



THE VILLAGE OF
Winnetka



2023

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Twelve Months Ending December 31, 2023



510 Green Bay Road, Winnetka, IL 60093
847-501-6000 | www.villageofwinnetka.org

VILLAGE OF WINNETKA, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR
ENDED DECEMBER 31, 2023

Prepared by:
Finance Department

VILLAGE OF WINNETKA, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village of Winnetka, including:

- List of Principal Officials
- Organizational Chart
- Letter of Transmittal from the Finance Director
- GFOA Certificate of Achievement for Excellence in Financial Reporting

VILLAGE OF WINNETKA, ILLINOIS

**List of Principal Officials
As of December 31, 2023**

LEGISLATIVE

Christopher Rintz, Village President

Bridget Orsic, Trustee

Kim Handler, Trustee

Robert Dearborn, Trustee

Kirk Albinson, Trustee

Tina Dalman, Trustee

Rob Apatoff, Trustee

ADMINISTRATIVE

Robert M. Bahan, Village Manager

Kristin Kazenas, Assistant Village Manager

Timothy J. Sloth, CPA, Finance Director

Mark Janek, Director of Public Works

Brian L. Keys, Director of Water & Electric

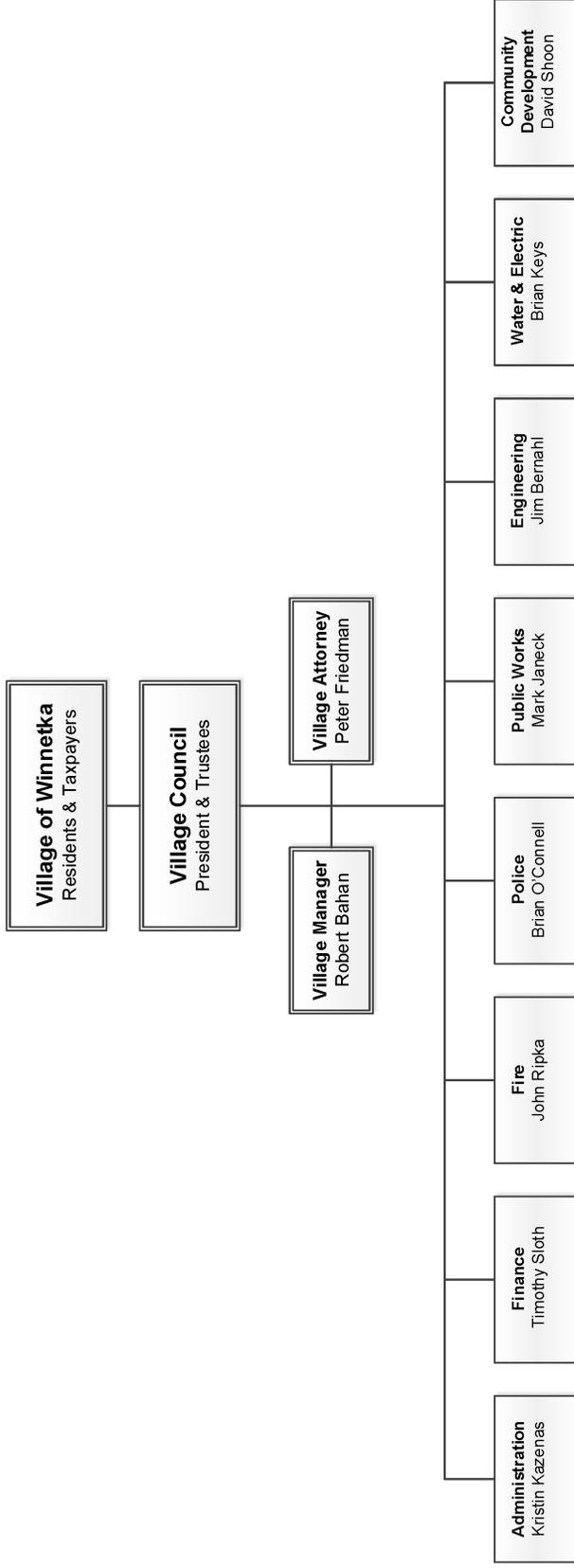
John Ripka, Fire Chief

Brian O'Connell, Chief of Police

David Schoon, Director of Community Development

James Bernahl, Director of Engineering

Village of Winnetka Government





August 20, 2024

Village President,
Members of the Village Council, and
Village Manager

The Annual Comprehensive Financial Report (Annual Report) of the Village of Winnetka, Illinois for the fiscal year ended December 31, 2023, is hereby submitted, as required by State of Illinois Statutes. Responsibility for both the accuracy of the information and the completeness and fairness of the presentation, including disclosures, is that of the Village. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the Village. All disclosures necessary to enable the reader to gain an understanding of the Village's financial activities have been included.

The Annual Report includes all funds of the Village and is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the Village's organizational chart, and a list of principal officers and officials. The financial section includes the general-purpose financial statements; the combining, individual fund financial statements and schedules; and supplementary information, as well as the auditors' opinion on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

Governmental Accounting Standards Board (GASB) Statement Number 34 requires the Village to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This transmittal letter is designed to complement the MD&A and should be read in conjunction with it. The MD&A immediately follows the independent auditors report.

The Reporting Entity and Its Services

The Village of Winnetka is located seventeen miles north of the City of Chicago on the west shore of Lake Michigan and is primarily a residential community. The Village was incorporated in 1869, prior to the adoption of the first State of Illinois Constitution, and thus enjoys Special Charter status with the State of Illinois. In 2005, the Village adopted Home-Rule status that provides additional legislative and revenue raising powers. To date, the Village has not utilized any of these new revenue raising powers.

The Village is approximately 3.9 square miles. According to the latest United States Census (2020), the population of the Village is 12,744 which is an increase of 557 people or 4.6% compared to the 2010 Census.

There are three commercial business districts within the Village, all located adjacent to three commuter rail stations. The Village is one of the most affluent in the Chicago area, having a median household income of over \$250,000. The Village obtained a Aaa bond rating from Moody's Investors Service in 1989 on General Obligation debt issued. At that time, the Village was only one of three communities having an Aaa bond rating within the State of Illinois based solely upon the merits of the Community. Moody's has reaffirmed this rating on several occasions, most recently in October 2023

The Village provides a full range of general government services including police, fire, refuse collection and disposal, street construction and maintenance, and sanitary and storm sewer systems. In addition, the Village provides water and electric service to Village residents; wholesale water to the Village of Northfield (immediately west of the Village); fire service to the Village of Kenilworth (immediately south of the Village); and both water and fire service to a small unincorporated area south of the Village.

The Annual Report also includes the financial activity of the Police and Firefighters' Pension Funds. Separate statutory pension boards control both activities.

The Village also participates in three proprietary joint ventures: 1) The Solid Waste Agency of Northern Cook County, 2) The Illinois Municipal Electric Agency, and 3) The Intergovernmental Personnel Benefit Cooperative. Additional disclosures regarding the financial reporting entity and these joint ventures are included in the notes to the financial statements.

Accounting System and Budgetary Control

The accounts of the Village are organized based on funds, each of which is considered a separate and distinct accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues, and expenditures. Revenues are allocated to and accounted for in individual funds based upon the purpose for which they are to be expended and how spending activities are controlled. The accounting records for general governmental operations are maintained on the modified accrual basis, with revenues being recorded when available and measurable and expenditures being recorded when materials or services are received, and the liability incurred. Accounting records for the Village's enterprise funds, internal service funds, and pension trust funds are maintained on the accrual basis of accounting.

Management of the Village is responsible for establishing and maintaining a system of internal accounting controls. These controls are designed to ensure that the assets of the Village are safeguarded against any material loss, theft, or misuse. These controls ensure that the financial statements are in conformity with generally accepted accounting principles (GAAP). Internal accounting controls are designed to provide reasonable, but not absolute, assurances that control objectives will be met. The concept of reasonable assurances recognizes that (1) the cost of control should not exceed the benefits likely to be derived and (2) the evaluation of costs and benefits require estimates and judgment by Management.

The budgetary control system monitors the actual expenditures compared to budget on a monthly basis for the fiscal year. Each department is given the responsibility to maintain expenditures within budgetary guidelines.

Budgets are adopted on a basis consistent with generally accepted accounting principles. All departments of the Village submit requests for their department to the Village's Finance Director so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested expenditures for the next fiscal year. The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change designations, but may not change the form of the budget. Budgets are prepared for all funds except the Special Service Area Fund.

Economic Condition and Outlook

The Village of Winnetka is primarily a residential community. The real estate property tax provided 48% of General Fund revenues for the year ending December 31, 2023. Intergovernmental revenues increased significantly (32%) in the current year compared to the previous fiscal period. Grant revenue for the year totaled \$1,910,096 versus \$226,101 last year while Sales and Use tax revenues for this fiscal year totaled \$2,705,063 compared to the previous year total of \$2,576,310. Increases in these revenue categories offset a small decrease in Income tax Income and Replacement taxes. Investment income for the year totaled \$2,400,245.

The Village continues to carefully evaluate productivity and changes in service levels to minimize the tax burden on the residents of the Village. The Village, although home rule, continues to operate within non-home rule tax

caps. The Village has generally decreased the number of full-time employees over the last several years to control personnel costs. The Village has limited control over some expenses including pensions and insurance costs. The Village operated on a balanced budget and has not utilized fund balance to pay for any operating expenses. The Village utilizes a five-year capital plan to prioritize future capital expenses and maintains sufficient cash balances to buffer unexpected items.

The Village property taxes account for less than 13% of the total property tax burden for most Winnetka residents, with the schools being the primary taxing agencies. By carefully evaluating services and making revenue increases when necessary, the Village should be able to continue its reputation as an excellent community with a broad range of services at a reasonable cost.

Overall, fiscal year 2023 continued to be a great year to do business in Winnetka with the Village's three downtown districts' vibrant with activity. Retail occupancy rates improved from 94.11% at the beginning of the year to 96.80% by year end. Sales tax revenue, a leading economic indicator for the Village improved by 4.99% on the year and according to the Cook County House Price Index, Winnetka area home values increased an average of 6.88%. These economic indicators show that people want to live and shop in Winnetka.

During the year, the Village made significant capital investments throughout the Village. The Village continued work on the Stormwater Improvements project which saw the completion of construction of underground storage facilities at Duke Childs and Little Duke Fields. Additionally, the Village began work on the south side of Willow Road at the Hibbard Road Forest Preserve site. When completed the Stormwater Improvements project will provide over 25 million gallons of stormwater storage and is largely funded by a \$16 million stormwater grant received from the Illinois Department of Commerce and Economic Opportunity. Over the last several years the Village has made significant investments in its downtown business districts. In 2023, the Village completed phase 5 of these investments with the streetscape improvements on the north side of Elm Street from Lincoln Ave. to Arbor Vitae Lane and the southwest corner of Lincoln Ave. and Elm St. in the East Elm Business District. The Village also began its lead service line replacement program in 2023 with the goal of replacing all 1,503 identified lead service lines over the next 17 years.

Significant Budgetary Variations

General Fund revenues totaled \$30,394,351 which is \$3,287,810 more than budgeted. The primary reason for this variation is intergovernmental revenue collections. Intergovernmental revenues including sales, income, personal property replacement taxes and grants totaled \$7,087,539 which was \$2,579,689 more than budgeted. This is largely due to the accounting treatment of a \$1,676,018 American Rescue Plan Act (ARPA) grant. While the ARPA grant funds were received in 2021 and 2022, the revenue was not recognized until 2023 as the corresponding expenditures were not incurred until 2023. Additionally, Sales and Income tax ended the year \$785,527 greater than budgeted.

On the expenditure side total expenditures were \$1,062,710 under budget as all departments closely adhered to their spending plans.

Fund Balances

The fund balance in the General Fund has remained consistent or increased over the past several years.

General Fund Balances (in millions of dollars)					
Year	Total Fund Balance	Assigned Fund Balance	Unassigned Fund Balance	Budgeted Expenditures	Fund Balance as a Percentage of Budgeted Expenditures
2015	\$18.94	\$—	\$18.94	\$24.63	76.9%
2016	\$20.32	\$—	\$20.32	\$24.24	83.8%
2017	\$20.67	\$—	\$20.67	\$25.12	82.3%
2018	\$22.28	\$—	\$22.28	\$25.80	86.4%
2019	\$24.65	\$—	\$24.65	\$26.30	93.7%
2020	\$25.85	\$—	\$25.85	\$25.93	99.7%
2021	\$30.03	\$—	\$30.03	\$25.30	118.7%
2022	\$32.08	\$16.30	\$15.77	\$25.87	124.0%
2023	\$29.79	\$12.20	\$17.59	\$26.13	114.0%

* Note: For 2023, the Village has assigned \$12.20M of the General Fund fund balance. This represent the amount identified in the 2024 5-year Capital Improvement Plan to be transferred to other funds from 2024-2028. The unassigned fund balance totals \$17,590,603 or 67.3% of budgeted expenditures, which is greater than the 50% policy target.

Enterprise Funds

The Village maintains enterprise operations for electric, water, sewer, refuse and storm sewer services. The Village initiated electric and water service to residents in the early 1900's and currently produces potable water from Lake Michigan and has the capability to generate electricity locally. In 1991, the Village contracted to purchase wholesale power through the Illinois Municipal Electric Agency and generates only when needed which is more economical and environmentally friendly than generating all power locally.

Residential electric rates increased 8.0% on average in 2023 to account for ongoing capital improvements to the distribution system and the purchased power recovery adjustment was set for most of the year at \$0.00.

The retail water rate was increased 11%, primarily to fund capital improvements to the Village's water distribution system. Sanitary sewer rates were unchanged for 2023.

The Village's Refuse Fund no longer receives revenue from property taxes. For 2023 there were no changes to the monthly residential collection fees for weekly pickup.

The Village began charging residents for storm water sewer in July 2014. The rate is \$21.83 per ERU, Equivalent Run-Off Unit, per month. The ERU is a function of impervious surface per property and was calculated by an outside engineering firm.

Pension Trust Funds

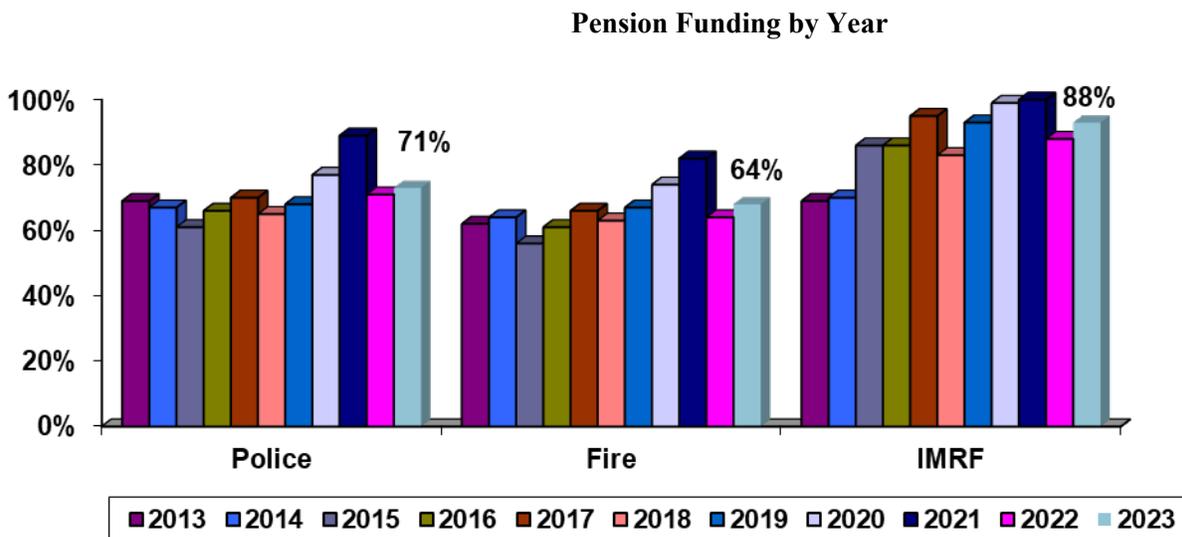
While the Village has strived through the budget process to limit increases in operating expenses, one expense the Village has limited ability to control is the funding amounts required by the pensions. Qualified employees not participating in one of the public safety pension funds are required to participate in the Illinois Municipal Retirement Fund (IMRF). IMRF establishes a Village contribution percentage annually with employees

contributing a fixed 4.5% on almost all types of income. The Village’s IMRF plan and IMRF as a State-wide organization are both well-funded and healthy.

The Police and Fire Pension Funds are locally administered by two boards comprised of active employees, beneficiaries, and Village appointees. Since the employee contributions to these plans are fixed between 9%-10% of regular wages by the Illinois Pension Code, the Village is required to make up the difference in reaching an actuarially determined total contribution amount for existing benefit payments to retirees in addition to paying down the unfunded liabilities of each fund.

Both funds experienced an increase in the funding ratio in 2023 with the Police Pension increasing from 71.02% funded to 72.31% funded while the Fire Pension increased from 64.52% funded to 68.05% funded.

The funding ratio from December 2013 to December 2023 is shown below:



In 2021, both pension funds changed their actuarial assumptions from targeting 100% funding by December 31, 2035, utilizing a 6.25% assumed rate of return to targeting 100% funded utilizing a rolling amortization period of 15 years (versus a set date of December 31, 2035). The funds also increased their assumed rate of return from 6.25% to 6.75%.

Other Information

The Village of Winnetka recognizes that the annual financial report is Management’s report to the governing body, constituents, oversight bodies, resource providers, investors, and creditors. In addition to the vast amount of financial information presented, there is included herein a Statistical Section. This section includes information on outstanding bonded debt, insurance, and self-insurance coverage for the risks of the Village, principal Village officials, and data on the entire governmental structure of the Village of Winnetka.

Additionally, the Village’s financial policies, reserve policies, budget projections, capital plan, and other financial information can be found in the Village’s Annual Budget and 5-Year Capital Improvement Plan that can be viewed in the Fiscal Transparency section of the Village’s website (<http://villageofwinnetka.org>) or at the local library.

Independent Audit

Illinois State Statutes require an annual audit by an independent Certified Public Accountant. The accounting firm of Lauterbach & Amen, LLP, 668 North River Road, Naperville, Illinois 60563 was selected by the Village Board of Trustees to conduct the annual audit for fiscal year 2023. The auditors’ report, general purpose financial statements, and the combining and individual fund statements and schedules are included in the financial section of this report.

Awards

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village for its annual comprehensive financial report for the year ended December 31, 2022. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

To be awarded a Certificate of Achievement, the Village published an easily readable and efficiently organized annual comprehensive financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this report could not have been accomplished without the dedicated assistance of the Finance Department staff and cooperation from the other Village operating departments. Special recognition is due to Dell Duckworth, Assistant Finance Director for her work preparing this report.

In closing, I would like to thank the Village President and the Village Council for their leadership and support of the Finance Department.

Respectfully Submitted,

A handwritten signature in blue ink that reads "Timothy J. Sloth". The signature is written in a cursive style.

Timothy J. Sloth, CPA
Director of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of Winnetka
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

- Independent Auditor's Reports
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information

INDEPENDENT AUDITOR'S REPORTS

This section includes the opinions of the Village's independent auditing firm.



INDEPENDENT AUDITOR'S REPORT

August 20, 2024

The Honorable Village President
Members of the Village Council and Village Manager
Village of Winnetka, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Winnetka (the Village), Illinois, as of and for the year ended December 31, 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, each major fund, and the aggregate remaining fund information of the Village of Winnetka, Illinois, as of December 31, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities 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 ethical requirements relating to our audit. We believe that the audit evidence we have 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 the 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 and *Government 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 management's discussion and analysis, the budgetary comparison schedules, and supplementary pension and other post-employment benefit (OPEB) schedules, as listed in the table of contents, be presented to supplement the basic financial statements. 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Winnetka, Illinois' basic financial statements. The other supplementary information is presented for purposes of additional analysis and is 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, other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 20, 2024, on our consideration of the Village's 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 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 the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP



**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENTAL AUDITING STANDARDS**

August 20, 2024

The Honorable Village President
Members of the Members of the Village Council and Village Manager
Village of Winnetka, Illinois

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Winnetka, Illinois, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Village’s basic financial statements, and have issued our report thereon dated August 20, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village’s internal control. According, we do not express an opinion on the effectiveness of the Village’s internal control.

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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Village’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.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. 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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S
DISCUSSION AND ANALYSIS
DECEMBER 31, 2023

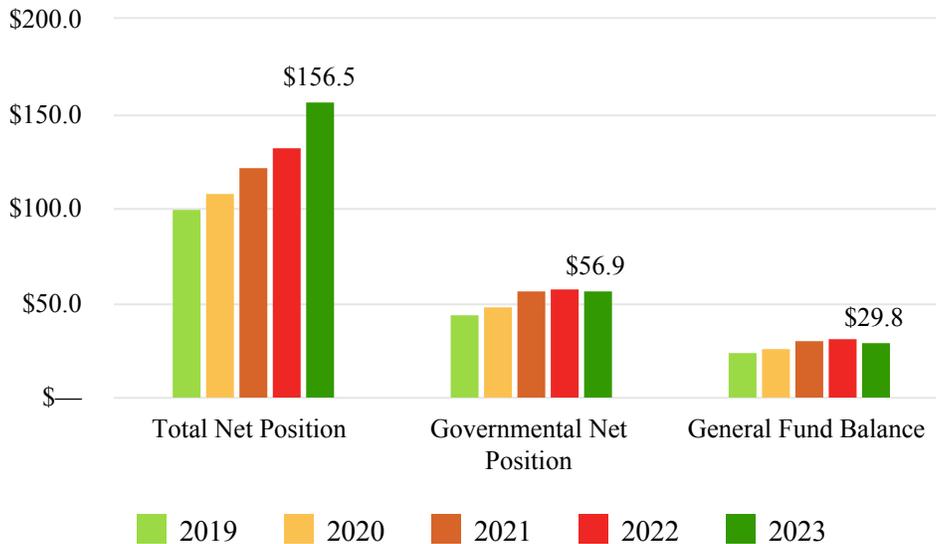
The Management Discussion and Analysis (MDA) section of the Village of Winnetka's (the Village) Annual Comprehensive Financial Report presents discussion and analysis of the Village's financial activities during the Fiscal Year ending December 31, 2023. This section should be used in conjunction with the transmittal letter at the front of this report and with the Village's financial statements that follow this section. Where appropriate the MD&A refers to specific pages in the Annual Comprehensive Financial Report for additional information.

The management's discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify the Village's financial position and ability to address future challenges, (4) identify material deviations from budget, and (5) identify concerns specific to individual funds.

The accounting standards reflected in this report are designed to provide two perspectives of the Village's financial performance; a focus on the Village as a whole (government-wide) and a focus on the major individual funds. Both perspectives (government-wide and major fund) provide a broader basis upon which to compare and judge the Village's financial accountability. This improved accountability is in part achieved by consolidating financial transactions (eliminating activities between certain funds and focusing on major funds), allocating specific revenues that finance operations to those expenditures, and displaying information about long-term financial decisions (Is debt used to finance operations? What financial investments are made in capital? What is the impact of debt service?).

FINANCIAL HIGHLIGHTS

Below is a graph showing the growth of the Village's total net position, governmental net position, and unassigned general fund balance for the last five years (in millions of dollars) reflecting the overall strong financial performance of the Village and investment in infrastructure.



Government-wide net position increased in the current audit year due to a higher cash position at year end and capital asset additions. On a normal revenue and expense basis, the Village had a positive experience for the fiscal year ended December 31, 2023. This is highlighted most notably in the total fund balance in the General Fund, which decreased from \$32,074,231 to \$29,790,603 and represents 109.5 percent of annual budgeted expenditures.

Beginning net position/fund balance was restated to correct a prior year error in the recording of GASB 87.

REPORTING THE VILLAGE AS A WHOLE

Government-wide Financial Statements

The Village's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the Village's overall financial status. Financial reporting at this level uses accounting similar to full accrual accounting used in the private sector. Inter-fund activity is eliminated and the cost of assets with a long service life is spread out over future years so that capital expenditures are amortized (through depreciation) when the benefits are realized.

