemetery Revenue	4,450	8,655	2,175	4,850
Rental Revenue	3,425	1,425	25	1,425
License and Permits	3,985	825	4,778	1,300
Mowing Revenue	-	-	-	-
State Grants	58,271	73,688	38,200	-
Sale of Assets	11,455	-	5,361	-
Interest	4,159	1,290	1,194	1,076
Insurance Claim	5,236	-	-	-
Other Revenue	156,890	2,122	-	3,370
Total Revenues	\$ 698,679	\$ 527,879	\$ 433,376	\$ 386,918
<u>EXPENDITURES</u>				
Officers' Salaries				
President	\$ 1,000	\$ 1,000	\$ 1,000	\$ 500
Clerk	16,508	14,816	13,425	26,263
Treasurer	597	588	540	506
Trustees	1,280	1,680	1,300	1,160
Total Officers' Salaries	\$ 19,385	\$ 18,084	\$ 16,265	\$ 28,429
Administrative Expenditures:				
Admin Salaries	\$ 15,655	\$ 20,140	\$ 24,675	\$ 33,427
Retirement Contribution	12,988	16,989	16,106	6,917
Social Security/Medicare	19,248	20,649	16,672	15,202
Reimbursements to the Library Fund	-	1,106	971	1,425
Unemployment Insurance	518	536	508	4,192
Audit	9,600	9,600	9,000	9,000
Legal and Professional Services	1,245	1,040	9,399	6,641
Postage	-	-	-	-
Telephone/Cable/Internet	754	401	8	737
Publishing/Advertising	308	417	286	266
Dues/Fees	93	1,470	93	143
Insurance	11,375	11,263	11,263	11,319
Office Supplies	12,450	7,688	5,491	4,158
Community Relations	-	93	1,696	3,717
Miscellaneous	2,732	1,090	1,073	1,482
Total Administrative	\$ 86,966	\$ 92,482	\$ 97,241	\$ 98,626
Public Buildings and Grounds:				
Salaries	\$ 35,480	\$ 27,837	\$ 29,123	\$ 24,171
Maintenance Services	29,417	30,926	12,848	23,547
Tree Removal	16,088	19,393	12,705	16,016
Utilities	11,913	11,190	12,556	12,651
Rentals	-	-	-	2,485
Maintenance and Operating Supplies	-	9,986	11,860	2,384
Building Permit	-	-	38,500	-
Capital Outlay	32,198	4,156	52,862	15,628
Miscellaneous	1,245	5,948	-	4,300
Total Public Buildings and Grounds	\$ 126,341	\$ 109,436	\$ 170,454	\$ 101,182

VILLAGE OF SHEFFIELD
COMPARATIVE SCHEDULE OF REVENUES AND
EXPENDITURES -- GAAP BASIS -- ALL FUNDS
Years Ended April 30, 2023, 2022, 2021, and 2020

