

VILLAGE OF HAMEL, ILLINOIS

Annual Financial Report

April 30, 2021

PATTON & COMPANY, P.C.

Certified Public Accountants

VILLAGE OF HAMEL, ILLINOIS

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PATTON & COMPANY, P.C.

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the Village Board
Village of Hamel, Illinois:

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Hamel, Illinois, as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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

Other Matters

Basis of Accounting

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Hamel, Illinois', basic financial statements. The supplementary information is presented for the purpose of additional analysis and is not a required part of the basic financial statements.

The supplementary 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. Such 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 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Governmental Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated July 28, 2021, on our consideration of the Village of Hamel, Illinois', internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 Village of Hamel, Illinois', internal control over financial reporting and compliance.


July 28, 2021

Hillsboro, Illinois

PATTON & COMPANY, P.C.

Certified Public Accountants

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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 *Government Auditing Standards*

To the Honorable Mayor and Members of the Village Board
Village of Hamel, Illinois:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the 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 Hamel, Illinois, as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise the Village of Hamel, Illinois', basic financial statements and have issued our report thereon dated July 28, 2021, which notes that the financial statements have been prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Village of Hamel, Illinois', internal control over financial reporting (internal control) to determine the 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 of Hamel, Illinois', internal control. Accordingly, we do not express an opinion on the effectiveness of the Village of Hamel, Illinois', 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 government'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 the internal control that might be material weaknesses or significant deficiencies and; therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we may consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described below that we consider to be significant deficiencies:

Segregation of Duties

Criteria: Duties should be segregated to provide reasonable assurance that transactions are handled appropriately.

Condition: There is a lack of segregation of duties among Village personnel.

Effect: Transactions could be mishandled.

Cause: There are a limited number of personnel for certain functions.

Recommendation: The duties should be segregated as much as possible, and alternative controls should be used to compensate for lack of segregation. The governing board should provide some of these controls.

Management's Response: Due to limited personnel, management believes it to be unfeasible to correct this deficiency.

Controls Over Financial Statement Preparation

Criteria: A system of internal controls over the preparation of financial statements in accordance with generally accepted accounting principles is necessary to prepare the financial statements and disclosures.

Condition: As is common with organizations its size, the Village does not currently prepare its own financial statements with note disclosures. Statements on Auditing Standards do not provide exceptions to financial reporting deficiencies that are adequately mitigated with nonaudit services rendered by the auditors or deficiencies for which the remedy would be cost prohibitive.

Effect: The management of the Village of Hamel, Illinois, or its employees, in the normal course of performing their assigned functions, may not prevent or detect financial statement misstatements and disclosures in a timely manner.

Cause: The Village has limited resources.

Recommendation: We recommend that the Village continually monitor the cost/benefit of preparing its own financial statements and note disclosures.

Management's Response: Village meets all audit reporting requirements and will continue to do so in the future. Currently the Village Clerk, Mayor and other personnel review the annual financial statements. As additional resources become available, the Village will review the cost/benefit involved with preparing the financial statements.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village of Hamel, Illinois', financial statements are free of 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 determination of financial statement amounts. 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described above.

Village of Hamel, Illinois, Response to Findings

Village of Hamel, Illinois', response to the findings identified in our audit is described above. The Village of Hamel, Illinois', response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.



July 28, 2021

Hillsboro, Illinois

FINANCIAL STATEMENTS

VILLAGE OF HAMEL, ILLINOIS

Statement of Net Position
Modified Cash Basis
April 30, 2021

<u>Assets</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Cash	\$ 997,703	\$ 1,354,565	\$ 2,352,268
Capital assets not being depreciated	3,000	-	3,000
Capital assets being depreciated (net of accumulated depreciation)	<u>571,468</u>	<u>1,506,963</u>	<u>2,078,431</u>
Total assets	<u>1,572,171</u>	<u>2,861,528</u>	<u>4,433,699</u>
 <u>Liabilities</u>			
Current liabilities:			
Customer deposits	-	5,330	5,330
Due within one year	<u>-</u>	<u>53,846</u>	<u>53,846</u>
Total current liabilities	<u>-</u>	<u>59,176</u>	<u>59,176</u>
Noncurrent liabilities:			
Due in more than one year	-	430,769	430,769
Customer deposits	<u>-</u>	<u>28,000</u>	<u>28,000</u>
Total noncurrent liabilities	<u>-</u>	<u>458,769</u>	<u>458,769</u>
Total liabilities	<u>-</u>	<u>517,945</u>	<u>517,945</u>
 <u>Net Position</u>			
Net investment in capital assets	574,468	1,022,348	1,596,816
Restricted for:			
Public safety	113,043	-	113,043
Economic development	122,580	-	122,580
Streets and roads	126,307	-	126,307
Unrestricted	<u>635,773</u>	<u>1,321,235</u>	<u>1,957,008</u>
Total net position	<u>\$ 1,572,171</u>	<u>\$ 2,343,583</u>	<u>\$ 3,915,754</u>

See notes to the financial statements.