The first government-wide statement is the *Statement of Net Position* that presents information about all of the Village's assets/deferred outflows and liabilities/deferred inflows, with the difference reported as net position. Over a multi-year period, an increase or decrease in net position can detect an improvement or deterioration in the financial position of the Village as a whole. Additionally, one would need to evaluate non-financial factors, such as the condition of Village infrastructure, the satisfaction of constituents, and other information beyond the scope of this report to make a more complete assessment of whether the Village as a whole has improved.

The second government-wide statement is the *Statement of Activities*, which reports how the Village's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when the cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the Village's distinct activities or functions on revenues provided by the Village's taxpayers.

Both government-wide financial statements distinguish governmental activities of the Village that are principally supported by taxes and intergovernmental revenues (such as state-shared revenues) from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, public safety, community development, public works, and internal service funds. Business-type activities include electric, water, sewer and storm sewer utilities and refuse collection. Fiduciary activities, such as employee pension plans, are not available to fund Village programs and therefore are not included in the government-wide statements.

The Village's financial reporting includes the funds of the Village (primary government). The Village is not accountable for any outside organizations and, therefore, no adjustments were made to blend financial information from other legally separate entities into this report.

REPORTING THE VILLAGE'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Village uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Village's most significant funds rather than the Village as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The Village has three kinds of funds:

Governmental Funds are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, Governmental fund statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

The government-wide financial statements provide a long-term view. Comparisons between the individual governmental fund statements and the government-wide statements provide information about financing decisions and the amount invested in maintaining and improving infrastructure. These two perspectives can provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances reconcile the differences between these two perspectives.

Budgetary comparison statements are included in the basic financial statements for the general fund. Budgetary comparison schedules for other funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the Village's budget.

Proprietary Funds reported in the fund financial statements are for those services for which the Village charges customers a fee. There are two kinds of proprietary funds, enterprise and internal service. Enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Enterprise fund services are primarily provided to customers external to the Village organization such as those of the electric, water, sewer and storm sewer utilities and refuse functions.

Internal service funds provide services and charge fees to customers within the Village organization, such as equipment services (repair and maintenance of Village vehicles) and the insurance funds. Because internal service funds primarily benefit Village operations, they are included within the governmental activities of the government-wide financial statements.

Proprietary fund statements provide both long-term and short-term financial information consistent with the focus provided by the government-wide financial statements, but with more detail for major enterprise funds and individual component units. Individual fund information for internal service funds and non-major enterprise funds is found in combining statements in a later section of this report.

Fiduciary Funds such as the employee pension plans are reported in the fiduciary fund financial statements but are excluded from the government-wide reporting. Fiduciary fund financial statements report resources that are not available to fund Village programs. The accounting for fiduciary fund financial statements is similar to that used for proprietary funds.

Deferrals - Deferred Outflows and Deferred Inflows

The Governmental Accounting Standards Board (GASB) defines deferrals as neither assets nor liabilities, but inflows or outflows of resources that are to be recognized in a different period. Deferred outflows will raise an entity's net position because they are resources that the Village is holding that will be paid out in a future period (e.g. pension contributions). Conversely, deferred inflows reduce an entity's net position because even though they are resources expected to be collected by the Village in the future, they are not currently the Village's control.

The most easily recognizable deferred inflow is property taxes. When the Village files its annual tax levy, an enforceable lien is attached to all subject properties in its jurisdiction. The dollars levied are not collected immediately, and in the case of the Village of Winnetka, there is a delay between the levy filing and actually collecting the tax dollars for a given levy year. This delay extends across fiscal years, which is why the future year's tax levy amount is recognized as a deferred inflow of resources.

To better track inter-period equity (net position over time), GASB recommends a discussion of net position consisting solely of assets and liabilities; however, deferrals are still required to be shown on an agency's statement of net position.

Notes to the financial statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements.

Other information

Major funds and component units are reported in the basic financial statements as discussed. Combining and individual statements and schedules for non-major and internal service funds are presented in a subsequent section of this report.

STATEMENT OF NET POSITION

	Dec-23		Dec-22		Dec-23	Dec-22
	Governmental Activities	Business-Type Activities	Governmental Activities	Business-Type Activities	Total Primary Government	Total Primary Government
<u>Assets</u>						
Current and Other Assets	\$55,989,779	31,763,608	62,446,421	27,240,111	87,753,387	89,686,532
Capital Assets	50,366,626	87,785,492	50,403,355	67,468,081	138,152,118	117,871,436
Total Assets	106,356,405	119,549,100	112,849,776	94,708,192	225,905,505	207,557,968
Deferred Outflows	11,450,650	3,132,127	15,200,210	4,727,616	14,582,777	19,927,826
Total Assets/Deferred Outflows	117,807,055	122,681,227	128,049,986	99,435,808	240,488,282	227,485,794
<u>Liabilities</u>						
Current Liabilities	1,912,815	4,767,021	3,700,426	5,563,185	6,679,836	9,263,611
Long-Term Liabilities	38,975,078	16,260,936	41,544,218	19,044,717	55,236,014	60,588,935
Total Liabilities	40,887,893	21,027,957	45,244,644	24,607,902	61,915,850	69,852,546
Deferred Inflows	20,010,133	2,058,875	25,092,062	362,408	22,069,008	25,454,470
Total Liabilities/Deferred Inflows	60,898,026	23,086,832	70,336,706	24,970,310	83,984,858	95,307,016
<u>Net Position</u>						
Net Investment in						
Capital Assets	50,366,626	77,371,559	50,403,355	56,574,504	127,738,185	106,977,859
Restricted	4,205,264	—	3,816,909	—	4,205,264	3,816,909
Unrestricted	2,337,139	22,222,836	3,493,016	17,890,994	24,559,975	21,384,010
Total Net Position	56,909,029	99,594,395	57,713,280	74,465,498	156,503,424	132,178,778

Government-wide net position saw an increase due most notably to a higher cash position at year end. The Village's overall net position increased from a restated balance of \$132,165,043 in 2022 to \$156,503,424 in 2023. Net position for governmental activities decreased \$800,537, which was substantially less than the increase in 2022 of \$928,491. This change was due primarily to decreases in property taxes and other taxes of \$722,191 and \$136,842, respectively. The net position for the business-type activities increased by \$25,138,918. This was due in large part to capital grants totaling \$12,390,316 being received in the current year.

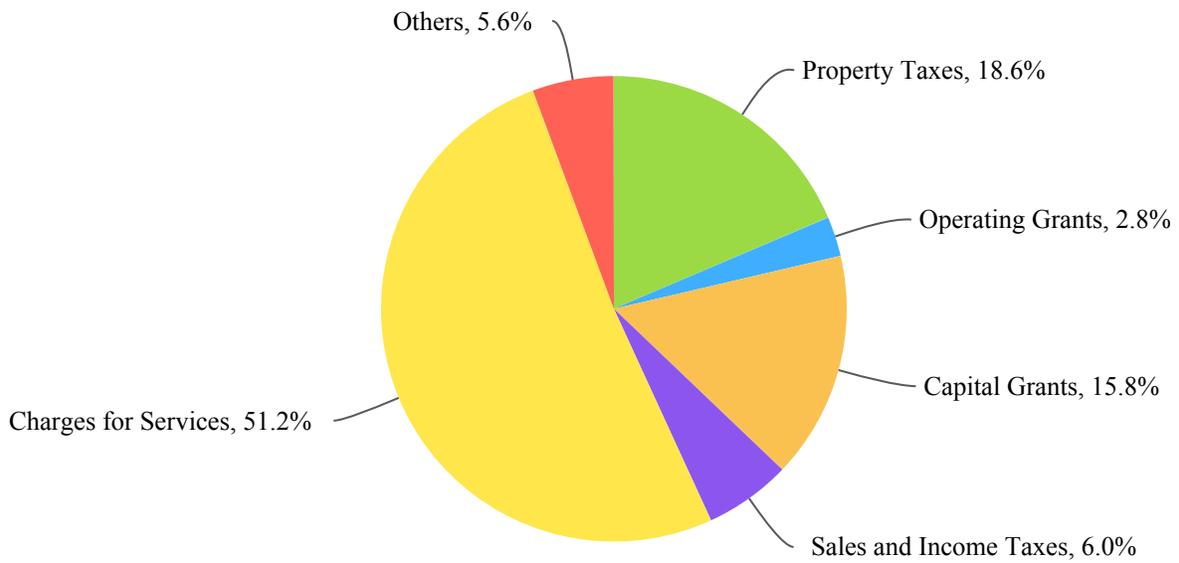
The following table provides a summary of the Village's changes in net position:

STATEMENT OF ACTIVITIES

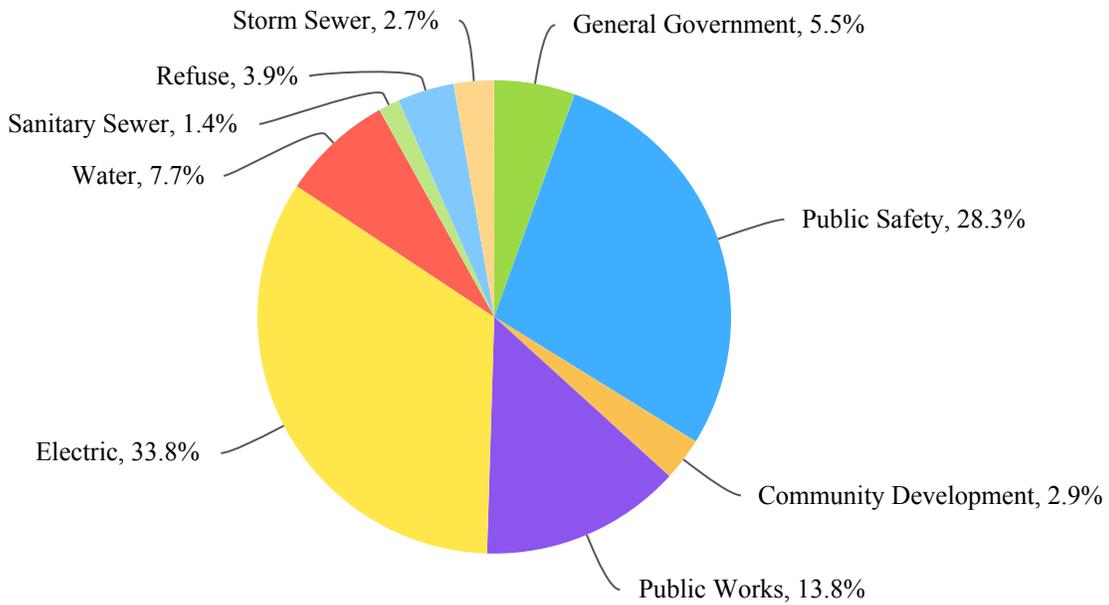
	Dec-23		Dec-22		Dec-23	Dec-22
	Governmental Activities	Business-Type Activities	Governmental Activities	Business-Type Activities	Total Primary Government	Total Primary Government
Revenue:						
Program Revenues:						
Charges for Services	\$ 6,728,244	33,475,795	6,397,669	30,606,249	40,204,039	37,003,918
Operating Grants	2,172,127	—	724,706	—	2,172,127	724,706
Capital Grants	—	12,390,316	—	7,228,938	12,390,316	7,228,938
General Revenues:						
Property Taxes	14,599,395	—	15,321,586	—	14,599,395	15,321,586
Sales and Income Taxes	4,740,527	—	4,652,910	—	4,740,527	4,652,910
Investment Income	1,472,860	927,385	(603,445)	(553,495)	2,400,245	(1,156,940)
Others	1,661,833	378,981	1,798,675	544,657	2,040,814	2,343,332
Total Revenues	<u>31,374,986</u>	<u>47,172,477</u>	<u>28,292,101</u>	<u>37,826,349</u>	<u>78,547,463</u>	<u>66,118,450</u>
Expenses:						
General Government	2,980,528	—	4,832,582	—	2,980,528	4,832,582
Public Safety	15,359,311	—	14,663,393	—	15,359,311	14,663,393
Community Development	1,578,771	—	1,653,866	—	1,578,771	1,653,866
Public Works	7,452,780	—	6,755,847	—	7,452,780	6,755,847
Electric	—	18,332,827	—	19,297,776	18,332,827	19,297,776
Water	—	4,141,958	—	4,040,670	4,141,958	4,040,670
Sewer	—	771,418	—	798,990	771,418	798,990
Refuse	—	2,107,400	—	2,434,580	2,107,400	2,434,580
Storm Sewer	—	1,484,089	—	1,635,100	1,484,089	1,635,100
Total Expenses	<u>27,371,390</u>	<u>26,837,692</u>	<u>27,905,688</u>	<u>28,207,116</u>	<u>54,209,082</u>	<u>56,112,804</u>
Increase in Net						
Position before Transfers	4,003,596	20,334,785	386,413	9,619,233	24,338,381	10,005,646
Transfers	<u>(4,804,133)</u>	<u>4,804,133</u>	<u>542,078</u>	<u>(542,078)</u>	<u>—</u>	<u>—</u>
Increase (Decrease) in						
Net Position	(800,537)	25,138,918	928,491	9,077,155	24,338,381	10,005,646
Net Position - Beginning as Restated	<u>57,709,566</u>	<u>74,455,477</u>	<u>56,784,789</u>	<u>65,388,343</u>	<u>132,165,043</u>	<u>122,173,132</u>
Net Position - Ending	<u><u>56,909,029</u></u>	<u><u>99,594,395</u></u>	<u><u>57,713,280</u></u>	<u><u>74,465,498</u></u>	<u><u>156,503,424</u></u>	<u><u>132,178,778</u></u>

The following two graphs aggregate by major type the Village's revenues and expenses at the government-wide level, based on the information above.

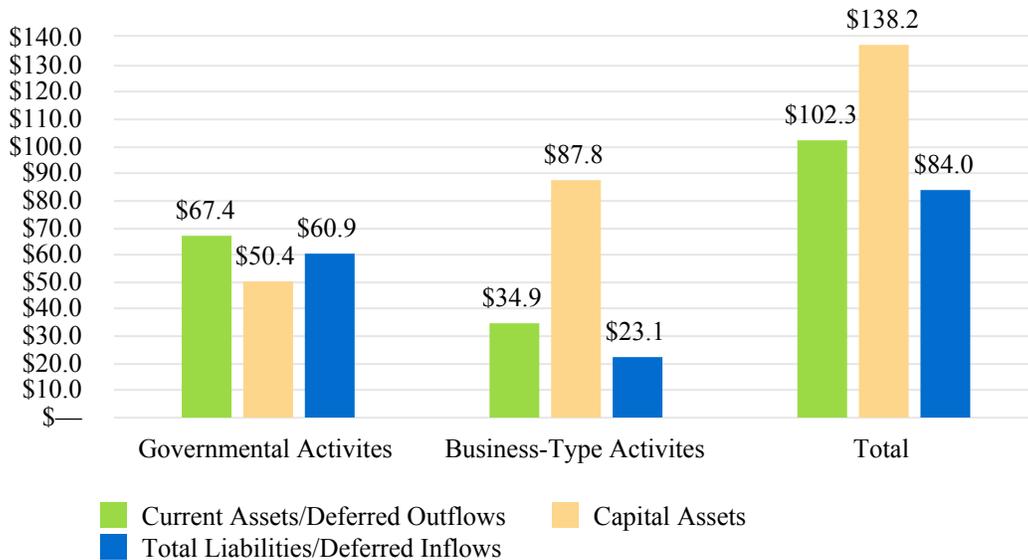
Government-Wide Revenues by Type



Government-Wide Expenses by Type



Below is a graph that compares current and capital assets to the liabilities for governmental and business-type funds.



Financial Analysis of the Village’s Funds

Governmental Funds

As discussed, governmental funds are reported in the fund statement with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$35,085,458, a decreased of \$1,388,036 from the prior year. This decrease is primarily due to a \$5.5 million transfer from the General Fund to the Stormwater Fund.

Major Governmental Funds

The General Fund is the Village’s primary operating fund and the largest source of day-to-day service delivery. The fund balance of the General Fund decreased \$2,283,628 from \$32,074,231 restated to \$29,790,603. This decrease is primarily due to a \$5.5 million transfer from the general fund to the stormwater fund.. The Village Council approved a budgeted drawdown of \$6,672,516; however at the end of the fiscal year the net change in fund balance was a negative \$2,283,628. This favorable performance is primarily driven by General Fund revenues exceeding budget by \$3.3 million and expenditures coming in under budget by \$1.3 million.

The General Fund cash balance of \$29,315,758 remains above the minimum policy amount established by the Village Council.

The Village budgets revenues conservatively so that financial decisions can be made in a planned manner. Budgeted projects can proceed even if revenues weaken somewhat or unexpected expenses are encountered because of this conservative philosophy.

The Village Facilities Fund has a fund balance of \$5,324, which is available for future capital related improvements projects throughout the Village. In FY 2023, this fund decreased by \$73,443. This is primarily due to capital outlay expenditures of \$75,614.

Within the governmental funds, GASB 68 pension expenses/(revenues) included \$838,212 for IMRF (General Government), \$1,172,360 for Police Pension (Public Safety), and \$1,523,953 for Fire Pension (Public Safety).

Proprietary Funds

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term financial status information.

Major Proprietary Funds

The proprietary funds operated by the Village are the Electric, Water, Sanitary Sewer, Refuse, and Storm Sewer funds. Electric rates were increased 5.0% (residential) in the current year. The water rate increased 8.5% and the sewer rate was increased 2% to pay for system improvements. The Village also maintains a stormwater utility fee of \$21.83 per ERU (Equivalent Run-Off Unit) per month.

The Village's combined internal service funds' net position was \$2,659,192. The total for workers' compensation, liability, and health insurance risks retained by the Village was \$1,942,465, a \$58,855 decrease from last year. While the Village's existing reserves are adequate to fund known liabilities, the moderate (up to \$250,000) retention levels in some areas makes a conservative reserve policy in both the internal service funds and in the General Fund prudent.

General Fund Budgetary Highlights

The original budget for the General Fund was not amended and actual expenditures did not exceed the budgeted amount. The chart below shows the different functions within the General Fund comparing budget to actual amounts. All functions ended the year under budget, except public safety. The Village's conservative budgeting for expenditures, along with favorable operating expenditure experience, has contributed to the functions' ending the year under budget.

	Budget	Actual
Function		
General Government	\$ 4,078,334	3,670,636
Public Safety	14,223,224	14,277,713
Community Development	1,785,856	1,557,502
Public Works	7,106,372	6,625,225
Total	<u>27,193,786</u>	<u>26,131,076</u>

Capital Assets

The Village's policy is to capitalize equipment over \$50,000 in value. The Village's investment in capital assets, net of accumulated depreciation, for governmental activities as of December 31, 2023 was \$50,366,626, down \$36,729 from the prior year.

The Village's investment in capital assets, net of accumulated depreciation, for business-type activities as of December 31, 2023 was \$87,785,492, up \$20,317,411 from the prior year.

Additional information about the Village's capital assets, including beginning balances, current year additions and retirements, and outstanding balances at year end, can be found in the financial statement notes, Note 3.

Long-Term Debt

At the end of the fiscal year, the Village had total bonded debt outstanding of \$10,845,000. This entire amount is General Obligation Bonds which are usually funded from property taxes. However, it is anticipated that the annual debt service will continue to be abated and these bonds will be repaid from charges for service in the Stormwater Fund.

Additional information about the Village's long-term liabilities, including outstanding debt, can be found in the financial statement notes, Note 3.

Bond Ratings

The Village's general obligation bonds are rated Aaa by Moody's Investor Rating Service. The Aaa rating was last confirmed in October 2023.

Economic Factors

The local Village economy remained steady in 2023. Because the Village of Winnetka is primarily an affluent residential community heavily reliant on property taxes and utility sales, revenues tend to be more stable compared to governments that rely more on sales tax, real estate transfer taxes, and other revenues particularly sensitive to economic cycles to finance operations. Three separate business districts cater largely to the local area.

The Village's current population of 12,744 has remained about the same over the last decade.

Contacting the Village's Financial Management

This financial report is designed to provide a general overview of the Village's finances, comply with finance-related laws and regulations, and demonstrate the Village's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the Village's Finance Director, 510 Green Bay Road, Winnetka, IL 60093, or access the Village www.villageofwinntka.org.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Funds

Fiduciary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

VILLAGE OF WINNETKA, ILLINOIS

Statement of Net Position

December 31, 2023

See Following Page

VILLAGE OF WINNETKA, ILLINOIS

**Statement of Net Position
December 31, 2023**

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 37,646,329	25,630,042	63,276,371
Receivables - Net of Allowances			
Taxes	15,758,177	—	15,758,177
Accounts	188,978	3,667,745	3,856,723
Notes	240,178	—	240,178
Leases	489,360	1,243,680	1,733,040
Internal Balances	250,000	(250,000)	—
Prepays/Inventories	579,474	1,472,141	2,051,615
Due from Other Governments	837,283	—	837,283
Total Current Assets	<u>55,989,779</u>	<u>31,763,608</u>	<u>87,753,387</u>
Noncurrent Assets			
Capital Assets			
Nondepreciable	13,680,000	37,684,689	51,364,689
Depreciable	82,026,187	124,805,862	206,832,049
Accumulated Depreciation	(45,339,561)	(74,705,059)	(120,044,620)
Total Noncurrent Assets	<u>50,366,626</u>	<u>87,785,492</u>	<u>138,152,118</u>
Total Assets	<u>106,356,405</u>	<u>119,549,100</u>	<u>225,905,505</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	2,661,729	2,327,485	4,989,214
Deferred Items - Police Pension	4,552,009	—	4,552,009
Deferred Items - Firefighters' Pension	3,935,830	—	3,935,830
Deferred Items - RBP	301,082	140,936	442,018
Unamortized Loss on Refunding	—	663,706	663,706
Total Deferred Outflows of Resources	<u>11,450,650</u>	<u>3,132,127</u>	<u>14,582,777</u>
Total Assets and Deferred Outflows of Resources	<u>117,807,055</u>	<u>122,681,227</u>	<u>240,488,282</u>

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

	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 574,542	2,921,663	3,496,205
Accrued Payroll	61,529	128,433	189,962
Accrued Interest Payable	—	11,666	11,666
Retainage Payable	—	754,210	754,210
Deposits Payable	1,009,938	381,246	1,391,184
Claims Payable	125,550	—	125,550
Current Portion of Long-Term Liabilities	141,256	569,803	711,059
Total Current Liabilities	<u>1,912,815</u>	<u>4,767,021</u>	<u>6,679,836</u>
Noncurrent Liabilities			
Claims Payable	225,550	—	225,550
Compensated Absences	1,271,300	493,224	1,764,524
Net Pension Liability - IMRF	3,469,066	3,033,445	6,502,511
Net Pension Liability - Police Pension	14,193,552	—	14,193,552
Net Pension Liability - Firefighters' Pension	17,180,802	—	17,180,802
Total OPEB Liability - RBP	2,634,808	1,233,369	3,868,177
General Obligation Bonds Payable - Net	—	10,562,639	10,562,639
Landfill Post-Closure Costs	—	938,259	938,259
Total Noncurrent Liabilities	<u>38,975,078</u>	<u>16,260,936</u>	<u>55,236,014</u>
Total Liabilities	<u>40,887,893</u>	<u>21,027,957</u>	<u>61,915,850</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Items - IMRF	(255,878)	1,479,187	1,223,309
Deferred Items - Police Pension	2,397,882	—	2,397,882
Deferred Items - Firefighters' Pension	1,067,541	—	1,067,541
Deferred Items - RBP	552,568	258,660	811,228
Property Taxes	15,758,177	—	15,758,177
Leases	489,843	321,028	810,871
Total Deferred Inflows of Resources	<u>20,010,133</u>	<u>2,058,875</u>	<u>22,069,008</u>
Total Liabilities and Deferred Inflows of Resources	<u>60,898,026</u>	<u>23,086,832</u>	<u>83,984,858</u>
NET POSITION			
Net Investment in Capital Assets	50,366,626	77,371,559	127,738,185
Restricted - Highways and Streets	4,024,301	—	4,024,301
Restricted - Foreign Fire Tax	180,963	—	180,963
Unrestricted	2,337,139	22,222,836	24,559,975
Total Net Position	<u>56,909,029</u>	<u>99,594,395</u>	<u>156,503,424</u>