<u>GENERAL FUND (continued)</u> <u>EXPENDITURES (Continued)</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Public Safety:				
Salaries	\$ 1,968	\$ 6,994	\$ 13,991	\$ 12,843
Uniforms	-	95	216	-
Maintenance Services	4,893	11,599	5,708	699
Dues/Fees	-	-	350	269
Telephone/Internet	1,515	1,476	1,366	1,430
Training	70	70	75	279
Operating Supplies	75	3,106	2,713	1,844
Vehicle Expenditures	6,064	-	2,399	722
Capital Outlay	13,279	16,313	-	-
Miscellaneous	4,189	3,436	-	-
Total Public Safety	<u>\$ 32,053</u>	<u>\$ 43,089</u>	<u>\$ 26,818</u>	<u>\$ 18,086</u>
Streets and Alleys				
Salaries	\$ 3,537	\$ 10,605	\$ 5,461	\$ 7,434
Maintenance Services	19,909	15,760	1,199	8,596
Engineering	-	-	-	6,634
Street Lighting/Utilities	6,036	5,890	4,316	5,299
Operating Supplies	-	7,338	-	-
Vehicle Expenditures	4,283	9,683	5,808	8,321
Capital Outlay	-	-	-	28,411
Miscellaneous	4,109	1,300	1,083	113
Total Streets and Alleys	<u>\$ 37,874</u>	<u>\$ 50,576</u>	<u>\$ 17,867</u>	<u>\$ 64,808</u>
Garbage				
Salaries	\$ 1,786	\$ 15,288	\$ 14,425	\$ 9,348
Maintenance Services	185	1,875	4,388	910
Landfill Charges	80,600	17,389	14,176	19,385
Fuel	883	3,007	9,142	2,907
Operating Supplies	-	-	-	4,210
Capital Outlay	-	29,478	-	-
Miscellaneous	277	861	769	-
Total Garbage	<u>\$ 83,731</u>	<u>\$ 67,898</u>	<u>\$ 42,900</u>	<u>\$ 36,760</u>
Culture and Recreation				
Professional Services	\$ -	\$ -	\$ -	\$ 1,325
Total Public Health and Welfare	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,325</u>
Public Health and Welfare				
Civil Defense Director's Salary	\$ -	\$ -	\$ -	\$ -
Total Public Health and Welfare	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Cemetery				
Salaries	\$ 10,212	\$ 9,087	\$ 6,918	\$ 8,742
Maintenance Services	-	-	-	-
Supplies	-	680	3,997	12
Total Cemetery	<u>\$ 10,212</u>	<u>\$ 9,767</u>	<u>\$ 10,915</u>	<u>\$ 8,754</u>
Debt Service				
Principal	\$ -	\$ -	\$ -	\$ -
Interest	-	-	-	-
Total Public Health and Welfare	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total General Fund Expenditures	<u>\$ 396,562</u>	<u>\$ 391,332</u>	<u>\$ 382,460</u>	<u>\$ 357,970</u>
Excess (Deficiency)				
Revenues over Expenditures	302,117	136,547	50,916	28,948
Other Sources (Uses)				
Transfer In (Out)	<u>\$ 6,400</u>	<u>\$ 6,400</u>	<u>\$ 6,000</u>	<u>\$ 6,000</u>
Change in Fund Balance	<u>\$ 308,517</u>	<u>\$ 142,947</u>	<u>\$ 56,916</u>	<u>\$ 34,948</u>

VILLAGE OF SHEFFIELD
COMPARATIVE SCHEDULE OF REVENUES AND
EXPENDITURES -- GAAP BASIS -- ALL FUNDS
Years Ended April 30, 2023, 2022, 2021, and 2020

<u>MOTOR FUEL TAX FUND</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>REVENUES</u>				
Motor Fuel Tax	\$ 19,454	\$ 21,333	\$ 18,775	\$ 22,690
Transportation Renewal Tax	15,480	15,582	14,380	11,481
Rebuild Illinois Grant	10,171	20,342	30,514	-
Interest Earned	70	94	75	75
Total Revenues	\$ 45,175	\$ 57,351	\$ 63,744	\$ 34,246
<u>EXPENDITURES</u>				
Maintenance and Repairs	\$ 95,357	\$ 23,003	\$ 60,143	\$ 19,014
Engineering	8,728	7,429	5,947	-
Total Expenditures	\$ 104,085	\$ 30,432	\$ 66,090	\$ 19,014
Change in Fund Balance	\$ (58,910)	\$ 26,919	\$ (2,346)	\$ 15,232
<u>TIF FUND</u>				
<u>REVENUES</u>				
Property Tax	\$ 266,978	\$ 241,362	\$ 206,899	\$ 147,535
Interest	417	266	496	107
Total Revenues	\$ 267,395	\$ 241,628	\$ 207,395	\$ 147,642
<u>EXPENDITURES</u>				
Professional Fees	\$ -	\$ 11,280	\$ 194	\$ 8,818
Legal & Professional Services	8,641	5,527	8,342	1,173
Office Supplies	-	-	85	59
Publishing	-	86	75	119
Principal	84,147	-	-	-
Interest	20,464	6,423	-	-
Intergovernmental Obligation	61,485	55,850	48,268	24,208
Capital Outlay	-	796,316	180,676	-
Miscellaneous	4,857	800	-	-
Total Expenditures	\$ 179,594	\$ 876,282	\$ 237,640	\$ 34,377
Excess (Deficiency) Revenues over Expenditures	\$ 87,801	\$ (634,654)	\$ (30,245)	\$ 113,265
Loan Proceeds	-	444,000	-	-
Change in Fund Balance	\$ 87,801	\$ (190,654)	\$ (30,245)	\$ 113,265
<u>PLAYGROUND FUND</u>				
<u>REVENUES</u>				
Donations	\$ 8,775	\$ 200	\$ 2,686	\$ 3,689
Interest Earned	139	4	2	1
Total Revenues	\$ 8,914	\$ 204	\$ 2,688	\$ 3,690
<u>EXPENDITURES</u>				
Repairs & Maintenance	\$ 70	\$ 204	\$ 595	\$ 609
Capital Outlay	7,121	-	-	2,477
Total Expenditures	\$ 7,191	\$ 204	\$ 595	\$ 3,086
Change in Fund Balance	\$ 1,723	\$ -	\$ 2,093	\$ 604