VILLAGE OF HAMEL, ILLINOIS

Statement of Activities
 Modified Cash Basis
 Year Ended April 30, 2021

<u>Function/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>	<u>Operating</u>
		<u>Charges for</u>	<u>Grants and</u>
		<u>Services</u>	<u>Contributions</u>
Primary government:			
Governmental activities:			
General government	\$ 418,436	\$ 109,858	\$ 33,658
Public safety	180,121	10,958	-
Streets and roads	73,181	-	-
Culture and recreation	<u>64,359</u>	<u>4,025</u>	<u>26,889</u>
Total governmental activities	<u>736,097</u>	<u>124,841</u>	<u>60,547</u>
Business-type activities:			
Waterworks	330,800	280,503	-
Sewerage	<u>139,850</u>	<u>162,408</u>	<u>-</u>
Total business-type activities	<u>470,650</u>	<u>442,911</u>	<u>-</u>
Total primary government	<u>\$ 1,206,747</u>	<u>\$ 567,752</u>	<u>\$ 60,547</u>
General revenues:			
Taxes:			
Video gaming and cannabis			
Motor fuel			
Hotel/motel			
Property and replacement			
Income			
Sales			
Telecommunication			
Utility			
Investment income			
Miscellaneous			
Total general revenues and transfers			
Change in net position			
Net position, beginning			
Net position, ending			

See notes to the financial statements.

VILLAGE OF HAMEL, ILLINOIS

Statement of Activities
 Modified Cash Basis
 Year Ended April 30, 2021

<u>Program Revenues</u>	<u>Net (Expense) Revenue and Changes in Net Position</u>		
<u>Capital Grants and Contributions</u>	<u>Primary Government</u>		
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
\$ -	\$ (274,920)	\$ -	\$ (274,920)
-	(169,163)	-	(169,163)
-	(73,181)	-	(73,181)
<u>-</u>	<u>(33,445)</u>	<u>-</u>	<u>(33,445)</u>
<u>-</u>	<u>(550,709)</u>	<u>-</u>	<u>(550,709)</u>
-	-	(50,297)	(50,297)
<u>-</u>	<u>-</u>	<u>22,558</u>	<u>22,558</u>
<u>-</u>	<u>-</u>	<u>(27,739)</u>	<u>(27,739)</u>
<u>\$ -</u>	<u>(550,709)</u>	<u>(27,739)</u>	<u>(578,448)</u>
	27,439	-	27,439
	28,948	-	28,948
	3,759	-	3,759
	74,003	53,556	127,559
	93,544	-	93,544
	488,218	-	488,218
	11,287	-	11,287
	50,706	-	50,706
	163	249	412
	<u>26,458</u>	<u>49,751</u>	<u>76,209</u>
	<u>804,525</u>	<u>103,556</u>	<u>908,081</u>
	253,816	75,817	329,633
	<u>1,318,355</u>	<u>2,267,766</u>	<u>3,586,121</u>
	<u>\$ 1,572,171</u>	<u>\$ 2,343,583</u>	<u>\$ 3,915,754</u>

VILLAGE OF HAMEL, ILLINOIS

Combined Statement of Assets, Liabilities and Fund Balances
 Modified Cash Basis
 Governmental Funds
 April 30, 2021

	<u>General Fund</u>	<u>Business District Fund #1</u>	<u>Business District Fund #2</u>	<u>Motor Fuel Tax Fund</u>	<u>Total Governmental Funds</u>
<u>Assets</u>					
Cash	\$ <u>748,816</u>	\$ <u>92,022</u>	\$ <u>30,558</u>	\$ <u>126,307</u>	\$ <u>997,703</u>
Total assets	\$ <u>748,816</u>	\$ <u>92,022</u>	\$ <u>30,558</u>	\$ <u>126,307</u>	\$ <u>997,703</u>
<u>Liabilities</u>					
Payroll taxes withheld	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Fund Balances</u>					
Restricted	-	-	-	126,307	126,307
Committed	113,043	92,022	30,558	-	235,623
Unassigned	<u>635,773</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>635,773</u>
Total fund balances	<u>748,816</u>	<u>92,022</u>	<u>30,558</u>	<u>126,307</u>	<u>997,703</u>
Total liabilities and fund balances	\$ <u>748,816</u>	\$ <u>92,022</u>	\$ <u>30,558</u>	\$ <u>126,307</u>	\$ <u>997,703</u>

See notes to the financial statements.

