

TOWN OF CUNNINGHAM
Urbana, Illinois

GENERAL PURPOSE ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2021

TOWN OF CUNNINGHAM
Urbana, Illinois

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report	1-2
Financial Statements	
Statement of Net Position – Modified Cash Basis	3
Statement of Activities – Modified Cash Basis	4
Statement of Assets, Liabilities and Fund Balance – Modified Cash Basis	5
Statement of Revenues, Expenditures and Changes in Fund Balances – Modified Cash Basis	6
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	7
Notes to the Financial Statements	8-17
Supplementary Information Relative to Illinois Municipal Retirement Fund	
Schedule of Changes in the Net Pension Liability and Related Ratios	18
Schedule of Employer Contributions	19
Other Supplementary Information	
Statement of Revenues, Expenditures and Changes in Fund Balances – Modified Cash Basis – Budget and Actual – Town Fund	20-21
Statement of Revenues, Expenditures and Changes in Fund Balance – Modified Cash Basis – Budget and Actual – General Assistance Fund	22
Notes to Other Supplementary Information	23
Other Information (Unaudited)	
Schedule of Assessed Valuation, Tax Rates and Extensions	24

Pehlman & Dold, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

Joseph E. Pehlman, C.P.A. (1941 – 1984)
Joseph B. Dold, C.P.A., Retired
Robert E. Ritter, C.P.A., Retired
J. Timothy Cravens, C.P.A., Retired
Dorinda L. Fitzgerald, C.P.A., Retired

100 North Amos Avenue
Springfield, IL 62702
217-787-0563
FAX 217-787-9266

December 7, 2021

Board of Trustees
Town of Cunningham
Urbana, Illinois

INDEPENDENT AUDITOR'S REPORT

Report on Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Town of Cunningham, Illinois, as of and for the year ended March 31, 2021, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Town of Cunningham, Urbana, Illinois, as of June 30, 2021, and the respective changes in modified cash basis financial position and, where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

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

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise Town of Cunninham, Urbana, Illinois' basic financial statements. The budgetary comparison information on pages 20 through 22, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 7, 2021, on our consideration of Town of Cunninham, Urbana, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Town of Cunningham, Urbana, Illinois' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering the Town of Cunningham, Urbana, Illinois' internal control over financial reporting and compliance.

Respectfully submitted,

Pehlman & Dold, P.C.

PEHLMAN & DOLD, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
SPRINGFIELD, ILLINOIS

FINANCIAL STATEMENTS

TOWN OF CUNNINGHAM
Urbana, Illinois

STATEMENT OF NET POSITION – MODIFIED CASH BASIS
June 30, 2021

ASSETS

	Governmental Activities
Current Assets:	
Cash and cash equivalents	\$2,232,147
Capital assets, net	<u>524,515</u>
Total Current Assets	<u>2,756,662</u>

TOTAL ASSETS

\$2,756,662

LIABILITIES

Current Liabilities:	
Credit card payable	13,563
Payroll expenses payable	<u>7,481</u>
Total Current Liabilities	<u>21,044</u>

TOTAL LIABILITIES

\$ 21,044

Net Position:

Net investment in capital assets	524,515
Restricted for general assistance	1,328,322
Unrestricted	<u>882,781</u>

TOTAL NET POSITION

\$2,735,618

The Notes to the Financial Statement are an integral part of this statement.

TOWN OF CUNNINGHAM
Urbana, Illinois

STATEMENT OF ACTIVITIES – MODIFIED CASH BASIS
For the Year Ended June 30, 2021

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Position Governmental Activities</u>
<u>Governmental Activities:</u>		<u>Charges For Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
General government	\$ 753,694	\$	\$	\$	\$(753,694)
Public welfare	<u>1,094,148</u>	<u>57,196</u>	<u>357,337</u>	<u> </u>	<u>(679,615)</u>
Total governmental activities	<u>1,847,842</u>	<u>57,196</u>	<u>357,337</u>	<u> </u>	<u>(1,433,309)</u>
General revenues:					
					1,782,628
					37,872
					3,850
					3,434
					<u>4,139</u>
					<u>1,831,923</u>
					398,614
					<u>2,337,004</u>
					<u>\$2,735,618</u>

The Notes to the Financial Statement are an integral part of this statement.