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

VILLAGE OF WINNETKA, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2023

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Governmental Activities				
General Government	\$ 2,980,528	2,895,201	—	—
Public Safety	15,359,311	1,788,633	1,910,096	—
Community Development	1,578,771	1,960,520	—	—
Public Works	7,452,780	83,890	262,031	—
Total Governmental Activities	27,371,390	6,728,244	2,172,127	—
Business-Type Activities				
Electric	18,332,827	18,247,088	—	—
Water	4,141,958	6,997,256	—	—
Refuse	2,107,400	2,619,831	—	—
Storm Sewer	1,484,089	1,545,094	—	12,390,316
Sanitary Sewer	771,418	4,066,526	—	—
Total Business-Type Activities	26,837,692	33,475,795	—	12,390,316
Total Primary Government	54,209,082	40,204,039	2,172,127	12,390,316

General Revenues

Taxes

Property

Telecommunications

Natural Gas

Intergovernmental - Unrestricted

Sales Taxes

Income Taxes

Personal Property Replacement

Other Taxes

Investment Income

Miscellaneous

Transfers - Internal Activity

Total General Revenues

Change in Net Position

Net Position - Beginning as Restated

Net Position - Ending

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

Primary Government		
Net (Expenses)/Revenues		
Governmental Activities	Business-Type Activities	Totals
(85,327)	—	(85,327)
(11,660,582)	—	(11,660,582)
381,749	—	381,749
(7,106,859)	—	(7,106,859)
(18,471,019)	—	(18,471,019)
—	(85,739)	(85,739)
—	2,855,298	2,855,298
—	512,431	512,431
—	12,451,321	12,451,321
—	3,295,108	3,295,108
—	19,028,419	19,028,419
(18,471,019)	19,028,419	557,400
14,599,395	—	14,599,395
220,333	—	220,333
407,457	—	407,457
2,705,063	—	2,705,063
2,035,464	—	2,035,464
436,916	—	436,916
382,385	—	382,385
1,472,860	927,385	2,400,245
214,742	378,981	593,723
(4,804,133)	4,804,133	—
17,670,482	6,110,499	23,780,981
(800,537)	25,138,918	24,338,381
57,709,566	74,455,477	132,165,043
56,909,029	99,594,395	156,503,424

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

VILLAGE OF WINNETKA, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2023

	General	Capital Projects Village Facilities	Nonmajor	Totals
ASSETS				
Cash and Investments	\$ 29,315,758	19,289	5,636,867	34,971,914
Receivables - Net of Allowances				
Taxes	15,758,177	—	—	15,758,177
Accounts	163,443	—	—	163,443
Notes	240,178	—	—	240,178
Leases	489,360	—	—	489,360
Due from Other Governments	787,544	—	49,739	837,283
Due from Other Funds	1,703,586	—	—	1,703,586
Total Assets	48,458,046	19,289	5,686,606	54,163,941
LIABILITIES				
Accounts Payable	1,354,870	13,965	397,075	1,765,910
Accrued Payroll	54,615	—	—	54,615
Deposits Payable	1,009,938	—	—	1,009,938
Total Liabilities	2,419,423	13,965	397,075	2,830,463
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	15,758,177	—	—	15,758,177
Leases	489,843	—	—	489,843
Total Deferred Inflows of Resources	16,248,020	—	—	16,248,020
Total Liabilities and Deferred Inflows of Resources	18,667,443	13,965	397,075	19,078,483
FUND BALANCES				
Restricted	—	—	4,205,264	4,205,264
Assigned	12,200,000	5,324	1,084,267	13,289,591
Unassigned	17,590,603	—	—	17,590,603
Total Fund Balances	29,790,603	5,324	5,289,531	35,085,458
Total Liabilities, Deferred Inflows of Resources and Fund Balances	48,458,046	19,289	5,686,606	54,163,941

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

VILLAGE OF WINNETKA, ILLINOIS

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities

December 31, 2023

Total Governmental Fund Balances	\$ 35,085,458
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.	50,366,626
Internal Service Funds are used by the Village to charge the costs of vehicle and equipment management and employee compensated absences to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position.	2,659,192
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	2,917,607
Deferred Items - Police Pension	2,154,127
Deferred Items - Firefighters' Pension	2,868,289
Deferred Items - RBP	(251,486)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(1,412,556)
Net Pension Liability - IMRF	(3,469,066)
Net Pension Liability - Police Pension	(14,193,552)
Net Pension Liability - Firefighters' Pension	(17,180,802)
Total OPEB Liability - RBP	<u>(2,634,808)</u>
Net Position of Governmental Activities	<u>56,909,029</u>

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

VILLAGE OF WINNETKA, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2023

	General	Capital Projects Village Facilities	Nonmajor	Totals
Revenues				
Taxes	\$ 15,227,185	—	—	15,227,185
Licenses and Permits	2,347,348	—	—	2,347,348
Intergovernmental	7,087,539	—	644,416	7,731,955
Charges for Services	4,224,942	—	—	4,224,942
Fines and Forfeitures	155,954	—	—	155,954
Investment Income	1,136,641	2,171	205,762	1,344,574
Miscellaneous	214,742	—	—	214,742
Total Revenues	30,394,351	2,171	850,178	31,246,700
Expenditures				
General Government	3,670,636	—	—	3,670,636
Public Safety	14,277,713	—	122,560	14,400,273
Community Development	1,557,502	—	—	1,557,502
Public Works	6,625,225	—	—	6,625,225
Capital Outlay	—	75,614	1,501,353	1,576,967
Total Expenditures	26,131,076	75,614	1,623,913	27,830,603
Excess (Deficiency) of Revenues Over (Under) Expenditures				
	4,263,275	(73,443)	(773,735)	3,416,097
Other Financing Sources (Uses)				
Transfers In	1,705,241	—	1,915,000	3,620,241
Transfers Out	(8,252,144)	—	(172,230)	(8,424,374)
	(6,546,903)	—	1,742,770	(4,804,133)
Net Change in Fund Balances				
	(2,283,628)	(73,443)	969,035	(1,388,036)
Fund Balances - Beginning as Restated				
	32,074,231	78,767	4,320,496	36,473,494
Fund Balances - Ending				
	29,790,603	5,324	5,289,531	35,085,458

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

VILLAGE OF WINNETKA, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the
Governmental Funds to the Statement of Activities - Governmental Activities
For the Fiscal Year Ended December 31, 2023**

Net Change in Fund Balances - Total Governmental Funds \$ (1,388,036)

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

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

Capital Outlays	3,519,445
Depreciation Expense	(3,556,174)

The net effect of deferred outflows (inflows) of resources related
to the pensions not reported in the funds.

Change in Deferred Items - IMRF	(899,607)
Change in Deferred Items - Police Pension	411,931
Change in Deferred Items - Firefighters' Pension	(1,390,401)
Change in Deferred Items - RBP	69,325

The issuance of long-term debt provides current financial resources to
governmental funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

Change in Compensated Absences Payable	(33,814)
Change in Net Pension Liability - IMRF	1,868,284
Change in Net Pension Liability - Police Pension	(303,442)
Change in Net Pension Liability - Firefighters' Pension	848,465
Change in Total OPEB Liability - RBP	(67,146)

Internal service funds are used by the Village to charge the costs of vehicle and equipment
management and employee compensated absences to individual funds.

The net revenue of certain activities of internal service funds is reported with governmental activities.	<u>120,633</u>
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Changes in Net Position of Governmental Activities (800,537)

VILLAGE OF WINNETKA, ILLINOIS

**Statement of Net Position - Proprietary Funds
December 31, 2023**

	Business-Type Activities - Enterprise						Governmental Activities	
	Electric	Water	Refuse	Storm Sewer		Nonmajor Sanitary Sewer		Internal Service
				Totals	Totals			
ASSETS								
Current Assets								
Cash and Investments	\$ 5,680,666	6,346,381	1,582,255	9,140,266	2,880,474	25,630,042	2,674,415	
Receivables - Net of Allowances								
Accounts - Billed	937,217	336,984	152,339	113,876	68,263	1,608,679	25,535	
Accounts - Unbilled	1,012,946	231,761	179,898	148,385	61,674	1,634,664	—	
Accounts - Other	127,360	167,042	5,000	125,000	—	424,402	—	
Leases	1,243,680	—	—	—	—	1,243,680	—	
Inventories/Prepays	1,472,141	—	—	—	—	1,472,141	579,474	
Total Current Assets	10,474,010	7,082,168	1,919,492	9,527,527	3,010,411	32,013,608	3,279,424	
Noncurrent Assets								
Capital Assets								
Nondepreciable	69,003	95,005	—	37,520,681	—	37,684,689	—	
Depreciable	67,898,835	30,049,294	3,821,688	13,079,780	9,956,265	124,805,862	299,598	
Accumulated Depreciation	67,967,838	30,144,299	3,821,688	50,600,461	9,956,265	162,490,551	299,598	
Total Noncurrent Assets	(50,625,346)	(13,043,674)	(2,754,081)	(2,251,096)	(6,030,862)	(74,705,059)	(299,598)	
Total Assets	17,342,492	17,100,625	1,067,607	48,349,365	3,925,403	87,785,492	—	
	27,816,502	24,182,793	2,987,099	57,876,892	6,935,814	119,799,100	3,279,424	
DEFERRED OUTFLOWS OF RESOURCES								
Deferred Items - IMRF	1,309,298	545,861	283,960	104,606	83,760	2,327,485	—	
Deferred Items - RBP	78,467	35,988	16,942	5,090	4,449	140,936	—	
Unamortized Loss on Refunding	—	—	—	663,706	—	663,706	—	
Total Deferred Outflows of Resources	1,387,765	581,849	300,902	773,402	88,209	3,132,127	—	
Total Assets and Deferred Outflows of Resources	29,204,267	24,764,642	3,288,001	58,650,294	7,024,023	122,931,227	3,279,424	

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

	Business-Type Activities - Enterprise						Governmental Activities	
	Electric	Water	Refuse	Storm Sewer	Nonmajor			Internal Service
					Sanitary	Sewer		
LIABILITIES								
Current Liabilities								
Accounts Payable	\$ 1,308,102	364,759	68,059	959,179	221,564	2,921,663	262,218	
Accrued Payroll	69,947	27,301	17,625	5,789	7,771	128,433	6,914	
Accrued Interest Payable	—	—	—	11,666	—	11,666	—	
Retainage Payable	—	—	—	754,210	—	754,210	—	
Deposits Payable	381,246	—	—	—	—	381,246	—	
Due to Other Funds	—	250,000	—	—	—	250,000	—	
Claims Payable	—	—	—	—	—	—	125,550	
Compensated Absences	33,114	16,310	5,379	—	—	54,803	—	
General Obligation Bonds Payable	—	—	—	515,000	—	515,000	—	
Total Current Liabilities	1,792,409	658,370	91,063	2,245,844	229,335	5,017,021	394,682	
Noncurrent Liabilities								
Claims Payable	—	—	—	—	—	—	225,550	
Compensated Absences	298,022	146,787	48,415	—	—	493,224	—	
Net Pension Liability - IMRF	1,706,426	711,429	370,089	136,335	109,166	3,033,445	—	
Total OPEB Liability - RBP	686,682	314,941	148,265	44,548	38,933	1,233,369	—	
General Obligation Bonds Payable - Net	—	—	—	10,562,639	—	10,562,639	—	
Landfill Post-Closure Costs	—	—	938,259	—	—	938,259	—	
Total Noncurrent Liabilities	2,691,130	1,173,157	1,505,028	10,743,522	148,099	16,260,936	225,550	
Total Liabilities	4,483,539	1,831,527	1,596,091	12,989,366	377,434	21,277,957	620,232	
DEFERRED INFLOWS OF RESOURCES								
Deferred Items - IMRF	1,229,537	133,840	69,624	25,649	20,537	1,479,187	—	
Deferred Items - RBP	144,010	66,049	31,094	9,342	8,165	258,660	—	
Deferred Items - Leases	321,028	—	—	—	—	321,028	—	
Total Deferred Inflows of Resources	1,694,575	199,889	100,718	34,991	28,702	2,058,875	—	
Total Liabilities and Deferred Inflows of Resources	6,178,114	2,031,416	1,696,809	13,024,357	406,136	23,336,832	620,232	
NET POSITION								
Net Investment in Capital Assets	17,342,492	17,100,625	1,067,607	37,935,432	3,925,403	77,371,559	—	
Unrestricted	5,683,661	5,632,601	523,585	7,690,505	2,692,484	22,222,836	2,659,192	
Total Net Position	23,026,153	22,733,226	1,591,192	45,625,937	6,617,887	99,594,395	2,659,192	

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

VILLAGE OF WINNETKA, ILLINOIS

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Fiscal Year Ended December 31, 2023

	Electric	Water
Operating Revenues		
Charges for Services	\$ 17,893,354	6,967,559
Interfund Services	—	—
Miscellaneous	353,734	29,697
Total Operating Revenues	<u>18,247,088</u>	<u>6,997,256</u>
Operating Expenses		
Administration	1,855,411	1,278,957
Operations	14,758,350	2,244,078
Depreciation and Amortization	1,719,066	618,923
Total Operating Expenses	<u>18,332,827</u>	<u>4,141,958</u>
Operating Income (Loss)	<u>(85,739)</u>	<u>2,855,298</u>
Nonoperating Revenues (Expenses)		
Investment Income	213,162	231,006
Rental Income	147,350	—
Other Income	37,911	2,021
Interest Expense	—	—
	<u>398,423</u>	<u>233,027</u>
Income (Loss) Before Capital Grants/Contributions and Transfers	<u>312,684</u>	<u>3,088,325</u>
Capital Grants	—	—
Capital Contributions	—	—
Transfers In	—	—
Transfers Out	(1,053,878)	(276,560)
	<u>(1,053,878)</u>	<u>(276,560)</u>
Change in Net Position	(741,194)	2,811,765
Net Position - Beginning as Restated	<u>23,767,347</u>	<u>19,921,461</u>
Net Position - Ending	<u><u>23,026,153</u></u>	<u><u>22,733,226</u></u>

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

Business-Type Activities - Enterprise Funds				Governmental Activities
Refuse	Storm Sewer	Nonmajor Sanitary Sewer	Totals	Internal Service
2,619,831	4,066,526	1,545,094	33,092,364	—
—	—	—	—	7,419,712
—	—	—	383,431	—
2,619,831	4,066,526	1,545,094	33,475,795	7,419,712
85,121	(36,165)	102,782	3,286,106	715,951
1,881,459	924,918	540,790	20,349,595	6,711,414
140,820	302,782	127,846	2,909,437	—
2,107,400	1,191,535	771,418	26,545,138	7,427,365
512,431	2,874,991	773,676	6,930,657	(7,653)
52,784	287,223	143,210	927,385	128,286
—	—	—	147,350	—
—	191,699	—	231,631	—
—	(292,554)	—	(292,554)	—
52,784	186,368	143,210	1,013,812	128,286
565,215	3,061,359	916,886	7,944,469	120,633
—	10,171,062	—	10,171,062	—
—	2,219,254	—	2,219,254	—
—	6,471,006	—	6,471,006	475,000
(203,055)	—	(133,380)	(1,666,873)	(475,000)
(203,055)	18,861,322	(133,380)	17,194,449	—
362,160	21,922,681	783,506	25,138,918	120,633
1,229,032	23,703,256	5,834,381	74,455,477	2,538,559
1,591,192	45,625,937	6,617,887	99,594,395	2,659,192

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

VILLAGE OF WINNETKA, ILLINOIS

**Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended December 31, 2023**

	Electric	Water
Cash Flows from Operating Activities		
Receipts from Customers and Users	\$ 17,312,563	6,860,723
Interfund Services Provided	—	—
Payments to Suppliers	(12,396,890)	(2,209,670)
Payments to Employees	(2,953,217)	(1,248,030)
	<u>1,962,456</u>	<u>3,403,023</u>
Cash Flows from Noncapital Financing Activities		
Transfer In	—	—
Transfers Out	(1,053,878)	(276,560)
	<u>(1,053,878)</u>	<u>(276,560)</u>
Cash Flows from Capital and Related Financing Activities		
Purchase of Capital Assets	(895,009)	(2,930,857)
Principal Payments	—	—
Interest Payments	—	—
	<u>(895,009)</u>	<u>(2,930,857)</u>
Cash Flows from Investing Activities		
Interest Received	213,162	231,006
	<u>213,162</u>	<u>231,006</u>
Net Change in Cash and Cash Equivalents	226,731	426,612
Cash and Cash Equivalents - Beginning	5,453,935	5,919,769
Cash and Cash Equivalents - Ending	<u>5,680,666</u>	<u>6,346,381</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities		
Operating Income (Loss)	(85,739)	2,855,298
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities:		
Depreciation and Amortization	1,719,066	618,923
Other Income	185,261	2,021
Other Expense - IMRF and OPEB	807,006	(56,537)
(Increase) Decrease in Current Assets	(1,119,786)	(138,554)
Increase (Decrease) in Current Liabilities	456,648	121,872
	<u>1,962,456</u>	<u>3,403,023</u>
Net Cash Provided by Operating Activities	<u>1,962,456</u>	<u>3,403,023</u>
Noncash Capital and Related Financing Activities		
Capital Grants	—	—
Capital Contributions	—	—
	<u>—</u>	<u>—</u>

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

Business-Type Activities - Enterprise Funds				Governmental
Refuse	Storm Sewer	Nonmajor	Totals	Activities
		Sanitary Sewer		Internal Service
2,630,997	11,491,134	1,567,203	39,862,620	—
—	—	—	—	7,280,774
(1,287,097)	(3,720,842)	(526,839)	(20,141,338)	(7,318,516)
(666,271)	(205,414)	(229,777)	(5,302,709)	(524,304)
677,629	7,564,878	810,587	14,418,573	(562,046)
—	6,471,006	—	6,471,006	475,000
(203,055)	—	(133,380)	(1,666,873)	(475,000)
(203,055)	6,471,006	(133,380)	4,804,133	—
(287,927)	(6,077,653)	(619,729)	(10,811,175)	—
—	(505,000)	—	(505,000)	—
—	(292,554)	—	(292,554)	—
(287,927)	(6,875,207)	(619,729)	(11,608,729)	—
52,784	287,223	143,210	927,385	128,286
239,431	7,447,900	200,688	8,541,362	(433,760)
1,342,824	1,692,366	2,679,786	17,088,680	3,108,175
1,582,255	9,140,266	2,880,474	25,630,042	2,674,415
512,431	2,874,991	773,676	6,930,657	(7,653)
140,820	302,782	127,846	2,909,437	—
—	191,699	—	378,981	—
(41,959)	(36,165)	(37,258)	635,087	—
11,166	7,232,909	22,109	6,007,844	(138,938)
55,171	(3,001,338)	(75,786)	(2,443,433)	(415,455)
677,629	7,564,878	810,587	14,418,573	(562,046)
—	10,171,062	—	10,171,062	—
—	2,219,254	—	2,219,254	—
—	12,390,316	—	12,390,316	—

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

VILLAGE OF WINNETKA, ILLINOIS

**Statement of Fiduciary Net Position
December 31, 2023**

	<u>Pension Trust</u>
ASSETS	
Cash and Cash Equivalents	\$ 2,405,081
Investments	
Illinois Police Officers' Pension Investment Fund	37,602,368
Illinois Firefighters' Pension Investment Fund	35,086,235
Receivables - Net of Allowance	
Accrued Interest	5,120
Prepays	<u>16,331</u>
Total Assets	<u>75,115,135</u>
LIABILITIES	
Due to Other Funds	<u>1,453,586</u>
NET POSITION	
Net Position Restricted for Pensions	<u><u>73,661,549</u></u>

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

VILLAGE OF WINNETKA, ILLINOIS

Statement of Changes in Fiduciary Net Position For the Fiscal Year Ended December 31, 2023

	Pension Trust
Additions	
Contributions - Employer	\$ 2,696,312
Contributions - Plan Members	555,832
Total Contributions	<u>3,252,144</u>
Investment Income	
Interest Earned	855,948
Net Change in Fair Value	8,518,176
	<u>9,374,124</u>
Less Investment Expenses	<u>(92,349)</u>
Net Investment Income	9,281,775
Total Additions	<u>12,533,919</u>
Deductions	
Administration	67,597
Benefits and Refunds	5,635,210
Total Deductions	<u>5,702,807</u>
Change in Fiduciary Net Position	6,831,112
Net Position Restricted for Pensions	
Beginning	<u>66,830,437</u>
Ending	<u><u>73,661,549</u></u>

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

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Winnetka (the Village), Illinois, incorporated in 1869, is a municipal corporation governed by an elected president and six-member Village Council. The Village's major operations include police and fire safety, highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, waterworks and sewerage services, refuse services, electric services, parking system services, and general administrative services.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Village's accounting policies established in GAAP and used by the Village are described below.

REPORTING ENTITY

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government. Management has determined that there are two fiduciary component units that are required to be included in the financial statements of the Village as pension trust funds and there are no discretely component units to include in the reporting entity.

Police Pension Employees Retirement System

The Village's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village President, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

Firefighters' Pension Employees Retirement System

The Village's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of those employees and is governed by a five-member pension board, with two members appointed by the Village President, two elected from active participants of the Fund, and one elected from the retired members of the Fund. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the FPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's sworn firefighters. The FPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the FPERS.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION

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). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Village's police and fire safety, village yard, motor fuel tax, downtown redevelopment, and general administrative services are classified as governmental activities. The Village's electric, water, refuse, and sewer, and sanitary sewer services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations.

The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, highways and streets, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges for services, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property, sales and use taxes, certain intergovernmental revenues, permits and charges for services, etc.).

The Village does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

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 comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village electively added funds, as major funds, which either have debt outstanding or a specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

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

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Village:

General Fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

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 maintains two non-major special revenue funds, the Motor Fuel Tax Fund and the Foreign Fire Tax Fund.

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. The Village does not currently utilize debt service funds.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains one major capital projects fund, the Village Facilities Fund. This fund accounts for the resources used for major rehabilitation of the public works, water and electric yards located at 1390 Willow Road. The Village maintains two non-major capital projects funds, the Downtown Redevelopment Fund and the Special Service Areas Fund.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the Village:

Enterprise Funds are required to account for operations for which a fee is charged to external users for goods or services and the activity is (a) financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges, or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains four major enterprise funds. The Electric Fund accounts for the provision of electric utility services to the residents of the Village. The Water Fund accounts for the provision of potable water to the residents of the Village. The Refuse Fund accounts for the provision of refuse services to the residents of the Village. The Storm Sewer Fund accounts for the provision of storm sewer services to residents of the Village. The Village maintains one non-major enterprise fund, the Sanitary Sewer Fund.

Internal Service Funds are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the Village on a cost-reimbursement basis. The Village maintains five non-major internal service funds. The Information Technology Fund is used to account for the acquisition and depreciation of Village data processing equipment and software. The Worker's Compensation Insurance Fund is used to account for the servicing and payment of claims for workers' compensation. The Health Insurance Fund is used to account for the servicing and payment of claims for health insurance. The Liability Insurance Fund is used to account for the servicing and payment of claims for liability insurance. The Fleet Fund is used to account for the costs of maintaining transportation equipment used by the Village. The Village's internal service funds are presented in the proprietary funds' financial statements. Because the principal users of the internal services are the Village's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity (general government, public safety, public works, etc.).

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 position and changes in net position and is reported using accounting principles similar to proprietary funds.

Pension Trust Funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to be used for disability and retirement annuity payments to employees covered by the plan. The Firefighters' Pension Fund accounts for the accumulation of resources to be used for disability and retirement payments to employees covered by the plan.

The Village's fiduciary funds are presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party (pension participants) and cannot be used to address activities or obligations of the Village, these funds are not incorporated into the government-wide statements.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

All proprietary and pension trust funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net position.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting - Continued

All proprietary and pension trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's enterprise funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

For the purpose of the Statement of Net Position, cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows," cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, franchise taxes, and grants. Business-type activities report utility charges as their major receivables.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Prepays/Inventories

Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids/inventories are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements.