VILLAGE OF HAMEL, ILLINOIS

Reconciliation of Fund Balances of Governmental Funds to the
Governmental Activities in the Statement of Net Position
Modified Cash Basis
April 30, 2021

Fund balances of the governmental funds	\$ 997,703
Capital assets used in governmental activities of \$2,157,522 net of accumulated depreciation \$1,583,054 are not financial resources and, therefore, are not reported in the governmental funds	<u>574,468</u>
Net position of governmental activities	\$ <u>1,572,171</u>

See notes to the financial statements.

VILLAGE OF HAMEL, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances
 Modified Cash Basis
 Governmental Funds
 Year Ended April 30, 2021

	<u>General Fund</u>	<u>Business District Fund #1</u>	<u>Business District Fund #2</u>	<u>Motor Fuel Tax Fund</u>	<u>Total Governmental Funds</u>
Revenues:					
Taxes	\$ 618,410	\$ 99,988	\$ 30,558	\$ 28,948	\$ 777,904
Rent	14,600	-	-	-	14,600
Charges for services	87,562	-	-	-	87,562
Fines	10,958	-	-	-	10,958
Licenses and permits	11,721	-	-	-	11,721
Interest	135	6	-	22	163
Miscellaneous	26,458	-	-	-	26,458
Intergovernmental	<u>60,547</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,547</u>
Total revenues	<u>830,391</u>	<u>99,994</u>	<u>30,558</u>	<u>28,970</u>	<u>989,913</u>
Expenditures:					
Current:					
General government	409,736	-	-	-	409,736
Public safety	169,116	-	-	-	169,116
Streets and roads	41,015	-	-	4,200	45,215
Culture and recreation	45,953	-	-	-	45,953
Capital outlay	<u>49,375</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,375</u>
Total expenditures	<u>715,195</u>	<u>-</u>	<u>-</u>	<u>4,200</u>	<u>719,395</u>
Excess (deficiency) of revenues over expenditures	<u>115,196</u>	<u>99,994</u>	<u>30,558</u>	<u>24,770</u>	<u>270,518</u>
Other financing sources (uses):					
Transfers in	35,906	-	-	-	35,906
Transfers out	<u>-</u>	<u>(35,906)</u>	<u>-</u>	<u>-</u>	<u>(35,906)</u>
Total other financing sources (uses)	<u>35,906</u>	<u>(35,906)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	151,102	64,088	30,558	24,770	270,518
Fund balances, beginning	<u>597,714</u>	<u>27,934</u>	<u>-</u>	<u>101,537</u>	<u>727,185</u>
Fund balances, ending	<u>\$ 748,816</u>	<u>\$ 92,022</u>	<u>\$ 30,558</u>	<u>\$ 126,307</u>	<u>\$ 997,703</u>

See notes to the financial statements.

VILLAGE OF HAMEL, ILLINOIS

**Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures and Changes in Fund Balances to the Governmental
Activities on the Statement of Activities
Modified Cash Basis
Year Ended April 30, 2021**

Net change in fund balances - total governmental funds \$ 270,518

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

Governmental funds report capital outlays as expenditures while
governmental activities report depreciation to allocate
those costs over the lives of the assets:

Capital assets purchased	49,375
Depreciation expense	<u>(66,077)</u>

Change in net position of governmental activities \$ 253,816

See notes to the financial statements.

VILLAGE OF HAMEL, ILLINOIS

Statement of Net Position
 Modified Cash Basis
 Proprietary Funds
 April 30, 2021

	<u>Business-Type Activities - Enterprise Funds</u>		
<u>Assets</u>	<u>Waterworks</u>	<u>Sewerage</u>	<u>Total</u>
	<u>Fund</u>	<u>Fund</u>	
Current assets:			
Cash	\$ <u>957,077</u>	\$ <u>397,488</u>	\$ <u>1,354,565</u>
Total current assets	<u>957,077</u>	<u>397,488</u>	<u>1,354,565</u>
Noncurrent assets:			
Capital assets, net of accumulated depreciation	<u>1,120,731</u>	<u>386,232</u>	<u>1,506,963</u>
Total noncurrent assets	<u>1,120,731</u>	<u>386,232</u>	<u>1,506,963</u>
Total assets	<u>2,077,808</u>	<u>783,720</u>	<u>2,861,528</u>
 <u>Liabilities</u>			
Current liabilities:			
Customer deposits	5,330	-	5,330
Loans payable	<u>53,846</u>	<u>-</u>	<u>53,846</u>
Total current liabilities	<u>59,176</u>	<u>-</u>	<u>59,176</u>
Noncurrent liabilities:			
Loans payable	430,769	-	430,769
Customer deposits	<u>28,000</u>	<u>-</u>	<u>28,000</u>
Total noncurrent liabilities	<u>458,769</u>	<u>-</u>	<u>458,769</u>
Total liabilities	<u>517,945</u>	<u>-</u>	<u>517,945</u>
 <u>Net Position</u>			
Net investment in capital assets	636,116	386,232	1,022,348
Unrestricted	<u>923,747</u>	<u>397,488</u>	<u>1,321,235</u>
Total net position	<u>\$ 1,559,863</u>	<u>\$ 783,720</u>	<u>\$ 2,343,583</u>

See notes to the financial statements.