TOWN OF CUNNINGHAM
Urbana, Illinois

STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCE – MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	<u>Town Fund</u>	<u>General Assistance Fund</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash and cash equivalents	\$ 888,380	\$1,343,767	\$2,232,147
LIABILITIES			
Credit card payable	4,388	9,175	13,563
Payroll expense payable	<u>1,211</u>	<u>6,270</u>	<u>7,481</u>
<i>Total Liabilities</i>	<u>5,599</u>	<u>15,445</u>	<u>21,044</u>
FUND BALANCES			
<i>Restricted for:</i>			
General assistance		1,328,322	1,328,322
<i>Assigned to:</i>			
Contingent repayment of property tax	122,071		120,894
Unassigned	<u>760,710</u>		<u>761,887</u>
<i>Total fund balances</i>	<u>\$ 882,781</u>	<u>\$1,328,322</u>	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	<u>524,515</u>
Net Position of Governmental Activities	<u>\$2,735,618</u>

The Notes to the Financial Statement are an integral part of this statement.

TOWN OF CUNNINGHAM
Urbana, Illinois

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	<u>Town Fund</u>	<u>General Assistance Fund</u>	<u>Total Governmental Funds</u>
REVENUES			
Property taxes	\$1,001,116	\$781,512	\$1,782,628
Replacement taxes	18,936	18,936	37,872
Interest	1,717	1,717	3,434
SSI reimbursements		57,196	57,196
Contributions	211,461	145,876	357,337
Rental income		3,850	3,850
Miscellaneous	<u>2,381</u>	<u>1,758</u>	<u>4,139</u>
<i>Total Revenues</i>	<u>1,235,611</u>	<u>1,010,845</u>	<u>2,246,456</u>
EXPENDITURES			
<i>Current:</i>			
General government	1,231,597		1,231,597
Social services	<u>114,685</u>	<u>969,785</u>	<u>1,084,470</u>
<i>Total Expenditures</i>	<u>1,346,282</u>	<u>969,785</u>	<u>2,316,067</u>
Change in Fund Balance	(110,671)	41,060	(69,611)
Fund Balance – Beginning of Year	<u>993,452</u>	<u>1,287,262</u>	<u>2,280,714</u>
Fund Balance – End of Year	<u>\$ 882,781</u>	<u>\$1,328,322</u>	<u>\$2,211,103</u>

The Notes to the Financial Statement are an integral part of this statement.

TOWN OF CUNNINGHAM
Urbana, Illinois

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS
For the Year Ended June 30, 2021

Net change in fund balances – total Governmental Funds	\$(69,611)
<i>Amounts reported for governmental activities in the Statement of Activities are different because:</i>	
Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated lives as depreciation expense.	
Capital outlay	477,903
Depreciation expense	<u>(9,678)</u>
<i>Change in net position of governmental activities</i>	<u>\$398,614</u>

The Notes to the Financial Statement are an integral part of this statement.

TOWN OF CUNNINGHAM
Urbana, Illinois

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Cunningham (the Township) operated under the Township organization article 60 ILCS. The Township provides the following services as authorized by statute: general assistance, property tax assessment, health and social services, and general administrative services. Since the Township is coterminous with the City or Urbana, duties that would normally be associated with a Township Road District or Highway Commissioner, are not applicable to the Township.

The financial statements of the Town of Cunningham are presented on the modified cash basis of accounting. This modified basis of accounting differs from accounting principles generally accepted in the United States of America ("GAAP"). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board ("GASB") pronouncements.

Reporting Entity

The Township, for financial purposes, includes all of the funds relevant to the operation of the Town of Cunningham. The financial statements do not include agencies which have been formed under applicable state laws or separate and distinct units of government apart from Clear Lake Township.

The Township has determined that no other outside entity meets the above criteria and, therefore, no other entity has been included as a component unit in the Township's financial statements.

Government-wide and Fund Financial Statements

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-charged revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The Township currently has no business-type activities or fiduciary funds.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues, operating grants or capital grants. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from services provided by a given function. Operating grants include those grants that are operating specifically or the use is at the discretion of the Township. Capital grants are specifically designated for capital expenditures.

Taxes and other items not included in program revenue, operating or capital grants are reported as general revenues. The Township does not allocate indirect costs.

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

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5% of the corresponding total for all governmental and enterprise funds combined.

The Township reports the following major funds:

Town Fund – Reports as the primary fund (or the General Fund) of the Township. This fund is used to account for all financial resources not reported in other funds.

TOWN OF CUNNINGHAM
Urbana, Illinois

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General Assistance Fund – Accounts for the accumulation of financial resources for assistance provided to Township residents who meet certain requirements. The Township annually levies a tax restricted for the payment of these costs.

Basis of Accounting and Measurement Focus

In the government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental activities are presented using a modified cash basis of accounting. This basis recognizes assets, liabilities, net position/fund equity, revenues, and expenditures/expenses when they result from cash transactions with a provision for payroll related liabilities and depreciation in the government-wide statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

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

Measurement focus is a term used to describe “how” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied. The Township utilizes a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on the balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions (GASB 54)*. This statement defines the different types of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories listed below.