Capital Assets

Capital assets purchased or acquired with an original cost of \$50,000 to \$200,000, depending on asset class, or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Infrastructure such as streets, traffic signals and signs are capitalized. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by the governmental activities) the government chose to include all such items regardless of their acquisition date. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at acquisition value on the date donated.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings and Improvements	50 - 65 Years
Machinery and Equipment	5 - 10 Years
Furniture and Fixtures	7 - 30 Years
Infrastructure	20 - 50 Years
Plants and Equipment	7 - 30 Years
Distribution System	7 - 30 Years
Sewer System	50 Years
Other Equipment	5 - 10 Years

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents a consumption/acquisition of net assets that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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

Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets - Consists 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 improvement of those assets.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Net Position - Continued

Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted - All other net position balance that do not meet the definition of “restricted” or “net investment in capital assets.”

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles. All departments of the Village submit requests for their department to the Village’s Administrator so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested expenditures for the next fiscal year. The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change designations, but may not change the form of the budget. Budgets are prepared for all funds except the Special Service Area Fund.

The Administrator is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body. Expenditures may not legally exceed budgeted expenses at the fund level. During the year, no amendments were made.

EXCESS OF ACTUAL EXPENDITURES/EXPENSES, EXCLUSIVE OF DEPRECIATION, OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures/expenses,exclusive of depreciation, over budget as of the date of this report:

Fund	Excess
Foreign Fire Tax	\$ 43,310
Workers Compensation Insurance	10,978
Health Insurance	208,345
Police Pension	256,782

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

Permitted Deposits and Investments - Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services.

Village

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$20,815,164 and the bank balances totaled \$22,059,878.

Investments. The Village has the following investment fair values and maturities:

Investment Type	Investment Maturities (in Years)				
	Fair Value	Less Than One	One to Five	Six to Ten	More Than Ten
U.S. Treasury Obligations	\$ 33,402,707	7,216,927	26,185,780	—	—
U.S. Agency Obligations	6,565,952	3,603,584	2,962,368	—	—
Municipal Bonds	2,492,548	1,166,992	1,126,134	—	199,422
Totals	42,461,207	11,987,503	30,274,282	—	199,422

The Village has the following recurring fair value measurements as of December 31, 2023:

- U.S. Treasury Obligations of \$33,402,707 are valued using quoted market prices (Level 1 inputs)
- U.S. Agency Obligations of \$6,565,952 are valued using a matrix pricing model (Level 2 inputs)
- Municipal Bonds of \$2,492,548 are valued using a matrix pricing model (Level 2 inputs)

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Village - Continued

Investments - Continued. Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village's investment policy attempts to limit the Village's exposure to interest rate risk by matching its investments with anticipated cash flow requirements. The Village will not directly invest in securities maturing more than five (5) years from the date of purchase. Reserve funds may be invested in securities exceeding five (5) years if the maturities of such investments are made to coincide as nearly as practicable with the expected use of the funds.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village helps limit its exposure to credit risk by primarily investing in external investment pools (Illinois Funds). The Village's investment policy also prescribes to the "prudent person" rule which states that, "investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as possible income to be derived." The investment ratings for the U.S. agency obligations are not available.

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy requires diversification of investments to avoid unreasonable risk by limiting commercial paper to the lesser of 20% of the cash and investment balance at the time of placement, or 25% of the cash and investment balance. At year-end, the Village has no investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Custodial Credit Risk - Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy limits custodial credit risk for deposits by not maintaining funds in any institution not willing or capable of pledging required collateral for funds in excess of FDIC insurable limits. The amount of collateral provided shall not be less than 110 percent of the fair value of the net amount of public funds secured. Pledged collateral will be held in safekeeping by an independent third-party depository designated by the Village and evidenced by a safekeeping agreement. At year-end, all of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

Custodial Credit - Investments. In the case of investments, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's investment policy does not address custodial credit risk for investments.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund

The Illinois Police Officers Pension Investment Fund (IPOPIF) is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate police pension funds. IPOPIF was created by Public Act 101-0610, and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds. Participation in IPOPIF by Illinois suburban and downstate police pension funds is mandatory. Investments of the Fund are combined in a commingled external investment pool and held by IPOPIF. A schedule of investment expenses is included in IPOPIF's annual comprehensive financial report. For additional information on IPOPIF's investments, please refer to their annual comprehensive financial report, which can be obtained from IPOPIF at 456 Fulton Street, Suite 402 Peoria, Illinois 61602 or at www.ipopif.org.

Deposits. The Fund retains all its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the Fund. The excess of available cash is required to be transferred to IPOPIF for purposes of the long-term investment for the Fund. At year-end, the carrying amount of the Fund's cash on hand totaled \$658,336 and the bank balances totaled \$661,990.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Fund's deposits may not be returned to it. The Fund's investment policy states that all deposits in excess of FDIC insurable limits be secured by collateral in order to protect deposits from default. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance.

Investments. At year-end the Fund has \$37,602,368 invested in IPOPIF. The pooled investments consist of the investments as noted in the target allocation table available at www.ipopif.org. Investments in IPOPIF are valued at IPOPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at year-end. The fund may redeem shares with a seven calendar day notice. IPOPIF may, at its sole discretion and based on circumstances, process redemption requests with fewer than a seven calendar day notice. Regular redemptions of the same amount on a particular day of the month may be arranged with IPOPIF.

Investment Policy. IPOPIF's current investment policy was adopted by the Board of Trustees on December 17, 2021. IPOPIF is authorized to invest in all investments allowed by Illinois Compiled Statutes (ILCS). The IPOPIF shall not be subject to any of the limitations applicable to investments of pension fund assets currently held by the transferor pension funds under Sections 1-113.1 through 1-113.12 or Article 3 of the Illinois Pension Code.

Rate of Return

For the year ended December 31, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 13.66%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund

The Illinois Firefighters' Pension Investment Fund (IFPIF) is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate firefighter pension funds. IFPIF was created by Public Act 101-0610, and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds. Participation in IFPIF by Illinois suburban and downstate firefighter pension funds is mandatory. Investments of the Fund are combined in a commingled external investment pool and held by IFPIF. A schedule of investment expenses is included in IFPIF's annual comprehensive financial report. For additional information on IFPIF's investments, please refer to their annual comprehensive financial report, which can be obtained from IFPIF at 1919 South Highland Avenue, Building A, Suite 237, Lombard, IL 60148 or at www.ifpif.org.

Deposits. The Fund retains all its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the Fund. The excess of available cash is required to be transferred to IFPIF for purposes of the long-term investment for the Fund. At year-end, the carrying amount of the Fund's cash on hand totaled \$1,746,745 and the bank balances totaled \$1,751,401.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Fund's deposits may not be returned to it. The Fund's investment policy states that all deposits in excess of FDIC insurable limits be secured by collateral in order to protect deposits from default. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance.

Investments. At year-end the Fund has \$35,086,235 invested in IFPIF. The pooled investments consist of the investments as noted in the target allocation table available at www.ifpif.org. Investments in IFPIF are valued at IFPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at year-end. The plan may redeem shares by giving notice by 5:00 pm central time on the 1st of each month. Requests properly submitted on or before the 1st of each month will be processed for redemption by the 14th of the month. Expedited redemptions may be processed at the sole discretion of IFPIF.

Investment Policy. IFPIF's current investment policy was adopted by the Board of Trustees on June 17, 2022. IFPIF is authorized to invest in all investments allowed by Illinois Compiled Statutes (ILCS). The IFPIF shall not be subject to any of the limitations applicable to investments of pension fund assets currently held by the transferor pension funds under Sections 1-113.1 through 1-113.12 or Article 4 of the Illinois Pension Code.

Rate of Return

For the year ended December 31, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 15.39%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land and Right of Way	\$ 13,680,000	—	—	13,680,000
Depreciable Capital Assets				
Buildings and Improvements	17,000,137	244,492	—	17,244,629
Machinery and Equipment	12,873,430	193,159	—	13,066,589
Furniture and Fixtures	965,632	—	—	965,632
Infrastructure	47,667,543	3,081,794	—	50,749,337
	<u>78,506,742</u>	<u>3,519,445</u>	<u>—</u>	<u>82,026,187</u>
Less Accumulated Depreciation				
Buildings and Improvements	5,877,712	310,607	—	6,188,319
Machinery and Equipment	14,086,674	1,068,227	—	15,154,901
Furniture and Fixtures	965,632	—	—	965,632
Infrastructure	20,853,369	2,177,340	—	23,030,709
	<u>41,783,387</u>	<u>3,556,174</u>	<u>—</u>	<u>45,339,561</u>
Total Net Depreciable Capital Assets	<u>36,723,355</u>	<u>(36,729)</u>	<u>—</u>	<u>36,686,626</u>
Total Net Capital Assets	<u>50,403,355</u>	<u>(36,729)</u>	<u>—</u>	<u>50,366,626</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 238,211
Public Safety	526,661
Community Development	21,269
Public Works	<u>2,770,033</u>
	<u>3,556,174</u>

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 1,434,508	—	—	1,434,508
Construction in Progress	17,782,212	18,467,969	—	36,250,181
	<u>19,216,720</u>	<u>18,467,969</u>	<u>—</u>	<u>37,684,689</u>
Depreciable Capital Assets				
Buildings	13,793,683	191,869	—	13,985,552
Plants and Equipment	15,829,394	574,130	—	16,403,524
Distribution System	57,613,754	2,990,772	—	60,604,526
Sewer System	20,374,276	619,729	—	20,994,005
Other Equipment	12,461,233	357,022	—	12,818,255
	<u>120,072,340</u>	<u>4,733,522</u>	<u>—</u>	<u>124,805,862</u>
Less Accumulated Depreciation				
Buildings	6,162,057	233,888	—	6,395,945
Plants and Equipment	12,904,151	300,618	—	13,204,769
Distribution System	35,657,818	1,702,867	—	37,360,685
Sewer System	6,281,911	367,168	—	6,649,079
Other Equipment	10,815,042	279,539	—	11,094,581
	<u>71,820,979</u>	<u>2,884,080</u>	<u>—</u>	<u>74,705,059</u>
Total Net Depreciable Capital Assets	<u>48,251,361</u>	<u>1,849,442</u>	<u>—</u>	<u>50,100,803</u>
Total Net Capital Assets	<u>67,468,081</u>	<u>20,317,411</u>	<u>—</u>	<u>87,785,492</u>

Depreciation expense was charged to business-type activities as follows:

Electric	\$ 1,719,066
Water	618,923
Refuse	140,820
Storm Sewer	277,425
Sanitary Sewer	127,846
	<u>2,884,080</u>

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERFUND BALANCES

The composition of interfund balances as of the date of this report, is as follows:

Receivable Fund	Payable Fund	Amount
General	Water	\$ 250,000 (1)
General	Police Pension	1,198,880 (2)
General	Firefighters' Pension	<u>254,706 (2)</u>
		<u><u>1,703,586</u></u>

Interfund balances result from (1) the time lag between when transactions are recorded in the accounting system and when payments between funds are made, and (2) Village advanced funds to the pension funds to complete payroll due to delays in the County's property tax distributions.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General	Nonmajor Governmental	38,368 (1)
General	Electric	1,053,878 (1)
General	Water	276,560 (1)
General	Refuse	203,055 (1)
General	Nonmajor Business-Type	133,380 (1)
Nonmajor Governmental	General	1,781,138 (2)
Nonmajor Governmental	Nonmajor Governmental	133,862 (1)
Storm Sewer	General	6,471,006 (2)
Internal Service	Internal Service	<u>475,000 (1)</u>
		<u><u>10,566,247</u></u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LEASES RECEIVABLE

The Village is a lessor on the following leases at year end:

Lease	Term	Start Date	Payments	Interest Range
Verizon	9 years	January 1, 2022	Varies per Year	3.00%
AT&T - PSB	9 years	January 1, 2022	Varies per Year	3.00%
AT&T - Tower Road	9 years	January 1, 2022	Varies per Year	3.00%

During the fiscal year, the Village recognized \$346,161 of lease revenue.

The future minimum lease assets and the net present value of these minimum lease receipts as of year-end, are as follows:

Fiscal Year	Principal	Interest	Total
2024	\$ 231,392	51,990	283,382
2025	249,112	45,050	294,162
2026	267,784	37,577	305,361
2027	287,448	29,542	316,990
2028	308,154	20,920	329,074
2029	329,639	11,674	341,313
2030	59,511	1,785	61,296
	<u>1,733,040</u>	<u>198,538</u>	<u>1,931,578</u>

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT

General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental activities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$12,035,000 Taxable General Obligation Refunding Bonds of 2020, due in annual installments of \$190,000 to \$775,000 through December 15, 2040 plus interest at 2.50% to 2.75%.	Storm Sewer	\$ 11,350,000	—	505,000	10,845,000

Landfill Closure Costs

On June 1, 1993, the Village Council approved closing the landfill by April 1, 1994, depending on the final outcome of federal regulations. The post-closure costs of \$938,259 are based on landfill capacity used to date and have been estimated by the Village engineers. The Village annually reviews these costs and adjusts them as necessary. On April 1, 1994, the Village established the Refuse Fund as a separate enterprise fund. The post-closure costs will be funded by the operations of the Refuse Fund. The landfill is closed; however, there has been no work on it to be permanently closed.

Legal Debt Margin

Article VII, Section 6(k) of the 1970 Illinois Constitution governs the computation of legal debt margin. "The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent...indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amounts." To date the Illinois General Assembly has set no limits for home rule municipalities. The Village is a home rule municipality.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 1,378,742	67,628	33,814	1,412,556	141,256
Net Pension Liabilities					
IMRF	5,337,350	—	1,868,284	3,469,066	—
Police	13,890,110	303,442	—	14,193,552	—
Fire	18,029,267	—	848,465	17,180,802	—
Total OPEB Liability - RBP	2,567,662	67,146	—	2,634,808	—
	<u>41,203,131</u>	<u>438,216</u>	<u>2,750,563</u>	<u>38,890,784</u>	<u>141,256</u>
Business-Type Activities					
Compensated Absences	501,689	92,676	46,338	548,027	54,803
Net Pension Liability - IMRF	5,335,515	—	2,302,070	3,033,445	—
Total OPEB Liability - RBP	1,228,099	5,270	—	1,233,369	—
General Obligation Bonds	11,350,000	—	505,000	10,845,000	515,000
Plus: Unamortized Bond Premium	246,324	—	13,685	232,639	—
Landfill Post-Closure Costs	938,259	—	—	938,259	—
	<u>19,599,886</u>	<u>97,946</u>	<u>2,867,093</u>	<u>16,830,739</u>	<u>569,803</u>

For the governmental activities, the compensated absences, the net pension liabilities, and the total OPEB liability are liquidated by the General Fund.

For the business-type activities, compensated absences, the net pension liability, and the total OPEB liability are liquidated by the Electric, Water, Refuse, Storm Sewer and Sanitary Sewer Funds. The general obligation bonds are liquidated by the Storm Sewer Fund. The Refuse Fund makes payments on the landfill post-closure costs.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Business-Type Activities	
	General Obligation	
	Bonds	
	Principal	Interest
2024	\$ 515,000	279,980
2025	535,000	267,105
2026	545,000	253,730
2027	560,000	240,105
2028	575,000	226,105
2029	585,000	211,730
2030	600,000	197,105
2031	615,000	182,105
2032	630,000	166,730
2033	650,000	150,980
2034	665,000	134,730
2035	680,000	118,105
2036	700,000	100,425
2037	720,000	82,225
2038	740,000	62,425
2039	755,000	42,075
2040	775,000	21,312
Totals	<u>10,845,000</u>	<u>2,736,972</u>

NET POSITION/FUND BALANCE RESTATEMENTS

Beginning net position/fund balance was restated to correct a prior year error in the recording of GASB 87. The following is a summary of the net position/fund balance as originally reported and as restated:

Net Position/Fund Balance	As Reported	As Restated	(Decrease)
Governmental Activities	\$ 57,713,280	57,709,566	(3,714)
Business-Type Activities	74,465,498	74,455,477	(10,021)
General	32,077,945	32,074,231	(3,714)
Electric	23,777,368	23,767,347	(10,021)

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of December 31, 2023:

Governmental Activities		
Capital Assets - Net of Accumulated Depreciation	\$	50,366,626
Less Capital Related Debt:		<u>—</u>
Net Investment in Capital Assets		<u><u>50,366,626</u></u>
Business-Type Activities		
Capital Assets - Net of Accumulated Depreciation		87,785,492
Plus: Unamortized Loss on Refunding		663,706
Less Capital Related Debt:		
Taxable General Obligation Refunding Bonds of 2020	(10,845,000)	
Unamortized Premium		<u>(232,639)</u>
Net Investment in Capital Assets		<u><u>77,371,559</u></u>

FUND BALANCE CLASSIFICATIONS

In the governmental funds financial statements, the Village considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Village first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Village Council; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

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

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

Minimum Fund Balance Policy. The Village’s policy manual states that the General Fund should maintain a minimum cash balance equal to 33.33% to 50% of budgeted operating expenditures plus 100% of the cash needed to fund all pension plans at the 90% funded level.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Capital Projects Village Facilities	Nonmajor	Totals
Restricted				
Highways and Streets	\$ —	—	4,024,301	4,024,301
Foreign Fire Tax	—	—	180,963	180,963
	—	—	4,205,264	4,205,264
Assigned				
Infrastructure Improvement Projects	12,200,000	5,324	—	12,205,324
Downtown Redevelopment	—	—	1,084,267	1,084,267
	12,200,000	5,324	1,084,267	13,289,591
Unassigned				
	17,590,603	—	—	17,590,603
Total Fund Balances	29,790,603	5,324	5,289,531	35,085,458

PROPERTY TAXES

Property taxes for 2023 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are issued on or about February 1 and August 1 and are payable in two installments, on or about March 1 and September 1. The County collects such taxes and remits them periodically. As the 2023 tax levy is intended to fund expenditures for the 2023 fiscal year, these taxes are deferred as of December 31, 2023.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION

RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; employee health; natural disasters; and injuries to the Village's employees. These risks are provided for through a managed self-insurance program. Under this program the Village is self-insured for the first \$100,000 for liability and property claims, and \$250,000 for workers' compensation claims. Commercial insurance is carried for amounts in excess of the self-insured amounts. The Village purchases liability and property insurance through the Illinois County Risk Management Trust and utilizes this agency to manage these claims. There were no reductions in insurance limits during 2023 from the coverage amounts in effect for 2019. The Village's self-insurance activities are reported in the Health Insurance, General Liability Insurance and Workers' Compensation internal service funds. All of the Villages claims are considered noncurrent liabilities.

Premiums are paid into the internal service funds by the departments of the General Fund and other funds based upon historical cost estimates. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Reported liabilities are actuarially determined and include an amount for claims that have been incurred but not reported. There were no insurance claim settlements which exceeded the amounts of insurance coverage during 2023 and 2022.

Changes in the balances of claims liabilities during the fiscal year are as follows:

	Workers'		
	Compensation	Liability	Totals
Claims Payable - December 31, 2021	\$ 927,098	116,910	1,044,008
Incurred Claims	322,823	531,177	854,000
Claims Paid	(503,447)	(542,363)	(1,045,810)
Claims Payable - December 31, 2022	746,474	105,724	852,198
Incurred Claims	269,726	493,055	762,781
Claims Paid	(765,100)	(498,779)	(1,263,879)
Claims Payable - December 31, 2023	251,100	100,000	351,100
Amount Due Within One Year			<u>125,550</u>

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Intergovernmental Personnel Benefit Cooperative (IPBC)

Risks for medical and death benefits for employees and retirees are provided for through the Village's participation in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each member. IPBC maintains specific reinsurance coverage for claims in excess of \$50,000 per individual employee participant. The Village pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into subsequent years experience factor for premiums. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

CONTINGENT LIABILITIES

Litigation

From time to time, the Village is party to various pending claims and legal proceedings with respect to employment, civil rights, property taxes and other matters. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the Village attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the Village's financial position or results of operations.

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

Illinois Municipal Electric Agency (IMEA)

The Village's contract with the IMEA provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

Description of Jointly Governed Organizations

IMEA was created in 1984 by a group of municipalities under the provisions of Division 119.1 of Article II of the Illinois Municipal code. IMEA is a body politic and corporate, municipal corporation and unit of local government of the State of Illinois. The purpose of IMEA is to jointly plan, finance, own, and operate facilities for the generation and transmission of electric power and to provide for the current and projected energy needs of the purchasing members.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

CONTINGENT LIABILITIES - Continued

Illinois Municipal Electric Agency (IMEA) - Continued

Description of Jointly Governed Organizations - Continued

IMEA is governed by a Board of Directors comprised of one representative designated from each member. The Board determines the general policies of IMEA, makes all appropriations, approves contracts, approves the issuance of debt (some of which requires the approval of each participating member), and exercises such powers and performs such duties as may be prescribed in the agreement or bylaws. Certain matters, generally of a financial nature (such as the issuance of debt or a change in cost allocation formulas) require either a super-majority vote or approval from the governing boards of participating members.

The Village is a fully participating member of IMEA, which consists of 32 members, 32 of which are fully participating. Fully participating members obtain wholesale electricity from IMEA at a reduced price and are also responsible for the outstanding debt of IMEA.

IMEA has four debt issues outstanding related to financing ownership of coal fired electric generation facilities. While the Village of Winnetka does not have a specific percentage of these debts as a fixed liability, the Village of Winnetka is contractually bound to purchase power from IMEA through a purchased power agreement. The purchased power contract takes into account load factor, kilowatt sales to each member, and outstanding IMEA debt in setting the price paid by the member communities for wholesale power. IMEA has \$741 million of long-term debt outstanding and \$48 million due in the current fiscal year ending April 30, 2023. Based on the Village's percentage of the overall demand of IMEA, projected kilowatt hour sales, and debt outstanding, it is projected that the Village will pay about \$741 million for debt principal outstanding through 2035 as part of its regular purchased power payments for debt outstanding as of April 30, 2023.

Below is a schedule of facilities where IMEA has on ownership interest:

Coal Facility Name	% Ownership *	Capacity Owned (Megawatts) *	Status
Trimble County Unit 1	12.12%	62	Operational
Trimble County Unit 2	12.12%	91	Operational
Prairie State	15.17%	<u>240</u>	Operational
Total		<u><u>393</u></u>	

* Per April 30, 2023 financial statements.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

CONTINGENT LIABILITIES - Continued

Illinois Municipal Electric Agency (IMEA) - Continued

Summary of Operating Revenues, Operating Expenses and Changes in Net Position for the year ended April 30, 2023, in millions of dollars:

Operating Revenues	\$	312.7
Operating Expenses		<u>236.6</u>
Net Operating Income		76.1
Other Nonoperating Expenses (Net)		<u>(30.4)</u>
Change in Net Position		<u><u>45.7</u></u>

Complete financial statements for IMEA can be obtained from IMEA's administrative office at 3400 Conifer Drive, Springfield, Illinois 62711, or on the internet at www.imea.org.

JOINT VENTURES

Solid Waste Agency of Northern Cook County (SWANCC)

The Board of Directors determines the general policy of SWANCC, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by SWANCC, adopts by-laws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the SWANCC agreement or the by-laws. Separate audited financial statements are available at 77 W. Hintz Road, Suite 200, Wheeling, Illinois 60090.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and, the Firefighters' Pension Plan, which is also a single-employer pension plan. Separate reports are issued for the Police and Firefighter Pension Plans and may be obtained by writing to the Village at 510 Green Bay Road, Winnetka IL 60093. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained on-line at www.imrf.org. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois.

The aggregate amounts recognized for the pension plans is:

	Pension Expense	Net Pension Liability	Deferred Outflows	Deferred Inflows
IMRF	\$ 535,070	6,502,511	4,989,214	1,223,309
Police Pension	1,063,871	14,193,552	4,552,009	2,397,882
Firefighters' Pension	2,065,889	17,180,802	3,935,830	1,067,541
	<u>3,664,830</u>	<u>37,876,865</u>	<u>13,477,053</u>	<u>4,688,732</u>

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. All employees (other than those covered by the Police and Firefighters' Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Benefits Provided. IMRF provides two tiers of pension benefits. 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.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

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

Plan Membership. As of December 31, 2023, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	159
Inactive Plan Members Entitled to but not yet Receiving Benefits	67
Active Plan Members	<u>98</u>
Total	<u><u>324</u></u>

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.50% 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. For the year-ended December 31, 2023, the Village's contribution was 7.69% of covered payroll.

Net Pension Liability. The Village's net pension liability was measured as of December 31, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2023, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.75%
Inflation	2.25%

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108.0%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. 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-2021. 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-2021.