VILLAGE OF SHEFFIELD
COMPARATIVE SCHEDULE OF REVENUES AND
EXPENDITURES -- GAAP BASIS -- ALL FUNDS
Years Ended April 30, 2023, 2022, 2021, and 2020

<u>LIBRARY FUND</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>REVENUES</u>				
Property Tax	\$ 26,286	\$ 26,142	\$ 26,515	\$ 26,792
Fees and Per Capita Grant	2,416	3,770	1,800	1,293
Reimbursements	3,500	1,106	971	1,425
Interest	43	56	170	198
Miscellaneous	2,532	47	546	361
Total Revenues	\$ 34,777	\$ 31,121	\$ 30,002	\$ 30,069
<u>EXPENDITURES</u>				
Salaries	\$ 18,793	\$ 17,425	\$ 12,486	\$ 17,788
Payroll Taxes	1,691	1,106	971	1,447
Books and Periodicals	3,676	3,617	2,344	3,901
Audio/Visual & Comp Program	358	1,802	1,103	206
Insurance	-	2,049	1,689	1,748
Dues & Travel	-	-	1,524	1,487
Office Supplies	815	357	852	164
Utilities	6,033	5,573	4,602	4,645
Maintenance	4,221	1,181	-	1,666
Memorials	1,000	-	-	2,900
Miscellaneous	2,580	279	416	937
Total Expenditures	\$ 39,167	\$ 33,389	\$ 25,987	\$ 36,889
Change in Fund Balance	\$ (4,390)	\$ (2,268)	\$ 4,015	\$ (6,820)
<u>CEMETARY PERPETAL CARE FUND</u>				
<u>REVENUES</u>				
Cemetery Revenue	\$ 150	\$ 600	\$ 1,025	\$ 150
Interest	66	69	68	68
Total Revenues	\$ 216	\$ 669	\$ 1,093	\$ 218
<u>EXPENDITURES</u>				
Maintenance Supplies	\$ 8,343	\$ 1,145	\$ 1,000	\$ -
Total Expenditures	\$ 8,343	\$ 1,145	\$ 1,000	\$ -
Change in Fund Balance	\$ (8,127)	\$ (476)	\$ 93	\$ 218

VILLAGE OF SHEFFIELD
COMPARATIVE SCHEDULE OF REVENUES AND
EXPENDITURES -- GAAP BASIS -- ALL FUNDS
Years Ended April 30, 2023, 2022, 2021, and 2020