1. Nonspendable, such as fund balance associated with inventories, pre-pays, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed, or assigned),
2. Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
3. Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Board of Trustees at the highest level of decision-making authority, (ordinance or resolution). A similar action must be made to modify or rescind a previously approved commitment,
4. Assigned fund balance classification is intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed, and
5. Unassigned fund balance is the residual classification for the government’s general fund and includes all spendable amounts not contained in the other classification.

Order of Fund Balance Spending Policy

The Township first applies expenditures against nonspendable fund balance, restricted, committed, assigned and then unassigned fund balance when an expense is incurred for purposes of which all fund balance resources are available.

First, nonspendable fund balances are determined. Then restricted fund balances for specific purposes are determined (not including nonspendable amounts). Any remaining fund balance amounts are classified as committed, assigned or unassigned fund balance.

TOWN OF CUNNINGHAM
Urbana, Illinois

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As of June 30, 2021, the Township has not formally addressed the fund balance category of assigned or a minimum fund balance policy.

Capital Assets

Capital assets, which include property, equipment, and software are reported in the government-wide financial statements. The Township currently has no infrastructure assets. Capital assets are defined by the Township as individual assets with an initial, individual cost of more than \$5,000 and an estimated useful life of one year or more, with the exception of building and improvements, which are defined as capital assets with an individual cost of more than \$10,000. Such assets are recorded at historical costs if purchased or constructed, except for assets acquired before January 1, 2004, for which historical cost was not available which are valued based on insured value at that date, adjusted for inflation to the date of acquisition. Donated capital assets are not recorded because they did not result from a cash transaction.

Equipment, buildings and improvements are depreciated on a straight-line basis over the following estimated useful lives:

	<u>Years</u>
Building	40
Building improvements	20
Vehicles	5
Software	5

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset life is not capitalized.

In the fund financial statements, capital assets arising from cash transactions acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Equity Classification

Government-Wide Statements

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consist of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- b. Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted – All other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

It is the Township’s policy to first use restricted resources prior to the use of unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Governmental fund equity is classified as fund balance.

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied in November of the prior year and are payable in two installments on June 1st and September 1st. Property taxes are billed and collected by Champaign County, which in turn, remits them to the appropriate taxing authorities. Payments are typically made by Champaign County during the period June through November. This Fiscal year included property taxes received from the 2020 levy and the 2019 levy.

TOWN OF CUNNINGHAM
Urbana, Illinois

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

Note 2. CASH AND CASH EQUIVALENTS

The deposit of Township monies is governed by the provisions of the Illinois Compiled Statutes. In accordance with these provisions, all Township monies must be invested in one or more of the following:

- Interest bearing savings accounts, interest bearing certificates of deposit, or interest bearing time deposits constituting direct obligations of any bank as shall have been selected and designated under the terms of the Statutes and as shall have complied with the requirements thereof;
- Shares or other forms of securities legally issuable by savings and loan associations incorporated under the laws of this state or any other state or under the laws of the United States, provided such shares or securities are insured by the Federal Savings and Loan Insurance Corporation;
- Bonds, notes, certificates of indebtedness, treasury bills, or other securities now or hereafter issued, which are guaranteed by the full faith and credit of the United States of America as to principal and interest; and
- Short-term discount obligations of the Federal National Mortgage Association.

Deposits

Custodial Credit Risk – The risk that a government will not be able to recover deposits if the depository financial institution fails or will not be able to recover collateral securities that are in the possession of an outside party. The Township has an investment policy which required deposits in excess of the federally insured amount to be collateralized, in the Township’s name.

The Township’s cash deposits consist of checking, savings, and money market accounts. The Township also has funds held in pooled investments with the Illinois Funds included as cash and cash equivalents. The carrying amount of the Township’s bank deposits was \$2,232,147, including \$115,598 in Illinois Funds, and the respective bank balances totaled \$2,174,995 at June 30, 2021. As of June 30, 2021, the Township’s bank deposits were fully insured or collateralized.

Note 3. CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets is as follows:

	Balance <u>July 1, 2020</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>June 30, 2021</u>
<i>Depreciable Capital Assets</i>				
Buildings	\$ 159,173	\$	\$	\$ 159,173
Vehicles	19,127			19,127
Software	50,350			50,350
Not yet in service		<u>477,903</u>		<u>477,903</u>
Total	<u>\$ 228,650</u>	<u>\$ 477,903</u>	<u>\$</u>	<u>\$ 706,553</u>
<i>Less: Accumulated Depreciation</i>				
Buildings	\$ 120,507	\$ 4,008	\$	\$ 124,515
Vehicles	19,127			19,127
Software	<u>32,726</u>	<u>5,670</u>		<u>38,396</u>
Total	<u>\$ 172,360</u>	<u>\$ 9,678</u>	<u>\$</u>	<u>\$ 182,038</u>
Total Depreciable Capital Assets	<u>\$ 56,290</u>	<u>\$ 468,225</u>	<u>\$</u>	<u>\$ 524,515</u>

Depreciation expense of \$9,678 for governmental activities is charged to general government expenses in the statement of activities.