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:

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	24.50%	4.75%
Domestic Equities	34.50%	5.00%
International Equities	18.00%	6.35%
Real Estate	10.50%	6.30%
Blended	11.50%	6.05% - 8.65%
Cash and Cash Equivalents	1.00%	3.80%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the net pension liability/(asset) of the Village calculated using the discount rate as well as what the Village's net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 15,651,508	6,502,511	(860,988)

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2022	\$ 90,940,801	80,267,936	10,672,865
Changes for the Year:			
Service Cost	904,122	—	904,122
Interest on the Total Pension Liability	6,395,539	—	6,395,539
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(1,582,857)	—	(1,582,857)
Changes of Assumptions	(113,465)	—	(113,465)
Contributions - Employer	—	838,212	(838,212)
Contributions - Employees	—	490,809	(490,809)
Net Investment Income	—	9,107,217	(9,107,217)
Benefit Payments, including Refunds of Employee Contributions	(6,357,063)	(6,357,063)	—
Other (Net Transfer)	—	(662,545)	662,545
Net Changes	(753,724)	3,416,630	(4,170,354)
Balances at December 31, 2023	90,187,077	83,684,566	6,502,511

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

For the year ended December 31, 2023, the Village recognized pension expense of \$535,070. At December 31, 2023, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 207,296	(1,141,483)	(934,187)
Change in Assumptions	—	(81,826)	(81,826)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	4,781,918	—	4,781,918
Total Deferred Amounts Related to IMRF	<u>4,989,214</u>	<u>(1,223,309)</u>	<u>3,765,905</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:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2024	\$ 123,182
2025	1,167,196
2026	3,174,342
2027	(698,815)
2028	—
Thereafter	—
Totals	<u>3,765,905</u>

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan

Plan Descriptions

Plan Administration. The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At December 31, 2023, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	35
Inactive Plan Members Entitled to but not yet Receiving Benefits	10
Active Plan Members	<u>27</u>
Total	<u><u>72</u></u>

Benefits Provided. The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of $\frac{1}{2}$ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or $\frac{1}{2}$ of the change in the Consumer Price Index for the preceding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2023, the Village's contribution was 41.18% of covered payroll.

Concentrations. At year-end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2023, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	6.75%
Salary Increases	Service Based
Cost of Living Adjustments	2.50%
Inflation	3.00%

PubS-2010 Employee mortality, unadjusted, with generational improvements with Scale MP-2021.

Discount Rate

The discount rate used to measure the total pension liability was 6.75%, same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability	\$ 20,678,206	14,193,552	8,487,695

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2022	\$ 47,930,269	34,040,159	13,890,110
Changes for the Year:			
Service Cost	633,646	—	633,646
Interest on the Total Pension Liability	3,180,866	—	3,180,866
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	2,398,356	—	2,398,356
Changes of Assumptions	—	—	—
Contributions - Employer	—	1,172,359	(1,172,359)
Contributions - Employees	—	282,159	(282,159)
Net Investment Income	—	4,484,312	(4,484,312)
Benefit Payments, Including Refunds of Employee Contributions	(2,879,898)	(2,879,898)	—
Other (Net Transfer)	—	(29,404)	29,404
Net Changes	3,332,970	3,029,528	303,442
Balances at December 31, 2023	51,263,239	37,069,687	14,193,552

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

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

For the year ended December 31, 2023, the Village recognized pension expense of \$1,063,871. At December 31, 2023, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 2,535,004	(616,926)	1,918,078
Change in Assumptions	—	(1,780,956)	(1,780,956)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,017,005	—	2,017,005
 Total Deferred Amounts Related to Police Pension	 4,552,009	 (2,397,882)	 2,154,127

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:

Fiscal Year	Net Deferred Outflows of Resources
2024	\$ 14,294
2025	673,018
2026	1,015,640
2027	51,449
2028	399,726
Thereafter	—
 Total	 2,154,127

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan

Plan Descriptions

Plan Administration. The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active fire employees.

Plan Membership. At December 31, 2023, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	37
Inactive Plan Members Entitled to but not yet Receiving Benefits	4
Active Plan Members	<u>24</u>
Total	<u><u>65</u></u>

Benefits Provided. The following is a summary of the Firefighters' Pension Plan as provided for in Illinois State Statutes.

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of $\frac{1}{2}$ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for the pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or $\frac{1}{2}$ of the change in the Consumer Price Index for the preceding calendar year.

Contributions. Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2023, the Village's contribution was 52.65% of covered payroll.

Significant Investments. At year end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2023, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	6.75%
Salary Increases	Service Based
Cost of Living Adjustments	2.50%
Inflation	2.25%

Mortality rates are based on the PubS-2010 Employee mortality, unadjusted, with generational improvements with the most recent projection scale (currently Scale MP-2021). 20% of active deaths are assumed to be in the line of duty.

Discount Rate

The discount rate used to measure the total pension liability was 6.75%, same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability	\$ 23,903,245	17,180,802	11,205,091

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2022	\$ 50,819,544	32,790,277	18,029,267
Changes for the Year:			
Service Cost	690,716	—	690,716
Interest on the Total Pension Liability	3,383,952	—	3,383,952
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	1,633,763	—	1,633,763
Changes of Assumptions	—	—	—
Contributions - Employer	—	1,523,953	(1,523,953)
Contributions - Employees	—	273,673	(273,673)
Net Investment Income	—	4,797,463	(4,797,463)
Benefit Payments, Including Refunds of Employee Contributions	(2,755,312)	(2,755,312)	—
Other (Net Transfer)	—	(38,193)	38,193
Net Changes	2,953,119	3,801,584	(848,465)
Balances at December 31, 2023	53,772,663	36,591,861	17,180,802

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

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

For the year ended December 31, 2023, the Village recognized pension expense of \$2,065,889. At December 31, 2023, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 2,433,477	(28,919)	2,404,558
Change in Assumptions	—	(1,038,622)	(1,038,622)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,502,353	—	1,502,353
Total Deferred Amounts Related to Firefighters' Pension	<u>3,935,830</u>	<u>(1,067,541)</u>	<u>2,868,289</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:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2024	\$ 392,532
2025	980,546
2026	1,692,004
2027	(196,793)
2028	—
Thereafter	—
Total	<u>2,868,289</u>

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The Village's defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the Village. RBP is a single-employer defined benefit OPEB plan administered by the Village. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Village Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RBP provides medical benefits for retirees and their dependents. Retirees pay the full cost of the premium. Coverage can continue when Medicare eligible. Coverage for dependents can continue upon the death of the retiree given that contributions continue.

Public Safety employees that suffer a catastrophic injury or are killed in the line of duty receive fully paid health insurance lifetime coverage for the employee, their spouse, and for each dependent child until the child reaches the age of majority under the Public Safety Employee Benefit Act.

Plan Membership. As of December 31, 2022, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	46
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>140</u>
Total	<u><u>186</u></u>

Total OPEB Liability

The Village's total OPEB liability was measured as of December 31, 2022, and was determined by an actuarial valuation as of December 31, 2023.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued.

Inflation	3.00%
Salary Increases	3.50%
Discount Rate	4.00%
Healthcare Cost Trend Rates	6.00% for 2022 decreasing to an ultimate rate of 4.50% for 2037 and later years
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on the S&P Municipal Bond 20 Year High-Grade Rate Index.

Mortality rates were based on the PubG.H-2010(B) Mortality Table - General (below-median income) with future mortality improvement using Scale MP-2020.

Change in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2022	<u>\$ 3,795,761</u>
Changes for the Year:	
Service Cost	191,165
Interest on the Total OPEB Liability	155,815
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	—
Changes of Assumptions or Other Inputs	86,550
Benefit Payments	(361,114)
Other Changes	—
Net Changes	<u>72,416</u>
Balance at December 31, 2023	<u><u>3,868,177</u></u>

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The discount rate used to measure the total pension liability was 4.00%, while the prior valuation used 4.31%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

		Current Discount Rate (4.00%)	
	1% Decrease (3.00%)		1% Increase (5.00%)
Total OPEB Liability	\$ 4,165,546	3,868,177	3,597,939

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using a variable Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

		Healthcare Cost Trend Rates (Varies)	
	1% Decrease (Varies)		1% Increase (Varies)
Total OPEB Liability	\$ 3,512,986	3,868,177	4,285,886

VILLAGE OF WINNETKA, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

For the year ended December 31, 2023, the Village recognized OPEB expense of \$328,487. At December 31, 2023, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 6,851	(248,956)	(242,105)
Change in Assumptions	435,167	(562,272)	(127,105)
Net Difference Between Projected and Actual Earnings	—	—	—
Total Deferred Amounts Related to OPEB	<u>442,018</u>	<u>(811,228)</u>	<u>(369,210)</u>

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

Fiscal Year	Net Deferred (Inflows) of Resources
2024	\$ (18,494)
2025	(39,003)
2026	(57,030)
2027	(94,849)
2028	(104,721)
Thereafter	<u>(55,113)</u>
Totals	<u><u>(369,210)</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule Employer Contributions
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Investment Returns
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Total OPEB Liability
 - Retiree Benefit Plan
- Budgetary Comparison Schedules
 - General Fund

Notes to the Required Supplementary Information

Budgetary Information - Budgets are adopted on a basis consistent with generally accepted accounting principles.

VILLAGE OF WINNETKA, ILLINOIS

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions
December 31, 2023**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 1,355,725	\$ 1,458,442	\$ 102,717	\$ 9,317,696	15.65%
2016	1,347,077	1,376,867	29,790	9,393,842	14.66%
2017	1,284,332	1,507,708	223,376	9,464,493	15.93%
2018	1,313,581	1,319,781	6,200	9,595,185	13.75%
2019	1,146,391	1,215,748	69,357	9,756,517	12.46%
2020	1,417,899	1,508,402	90,503	10,091,807	14.95%
2021	1,326,925	1,454,767	127,842	9,902,428	14.69%
2022	1,130,656	1,130,656	—	10,269,362	11.01%
2023	816,923	838,212	21,289	10,906,850	7.69%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.75% to 13.75%, 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 2020 valuation pursuant to an experience study of the period 2017-2019.
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-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.

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF WINNETKA, ILLINOIS

**Police Pension Fund
Schedule of Employer Contributions
December 31, 2023**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 1,089,023	\$ 1,095,000	\$ 5,977	\$ 2,440,019	44.88%
2015	1,110,899	1,154,177	43,278	2,546,092	45.33%
2016	1,308,146	1,307,493	(653)	2,607,617	50.14%
2017	1,446,665	1,423,835	(22,830)	2,568,172	55.44%
2018	1,488,956	1,467,306	(21,650)	2,691,970	54.51%
2019	1,519,805	1,496,469	(23,336)	2,857,689	52.37%
2020	1,720,195	1,681,054	(39,141)	2,671,838	62.92%
2021	1,291,013	1,256,878	(34,135)	2,753,118	45.65%
2022	1,188,074 *	1,198,064	9,990	2,897,538	41.35%
2023	1,236,103	1,172,360	(63,743)	2,847,215	41.18%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Open)
Remaining Amortization Period	14 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	Service Based
Investment Rate of Return	6.75%
Retirement Age	50 - 70
Mortality	PubS-2010 Employee mortality, unadjusted, with generational improvements with the most recent projections scale.

* In 2022, the Village contributed based on an actuarially determined contribution amount of \$1,188,074 which is based on the Illinois State statute of being 90% funded by December 31, 2040. The Police Pension fund's actuarially determined recommended contribution amount was \$1,789,832 and was based on being 100% funded by December 31, 2035.

VILLAGE OF WINNETKA, ILLINOIS

**Firefighters' Pension Fund
Schedule of Employer Contributions
December 31, 2023**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 1,315,341	\$ 1,321,000	\$ 5,659	\$ 2,409,734	54.82%
2015	1,327,823	1,391,267	63,444	2,440,604	57.01%
2016	1,451,602	1,439,948	(11,654)	2,421,648	59.46%
2017	1,723,176	1,708,105	(15,071)	2,560,651	66.71%
2018	1,776,163	1,743,268	(32,895)	2,428,840	71.77%
2019	1,819,236	1,792,372	(26,864)	2,571,425	69.70%
2020	1,968,569	1,929,099	(39,470)	2,674,991	72.12%
2021	1,425,539	1,385,927	(39,612)	2,540,201	54.56%
2022	1,356,132 *	1,360,608	4,476	2,553,887	53.28%
2023	1,602,287	1,523,953	(78,334)	2,894,479	52.65%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Open)
Remaining Amortization Period	14 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	Service Based
Investment Rate of Return	6.75%
Retirement Age	50 - 70
Mortality	PubS-2010 Employee mortality, unadjusted, with generational improvements with the most recent projections scale.

* In 2022, the Village contributed based on an actuarially determined contribution amount of \$1,356,132 which is based on the Illinois State statute of being 90% funded by December 31, 2040. The Fire Pension fund's actuarially determined recommended contribution amount was \$1,949,012 and was based on being 100% funded by December 31, 2035.

VILLAGE OF WINNETKA, ILLINOIS

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

December 31, 2023

	2015	2016	2017
Total Pension Liability			
Service Cost	\$ 994,117	963,903	942,741
Interest	5,445,933	5,657,743	5,819,726
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	681,118	261,926	2,116,018
Change of Assumptions	84,007	(260,501)	(2,695,351)
Benefit Payments, Including Refunds of Member Contributions	(3,997,516)	(4,516,723)	(4,994,628)
Net Change in Total Pension Liability	3,207,659	2,106,348	1,188,506
Total Pension Liability - Beginning	74,308,286	77,515,945	79,622,293
Total Pension Liability - Ending	77,515,945	79,622,293	80,810,799
Plan Fiduciary Net Position			
Contributions - Employer	\$ 1,458,442	1,376,867	1,507,708
Contributions - Members	418,903	453,957	427,932
Net Investment Income	328,436	4,475,261	12,392,876
Benefit Payments, Including Refunds of Member Contributions	(3,997,516)	(4,516,723)	(4,994,628)
Other (Net Transfer)	1,461,440	691,482	(1,218,760)
Net Change in Plan Fiduciary Net Position	(330,295)	2,480,844	8,115,128
Plan Net Position - Beginning	66,747,256	66,416,961	68,897,805
Plan Net Position - Ending	66,416,961	68,897,805	77,012,933
Employer's Net Pension Liability/(Asset)	\$ 11,098,984	10,724,488	3,797,866
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	85.68%	86.53%	95.30%
Covered Payroll	\$ 9,317,696	9,393,842	9,464,493
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	119.12%	114.17%	40.13%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2014 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2014 and 2017.

2018	2019	2020	2021	2022	2023
885,530	954,153	921,534	895,986	847,561	904,122
5,895,632	5,987,185	6,054,543	6,215,634	6,325,416	6,395,539
—	—	—	—	—	—
439,147	(316,723)	1,850,991	786,466	103,520	(1,582,857)
2,135,288	—	(483,869)	—	—	(113,465)
(5,290,275)	(5,542,680)	(5,815,773)	(6,401,191)	(6,318,073)	(6,357,063)
4,065,322	1,081,935	2,527,426	1,496,895	958,424	(753,724)
80,810,799	84,876,121	85,958,056	88,485,482	89,982,377	90,940,801
84,876,121	85,958,056	88,485,482	89,982,377	90,940,801	90,187,077
1,319,781	1,215,748	1,508,402	1,454,767	1,130,656	838,212
431,783	439,043	454,131	445,610	463,654	490,809
(4,799,193)	13,756,052	11,732,110	15,397,830	(13,744,280)	9,107,217
(5,290,275)	(5,542,680)	(5,815,773)	(6,401,191)	(6,318,073)	(6,357,063)
1,839,918	(564,652)	627,559	87,710	(573,634)	(662,545)
(6,497,986)	9,303,511	8,506,429	10,984,726	(19,041,677)	3,416,630
77,012,933	70,514,947	79,818,458	88,324,887	99,309,613	80,267,936
70,514,947	79,818,458	88,324,887	99,309,613	80,267,936	83,684,566
14,361,174	6,139,598	160,595	(9,327,236)	10,672,865	6,502,511
83.08%	92.86%	99.82%	110.37%	88.26%	92.79%
9,595,185	9,756,517	10,091,807	9,902,428	10,269,362	10,906,850
149.67%	62.93%	1.59%	(94.19%)	103.93%	59.62%

VILLAGE OF WINNETKA, ILLINOIS

Police Pension Fund

Schedule of Changes in the Employer's Net Pension Liability

December 31, 2023

	2014	2015	2016
Total Pension Liability			
Service Cost	\$ 692,981	605,710	646,828
Interest	2,092,535	2,308,101	2,577,750
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	(42,166)	1,146,129	(3,226,369)
Contributions - Buy Back	—	—	—
Change of Assumptions	2,499,986	1,429,187	1,572,183
Benefit Payments, Including Refunds of Member Contributions	(1,809,323)	(1,779,229)	(1,863,860)
Net Change in Total Pension Liability	3,434,013	3,709,898	(293,468)
Total Pension Liability - Beginning	34,385,224	37,819,237	41,529,135
Total Pension Liability - Ending	37,819,237	41,529,135	41,235,667
Plan Fiduciary Net Position			
Contributions - Employer	\$ 1,095,000	1,154,177	1,307,493
Contributions - Members	249,185	252,560	288,079
Contributions - Buy Back	—	—	—
Net Investment Income	1,552,792	159,423	2,178,422
Benefit Payments, Including Refunds of Member Contributions	(1,809,324)	(1,779,229)	(1,863,860)
Administrative Expenses	(21,144)	(41,620)	(49,278)
Net Change in Plan Fiduciary Net Position	1,066,509	(254,689)	1,860,856
Plan Net Position - Beginning	24,445,682	25,512,191	25,257,502
Plan Net Position - Ending	25,512,191	25,257,502	27,118,358
Employer's Net Pension Liability	\$ 12,307,046	16,271,633	14,117,309
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	67.46%	60.82%	65.76%
Covered Payroll	\$ 2,440,019	2,546,092	2,607,617
Employer's Net Pension Liability as a Percentage of Covered Payroll	504.38%	639.08%	541.39%

2017	2018	2019	2020	2021	2022	2023
694,278	650,562	695,274	769,301	679,789	642,010	633,646
2,559,175	2,675,377	2,854,673	2,950,995	3,071,328	3,073,729	3,180,866
—	—	229,968	—	—	—	—
742,631	446,263	(58,455)	704,611	(1,233,854)	593,176	2,398,356
—	—	—	—	—	17,940	—
(61,605)	1,160,243	—	—	(3,561,909)	—	—
(1,966,302)	(2,081,639)	(2,150,286)	(2,358,425)	(2,461,692)	(2,582,553)	(2,879,898)
1,968,177	2,850,806	1,571,174	2,066,482	(3,506,338)	1,744,302	3,332,970
41,235,667	43,203,844	46,054,650	47,625,824	49,692,306	46,185,968	47,930,270
43,203,844	46,054,650	47,625,824	49,692,306	46,185,968	47,930,270	51,263,240
1,423,835	1,467,306	1,496,469	1,681,054	1,256,878	1,198,064	1,172,359
268,576	267,464	280,725	291,770	272,834	287,145	282,159
—	—	—	—	—	17,940	—
3,373,306	31,794	3,112,125	6,019,470	4,067,163	(6,071,482)	4,484,312
(1,966,302)	(2,081,639)	(2,150,286)	(2,358,425)	(2,461,692)	(2,582,552)	(2,879,898)
(18,538)	(37,370)	(33,844)	(38,692)	(32,707)	(58,587)	(29,404)
3,080,877	(352,445)	2,705,189	5,595,177	3,102,476	(7,209,472)	3,029,528
27,118,358	30,199,235	29,846,790	32,551,979	38,147,156	41,249,632	34,040,160
30,199,235	29,846,790	32,551,979	38,147,156	41,249,632	34,040,160	37,069,688
13,004,609	16,207,860	15,073,845	11,545,150	4,936,336	13,890,110	14,193,552
69.90%	64.81%	68.35%	76.77%	89.31%	71.02%	72.31%
2,568,172	2,691,970	2,857,689	2,671,838	2,753,118	2,897,538	2,847,215
506.38%	602.08%	527.48%	432.11%	179.30%	479.38%	498.51%

VILLAGE OF WINNETKA, ILLINOIS

Firefighters' Pension Fund
Schedule of Changes in the Employer's Net Pension Liability
December 31, 2023

	2014	2015	2016
Total Pension Liability			
Service Cost	\$ 769,947	689,460	709,007
Interest	2,095,789	2,267,675	2,633,017
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	(99,297)	593,014	(2,992,031)
Change of Assumptions	1,815,395	3,413,519	1,111,971
Contributions - Buy Back	—	—	—
Benefit Payments, Including Refunds of Member Contributions	(1,810,863)	(1,852,469)	(1,801,967)
Net Change in Total Pension Liability	2,770,971	5,111,199	(340,003)
Total Pension Liability - Beginning	34,438,062	37,209,033	42,320,232
Total Pension Liability - Ending	37,209,033	42,320,232	41,980,229
Plan Fiduciary Net Position			
Contributions - Employer	\$ 1,321,000	1,391,267	1,439,948
Contributions - Members	225,546	232,443	251,855
Contributions - Buy Back	—	—	—
Net Investment Income	1,494,221	(15,892)	1,957,213
Benefit Payments, Including Refunds of Member Contributions	(1,810,863)	(1,852,469)	(1,801,967)
Administrative Expenses	(13,037)	(31,244)	(38,920)
Net Change in Plan Fiduciary Net Position	1,216,867	(275,895)	1,808,129
Plan Net Position - Beginning	22,656,625	23,873,492	23,597,597
Plan Net Position - Ending	23,873,492	23,597,597	25,405,726
Employer's Net Pension Liability	\$ 13,335,541	18,722,635	16,574,503
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	64.16%	55.76%	60.52%
Covered Payroll	\$ 2,409,734	2,440,604	2,421,648
Employer's Net Pension Liability as a Percentage of Covered Payroll	553.40%	767.13%	684.43%

2017	2018	2019	2020	2021	2022	2023
805,556	794,903	717,160	804,634	819,686	649,557	690,716
2,610,776	2,689,044	2,885,682	2,930,142	3,005,840	3,218,105	3,383,952
—	—	156,709	—	—	—	—
332,317	663,472	(859,094)	(144,597)	944,049	1,248,077	1,633,763
(374,219)	1,269,421	—	—	(2,596,557)	—	—
—	—	—	—	150,081	—	—
(2,026,733)	(2,160,039)	(2,261,917)	(2,291,182)	(2,497,016)	(2,644,542)	(2,755,312)
1,347,697	3,256,801	638,540	1,298,997	(173,917)	2,471,197	2,953,119
41,980,229	43,327,926	46,584,727	47,223,267	48,522,264	48,348,347	50,819,544
43,327,926	46,584,727	47,223,267	48,522,264	48,348,347	50,819,544	53,772,663
1,708,105	1,743,268	1,792,372	1,929,099	1,385,927	1,360,608	1,523,953
237,416	229,800	246,106	257,357	240,176	241,470	273,673
—	—	—	—	150,081	—	—
3,286,168	866,522	2,499,794	4,756,581	4,134,871	(5,570,248)	4,797,463
(2,026,733)	(2,160,039)	(2,261,917)	(2,291,182)	(2,497,016)	(2,644,542)	(2,755,312)
(16,726)	(62,022)	(36,492)	(42,504)	(37,874)	(33,875)	(38,193)
3,188,230	617,529	2,239,863	4,609,351	3,376,165	(6,646,587)	3,801,584
25,405,726	28,593,956	29,211,485	31,451,348	36,060,699	39,436,864	32,790,277
28,593,956	29,211,485	31,451,348	36,060,699	39,436,864	32,790,277	36,591,861
14,733,970	17,373,242	15,771,919	12,461,565	8,911,483	18,029,267	17,180,802
65.99%	62.71%	66.60%	74.32%	81.57%	64.52%	68.05%
2,560,651	2,428,840	2,571,425	2,674,991	2,540,201	2,553,887	2,894,479
575.40%	715.29%	613.35%	465.85%	350.82%	705.95%	593.57%

VILLAGE OF WINNETKA, ILLINOIS

Police Pension Fund

Schedule of Investment Returns

December 31, 2023

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	6.25%
2015	0.51%
2016	8.10%
2017	12.02%
2018	(5.64%)
2019	17.54%
2020	16.44%
2021	12.66%
2022	N/A
2023	13.66%

N/A - Not Available

VILLAGE OF WINNETKA, ILLINOIS

**Firefighters' Pension Fund
Schedule of Investment Returns
December 31, 2023**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	6.57%
2015	(0.07%)
2016	7.99%
2017	12.74%
2018	(5.04%)
2019	18.12%
2020	13.90%
2021	12.69%
2022	N/A
2023	15.39%

N/A - Not Available

VILLAGE OF WINNETKA, ILLINOIS

Retiree Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2023

	<u>2018</u>
Total OPEB Liability	
Service Cost	\$ 168,705
Interest	129,067
Changes in Benefit Terms	—
Differences Between Expected and Actual	
Experience	(21,690)
Change of Assumptions or Other Inputs	(123,895)
Benefit Payments	(301,219)
Other Changes	<u>351,757</u>
Net Change in Total OPEB Liability	202,725
Total OPEB Liability - Beginning	<u>4,003,372</u>
Total OPEB Liability - Ending	<u><u>4,206,097</u></u>
Covered-Employee Payroll	\$ 11,649,905
Total OPEB Liability as a Percentage of	
Covered-Employee Payroll	36.10%

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

No assets are accumulated in trust that meets the criteria in paragraph 4 of Statement 75.