<u>WATER FUND</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>OPERATING REVENUES</u>				
User Fees	\$ 157,730	\$ 178,782	\$ 142,542	\$ 123,668
Other Income	102	-	-	-
Total Revenues	\$ 157,832	\$ 178,782	\$ 142,542	\$ 123,668
<u>OPERATING EXPENSES</u>				
Salaries	\$ 49,581	\$ 51,368	\$ 60,789	\$ 31,114
Insurance	11,375	11,263	11,263	11,319
Utilities	19,278	12,027	12,506	11,842
Advertising/Publishing	433	387	503	1,445
Repair and Maintenance	5,335	34,319	22,954	10,263
Engineering and Other Professional Services	7,387	13,881	3,338	12,630
Postage	904	524	649	509
Fees	570	2,166	1,136	344
Supplies	13,149	9,101	3,473	5,620
Office Expense	3,120	2,356	1,223	428
Telephone	-	-	-	7,749
Travel	6,778	-	-	204
Training	-	-	93	450
Depreciation	71,263	71,263	59,474	30,849
Miscellaneous	8,344	223	-	35
Total Expenses	\$ 197,517	\$ 208,878	\$ 177,401	\$ 124,801
Net Operating Income (Loss)	\$ (39,685)	\$ (30,096)	\$ (34,859)	\$ (1,133)
<u>NON-OPERATING REVENUE (EXPENSES)</u>				
Interest Revenue	\$ 272	\$ 168	\$ 137	\$ 190
Interest Expense	(3,172)	(2,871)	(26)	-
Loan Forgiveness	-	-	294,931	-
OSF Reimbursement	-	41,769	-	-
Bond Fees	-	-	(6,463)	-
Transfer In (Out)	(3,200)	(3,200)	51,341	(3,000)
Total Non-Operating Revenue (Expenses)	\$ (6,100)	\$ 35,866	\$ 339,920	\$ (2,810)
Change in Net Position	\$ (45,785)	\$ 5,770	\$ 305,061	\$ (3,943)

VILLAGE OF SHEFFIELD
COMPARATIVE SCHEDULE OF REVENUES AND
EXPENDITURES -- GAAP BASIS -- ALL FUNDS
Years Ended April 30, 2023, 2022, 2021, and 2020

<u>SEWER FUND</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>OPERATING REVENUES</u>				
User Fees	\$ 120,964	\$ 116,039	\$ 119,749	\$ 107,322
Total Revenues	\$ 120,964	\$ 116,039	\$ 119,749	\$ 107,322
<u>OPERATING EXPENSES</u>				
Salaries	\$ 38,526	\$ 37,702	\$ 34,781	\$ 24,164
Insurance	11,375	11,263	11,263	11,319
Utilities	20,944	11,713	10,557	10,079
Telephone	430	407	298	431
Repairs and Maintenance	37,454	25,391	9,954	12,425
Professional Services	3,627	693	2,497	336
Engineering Services	56,435	8,498	39,827	12,474
Fees	2,737	2,796	2,832	2,819
Testing	4,273	4,709	5,084	6,033
Office Expense	2,781	2,804	2,145	1,099
Advertising & Publication	-	61	46	709
Supplies	1,458	7,375	210	1,985
Depreciation	67,655	67,655	67,298	68,488
Miscellaneous	9,742	114	15	43
Total Expenses	\$ 257,437	\$ 181,181	\$ 186,807	\$ 152,404
Net Operating Income (Loss)	\$ (136,473)	\$ (65,142)	\$ (67,058)	\$ (45,082)
<u>NON-OPERATING REVENUE (EXPENSES)</u>				
Interest Revenue	\$ 99	\$ 144	\$ 135	\$ 179
Insurance Reimbursement	-	2,305	-	-
Transfer In (Out)	(3,200)	(3,200)	(3,000)	(3,000)
Total Non-Operating Revenue (Expenses)	\$ (3,101)	\$ (751)	\$ (2,865)	\$ (2,821)
Change in Net Position	\$ (139,574)	\$ (65,893)	\$ (69,923)	\$ (47,903)



HOPKINS & ASSOCIATES
Certified Public Accountants

314 S. McCoy St. Box 224
Granville, IL 61326

1718 Peoria St.
Peru, IL 61354

306 Backbone Road East, Ste. 2
Princeton, IL 61356

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
WITH STATE OF ILLINOIS PUBLIC ACT 85-1142

Board of Trustees
Village of Sheffield, Illinois

We have audited the financial statements of the Village of Sheffield, Illinois, for the year ended April 30, 2023, and have issued our report thereon dated July 10, 2023. The financial statements are the responsibility of the Village of Sheffield, Illinois' management. Our responsibility is to express an opinion on these financial statements based on our audit.