TOWN OF CUNNINGHAM
Urbana, Illinois

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

Note 4. PENSION PLAN

(a) Illinois Municipal Retirement Fund Pension Plan – Regular (RP)

• **Plan Description.**

The Township’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 Township’s plan is managed 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 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 annual retirement benefits, 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 of the 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, 2020, the following employees were covered by the benefit terms:

	<u>IMRF</u>
Retirees and Beneficiaries currently receiving benefits	9
Inactive Plan Members entitled to but not yet receiving benefits	9
Active Plan Members	<u>9</u>
Total	<u>27</u>

TOWN OF CUNNINGHAM
Urbana, Illinois

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

Note 4. PENSION PLAN

- **Contributions.**

As set by statute, The Township's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute required employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Township's annual contribution rate for calendar year 2020 was 8.05%. The Township's annual contribution rate for calendar year 2021 was 5.67%. For the fiscal year ended June 30, 2021, the Township contributed \$28,263 to the plan. The Township also contributed 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 (Asset) Liability.**

The Township's net pension (asset) liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension (asset) 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, 2020:

- The **Actuarial Cost Method** 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% to 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 for the 2020 valuation according to an experience study from years 2017 to 2019.
- 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-2020.
- For **Disabled Retirees**, the Pub-2010, Amount-Weighted, below-median income, General, 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 as of December 31, 2020:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	37%	5.00%
International Equity	18%	6.00%
Fixed Income	28%	1.30%
Real Estate	9%	6.20%
Alternative Investments	7%	2.85-6.95%
Cash Equivalents	<u>1%</u>	0.70%
Total	100%	

TOWN OF CUNNINGHAM
Urbana, Illinois

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

Note 4. PENSION PLAN

- There were no benefit changes during the year.
- **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 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 2.00% and the resulting single discount rate is 7.25%.

- **Changes in Net Pension (Asset) Liability.**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) Liability (A) – (B)
Balance December 31, 2019	\$ 2,475,046	\$ 2,589,457	\$(114,411)
Changes for the year:			
Service Cost	30,976		30,976
Interest on Total Pension Liability	174,303		174,303
Difference between Expected and Actual Experience of Total Pension Liability	42,075		42,075
Changes of Assumptions	(24,124)		(24,124)
Contributions – Employer		30,104	(30,014)
Contributions – Employees		16,778	(16,778)
Net Investment Inc.		393,952	(393,952)
Benefit Payments including Refunds	(172,701)	(172,701)	
Other (net transfer)		11,764	(11,764)
Net Changes in NPL(A)	<u>50,529</u>	<u>279,807</u>	<u>(229,278)</u>
Balance December 31, 2020	<u>\$ 2,525,575</u>	<u>\$ 2,869,264</u>	<u>\$(343,689)</u>

- **Sensitivity of the Net Pension (Asset) Liability to Changes in the Discount Rate.**

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

	1% Lower (6.25%)	Current Discount (7.25%)	1% Higher (8.25%)
Net Pension (Asset) Liability	\$(117,378)	\$(343,689)	\$(528,285)

TOWN OF CUNNINGHAM
Urbana, Illinois

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

Note 4. PENSION PLAN

- **Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pension.**

For the year ended June 30, 2021, the Township recognized pension expense of \$28,263. At June 30, 2021, the Township has unreported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ 45,765	\$ 48,053
Changes of assumptions	13,303	28,608
Net difference between projected and actual earnings on pension plan investments	<u>139,453</u>	<u>396,394</u>
Total deferred amounts to be recognized in pension expense in future periods	198,521	473,055
Pension contributions made subsequent to the measurement date	<u>12,060</u>	
Total deferred amounts related to pensions	<u>\$210,581</u>	<u>\$473,055</u>

\$12,060 reported as deferred outflows of resources related to pensions resulting from Township contributions subsequent to the measurement date would be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2021 if the Township was on the accrual basis of accounting. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense in future periods as follows:

<u>Year Ending December 31</u>	<u>Net Deferred Outflow of Resources</u>
2021	\$(107,929)
2022	(25,377)
2023	(99,158)
2024	(42,070)
Total	<u>\$(274,534)</u>

(b) Social Security:

Employees not qualifying for coverage under the Illinois Municipal Retirement Fund are considered "non-participating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security.