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2018 through 2023.

2019	2020	2021	2022	2023
183,917	193,159	245,754	268,143	191,165
147,225	135,641	88,126	100,272	155,815
—	—	—	—	—
—	15,018	(103,789)	(331,608)	—
100,798	375,948	—	(518,794)	86,550
(322,949)	(306,986)	(321,809)	(357,546)	(361,114)
(856)	—	—	—	—
108,135	412,780	(91,718)	(839,533)	72,416
4,206,097	4,314,232	4,727,012	4,635,294	3,795,761
4,314,232	4,727,012	4,635,294	3,795,761	3,868,177
14,083,963	14,887,692	14,887,692	14,734,716	15,253,064
30.63%	31.75%	31.14%	25.76%	25.36%

VILLAGE OF WINNETKA, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2023

	2023		For the Fiscal
	Original and Final Budget	Actual	Year Ended December 31, 2022 Actual
Revenues			
Taxes	\$ 15,767,935	15,227,185	16,121,723
Licenses and Permits	2,223,000	2,347,348	2,286,551
Intergovernmental	4,507,850	7,087,539	5,406,226
Charges for Services	4,014,456	4,224,942	4,031,837
Fines and Forfeitures	162,300	155,954	79,281
Investment Income	325,000	1,136,641	(537,943)
Miscellaneous	106,000	214,742	77,705
Total Revenues	<u>27,106,541</u>	<u>30,394,351</u>	<u>27,465,380</u>
Expenditures			
General Government	4,078,334	3,670,636	3,318,145
Public Safety	14,223,224	14,277,713	13,545,633
Community Development	1,785,856	1,557,502	1,633,671
Public Works	7,106,372	6,625,225	5,677,045
Total Expenditures	<u>27,193,786</u>	<u>26,131,076</u>	<u>24,174,494</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(87,245)</u>	<u>4,263,275</u>	<u>3,290,886</u>
Other Financing Sources (Uses)			
Transfers In	1,666,873	1,705,241	2,146,946
Transfers Out	(8,252,144)	(8,252,144)	(3,387,144)
	<u>(6,585,271)</u>	<u>(6,546,903)</u>	<u>(1,240,198)</u>
Net Change in Fund Balance	<u>(6,672,516)</u>	(2,283,628)	2,050,688
Fund Balance - Beginning as Restated		<u>32,074,231</u>	<u>30,027,257</u>
Fund Balance - Ending		<u>29,790,603</u>	<u>32,077,945</u>

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds
 - General Fund
 - Village Facilities - Capital Projects Fund
- Nonmajor Governmental Funds
 - Combining Balance Sheet
 - Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
 - Budgetary Comparison Schedules
 - Motor Fuel Tax - Special Revenue Fund
 - Foreign Fire Tax - Special Revenue Fund
 - Downtown Redevelopment - Capital Projects Fund
- Budgetary Comparison Schedules - Enterprise Funds
 - Electric - Major Enterprise Fund
 - Water - Major Enterprise Fund
 - Refuse - Major Enterprise Fund
 - Storm Sewer - Major Enterprise Fund
 - Sanitary Sewer - Nonmajor Enterprise Fund
- Internal Service Funds
 - Combining Statement of Net Position
 - Combining Statement of Revenues, Expenses, and Changes in Net Position
 - Combining Statement of Cash Flows
 - Budgetary Comparison Schedules
 - Information Technology Fund
 - Workers' Compensation Insurance Fund
 - Health Insurance Fund
 - Liability Insurance Fund
 - Fleet Fund
- Fiduciary Funds
 - Combining Statement of Net Position
 - Combining Statement of Changes in Net Position
 - Budgetary Comparison Schedules
 - Police Pension Fund
 - Firefighters' Pension Fund
- Grant Accountability and Transparency Act (GATA) – Consolidated Year-End Financial Report

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for the activities involved with street maintenance and construction. Financing is provided by the Village's share of gasoline taxes. State law requires these gasoline taxes to be used to maintain streets.

Foreign Fire Tax Fund

The Foreign Fire Tax Fund is used to account for the revenue derived from a 2% tax of the gross receipts from out-of-state businesses engaged in providing fire insurance within the Village.

CAPITAL PROJECTS FUND

The Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary and Trust Funds.

Village Facilities Fund

The Village Facilities Fund is used to account for the resources for major rehabilitation of the public works, water, and electric yards located at 1390 Willow Road.

Downtown Redevelopment Fund

The Downtown Redevelopment Fund is used to account for the resources for the redevelopment of the Village owned area of the downtown business district currently occupied by the post office. Financing is provided by transfers from the General Fund.

Special Service Areas Fund

The Special Service Areas Fund is used to account for specific tax levies and related costs of the Village's special service areas.

INDIVIDUAL FUND DESCRIPTIONS - Continued

ENTERPRISE FUNDS

The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.

Electric Fund

The Electric Fund is used to account for the provision of electric services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund including but not limited to: administration, operations, maintenance, financing and related debt service, and billing and collection.

Water Fund

The Water Fund is used to account for the provision of portable water services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund including but not limited to: administration, operations, maintenance, financing and related debt service, and billing and collection.

Refuse Fund

The Refuse Fund is used to account for the provision of refuse services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund including but not limited to: administration, operations, maintenance, financing and related debt service, and billing and collection.

Storm Sewer Fund

The Storm Sewer Fund is used to account for the provision of storm sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund including but not limited to: administration, operations, maintenance, financing and related debt service, and billing and collection.

Sanitary Sewer Fund

The Sanitary Sewer Fund is used to account for the provision of sanitary sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund including but not limited to: administration, operations, maintenance, financing and related debt service, and billing and collection.

INDIVIDUAL FUND DESCRIPTIONS - Continued

INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies other governmental unit, or to other governmental units, on a cost-reimbursement basis.

Information Technology Fund

The Information Technology Fund is used to account for the acquisition and depreciation of Village data processing equipment and software. Finance is provided by charges to the various Village funds.

Workers' Compensation Insurance Fund

The Worker's Compensation Insurance Fund is used to account for the servicing and payment of claims for workers' compensation. Financing is provided by charges to the various Village funds.

Health Insurance Fund

The Health Insurance Fund is used to account for the servicing and payment of claims for health insurance. Financing is provided by charges to the various Village funds.

Liability Insurance Fund

The Liability Insurance Fund is used to account for the servicing and payment of claims for liability insurance. Financing is provided by charges to the various Village funds.

Fleet Fund

The Fleet Fund is used to account for the costs of maintaining transportation equipment used by the Village. Financing is provided by charges to the various Village funds.

TRUST FUNDS

PENSION TRUST FUNDS

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the police force at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

INDIVIDUAL FUND DESCRIPTIONS - Continued

TRUST FUNDS - Continued

PENSION TRUST FUNDS - Continued

Firefighters' Pension Fund

The Firefighters' Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the fire department at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

VILLAGE OF WINNETKA, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Taxes		
Property - Current	\$ 15,037,935	14,599,395
Natural Gas	505,000	407,457
Telecommunications Tax	225,000	220,333
	<u>15,767,935</u>	<u>15,227,185</u>
Licenses and Permits		
Licenses		
Vehicle	315,000	280,734
Dog	10,000	13,539
Liquor	19,500	19,800
Other	3,500	4,615
Permits		
Building	1,750,000	1,809,610
Sewer, Sidewalks, and Miscellaneous	75,000	68,140
Compliance Fees	50,000	150,910
	<u>2,223,000</u>	<u>2,347,348</u>
Intergovernmental		
General Sales Tax	2,160,000	2,705,063
Illinois State Income Tax	1,795,000	2,035,464
Corporate Property Replacement Tax	377,850	436,916
Grants	175,000	1,910,096
	<u>4,507,850</u>	<u>7,087,539</u>
Charges for Services		
Administrative Charges	1,790,336	1,790,336
Franchise Fees	310,000	309,767
Public Safety Services	1,164,676	1,226,991
Ambulance Fees	140,000	237,738
False Alarm Charges	5,000	17,100
Parking	110,200	150,850
Property Rental	424,956	394,007
State Route Maintenance	69,288	82,403
Tree Planting	—	15,750
	<u>4,014,456</u>	<u>4,224,942</u>

VILLAGE OF WINNETKA, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Fines and Forfeitures		
Justice Fines and Costs	\$ 162,300	155,954
Investment Income	325,000	1,136,641
Miscellaneous		
Proceeds from Sale of Personal Property	—	51,656
Miscellaneous	106,000	163,086
	106,000	214,742
Total Revenues	27,106,541	30,394,351

VILLAGE OF WINNETKA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
General Government		
Public Affairs	\$ 137,600	232,999
General Administration	3,940,734	3,437,637
Total General Government	<u>4,078,334</u>	<u>3,670,636</u>
Public Safety		
Police Department		
Administration	3,204,216	3,020,843
Public Service Officers	339,596	326,653
General and Criminal Records	212,364	231,381
Investigation	582,056	538,046
Uniform Patrol	3,658,197	3,797,445
Total Police Department	<u>7,996,429</u>	<u>7,914,368</u>
Fire Department		
Administration	1,054,236	1,105,529
Training	60,648	80,132
Communications	209,139	173,021
Life Safety	148,275	162,591
Firefighting Force	4,701,759	4,796,500
Ambulance Service	52,738	45,572
Total Fire Department	<u>6,226,795</u>	<u>6,363,345</u>
Total Public Safety	<u>14,223,224</u>	<u>14,277,713</u>
Community Development		
Community Development Department	<u>1,785,856</u>	<u>1,557,502</u>
Public Works		
Public Works Department	<u>7,106,372</u>	<u>6,625,225</u>
Total Expenditures	<u><u>27,193,786</u></u>	<u><u>26,131,076</u></u>

VILLAGE OF WINNETKA, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
General Government		
Public Affairs		
Legal		
Contractual Services	\$ 53,000	138,539
Sundry		
Commodities	8,100	13,154
Contractual Services	76,500	81,306
	<u>84,600</u>	<u>94,460</u>
Total Public Affairs	<u>137,600</u>	<u>232,999</u>
General Administration		
Office of the Manager and Clerk		
Salaries	981,355	1,091,495
Personnel Costs	287,076	296,801
Contractual Services	262,398	261,940
Commodities	65,112	48,396
	<u>1,595,941</u>	<u>1,698,632</u>
Legal Expense		
Contractual Services	<u>50,000</u>	<u>57,626</u>
Financial Administration		
Salaries	1,015,387	1,034,475
Personnel Costs	329,423	337,360
Contractual Services	224,556	237,156
Commodities	63,400	58,709
Vehicle Expenditure	9,127	9,127
Training	2,900	4,552
Contingency	650,000	—
	<u>2,294,793</u>	<u>1,681,379</u>
Total General Administration	<u>3,940,734</u>	<u>3,437,637</u>
Total General Government	<u>4,078,334</u>	<u>3,670,636</u>

VILLAGE OF WINNETKA, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Public Safety		
Police Department		
Administration		
Salaries	\$ 835,841	769,254
Personnel Costs	470,914	415,389
Contractual Services	1,055,566	1,057,656
Supplies	282,020	225,438
Vehicle Expenditure	164,355	164,355
Equipment	65,000	64,275
Training	80,520	79,984
Building and Structures	250,000	244,492
	3,204,216	3,020,843
Public Service Officers		
Salaries	276,652	263,981
Personnel Costs	62,944	62,672
	339,596	326,653
General and Criminal Records		
Salaries	166,116	174,378
Personnel Costs	46,248	57,003
	212,364	231,381
Investigation		
Salaries	384,791	341,542
Personnel Costs	197,265	196,504
	582,056	538,046
Uniform Patrol		
Salaries	2,426,927	2,538,850
Personnel Costs	1,231,270	1,258,595
	3,658,197	3,797,445
Total Police Department	7,996,429	7,914,368

VILLAGE OF WINNETKA, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Public Safety - Continued		
Fire Department		
Administration		
Salaries	\$ 427,028	451,861
Personnel Costs	274,826	264,105
Contractual Services	154,977	168,627
Supplies	38,150	37,862
Vehicle Expenditure	59,255	59,255
Equipment	65,000	65,819
Building and Structures	35,000	58,000
	<u>1,054,236</u>	<u>1,105,529</u>
Training		
Salaries	35,500	53,130
Personnel Costs	514	749
Training	24,634	26,253
	<u>60,648</u>	<u>80,132</u>
Communications		
Contractual Services	209,139	173,021
Life Safety		
Salaries	129,490	145,743
Personnel Costs	9,285	10,611
Supplies	9,500	6,237
	<u>148,275</u>	<u>162,591</u>
Firefighting Force		
Salaries	2,611,944	2,812,958
Personnel Costs	1,987,315	1,885,691
Contractual Services	10,000	12,078
Supplies	92,500	85,773
	<u>4,701,759</u>	<u>4,796,500</u>

VILLAGE OF WINNETKA, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Public Safety - Continued		
Fire Department - Continued		
Ambulance Service		
Salaries	\$ 36,000	27,213
Personnel Costs	523	4,988
Contractual Services	1,500	50
Supplies	6,750	5,770
Training	7,965	7,551
	<u>52,738</u>	<u>45,572</u>
Total Fire Department	<u>6,226,795</u>	<u>6,363,345</u>
Total Public Safety	<u>14,223,224</u>	<u>14,277,713</u>
Community Development		
Community Development Department		
Salaries	757,930	738,299
Personnel Costs	249,356	221,144
Contractual Services	733,181	567,581
Supplies	26,000	19,079
Training	10,500	2,500
Vehicle Expenditure	8,889	8,899
	<u>1,785,856</u>	<u>1,557,502</u>
Total Community Development	<u>1,785,856</u>	<u>1,557,502</u>
Public Works		
Public Works Department		
Administration		
Salaries	506,196	407,948
Personnel Costs	232,554	184,370
Contractual Services	667,394	788,526
Supplies	621,109	489,431
Training	31,643	16,948
Vehicle Expenditure	291,691	279,309
Equipment	2,136,000	1,910,454
	<u>4,486,587</u>	<u>4,076,986</u>

VILLAGE OF WINNETKA, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Public Works - Continued		
Public Works Department - Continued		
Engineering		
Personnel Costs	\$ —	5,872
Street Maintenance		
Salaries	808,150	897,643
Personnel Costs	274,169	297,981
Contractual Services	242,874	107,105
Supplies	40,270	16,948
	<u>1,365,463</u>	<u>1,319,677</u>
Drainage		
Salaries	3,000	1,533
Personnel Costs	386	113
Contractual Services	—	44
	<u>3,386</u>	<u>1,690</u>
Snow Removal and Ice Control		
Salaries	75,000	28,028
Personnel Costs	9,698	2,830
Supplies	180,869	138,669
	<u>265,567</u>	<u>169,527</u>
Forestry		
Salaries	358,858	417,065
Personnel Costs	107,511	139,119
Supplies	519,000	495,289
	<u>985,369</u>	<u>1,051,473</u>
Total Public Works	<u>7,106,372</u>	<u>6,625,225</u>
Total Expenditures	<u>27,193,786</u>	<u>26,131,076</u>

VILLAGE OF WINNETKA, ILLINOIS

Village Facilities - Capital Projects Fund

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

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Revenues		
Investment Income	\$ 500	2,171
Expenditures		
Capital Outlay	111,300	75,614
Net Change in Fund Balance	<u>(110,800)</u>	(73,443)
Fund Balance - Beginning		<u>78,767</u>
Fund Balance - Ending		<u>5,324</u>

VILLAGE OF WINNETKA, ILLINOIS

**Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2023**

	Special Revenue		Capital Projects		Totals
	Motor	Foreign	Downtown	Special	
	Fuel Tax	Fire Tax	Redevelopment	Service Areas	
ASSETS					
Cash and Investments	\$ 4,103,277	183,528	1,350,062	—	5,636,867
Due from Other Governments	49,739	—	—	—	49,739
Total Assets	<u>4,153,016</u>	<u>183,528</u>	<u>1,350,062</u>	<u>—</u>	<u>5,686,606</u>
LIABILITIES					
Accounts Payable	<u>128,715</u>	<u>2,565</u>	<u>265,795</u>	<u>—</u>	<u>397,075</u>
FUND BALANCES					
Restricted	4,024,301	180,963	—	—	4,205,264
Assigned	—	—	1,084,267	—	1,084,267
Total Fund Balances	<u>4,024,301</u>	<u>180,963</u>	<u>1,084,267</u>	<u>—</u>	<u>5,289,531</u>
Total Liabilities and Fund Balances	<u>4,153,016</u>	<u>183,528</u>	<u>1,350,062</u>	<u>—</u>	<u>5,686,606</u>

VILLAGE OF WINNETKA, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2023

	Special Revenue		Capital Projects		Totals
	Motor Fuel Tax	Foreign Fire Tax	Downtown Redevelopment	Special Service Areas	
Revenues					
Intergovernmental	\$ 550,050	94,366	—	—	644,416
Investment Income	123,690	5,386	74,850	1,836	205,762
Total Revenues	673,740	99,752	74,850	1,836	850,178
Expenditures					
Public Safety	—	122,560	—	—	122,560
Capital Outlay	128,715	—	1,356,588	16,050	1,501,353
Total Expenditures	128,715	122,560	1,356,588	16,050	1,623,913
Excess (Deficiency) of Revenues Over (Under) Expenditures	545,025	(22,808)	(1,281,738)	(14,214)	(773,735)
Other Financing Sources (Uses)					
Transfers In	—	—	1,915,000	—	1,915,000
Transfers Out	(133,862)	—	—	(38,368)	(172,230)
	(133,862)	—	1,915,000	(38,368)	1,742,770
Net Change in Fund Balances	411,163	(22,808)	633,262	(52,582)	969,035
Fund Balances - Beginning	3,613,138	203,771	451,005	52,582	4,320,496
Fund Balances - Ending	4,024,301	180,963	1,084,267	—	5,289,531

VILLAGE OF WINNETKA, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

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

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Revenues		
Intergovernmental		
Motor Fuel Tax Allotments	\$ 275,000	288,019
Grants	527,000	262,031
Investment Income	6,000	123,690
Total Revenues	808,000	673,740
Expenditures		
Capital Outlay	275,000	128,715
Excess (Deficiency) of Revenues Over (Under) Expenditures	533,000	545,025
Other Financing (Uses)		
Transfers Out	(133,862)	(133,862)
Net Change in Fund Balance	399,138	411,163
Fund Balance - Beginning		3,613,138
Fund Balance - Ending		4,024,301

VILLAGE OF WINNETKA, ILLINOIS

Foreign Fire Tax - Special Revenue Fund

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

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Revenues		
Intergovernmental		
Foreign Fire Insurance Tax	\$ 85,000	94,366
Investment Income	200	5,386
Total Revenues	<u>85,200</u>	<u>99,752</u>
Expenditures		
Public Safety		
Supplies	<u>79,250</u>	<u>122,560</u>
Net Change in Fund Balance	<u>5,950</u>	(22,808)
Fund Balance - Beginning		<u>203,771</u>
Fund Balance - Ending		<u>180,963</u>

VILLAGE OF WINNETKA, ILLINOIS

Downtown Redevelopment - Capital Projects Fund

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

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Revenues		
Investment Income	\$ 308,500	74,850
Expenditures		
Capital Outlay	2,262,500	1,356,588
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,954,000)	(1,281,738)
Other Financing Sources		
Transfers In	1,915,000	1,915,000
Net Change in Fund Balance	<u>(39,000)</u>	633,262
Fund Balance - Beginning		<u>451,005</u>
Fund Balance - Ending		<u><u>1,084,267</u></u>

VILLAGE OF WINNETKA, ILLINOIS

Electric - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Operating Revenues		
Charges for Services	\$ 20,270,914	17,893,354
Miscellaneous	58,687	353,734
Total Operating Revenues	<u>20,329,601</u>	<u>18,247,088</u>
Operating Expenses		
Administration		
General and Administrative	2,512,365	1,956,914
IMRF Net Pension Liability Expense	—	(109,859)
Total OPEB Liability Expense	—	8,356
Operations		
Generation	14,125,398	11,160,116
Distribution	4,900,263	3,598,234
Depreciation	1,600,000	1,719,066
Total Operating Expenses	<u>23,138,026</u>	<u>18,332,827</u>
Operating Income (Loss)	<u>(2,808,425)</u>	<u>(85,739)</u>
Nonoperating Revenues		
Investment Income	45,000	213,162
Rental Income	208,382	147,350
Grants	75,000	—
Other Income	22,000	37,911
	<u>350,382</u>	<u>398,423</u>
Income (Loss) before Transfers	(2,458,043)	312,684
Transfers Out	<u>(1,053,878)</u>	<u>(1,053,878)</u>
Change in Net Position	<u>(3,511,921)</u>	(741,194)
Net Position - Beginning as Restated		<u>23,767,347</u>
Net Position - Ending		<u><u>23,026,153</u></u>

VILLAGE OF WINNETKA, ILLINOIS

Water - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Operating Revenues		
Charges for Services	\$ 7,007,461	6,967,559
Miscellaneous	17,225	29,697
Total Operating Revenues	<u>7,024,686</u>	<u>6,997,256</u>
Operating Expenses		
Administration		
General and Administrative	1,848,271	1,335,494
IMRF Net Pension Liability Expense	—	(61,779)
Total OPEB Liability Expense	—	5,242
Operations		
Pumping	1,479,609	1,118,393
Distribution	4,504,419	1,125,685
Depreciation	450,000	618,923
Total Operating Expenses	<u>8,282,299</u>	<u>4,141,958</u>
Operating Income (Loss)	<u>(1,257,613)</u>	<u>2,855,298</u>
Nonoperating Revenues		
Investment Income	20,500	231,006
Other Income	—	2,021
	<u>20,500</u>	<u>233,027</u>
Income (Loss) before Transfers	(1,237,113)	3,088,325
Transfers Out	<u>(276,560)</u>	<u>(276,560)</u>
Change in Net Position	<u>(1,513,673)</u>	2,811,765
Net Position - Beginning		<u>19,921,461</u>
Net Position - Ending		<u><u>22,733,226</u></u>

VILLAGE OF WINNETKA, ILLINOIS

Refuse - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Operating Revenues		
Charges for Services	\$ 2,676,664	2,619,831
Operating Expenses		
Administration		
General and Administrative	127,080	127,080
IMRF Net Pension Liability Expense	—	(49,990)
Total OPEB Liability Expense	—	8,031
Operations		
Collection	1,551,175	1,122,852
Disposal	303,007	291,695
Recycling	462,175	466,695
Landfill Monitoring	—	217
Depreciation	135,000	140,820
Total Operating Expenses	<u>2,578,437</u>	<u>2,107,400</u>
Operating Income	98,227	512,431
Nonoperating Revenues		
Investment Income	<u>6,500</u>	<u>52,784</u>
Income before Transfers	104,727	565,215
Transfers Out	<u>(203,055)</u>	<u>(203,055)</u>
Change in Net Position	<u>(98,328)</u>	362,160
Net Position - Beginning		<u>1,229,032</u>
Net Position - Ending		<u><u>1,591,192</u></u>