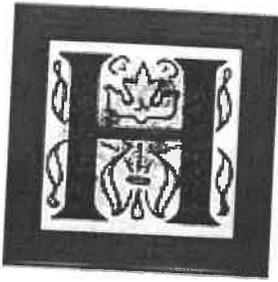
Our audit was made in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The management of the Village of Sheffield, Illinois, is responsible for the government's compliance with laws and regulations. In connection with our audit, referred to above, we selected and tested transactions and records to determine the government's compliance with the State of Illinois Public Act 85-1142, "An Act in Relation to Tax Increment Financing."

The results of our tests indicate that for the items tested, the Village of Sheffield, Illinois, complied with Subsection (q) of Illinois Compiled Statutes 65 of (ILCS) 5/11-74.4-3 of the Illinois' Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142).

Hopkins & Assoc.

Granville, Illinois
July 10, 2023



HOPKINS & ASSOCIATES
Certified Public Accountants

314 S. McCoy St. Box 224
Granville, IL 61326

1718 Peoria St.
Peru, IL 61354

306 Backbone Road East, Ste. 2
Princeton, IL 61356

July 11, 2023

Board of Trustees
Village of Sheffield

We have audited the financial statements of the governmental activities, the business-type activities, and each major fund for the Village of Sheffield for the year ended April 30, 2023. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated February 3, 2023. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Village of Sheffield are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the current fiscal year. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The financial statement disclosures are neutral, consistent, and clear.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting or auditing matter whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated July 11, 2023.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the applications of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to Required Supplementary Information (RSI) as labeled in the Table of Contents, which are required supplementary information that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the Supplementary Information as detailed in the Table of Contents, which accompany the financial statements but are not RSI. With respect to supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

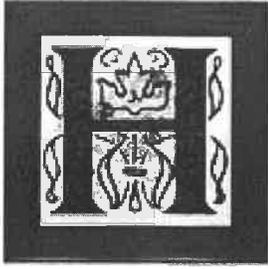
Restriction on Use

This information is intended solely for the use of the Board of Trustees and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,



Hopkins & Associates, CPAs



HOPKINS & ASSOCIATES
Certified Public Accountants

314 S. McCoy St. Box 224
Granville, IL 61326
815-339-6630

1718 Peoria St.
Peru, IL 61354
815-224-4600

Website: www.hopkinsilcpa.com
Email: hopkinsoffice@aol.com

July 10, 2023

Board of Trustees
Village of Sheffield
Sheffield, IL 61361

Dear Board Members:

In planning and performing our audit of the financial statements of the Village of Sheffield as of and for the year ended April 30, 2023, in accordance with auditing standards generally accepted in the United States of America, we considered the Village of Sheffield's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village of Sheffield's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village of Sheffield's internal control.

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

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

The following are recommendations, observations, and other communications that are not significant deficiencies:

Internal Control

Due to the small size of the Village, segregation of duties that is an important aspect of internal control is not at its optimum. That being said, the Village is doing a good job of compensating for that shortcoming by its other checks and balances.

For internal control to be at its highest level the Village should prepare the depreciation schedule, financial statements, and notes for the audit; however, as is the common practice, the auditor has



prepared these schedules and reports. To compensate for this, the Clerk completed a checklist indicating her review of the financial statements and the notes for any concerns.

This communication is intended solely for the information and use of management, the board of directors, and others within the organization and is not intended to be and should not be used by anyone other than these specified parties.

Thank you for your business and for the cooperation of the officers and the board. Please call us if you have any questions or concerns.

Yours truly,



Hopkins and Associates, CPAs