Note 5. OTHER POST-EMPLOYMENT BENEFITS (OPEB)

The Township provides limited health care coverage for eligible retired employees (employees are eligible after working for at least 10 continuous years) by allowing these retired employees to remain on the Township's health insurance plan. These employees are required to pay 100% of the current premium cost. The benefit levels are the same as provided to active employees.

The Township's health care coverage was historically under the city of Urbana's health care plan. As of January 1, 2017, the Township has its own small group plan, except for the dental plan, which is still through the City of Urbana.

TOWN OF CUNNINGHAM
Urbana, Illinois

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

Note 6. RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township is a member of a public entity risk pool which is described below that provided insurance coverage for those risks.

The Township is a member of the Township Officials of Illinois Risk Management Association (TOIRMA), an insurance pool whose members are all Illinois townships. TOIRMA provides risk management services and insures all the Township's property, general liability, automobile, employee dishonesty, and excess liability claims up to specified limits.

TOIRMA is a separate entity which sets rates and purchases commercial excess and stop loss coverage for townships electing excess and stop loss coverage. The Township pays annual premiums to ROIRMA for coverage. Supplementary payments may also be required by TOIRMA's Board of Directors should the premiums paid be insufficient to fund operations. No such supplemental payments have been required. Settled claims have not exceeded the coverage in any of the past three years and there has not been a significant reduction in coverage during the year ended June 30, 2021.

Note 7. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

The following funds incurred disbursements in excess of their budget appropriations:

	<u>Budget</u>	<u>Actual</u>	Variance within <u>Budget</u>
General Assistance Fund	\$967,511	\$969,785	\$ 2,274

Note 8. RELATED GOVERNMENT

As described in Note 1, the Township is coterminous with the city of Urbana. The City Council of Urbana also serves ex-officio as the governing board of the Township. In addition, the City Clerk of Urbana serves as the Town Clerk of Cunningham and the mayor of the City of Urbana serves as Chair of the Board of Trustees. During the year ended June 30, 2021, the Township paid \$547 for taxes to the City of Urbana.

Note 9. COMMITMENTS AND CONTINGENCIES

The Carle Foundation has paid real estate taxes to Champaign County under protest for the years 2004-2011. The Carle Foundation (Carle) maintained that certain properties should be exempt from real estate taxes due to its charitable status. On March 7, 2013, the Illinois Department of Revenue ruled that Carle Foundation will not be required to pay future real estate taxes to Champaign County beginning with the 2012 tax year. Since Carle's case prevailed, the Township is required to repay up to an estimated \$593,791 for its share of property taxes collected by the County of Champaign. The Township paid \$376,296 during fiscal year 2020 and paid \$2,353 during fiscal year 2021. For the remaining owed, the Township has assigned \$122,071 of the Town Fund balance and has earmarked \$93,071 of the General Assistance Fund balance.

Note 10. TAX ABATEMENTS

The Township has not entered into an intergovernmental agreements for direct tax abatements. The Township tax base is, however affected by certain tax abatement agreements entered into by other taxing bodies.

For the fiscal year ended June 30, 2020, various tax abatement agreements were entered into for a five-year period beginning 2020 at various percentages ranging from 20-100%. The amount of the Township's property tax abated in fiscal year 2021 under these agreements totaled \$37,577.

Note 11. SUBSEQUENT EVENT

Management and the Township Board has evaluated subsequent events through December 7, 2021, which is the date the financial statements were available to be issued. As of December 7, 2021, no subsequent events required recognition or disclosure in the financial statements.

TOWN OF CUNNINGHAM
Urbana, Illinois

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

Note 12. RISKS AND UNCERTAINTIES

The World Health Organization has declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic is having significant effects on global markets, supply chains, businesses, and communities. Specific to the Township, COVID-19 may impact various parts of its fiscal year 2022 operation and financial results including, but not limited to, costs for emergency preparedness and increased general assistance. Management believe the Township is taking appropriate actions to mitigate the negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as these events are still developing.