VILLAGE OF WINNETKA, ILLINOIS

Storm Sewer - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Operating Revenues		
Charges for Services	\$ 1,998,964	4,066,526
Operating Expenses		
Administration		
IMRF Net Pension Liability Expense	—	(6,908)
Total OPEB Liability Expense	—	(29,257)
Operations	15,679,070	924,918
Depreciation and Amortization	—	302,782
Total Operating Expenses	15,679,070	1,191,535
Operating Income (Loss)	(13,680,106)	2,874,991
Nonoperating Revenues (Expenses)		
Investment Income	95,000	287,223
Interest Expense	(293,255)	(292,554)
Other Income	—	191,699
	(198,255)	186,368
Income (Loss) before Capital Grants/Contributions and Transfers	(13,878,361)	3,061,359
Capital Grants	18,000,000	10,171,062
Capital Contributions	—	2,219,254
Transfers In	6,471,006	6,471,006
	24,471,006	18,861,322
Change in Net Position	10,592,645	21,922,681
Net Position - Beginning		23,703,256
Net Position - Ending		45,625,937

VILLAGE OF WINNETKA, ILLINOIS

Sanitary Sewer - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Operating Revenues		
Charges for Services	\$ 1,674,248	1,545,094
Operating Expenses		
Administration		
General and Administrative	140,040	140,040
IMRF Net Pension Liability Expense	—	(14,438)
Total OPEB Liability Expense	—	(22,820)
Operations	1,351,370	540,790
Depreciation	110,000	127,846
Total Operating Expenses	1,601,410	771,418
Operating Income	72,838	773,676
Nonoperating Revenues		
Investment Income	8,750	143,210
Other Income	1,500	—
	10,250	143,210
Income before Transfers	83,088	916,886
Transfers Out	(133,380)	(133,380)
Change in Net Position	(50,292)	783,506
Net Position - Beginning		5,834,381
Net Position - Ending		6,617,887

VILLAGE OF WINNETKA, ILLINOIS

Internal Service Funds
Combining Statement of Net Position
December 31, 2023

	<u>Information Technology</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 193,047
Receivables - Net of Allowances	
Accounts	—
Inventories/Prepays	58,582
Total Current Assets	<u>251,629</u>
Noncurrent Assets	
Capital Assets	
Depreciable	299,598
Accumulated Depreciation	<u>(299,598)</u>
Total Noncurrent Assets	—
Total Assets	<u>251,629</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	3,999
Accrued Payroll	—
Claims Payable	—
Total Current Liabilities	<u>3,999</u>
Noncurrent Liabilities	
Claims Payable	—
Total Liabilities	<u>3,999</u>
NET POSITION	
Unrestricted	<u>247,630</u>

Workers' Compensation Insurance	Health Insurance	Liability Insurance	Fleet	Totals
471,141	742,576	790,230	477,421	2,674,415
—	—	15,054	10,481	25,535
—	387,323	101,698	31,871	579,474
471,141	1,129,899	906,982	519,773	3,279,424
—	—	—	—	299,598
—	—	—	—	(299,598)
—	—	—	—	—
471,141	1,129,899	906,982	519,773	3,279,424
—	214,457	—	43,762	262,218
—	—	—	6,914	6,914
125,550	—	—	—	125,550
125,550	214,457	—	50,676	394,682
125,550	—	100,000	—	225,550
251,100	214,457	100,000	50,676	620,232
220,041	915,442	806,982	469,097	2,659,192

VILLAGE OF WINNETKA, ILLINOIS

Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Net Position

For the Fiscal Year Ended December 31, 2023

	<u>Information Technology</u>
Operating Revenues	
Interfund Services	\$ 613,289
Operating Expenses	
Administration	60,816
Operations	878,958
Total Operating Expenses	<u>939,774</u>
Operating Income (Loss)	(326,485)
Nonoperating Revenues	
Investment Income	<u>13,366</u>
Income (Loss) Before Transfers	<u>(313,119)</u>
Transfers In	475,000
Transfers Out	<u>—</u>
	<u>475,000</u>
Change in Net Position	161,881
Net Position - Beginning	<u>85,749</u>
Net Position - Ending	<u><u>247,630</u></u>

Workers' Compensation Insurance	Health Insurance	Liability Insurance	Fleet	Totals
435,535	4,473,300	831,885	1,065,703	7,419,712
133,052	—	478,083	44,000	715,951
269,726	4,525,045	14,972	1,022,713	6,711,414
402,778	4,525,045	493,055	1,066,713	7,427,365
32,757	(51,745)	338,830	(1,010)	(7,653)
27,901	39,456	28,946	18,617	128,286
60,658	(12,289)	367,776	17,607	120,633
—	—	—	—	475,000
(475,000)	—	—	—	(475,000)
(475,000)	—	—	—	—
(414,342)	(12,289)	367,776	17,607	120,633
634,383	927,731	439,206	451,490	2,538,559
220,041	915,442	806,982	469,097	2,659,192

VILLAGE OF WINNETKA, ILLINOIS

Internal Service Funds

Combining Statement of Cash Flows

For the Fiscal Year Ended December 31, 2023

	Information Technology
Cash Flows from Operating Activities	
Receipts from Interfund Services	\$ 617,089
Payments to Suppliers	(804,181)
Payments to Employees	(176,720)
	<u>(363,812)</u>
Cash Flows from Noncapital Financing Activities	
Transfers In	475,000
Transfers Out	—
	<u>475,000</u>
Cash Flows from Investing Activities	
Interest Received	13,366
	<u>13,366</u>
Net Change in Cash and Cash Equivalents	124,554
Cash and Cash Equivalents - Beginning	<u>68,493</u>
Cash and Cash Equivalents - Ending	<u><u>193,047</u></u>
Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities	
Operating Income (Loss)	(326,485)
Adjustments to Reconcile Operating Income	
to Net Cash Provided by (Used in)	
Operating Activities	
(Increase) Decrease in Current Assets	3,800
Increase (Decrease) in Current Liabilities	(41,127)
	<u>(37,327)</u>
Net Cash Provided by Operating Activities	<u><u>(363,812)</u></u>

Worker's Compensated Insurance	Health Insurance	Liability Insurance	Fleet	Totals
435,535	4,311,480	821,106	1,095,564	7,280,774
(900,139)	(4,356,330)	(498,779)	(759,087)	(7,318,516)
—	—	—	(347,584)	(524,304)
(464,604)	(44,850)	322,327	(11,107)	(562,046)
—	—	—	—	475,000
(475,000)	—	—	—	(475,000)
(475,000)	—	—	—	—
27,901	39,456	28,946	18,617	128,286
(911,703)	(5,394)	351,273	7,510	(433,760)
1,382,844	747,970	438,957	469,911	3,108,175
471,141	742,576	790,230	477,421	2,674,415
32,757	(51,745)	338,830	(1,010)	(7,653)
—	(161,820)	(10,779)	29,861	(138,938)
(497,361)	168,715	(5,724)	(39,958)	(415,455)
(464,604)	(44,850)	322,327	(11,107)	(562,046)

VILLAGE OF WINNETKA, ILLINOIS

Information Technology - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Operating Revenues		
Interfund Services	\$ 603,288	613,289
Operating Expenses		
Administration	60,816	60,816
Operations	991,828	878,958
Total Operating Expenses	1,052,644	939,774
Operating Income (Loss)	(449,356)	(326,485)
Nonoperating Revenues		
Investment Income	2,000	13,366
(Loss) before Transfers	(447,356)	(313,119)
Transfers In	475,000	475,000
Change in Net Position	27,644	161,881
Net Position - Beginning		85,749
Net Position - Ending		247,630

VILLAGE OF WINNETKA, ILLINOIS

Workers' Compensation - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Operating Revenues		
Interfund Services	\$ 375,000	435,535
Operating Expenses		
Administration	141,800	133,052
Operations	250,000	269,726
Total Operating Expenses	391,800	402,778
Operating Income (Loss)	(16,800)	32,757
Nonoperating Revenues		
Investment Income	16,800	27,901
Income before Transfers	—	60,658
Transfers Out	(475,000)	(475,000)
Change in Net Position	<u>(475,000)</u>	(414,342)
Net Position - Beginning		<u>634,383</u>
Net Position - Ending		<u><u>220,041</u></u>

VILLAGE OF WINNETKA, ILLINOIS

Health Insurance - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Operating Revenues		
Interfund Services	\$ 4,272,333	4,473,300
Operating Expenses		
Administration	2,500	—
Operations	4,314,200	4,525,045
Total Operating Expenses	4,316,700	4,525,045
Operating (Loss)	(44,367)	(51,745)
Nonoperating Revenues		
Investment Income	5,000	39,456
Change in Net Position	<u>(39,367)</u>	(12,289)
Net Position - Beginning		<u>927,731</u>
Net Position - Ending		<u>915,442</u>

VILLAGE OF WINNETKA, ILLINOIS

Liability Insurance - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Operating Revenues		
Interfund Services	\$ 498,630	831,885
Operating Expenses		
Administration	488,630	478,083
Operations	75,000	14,972
Total Operating Expenses	563,630	493,055
Operating Income (Loss)	(65,000)	338,830
Nonoperating Revenues		
Investment Income	10,000	28,946
Change in Net Position	<u>(55,000)</u>	367,776
Net Position - Beginning		<u>439,206</u>
Net Position - Ending		<u>806,982</u>

VILLAGE OF WINNETKA, ILLINOIS

Fleet - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Operating Revenues		
Interfund Services	\$ 1,078,075	1,065,703
Operating Expenses		
Administration	44,000	44,000
Operations	1,138,377	1,022,713
Total Operating Expenses	1,182,377	1,066,713
Operating (Loss)	(104,302)	(1,010)
Nonoperating Revenues		
Investment Income	4,750	18,617
Change in Net Position	<u>(99,552)</u>	17,607
Net Position - Beginning		<u>451,490</u>
Net Position - Ending		<u><u>469,097</u></u>

VILLAGE OF WINNETKA, ILLINOIS

Pension Trust Funds

Combining Statement of Fiduciary Net Position

December 31, 2023

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 658,336	1,746,745	2,405,081
Investments			
Illinois Police Officers' Pension Investment Fund	37,602,368	—	37,602,368
Illinois Firefighters' Pension Investment Fund	—	35,086,235	35,086,235
Receivables - Net of Allowance			
Accrued Interest	—	5,120	5,120
Prepays	7,864	8,467	16,331
Total Assets	<u>38,268,568</u>	<u>36,846,567</u>	<u>75,115,135</u>
LIABILITIES			
Due to Other Funds	<u>1,198,880</u>	<u>254,706</u>	<u>1,453,586</u>
NET POSITION			
Net Position Restricted for Pensions	<u>37,069,688</u>	<u>36,591,861</u>	<u>73,661,549</u>

VILLAGE OF WINNETKA, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended December 31, 2023

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 1,172,359	1,523,953	2,696,312
Contributions - Plan Members	282,159	273,673	555,832
Total Contributions	<u>1,454,518</u>	<u>1,797,626</u>	<u>3,252,144</u>
Investment Earnings			
Interest Earned	248,324	607,624	855,948
Net Change in Fair Value	4,292,001	4,226,175	8,518,176
	<u>4,540,325</u>	<u>4,833,799</u>	<u>9,374,124</u>
Less Investment Expenses	(56,013)	(36,336)	(92,349)
Net Investment Income	<u>4,484,312</u>	<u>4,797,463</u>	<u>9,281,775</u>
Total Additions	<u>5,938,830</u>	<u>6,595,089</u>	<u>12,533,919</u>
Deductions			
Administration	29,404	38,193	67,597
Benefits and Refunds	2,879,898	2,755,312	5,635,210
Total Deductions	<u>2,909,302</u>	<u>2,793,505</u>	<u>5,702,807</u>
Change in Fiduciary Net Position	3,029,528	3,801,584	6,831,112
Net Position Restricted for Pensions			
Beginning	<u>34,040,160</u>	<u>32,790,277</u>	<u>66,830,437</u>
Ending	<u>37,069,688</u>	<u>36,591,861</u>	<u>73,661,549</u>

VILLAGE OF WINNETKA, ILLINOIS

Police Pension - Pension Trust Fund

Schedule of Changes in Fiduciary Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Additions		
Contributions - Employer	\$ 1,188,074	1,172,359
Contributions - Plan Members	264,779	282,159
Total Contributions	<u>1,452,853</u>	<u>1,454,518</u>
Investment Income		
Interest Earned	2,784,350	248,324
Net Change in Fair Value	—	4,292,001
	<u>2,784,350</u>	<u>4,540,325</u>
Less Investment Expenses	—	(56,013)
Net Investment Income	<u>2,784,350</u>	<u>4,484,312</u>
Total Additions	<u>4,237,203</u>	<u>5,938,830</u>
Deductions		
Administration	71,150	29,404
Benefits and Refunds	2,581,370	2,879,898
Total Deductions	<u>2,652,520</u>	<u>2,909,302</u>
Change in Fiduciary Net Position	<u>1,584,683</u>	3,029,528
Net Position Restricted for Pensions		
Beginning		<u>34,040,160</u>
Ending		<u>37,069,688</u>

VILLAGE OF WINNETKA, ILLINOIS

Firefighters' Pension - Pension Trust Fund

Schedule of Changes in Fiduciary Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Original and Final Budget	Actual
Additions		
Contributions - Employer	\$ 1,602,287	1,523,953
Contributions - Plan Members	249,394	273,673
Total Contributions	<u>1,851,681</u>	<u>1,797,626</u>
Investment Income		
Interest Earned	2,661,988	607,624
Net Change in Fair Value	—	4,226,175
	<u>2,661,988</u>	<u>4,833,799</u>
Less Investment Expenses	—	(36,336)
Net Investment Income	<u>2,661,988</u>	<u>4,797,463</u>
Total Additions	<u>4,513,669</u>	<u>6,595,089</u>
Deductions		
Administration	60,250	38,193
Benefits and Refunds	2,733,437	2,755,312
Total Deductions	<u>2,793,687</u>	<u>2,793,505</u>
Change in Fiduciary Net Position	<u>1,719,982</u>	3,801,584
Net Position Restricted for Pensions		
Beginning		<u>32,790,277</u>
Ending		<u>36,591,861</u>

VILLAGE OF WINNETKA, ILLINOIS

**Grant Accountability and Transparency Act (GATA) – Consolidated Year-End Financial Report
December 31, 2023**

CSFA #	Program Name	State	Federal	Other	Totals
420-00-1172	Storm Sewer Installation	\$ —	8,771,062	—	8,771,062
569-00-1669	Law Enforcement Camera Grant	20,361	—	—	20,361
588-40-0448	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	—	38,796	—	38,796
592-00-1730	Firefighter Training Programs Grant	4,735	—	—	4,735
	Other Grant Programs and Activities	—	1,676,019	1,400,000	3,076,019
		25,096	10,485,877	1,400,000	11,910,973

STATISTICAL SECTION (Unaudited)

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

Financial Trends

These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.

VILLAGE OF WINNETKA, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

See Following Page

VILLAGE OF WINNETKA, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
December 31, 2023 (Unaudited)

	2014	2015	2016
Governmental Activities			
Net Investment in Capital Assets	\$ 48,774,440	49,376,918	49,319,892
Restricted	2,131,857	2,429,573	2,664,797
Unrestricted (Deficit)	20,470,416	(11,611,807)	(10,163,480)
Total Governmental Activities Net Position	71,376,713	40,194,684	41,821,209
Business-Type Activities			
Net Investment in Capital Assets	35,411,186	37,665,272	37,023,731
Unrestricted	17,259,068	17,099,774	16,905,510
Total Business-Type Activities Net Position	52,670,254	54,765,046	53,929,241
Primary Government			
Net Investment in Capital Assets	84,185,626	87,042,190	86,343,623
Restricted	2,131,857	2,429,573	2,664,797
Unrestricted	37,729,484	5,487,967	6,742,030
Total Primary Government Net Position	124,046,967	94,959,730	95,750,450

* Accrual Basis of Accounting

Data Source: Village Records

2017	2018	2019	2020	2021	2022	2023
49,438,471	49,248,640	49,515,028	49,150,525	59,200,472	50,403,355	50,366,626
2,938,353	2,961,505	3,314,365	3,372,574	3,390,907	3,816,909	4,205,264
(10,808,641)	(9,446,576)	(8,807,837)	(4,235,819)	(5,806,590)	3,493,016	2,337,139
41,568,183	42,763,569	44,021,556	48,287,280	56,784,789	57,713,280	56,909,029
37,685,412	38,421,511	39,333,586	38,685,364	48,015,012	56,574,504	77,371,559
17,076,191	16,135,748	16,550,262	21,668,063	17,373,331	17,890,994	22,222,836
54,761,603	54,557,259	55,883,848	60,353,427	65,388,343	74,465,498	99,594,395
87,123,883	87,670,151	88,848,614	87,835,889	107,215,484	106,977,859	127,738,185
2,938,353	2,961,505	3,314,365	3,372,574	3,390,907	3,816,909	4,205,264
6,267,550	6,689,172	7,742,425	17,432,244	11,566,741	21,384,010	24,559,975
96,329,786	97,320,828	99,905,404	108,640,707	122,173,132	132,178,778	156,503,424

VILLAGE OF WINNETKA, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years*
December 31, 2023 (Unaudited)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental Activities										
General Government	\$ 3,926,262	4,993,616	1,961,906	3,858,501	3,150,204	4,171,973	3,591,828	1,687,288	4,832,582	2,980,528
Public Safety	12,316,145	16,821,380	14,156,626	13,540,856	14,520,344	14,901,003	12,326,987	10,201,045	14,663,393	15,359,311
Community Development	1,676,984	1,479,285	1,458,538	1,687,357	1,467,428	1,455,318	1,589,877	1,604,896	1,653,866	1,578,771
Public Works	5,202,568	5,612,699	5,571,479	5,935,901	6,235,172	6,485,336	7,007,376	6,434,348	6,755,847	7,452,780
Interest on Long-Term Debt	14,676	—	—	—	—	—	—	—	—	—
Total Governmental Activities Expenses	23,136,635	28,906,980	23,148,549	25,022,615	25,373,148	27,013,630	24,516,068	19,927,577	27,905,688	27,371,390
Business-Type Activities										
Electric	14,646,688	14,504,327	16,555,150	15,409,288	16,275,615	16,303,693	16,190,947	18,600,967	19,297,776	18,332,827
Water	3,073,081	3,232,713	3,225,230	3,070,624	3,485,954	3,613,580	3,054,726	3,645,073	4,040,670	4,141,958
Refuse	2,455,202	2,265,737	2,408,865	2,619,639	2,004,219	2,530,173	1,895,606	2,460,060	2,434,580	2,107,400
Storm Sewer	663,287	672,999	1,086,896	922,597	977,036	965,180	899,368	810,888	798,990	1,484,089
Sanitary Sewer	1,080,243	1,120,487	1,547,869	1,668,549	1,558,547	1,361,878	1,471,321	1,149,180	1,635,100	771,418
Total Business-Type Activities Expenses	21,918,501	21,796,263	24,824,010	23,690,697	24,301,371	24,774,504	23,511,968	26,666,168	28,207,116	26,837,692
Total Primary Government Expenses	45,055,136	50,703,243	47,972,559	48,713,312	49,674,519	51,788,134	48,028,036	46,593,745	56,112,804	54,209,082
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	2,859,138	2,802,463	2,877,490	2,945,963	2,987,135	2,903,024	2,904,794	4,529,350	2,831,304	2,895,201
Public Safety	1,487,238	1,520,422	1,657,944	1,698,498	1,770,244	1,743,082	1,482,948	1,383,241	1,631,549	1,788,633
Community Development	1,929,442	1,760,110	1,743,999	1,450,743	1,378,786	1,547,917	1,618,871	1,894,245	1,934,816	1,960,520
Public Works	120,635	187,165	183,475	141,645	102,628	91,773	99,165	77,020	—	83,890
Operating Grants/Contributions	73,632	68,868	—	—	—	—	993,798	783,286	724,706	2,172,127
Capital Grants/Contributions	—	—	138,138	81,119	177,204	536,139	—	—	—	—
Total Governmental Activities Program Revenues	6,470,085	6,339,028	6,601,046	6,317,968	6,415,997	6,821,935	7,099,576	8,667,142	7,122,375	8,900,371
Business-Type Activities										
Charges for Services										
Electric	14,737,350	15,596,335	16,018,005	15,677,656	16,683,156	16,058,151	17,409,244	18,525,140	18,188,204	18,247,088
Water	3,457,265	3,531,692	3,656,945	4,075,019	4,321,977	4,555,430	5,461,214	6,576,310	6,226,468	6,997,256
Refuse	536,127	527,518	573,913	1,060,386	1,885,381	2,742,553	2,739,537	2,645,013	2,612,705	2,619,831
Storm Sewer	874,447	952,464	1,047,078	1,207,369	1,248,855	1,226,400	1,514,300	1,656,312	1,549,886	1,545,094
Sanitary Sewer	941,417	1,767,587	2,017,000	1,924,602	1,910,189	1,909,121	1,973,535	2,010,580	2,028,986	4,066,526
Operating Grants/Contributions	134,794	2,000,000	—	—	—	—	—	—	—	—
Capital Grants/Contributions	—	—	—	—	—	—	—	—	7,228,938	12,390,316
Total Business-Type Activities Program Revenues	20,681,400	24,375,596	23,312,941	23,945,032	26,049,558	26,491,655	29,097,830	31,413,355	37,835,187	45,866,111
Total Primary Government Program Revenues	27,151,485	30,714,624	29,913,987	30,263,000	32,465,555	33,313,590	36,197,406	40,080,497	44,957,562	54,766,482

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Net (Expense) Revenue										
Governmental Activities	\$ (16,666,550)	(22,567,952)	(16,547,503)	(18,704,647)	(18,957,151)	(20,191,695)	(17,416,492)	(11,260,435)	(20,783,313)	(18,471,019)
Business-Type Activities	(1,237,101)	2,579,333	(1,511,069)	254,335	1,748,187	1,717,151	5,585,862	4,747,187	9,628,071	19,028,419
Total Primary Government Net Revenue (Expense)	(17,903,651)	(19,988,619)	(18,058,572)	(18,450,312)	(17,208,964)	(18,474,544)	(11,830,630)	(6,513,248)	(11,155,242)	557,400
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	12,895,811	12,864,238	13,105,829	13,204,094	13,289,056	14,612,543	14,695,733	14,750,187	15,321,586	14,599,395
Telecommunications	462,013	528,637	460,692	419,153	408,315	343,120	279,837	253,686	237,293	220,333
Natural Gas	558,631	487,513	328,044	436,323	404,394	393,381	319,213	400,896	564,986	407,457
Intergovernmental										
Sales Tax	1,589,475	1,510,357	1,420,554	1,512,020	1,605,438	1,701,426	1,760,984	2,271,900	2,576,310	2,705,063
Income Tax	1,106,344	1,292,669	1,179,341	1,190,908	1,167,101	1,297,173	1,324,348	1,614,048	2,076,600	2,035,464
Personal Property Replacement Tax	114,799	150,010	131,783	149,725	136,117	169,227	141,245	255,513	527,215	436,916
Other	380,319	369,855	383,275	388,781	391,113	392,259	361,432	374,640	391,476	382,385
Investment Income	54,617	20,904	258,993	234,975	606,137	954,462	841,226	(111,292)	(603,445)	1,472,860
Miscellaneous	336,521	265,142	83,273	25,616	209,752	124,195	63,311	99,952	77,705	214,742
Transfers	742,396	849,044	822,244	890,026	1,418,311	1,461,896	1,894,887	(151,586)	542,078	(4,804,133)
Total Governmental Activities	18,240,926	18,338,369	18,174,028	18,451,621	19,635,734	21,449,682	21,682,216	19,757,944	21,711,804	17,670,482
Business-Type Activities										
Property Taxes	1,076,358	1,088,001	1,078,490	1,073,096	(32,149)	—	—	—	—	—
Investment Income	73,113	19,349	245,491	180,264	467,121	753,354	152,094	(144,707)	(553,495)	927,385
Miscellaneous	641,826	253,314	173,527	214,693	408,166	317,980	626,510	280,850	544,657	378,981
Transfers	(742,396)	(849,044)	(822,244)	(890,026)	(1,418,311)	(1,461,896)	(1,894,887)	151,586	(542,078)	4,804,133
Total Business-Type Activities	1,048,901	511,620	675,264	578,027	(575,173)	(390,562)	(1,116,283)	287,729	(550,916)	6,110,499
Total Primary Government	19,289,827	18,849,989	18,849,292	19,029,648	19,060,561	21,059,120	20,565,933	20,045,673	21,160,888	23,780,981
Changes in Net Position										
Governmental Activities	1,574,376	(4,229,583)	1,626,525	(253,026)	678,583	1,257,987	4,265,724	8,497,509	928,491	(800,537)
Business-Type Activities	(188,200)	3,090,953	(835,805)	832,362	1,173,014	1,326,589	4,469,579	5,034,916	9,077,155	25,138,918
Total Primary Government	1,386,176	(1,138,630)	790,720	579,336	1,851,597	2,584,576	8,735,303	13,532,425	10,005,646	24,338,381