**SUPPLEMENTAL INFORMATION RELATIVE TO
ILLINOIS MUNICIPAL RETIREMENT FUND**

TOWN OF CUNNINGHAM
Urbana, Illinois

SUPPLEMENTARY INFORMATION
RELATIVE TO ILLINOIS MUNICIPAL RETIREMENT FUND - REGULAR

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
MOST RECENT CALENDAR YEARS

Calendar Year Ended <i>December 31</i>	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability							
Service Cost	\$ 30,976	\$ 27,582	\$ 33,023	\$ 37,646	\$ 36,673	\$ 35,245	\$ 39,554
Interest on the Total Pension Liability	174,303	169,082	178,872	188,193	182,925	178,398	169,344
Changes of Benefit Terms							
Differences between Expected and Actual Experience of the Total Pension Liability	42,075	45,001	(132,054)	(87,710)	17,133	3,882	(28,564)
Changes of Assumptions	(24,124)		50,458	(77,140)	(9,185)		100,947
Benefit Payments, including Refunds of Employee Contributions	(172,701)	(169,983)	(190,771)	(175,153)	(159,996)	(155,285)	(154,514)
Net Change in Total Pension Liability	50,529	71,682	60,472	(114,164)	67,550	62,240	126,767
Total Pension Liability - Beginning	<u>2,475,046</u>	<u>2,403,364</u>	<u>2,463,836</u>	<u>2,578,000</u>	<u>2,510,450</u>	<u>2,448,210</u>	<u>2,321,443</u>
Total Pension Liability - Ending (A)	<u>\$2,525,575</u>	<u>\$2,475,046</u>	<u>\$2,403,364</u>	<u>\$2,463,836</u>	<u>\$2,578,000</u>	<u>\$2,510,450</u>	<u>\$2,448,210</u>
Plan Fiduciary Net Position							
Contributions - Employer	\$ 30,014	\$ 99,690	\$ 71,790	\$ 45,055	\$ 57,382	\$ 56,144	\$ 46,687
Contributions - Employees	16,778	14,570	14,203	15,693	16,109	15,860	14,827
Net Investment Income	393,952	450,583	(169,756)	415,641	144,659	9,924	118,688
Benefit Payments, including Refunds of Employee Contributions	(172,701)	(169,983)	(190,771)	(175,153)	(159,996)	(155,285)	(154,514)
Other (Net Transfer)	11,764	4,166	55,158	(58,066)	14,009	141,363	8,567
Net Change in Plan Fiduciary Net Position	279,807	399,026	(219,376)	243,170	72,163	68,006	34,255
Plan Fiduciary Net Position - Beginning	<u>2,589,457</u>	<u>2,190,431</u>	<u>2,409,807</u>	<u>2,166,637</u>	<u>2,094,474</u>	<u>2,026,468</u>	<u>1,992,213</u>
Plan Fiduciary Net Position - Ending (B)	<u>2,869,264</u>	<u>2,589,457</u>	<u>2,190,431</u>	<u>2,409,807</u>	<u>2,166,637</u>	<u>2,094,474</u>	<u>2,026,468</u>
Net Position (Asset) Liability – Ending (A)-(B)	<u>\$(343,689)</u>	<u>\$(114,411)</u>	<u>\$ 212,933</u>	<u>\$ 54,029</u>	<u>\$ 411,363</u>	<u>\$ 415,976</u>	<u>\$ 421,742</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	113.61%	104.62%	91.14%	97.81%	84.04%	83.43%	82.77%
Covered Valuation Payroll	\$ 372,837	\$323,785	\$315,636	\$348,733	\$357,977	\$352,445	\$322,626
Net Pension Liability as a Percentage of Covered Valuation Payroll	(92.18)%	(35.34)%	67.46%	15.49%	114.91%	118.03%	130.72%

Note to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years, However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

TOWN OF CUNNINGHAM
Urbana, Illinois

SUPPLEMENTARY INFORMATION
RELATIVE TO ILLINOIS MUNICIPAL RETIREMENT FUND - REGULAR

SCHEDULE OF EMPLOYER CONTRIBUTIONS
MOST RECENT CALENDAR YEARS

<u>Calendar Year Ended December 31.</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a Percentage of Covered Valuation of Payroll</u>
2014	\$45,716	\$46,687	\$(971)	\$322,626	14.47%
2015	56,144	56,144	0	352,445	15.93%
2016	57,384	57,382	2	357,977	16.03%
2017	45,056	45,055	1	348,733	12.92%
2018	41,790	71,790	(30,000)	315,636	22.74%
2019	29,691	99,690	(69,999)	323,785	30.79%
2020	30,013	30,014	(1)	372,837	8.05%

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

*Estimated based on contribution rate of 10.78% and covered valuation payroll of \$255,184.

Summary of Actuarial Methods and Assumptions used in the Calculation of the 2020 Contribution Rate*

Valuation Date:

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

Methods and Assumptions Used to Determine 2020 Contribution Rates:

Actuarial Cost Method: Aggregate entry age = normal
Amortization Method: Level percentage of payroll, closed
Remaining Amortization Period: Non-Taxing bodies: 10-year rolling period.
 Taxing bodies (Regular, SLEP, and ECO groups): 23-year closed period.
 Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
 SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 18 years for most employers (three employers were financed over 27 years and four others were financed over 28 years).
Asset Valuation Method: 5 year smoothed market; 20% corridor
Wage Growth: 3.25%
Price Inflation: 2.50%
Salary Increases: 3.35% to 14.25%, including inflation
Investment Rate of Return: 7.25%
Retirement Age: 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: For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP 2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information:

Notes: There were no benefit changes during the year.

*Based on Valuation Assumptions used in the December 31, 2018, actuarial valuation; note two year lag between valuation and rate setting.

OTHER SUPPLEMENTARY INFORMATION

TOWN OF CUNNINGHAM
Urbana, Illinois

TOWN FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – MODIFIED CASH BASIS
BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Receipts				
Property taxes	\$ 827,379	\$1,032,673	\$1,001,116	\$ 31,557
Replacement taxes	13,000	18,936	18,936	
Interest	10,200	1,666	1,717	(51)
Contributions	15,000	211,841	211,461	380
Miscellaneous	<u>2,560</u>	<u>2,381</u>	<u>2,381</u>	
Total Receipts	<u>\$ 868,139</u>	<u>\$1,267,497</u>	<u>\$1,235,611</u>	<u>\$ 31,886</u>
Disbursements Supervisor's Office				
Salaries	\$ 130,700	\$ 127,493	\$ 126,658	\$ 835
Employee benefits	46,089	41,512	41,553	(41)
Office supplies	2,100	5,500	5,542	(42)
Dues and subscriptions	100	185	185	
Travel and training	3,000	989	989	
Miscellaneous	500			
Administrative services	2,000	11,126	11,292	(166)
Repairs and maintenance	100	328	372	(44)
Janitor services	1,500	1,469	1,469	
Computer services	500			
Capital outlay		477,903	477,903	
Noncapital equipment	<u>3,500</u>	<u>14,041</u>	<u>14,041</u>	
Total Supervisor's Office	<u>\$ 190,089</u>	<u>\$ 680,546</u>	<u>\$ 680,004</u>	<u>\$ 542</u>
Assessor's Office				
Salaries	\$ 239,809	\$ 240,503	\$ 243,381	\$(2,878)
Employee benefits	112,583	73,339	73,795	(456)
Office supplies	13,575	4,866	5,028	(162)
Dues and subscriptions	5,730	4,474	4,474	
Travel and training	20,000	9,872	9,872	
Miscellaneous	800	57	57	
Administrative services	23,000	53,511	53,540	(29)
Repairs and maintenance	500	2,401	1,877	524
Janitor services		1,350	1,350	
Computer services	14,000	14,365	14,365	
Appraisals	34,000	8,350	8,350	
Capital outlay	9,000			
Noncapital equipment	<u>5,000</u>	<u>31,435</u>	<u>32,464</u>	<u>(1,029)</u>
Total Assessor's Office	<u>\$ 477,997</u>	<u>\$ 444,523</u>	<u>\$ 448,553</u>	<u>\$(4,030)</u>
Administration				
Salaries	\$	\$ 951	\$ 951	\$
Office supplies	5,500	2,361	2,361	
Dues and subscriptions	1,000	1,595	1,595	
Legal services	30,000	50,526	50,526	
Accounting services	6,000	8,750	8,750	
Miscellaneous		1,523	1,523	
Build Urbana Program	3,000	547	547	
Administrative services	8,000	6,528	6,458	70
Repairs and maintenance	8,800	4,916	4,872	44
Janitor services		1,278	1,287	
Computer services	3,000	1,600	2,230	(630)
Insurance	6,000	9,024	9,024	
Telephone	6,500	7,013	7,140	(127)
Utilities	6,000	5,713	5,784	(71)
Noncapital equipment	<u>1,500</u>			
Total Administration	<u>\$ 85,300</u>	<u>\$ 102,325</u>	<u>\$ 103,039</u>	<u>\$(714)</u>

TOWN OF CUNNINGHAM
Urbana, Illinois

TOWN FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – MODIFIED CASH BASIS
BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Total General Government	\$ <u>753,386</u>	\$ <u>1,227,394</u>	\$ <u>1,231,596</u>	\$(<u>4,202</u>)
Social Services Grants	<u>177,000</u>	<u>123,938</u>	<u>114,686</u>	<u>9,252</u>
Total Disbursements	<u>930,386</u>	<u>1,351,332</u>	<u>1,346,282</u>	<u>5,050</u>
Change in Fund Balance	\$(<u>62,247</u>)	\$(<u>83,835</u>)	(<u>110,671</u>)	\$ <u>26,836</u>
Fund Balance – Beginning of Year			<u>993,452</u>	
Fund Balance – End of Year			\$ <u>882,781</u>	