* Accrual Basis of Accounting

Data Source: Village Records

VILLAGE OF WINNETKA, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
December 31, 2023 (Unaudited)

	2014	2015	2016
General Fund			
Nonspendable	\$ 91,211	—	—
Restricted	—	91,211	—
Assigned	—	—	—
Unassigned	18,080,699	18,942,066	20,317,199
Total General Fund	<u>18,171,910</u>	<u>19,033,277</u>	<u>20,317,199</u>
All Other Governmental Funds			
Restricted	2,040,646	2,338,362	2,664,797
Assigned	741,726	779,117	850,015
Unassigned	(126,377)	(86,485)	(44,974)
Total All Other Governmental Funds	<u>2,655,995</u>	<u>3,030,994</u>	<u>3,469,838</u>
Total Governmental Funds	<u>20,827,905</u>	<u>22,064,271</u>	<u>23,787,037</u>

* Modified Accrual Basis of Accounting

Data Source: Village Records

2017	2018	2019	2020	2021	2022	2023
—	—	—	750,000	—	—	—
—	—	—	—	—	—	—
—	—	—	—	—	16,303,144	12,200,000
20,674,355	22,280,802	24,645,766	25,846,414	30,027,257	15,774,801	17,590,603
20,674,355	22,280,802	24,645,766	26,596,414	30,027,257	32,077,945	29,790,603
2,938,353	2,961,505	3,314,365	3,372,574	3,390,907	3,816,909	4,205,264
669,520	1,144,572	1,047,794	1,285,996	1,057,195	582,354	1,089,591
(13,891)	—	—	—	—	—	—
3,593,982	4,106,077	4,362,159	4,658,570	4,448,102	4,399,263	5,294,855
24,268,337	26,386,879	29,007,925	31,254,984	34,475,359	36,477,208	35,085,458

VILLAGE OF WINNETKA, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years*
December 31, 2023 (Unaudited)

	2014	2015	2016
Revenues			
Taxes	\$ 13,916,455	13,880,388	13,894,565
Licenses and Permits	2,396,870	2,289,140	2,240,851
Intergovernmental	3,264,569	3,391,759	3,253,091
Charges for Services and Fees	3,810,622	3,814,244	4,030,475
Fines and Forfeitures	188,961	166,776	191,582
Investment Income (Loss)	38,729	16,029	198,119
Miscellaneous	336,521	265,142	83,273
Total Revenues	<u>23,952,727</u>	<u>23,823,478</u>	<u>23,891,956</u>
Expenditures			
General Government	2,947,643	3,304,296	2,956,361
Public Safety	11,847,222	12,680,756	12,590,006
Community Development	2,059,844	1,650,761	1,374,119
Public Works	5,981,049	5,322,647	5,989,321
Capital Outlay	98,285	227,696	91,627
Debt Service			
Principal Retirement	460,000	—	—
Interest	17,777	—	—
Total Expenditures	<u>23,411,820</u>	<u>23,186,156</u>	<u>23,001,434</u>
Excess of Revenues Over (Under) Expenditures	<u>540,907</u>	<u>637,322</u>	<u>890,522</u>
Other Financing Sources (Uses)			
Transfers In	2,079,116	1,849,044	1,522,244
Transfers Out	(1,336,720)	(1,250,000)	(700,000)
Disposal of Capital Assets	—	—	10,000
	<u>742,396</u>	<u>599,044</u>	<u>832,244</u>
Net Change in Fund Balances	<u><u>1,283,303</u></u>	<u><u>1,236,366</u></u>	<u><u>1,722,766</u></u>
Debt Service as a Percentage of Noncapital Expenditures	<u>2.34%</u>	<u>0.00%</u>	<u>0.00%</u>

*Modified Accrual Basis of Accounting

Data Source: Village Records

2017	2018	2019	2020	2021	2022	2023
14,059,570	14,101,765	15,349,044	15,294,783	15,404,769	16,123,865	15,227,185
1,866,741	1,785,951	1,948,625	1,998,247	2,267,812	2,286,551	2,347,348
3,322,553	3,476,973	4,096,224	4,581,807	5,299,387	6,296,307	7,731,955
4,182,256	4,217,114	4,143,423	3,997,440	5,525,618	4,031,837	4,224,942
187,852	235,728	193,748	110,091	90,426	79,281	155,954
190,017	498,598	781,190	483,542	(98,393)	(511,609)	1,344,574
25,616	209,752	124,195	63,311	99,952	77,705	214,742
23,834,605	24,525,881	26,636,449	26,529,221	28,589,571	28,383,937	31,246,700
3,016,519	2,814,898	2,994,684	3,458,822	3,176,510	3,318,145	3,670,636
13,273,553	13,181,538	13,612,476	13,848,126	12,926,072	13,623,785	14,400,273
1,513,155	1,412,091	1,438,439	1,572,154	1,586,009	1,633,671	1,557,502
6,112,882	6,224,138	5,318,492	5,079,201	5,269,227	5,677,045	6,625,225
327,222	383,323	2,115,559	2,218,746	2,259,792	2,671,520	1,576,967
—	—	—	—	—	—	—
—	—	—	—	—	—	—
24,243,331	24,015,988	25,479,650	26,177,049	25,217,610	26,924,166	27,830,603
(408,726)	509,893	1,156,799	352,172	3,371,961	1,459,771	3,416,097
1,515,026	2,193,311	3,095,806	3,394,887	1,947,321	4,196,946	3,620,241
(625,000)	(600,000)	(1,633,910)	(1,500,000)	(2,098,907)	(3,654,868)	(8,424,374)
—	15,338	2,351	—	—	—	—
890,026	1,608,649	1,464,247	1,894,887	(151,586)	542,078	(4,804,133)
481,300	2,118,542	2,621,046	2,247,059	3,220,375	2,001,849	(1,388,036)
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

VILLAGE OF WINNETKA, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
December 31, 2023 (Unaudited)**

Tax Levy Year	Residential Property	Commercial Property
2013	\$ 1,169,861,689	\$ 49,963,175
2014	1,180,513,548	54,144,041
2015	1,154,165,002	44,404,930
2016	1,392,060,810	48,201,322
2017	1,429,205,958	49,909,110
2018	1,378,919,469	49,003,297
2019	1,429,051,816	65,416,563
2020	1,410,236,124	69,342,391
2021	1,298,266,100	65,078,327
2022	1,692,082,543	68,575,548

Data Source: Cook County Clerk

Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
\$ 3,845,561	\$ 1,223,670,425	\$ 431,535	\$ 1,224,101,960	1.847
4,336,479	1,238,994,068	532,312	1,239,526,380	1.801
—	1,198,569,932	554,920	1,199,124,852	1.836
—	1,440,262,132	665,627	1,440,927,759	1.365
—	1,479,115,068	677,213	1,479,792,281	1.320
—	1,427,922,766	690,858	1,428,613,624	1.039
—	1,494,468,379	742,090	1,495,210,469	1.007
—	1,479,578,515	809,844	1,480,388,359	1.025
—	1,363,344,427	844,172	1,364,188,599	1.117
—	1,760,658,091	1,007,301	1,761,665,392	0.870

VILLAGE OF WINNETKA, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
December 31, 2023 (Unaudited)**

	2013	2014	2015
Village of Winnetka			
General Corporate Rate	1.162	1.154	1.203
Special Service Area #3	0.437	0.413	0.402
Special Service Area #4	0.131	0.126	0.122
Special Service Area #5	0.117	0.108	0.109
Total Direct Tax Rate	<u>1.847</u>	<u>1.801</u>	<u>1.836</u>
Overlapping Rates			
Cook County	0.560	0.568	0.552
Elections	0.031	—	0.034
Forest Preserve	0.069	0.069	0.069
Metropolitan Water Reclamation District	0.417	0.430	0.426
Mosquito Abatement District	0.007	0.011	0.012
New Trier Township	0.061	0.062	0.066
New Trier High School	2.111	2.268	2.380
Community College 535	0.256	0.258	0.271
Winnetka School District (36)	3.331	3.386	3.354
Winnetka Public Library	0.230	0.233	0.246
Winnetka Park District	0.391	0.395	0.419
Total Overlapping Tax Rates	<u>7.464</u>	<u>7.680</u>	<u>7.829</u>
 Total Direct and Overlapping Tax Rates	 <u><u>9.311</u></u>	 <u><u>9.481</u></u>	 <u><u>9.665</u></u>

Data Source: Cook County Clerk

2016	2017	2018	2019	2020	2021	2022
1.013	0.994	0.805	0.760	1.025	1.117	0.870
0.352	0.326	0.234	0.247	—	—	—
—	—	—	—	—	—	—
—	—	—	—	—	—	—
1.365	1.320	1.039	1.007	1.025	1.117	0.870
0.533	0.527	0.319	0.275	0.272	0.243	0.170
—	—	—	0.030	—	—	—
0.063	0.062	0.060	0.059	0.058	0.072	0.075
0.406	0.402	0.396	0.389	0.378	0.382	0.345
0.010	0.010	0.010	0.009	0.009	0.009	0.008
0.049	0.057	0.053	0.051	0.053	0.060	0.052
1.974	1.993	2.111	2.028	2.085	2.322	2.002
0.231	0.232	0.246	0.221	0.227	0.252	0.227
3.049	3.002	3.220	3.149	3.015	3.285	3.082
0.209	0.210	0.225	0.217	0.223	0.249	0.207
0.354	0.357	0.383	0.375	0.389	0.435	0.372
6.878	6.852	7.023	6.803	6.709	7.309	6.540
8.243	8.172	8.062	7.810	7.734	8.426	7.410

VILLAGE OF WINNETKA, ILLINOIS

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2023 (Unaudited)**

Taxpayer	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Chicago Title Land Trust	\$ 10,463,842	1	0.59%			
Individual	7,194,987	2	0.41%	\$ 3,250,732	1	0.27%
Individual	5,482,694	3	0.31%	3,181,210	2	0.26%
Individual	4,668,081	4	0.26%	3,160,502	3	0.26%
Individual	4,494,983	5	0.26%	2,662,100	5	0.22%
Individual	4,375,547	6	0.25%	2,581,892	6	0.21%
Individual	4,085,754	7	0.23%	2,402,198	7	0.20%
Individual	3,966,144	8	0.23%			
521 Green Bay Road LLC	3,893,140	9	0.22%			
Individual	3,804,576	10	0.22%	2,205,498	9	0.18%
AH2 Signal Hill LTD				2,721,789	4	0.22%
Hulsizer & Makowiec				2,291,074	8	0.19%
Gould & Rathner LLC				2,064,489	10	0.17%
Totals	<u>52,429,748</u>		<u>2.98%</u>	<u>26,521,484</u>		<u>2.18%</u>

Data Source: Cook County Tax Extension Office

Note: Based on the 2022 EAV of \$1,761,655,392

VILLAGE OF WINNETKA, ILLINOIS

**Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2014	2013	\$ 14,222,477	\$ 13,927,317	97.92%	\$ N/A	\$ 13,927,317	97.92%
2015	2014	14,302,483	13,907,922	97.24%	N/A	13,907,922	97.24%
2016	2015	14,416,903	14,164,385	98.25%	N/A	14,164,385	98.25%
2017	2016	14,589,906	14,264,609	97.77%	N/A	14,264,609	97.77%
2018	2017	14,706,625	14,329,068	97.43%	N/A	14,329,068	97.43%
2019	2018	14,838,985	14,609,390	98.45%	N/A	14,609,390	98.45%
2020	2019	15,047,473	14,670,613	97.50%	N/A	14,670,613	97.50%
2021	2020	15,161,834	14,725,491	97.12%	N/A	14,725,491	97.12%
2022	2021	15,236,127	12,437,763	81.63%	2,403,096	14,840,859	97.41%
2023	2022	15,309,260	14,599,398	95.36%	N/A	14,599,398	95.36%

Data Source: Cook County Tax Extension Office

N/A - Currently Not Available

VILLAGE OF WINNETKA, ILLINOIS

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Fiscal Year	Business-Type Activities		Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds				
2014	\$ 16,500,000		\$ 16,500,000	7.81%	\$ 1,328.29
2015	15,825,000		15,825,000	7.63%	1,267.01
2016	15,145,000		15,145,000	7.15%	1,220.68
2017	14,460,000		14,460,000	6.96%	1,162.66
2018	13,765,000		13,765,000	6.35%	1,100.85
2019	13,060,000		13,060,000	5.92%	1,060.41
2020	13,043,694		13,043,694	5.22%	1,067.93
2021	12,105,009		12,105,009	4.84%	970.34
2022	11,596,324		11,596,324	5.58%	932.41
2023	11,077,639		11,077,639	5.54%	869.24

Data Source: Village's Records

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

VILLAGE OF WINNETKA, ILLINOIS

**Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Fiscal Year	Gross General Obligation Bonds	Less: Amounts Available For Debt Service	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2014	\$ 16,500,000	\$ —	\$ 16,500,000	1.35%	\$ 1,328.29
2015	15,825,000	—	15,825,000	1.28%	1,267.01
2016	15,145,000	—	15,145,000	1.26%	1,220.68
2017	14,460,000	—	14,460,000	1.00%	1,162.66
2018	13,765,000	—	13,765,000	0.93%	1,100.85
2019	13,060,000	—	13,060,000	0.91%	1,060.41
2020	13,043,694	—	13,043,694	0.87%	1,067.93
2021	12,105,009	—	12,105,009	0.82%	970.34
2022	11,596,324	—	11,596,324	0.85%	932.41
2023	11,077,639	—	11,077,639	0.63%	869.24

Data Source: Village Records

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for equalized assessed value data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

VILLAGE OF WINNETKA, ILLINOIS

**Schedule of Direct and Overlapping Governmental Activities Debt
December 31, 2023 (Unaudited)**

Governmental Unit	Gross Debt	Percentage of Debt Applicable to Village (1)	Village's Share of Debt
Village of Winnetka	\$ —	100.00%	\$ —
School Districts:			
New Trier High School	120,565,000	26.13%	31,503,635
Oakton Community College No. 535	54,930,000	6.00%	3,295,800
School District No. 36 (Winnetka)	53,980,000	98.05%	52,927,390
School District No. 37 (Avoca)	7,105,000	6.25%	444,063
School District No. 38 (Kenilworth)	4,850,000	8.88%	430,680
Total School Districts	241,430,000		88,601,568
Other Agencies:			
Cook County	2,093,131,750	0.95%	19,884,752
Forest Preserve District	85,955,000	0.95%	816,573
Metropolitan Water Reclamation	2,503,179,075	0.97%	24,280,837
Glencoe Park District	5,780,000	0.91%	52,598
Winnetka Park District	13,680,000	93.38%	12,774,384
Total Other Agencies	4,701,725,825		57,809,144
Total Overlapping Debt	4,943,155,825		146,410,712
Total Direct and Overlapping Debt	4,943,155,825		146,410,712

Data Source: Cook County Clerk and the MSRB's Electronic Municipal Market Access website (EMMA)

- (1) Most recent data shown.
- (2) Overlapping percentages based on 2022 EAV.
- (3) Amount in column (2) multiplied by amount in column (1).

VILLAGE OF WINNETKA, ILLINOIS

Legal Debt Margin

December 31, 2023 (Unaudited)

The Village is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois constitution governs computation of legal debt margin.

The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by some home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amounts.

To date the General Assembly has set no limits for home rule municipalities.

VILLAGE OF WINNETKA, ILLINOIS

**Pledged-Revenue Coverage - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Fiscal Year	Property and Sales Tax Revenues	Principal	Interest	Coverage
2014	\$ 14,485,286	\$ 460,000	\$ 16,447	30.40
2015	14,374,595	N/A	N/A	N/A
2016	14,526,383	N/A	N/A	N/A
2017	14,716,114	N/A	N/A	N/A
2018	14,894,494	N/A	N/A	N/A
2019	16,338,898	N/A	N/A	N/A
2020	16,456,717	N/A	N/A	N/A
2021	17,022,087	N/A	N/A	N/A
2022	17,897,896	N/A	N/A	N/A
2023	17,304,458	N/A	N/A	N/A

Data Source: Village Records

Notes: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

N/A - Bonds were paid off in 2014.

VILLAGE OF WINNETKA, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Fiscal Year	(1) Population	Personal Income (in Thousands)	Per Capita Personal Income	(1) Median Age	(2) School Enrollment	Unemployment Rate
2014	12,422	\$ 211,250	\$ 100,440	41.8	5,153	3.50%
2015	12,490	207,540	98,139	40.5	5,153	3.50%
2016	12,407	211,773	98,139	41.4	5,153	3.70%
2017	12,437	207,857	102,663	40.8	5,419	5.10%
2018	12,504	216,875	110,560	41.3	5,568	3.80%
2019	12,316	220,577	118,029	41.8	5,692	4.20%
2020	12,214	250,001	123,329	42.3	5,698	8.40%
2021	12,475	250,001	134,596	42.1	5,667	4.70%
2022	12,437	207,857	102,663	40.8	5,722	5.50%
2023	12,744	200,001	110,787	42.6	5,574	3.80%

Data Sources

(1) U.S. Department of Commerce, Bureau of the Census

(2) Data provided by School District Administrative Offices

VILLAGE OF WINNETKA, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2023 (Unaudited)**

Employer	2023			2014		
	Employees	Rank	Percentage of Total Village Employment*	Employees	Rank	Percentage of Total Village Employment*
New Trier High School East	665	1	13.55%	483	1	9.72%
School District 36	395	2	8.05%	221	2	4.45%
Village of Winnetka	155	3	3.16%	155	3	3.10%
North Shore Country Day School	160	4	3.26%	115	6	2.27%
Coldwell Banker	130	5	2.65%	113	5	2.31%
Baird & Warner, Inc.	65	6	1.32%			
BMO Harris Bank	55	7	1.12%	65	7	1.31%
Sacred Heart School	50	8	1.02%	45	9	0.91%
Faith, Hope, & Charity School	45	9	0.92%	43	10	0.87%
Infodata Corp	41	10	0.84%			
Dyson, Dyson & Dunn, Inc.				150	4	3.02%
Killian Co., V.J.				45	8	0.91%
	<u>1,761</u>		<u>35.89%</u>	<u>1,435</u>		<u>28.87%</u>

Data Sources: 2024 Illinois Manufacturers Directory, 2024 Illinois Services Directory and a selective telephone survey.

*Note: Total employment was determined by staff estimation.

VILLAGE OF WINNETKA, ILLINOIS

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

See Following Page

VILLAGE OF WINNETKA, ILLINOIS

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Function	2014	2015	2016
General Government			
Administration	5.0	4.5	6.5
Finance	14.0	13.0	11.5
Public Works	18.5	19.0	20.0
Police	35.0	37.5	36.5
Fire	26.0	25.0	26.5
Community Development	7.0	6.5	6.5
Water	7.0	7.0	7.0
Sewer	2.5	2.5	1.0
Stormwater Sewer	2.5	2.5	2.0
Electric	26.3	23.5	28.5
Refuse	7.0	8.0	8.0
Totals	<u>150.8</u>	<u>149.0</u>	<u>154.0</u>

Data Source: Village Records

2017	2018	2019	2020	2021	2022	2023
6.5	6.0	5.0	7.0	7.0	7.0	7.0
12.5	10.5	10.5	10.5	10.5	10.5	9.5
22.0	25.0	27.0	27.0	25.0	25.0	28.0
35.0	35.0	37.5	35.0	35.0	35.0	34.0
27.5	27.0	27.0	27.5	26.0	27.5	26.0
6.5	7.0	7.0	7.0	7.0	6.0	6.0
7.0	7.0	7.0	7.0	7.0	7.0	5.0
1.0	2.0	2.0	2.0	2.0	2.0	2.0
2.0	2.0	2.0	2.0	2.0	2.0	2.0
26.5	28.0	23.0	23.0	22.0	29.0	28.5
7.0	6.0	7.0	5.0	5.0	5.0	7.0
153.5	155.5	155.0	153.0	148.5	156.0	155.0

VILLAGE OF WINNETKA, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Function/Program	2014	2015	2016
Public Works			
Forestry			
Number of Parkway Trees Planted	N/A	225	168
Fleet Services			
Number of Vehicles Maintained	N/A	143	135
Preventative Maintenance Services	N/A	470	218
Public Safety			
Fire			
Calls for Service	2,150	2,150	2,119
Number of Training Hours	7,250	6,316	6,174
ISO Rating	3	3	3
Police			
Crimes Against Persons	N/A	94	82
Crimes Against Property	N/A	204	209
Crimes Against Society	N/A	N/A	N/A
Calls for Service	N/A	7,449	7,670
State Tickets Issued	N/A	804	834
Compliance Tickets Issued	N/A	181	138
Community Development			
Number of Building Permits Issued	N/A	1,212	1,344
Number of Building Inspections	N/A	3,197	3,401
Highways and Streets			
Sidewalk Replaced (Sq. Ft.)	N/A	8,700	17,777
Annual Resurfacing Program (\$)	N/A	1,350,537	1,345,014
Water and Sewer			
Water Meters Read	N/A	37,500	37,500
Total Distribution Pumpage (1,000 Gallons)	1,035,500	1,000,092	1,036,306
Sanitary Sewer Repairs	N/A	6,605	15

Data Source: Village Records

Note: Indicators are not available for the general government function.

N/A - Currently Not Available

2017	2018	2019	2020	2021	2022	2023
215	128	170	168	192	174	173
138	136	119	115	120	127	125
253	263	280	275	272	269	270
2,169	2,222	2,209	1,981	2,159	2,231	2,206
8,844	6,000	6,420	4,951	5,143	6,722	7,471
3	3	3	3	3	3	3
151	110	80	125	14	36	16
199	131	149	337	163	228	262
N/A	N/A	N/A	N/A	32	47	3
15,610	22,959	22,102	19,792	19,768	18,736	21,401
873	1,013	1,074	759	756	652	950
136	215	197	190	209	153	228
1,200	1,164	1,105	1,170	1,281	1,159	1,101
2,922	2,879	2,376	2,059	2,657	2,664	2,320
15,908	36,373	22,746	15,013	23,012	21,613	26,973
1,406,230	1,417,211	834,695	991,195	1,182,977	774,356	1,599,680
37,500	37,500	37,500	37,500	37,500	37,500	37,500
1,055,907	1,064,100	1,074,741	1,144,754	1,470,389	1,486,011	1,486,011
12	4	6	5	7	5	6

VILLAGE OF WINNETKA, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Function/Program	2014	2015	2016
Police			
Stations	1	1	1
Patrol Units	9	9	9
Fire Stations	1	1	1
Public Works			
Streets (Miles)	52	52	52
Sidewalks (Miles)	80	80	80
Streetlights	867	867	867
Water and Sewer			
Water Mains (Miles)	71	71	71
Fire Hydrants	667	667	667
Sanitary Sewers (Miles)	47	47	47

Data Source: Village Records

2017	2018	2019	2020	2021	2022	2023
1	1	1	1	1	1	1
9	9	9	9	9	9	9
1	1	1	1	1	1	1
52	52	52	52	52	52	52
80	80	80	80	80	80	80
867	867	867	867	867	867	867
71	71	71	71	71	71	71
667	667	667	667	667	667	667
47	47	47	47	47	47	47



THE VILLAGE OF
Winnetka

510 Green Bay Road, Winnetka, IL 60093
847-501-6000 | www.villageofwinnetka.org