TOWN OF CUNNINGHAM
Urbana, Illinois

GENERAL ASSISTANCE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – MODIFIED CASH BASIS
BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with <u>Final Budget</u>
Receipts				
Property taxes	\$ 399,960	\$ 749,956	\$ 781,512	\$(31,556)
Replacement taxes	12,000	18,936	18,936	
Interest	15,200	1,666	1,717	(51)
SSI reimbursements	25,000	57,196	57,196	
Contributions	25,000	145,832	145,876	(44)
Rental income		3,850	3,850	
Miscellaneous	<u>3,025</u>	<u>1,758</u>	<u>1,758</u>	
Total Receipts	<u>\$ 480,185</u>	<u>\$ 979,194</u>	<u>\$1,010,845</u>	<u>\$(31,651)</u>
Disbursements Social Services				
Salaries	\$ 114,400	\$ 181,430	\$ 184,227	\$(2,797)
Employee benefits	61,991	69,784	69,787	(3)
Office Supplies	8,500	12,335	11,979	356
Computer software	5,500	15,900	16,530	(630)
Work/training supplies	15,000			
Administrative services	1,000	1,332	1,366	(34)
Janitorial services		278	279	(1)
Audit services	3,000			
Dues and subscriptions	100	101	101	
Travel and training	4,000	313	403	(90)
Personal allowances	630,000	479,387	477,587	1,800
Build Urbana Program	3,000			
Computer services	100	30	30	
Repairs and maintenance	7,500	3,091	3,615	(524)
Client employment verification	2,000			
Noncapital equipment	6,000	1,159	1,159	
Intern/volunteer program	20,000	21,812	21,812	
Emergency assistance	125,000	92,674	91,563	1,111
Angel donor expenses	10,000	66,999	65,739	1,260
Solidarity Gardens expenses		293	795	(502)
UU utility expenses		11,354	11,298	56
Event expenses	3,000	5,997	5,997	
Miscellaneous expense	500			
Insurance	3,000			
Telephone	2,000	485	485	
Utilities	2,000	231	2,506	(2,275)
Legal services	10,000	1,350	1,350	
Carle/Presence property tax refund		1,176	1,177	(1)
Total Social Services	<u>\$1,037,591</u>	<u>\$ 967,511</u>	<u>\$ 969,785</u>	<u>\$(2,274)</u>
Total Disbursements	<u>1,037,591</u>	<u>967,511</u>	<u>969,785</u>	<u>(2,274)</u>
Change in Fund Balance	\$(<u>557,406</u>)	\$ <u>11,683</u>	41,060	\$(<u>29,377</u>)
Fund Balance – Beginning of Year			<u>1,287,262</u>	
Fund Balance – End of Year			<u>\$1,328,322</u>	

TOWN OF CUNNINGHAM
Urbana, Illinois

NOTES TO OTHER SUPPLEMENTARY INFORMATION

Note 1. BUDGET

The Township follows these procedures in establishing the budgetary data reflected in the financial statements, which is on the modified cash basis of accounting:

1. The Supervisor submits to the Township Board of Trustees a proposed operating budget, for the fiscal year commencing July 1.
2. A public hearing is conducted at an advertised location to obtain taxpayer comments.
3. The budget must be adopted in ordinance form by the end of the first quarter of the fiscal year.

OTHER INFORMATION (UNAUDITED)

TOWN OF CUNNINGHAM
Urbana, Illinois

SCHEDULE OF ASSESSED VALUATIONS, TAX RATES AND EXTENSIONS

TAX YEAR June 30, 2021
(Unaudited)

	2020	2019	2018	2017	2016	2015
Assessed Valuations	\$605,365,820	\$596,954,779	\$583,475,063	\$557,884,512	\$545,974,455	\$523,103,317
<i>Rates Extended</i>						
Town Fund	0.1386	0.1386	0.1354	0.1404	0.1435	0.1497
General Assistance Fund	<u>0.1629</u>	<u>0.0670</u>	<u>0.0676</u>	<u>0.0616</u>	<u>0.0629</u>	<u>0.0657</u>
Total Rate	<u>0.3015</u>	<u>0.2056</u>	<u>0.2030</u>	<u>0.2020</u>	<u>0.2064</u>	<u>0.2154</u>
<i>Tax Extensions</i>						
Tax Fund	839,037	827,379	790,025	783,270	783,473	783,086
General Assistance Fund	<u>986,141</u>	<u>399,960</u>	<u>394,429</u>	<u>343,657</u>	<u>343,418</u>	<u>343,679</u>
Total Extensions	\$1,825,178	\$1,227,339	\$1,184,454	\$1,126,927	\$1,126,891	\$1,126,765