VILLAGE OF HAMEL, ILLINOIS

**Statement of Revenues, Expenses and Changes in Fund Net Position
Modified Cash Basis
Proprietary Funds
Year Ended April 30, 2021**

	<u>Business-Type Activities - Enterprise Funds</u>		
	<u>Waterworks Fund</u>	<u>Sewerage Fund</u>	<u>Total</u>
Operating revenues:			
User fees	\$ 280,503	\$ 162,408	\$ 442,911
Total operating revenues	<u>280,503</u>	<u>162,408</u>	<u>442,911</u>
Operating expenses:			
Insurance	5,833	5,833	11,666
Salaries	45,439	39,501	84,940
Payroll taxes	3,550	3,080	6,630
Utilities	11,304	11,988	23,292
Office	3,597	3,696	7,293
Depreciation	118,766	50,187	168,953
Purchase of water	112,212	-	112,212
Repairs and maintenance	<u>30,099</u>	<u>25,565</u>	<u>55,664</u>
Total operating expenses	<u>330,800</u>	<u>139,850</u>	<u>470,650</u>
Operating income (loss)	<u>(50,297)</u>	<u>22,558</u>	<u>(27,739)</u>
Non-operating revenues (expenses):			
Investment income	173	76	249
Property taxes	53,556	-	53,556
Bond/Madison Water Company	<u>49,751</u>	<u>-</u>	<u>49,751</u>
Total non-operating revenues (expenses)	<u>103,480</u>	<u>76</u>	<u>103,556</u>
Change in net position	53,183	22,634	75,817
Total net position, beginning	<u>1,506,680</u>	<u>761,086</u>	<u>2,267,766</u>
Total net position, ending	<u>\$ 1,559,863</u>	<u>\$ 783,720</u>	<u>\$ 2,343,583</u>

See notes to the financial statements.

VILLAGE OF HAMEL, ILLINOIS

Statement of Cash Flows
Modified Cash Basis
Proprietary Funds
Year Ended April 30, 2021

	<u>Business-Type Activities - Enterprise Funds</u>		
	<u>Waterworks</u>	<u>Sewerage</u>	<u>Total</u>
	<u>Fund</u>	<u>Fund</u>	
Cash flows from operating activities:			
Receipts from customers and other	\$ 280,503	\$ 162,408	\$ 442,911
Payments to suppliers	(163,045)	(47,082)	(210,127)
Payments to employees	(48,989)	(42,581)	(91,570)
Utility deposits	<u>3,558</u>	<u>-</u>	<u>3,558</u>
Net cash provided by operating activities	<u>72,027</u>	<u>72,745</u>	<u>144,772</u>
Cash flows from noncapital financing activities:			
Property taxes	53,556	-	53,556
Bond/Madison Water Company	<u>49,751</u>	<u>-</u>	<u>49,751</u>
Net cash provided by (used for) noncapital financing activities	<u>103,307</u>	<u>-</u>	<u>103,307</u>
Cash flows from capital and related financing activities:			
Purchase of capital assets	-	(17,580)	(17,580)
Loan payments	<u>(53,846)</u>	<u>-</u>	<u>(53,846)</u>
Net cash used for capital and related financing activities	<u>(53,846)</u>	<u>(17,580)</u>	<u>(71,426)</u>
Cash flows from investing activities:			
Interest income	<u>173</u>	<u>76</u>	<u>249</u>
Net cash provided by investing activities	<u>173</u>	<u>76</u>	<u>249</u>
Net increase (decrease) in cash and cash equivalents	<u>121,661</u>	<u>55,241</u>	<u>176,902</u>
Cash and cash equivalents, beginning of year	<u>835,416</u>	<u>342,247</u>	<u>1,177,663</u>
Cash and cash equivalents, ending of year	<u>\$ 957,077</u>	<u>\$ 397,488</u>	<u>\$ 1,354,565</u>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income (loss)	\$ (50,297)	\$ 22,558	\$ (27,739)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	118,766	50,187	168,953
Change in assets and liabilities:			
Refundable deposits	<u>3,558</u>	<u>-</u>	<u>3,558</u>
Net cash provided by operating activities	<u>\$ 72,027</u>	<u>\$ 72,745</u>	<u>\$ 144,772</u>

See notes to the financial statements.

VILLAGE OF HAMEL, ILLINOIS

Notes to the Financial Statements April 30, 2021

Note 1 - Summary of Significant Accounting Policies

1.A. - Financial Reporting Entity

The Village is a municipal corporation governed by a seven-member Board consisting of six trustees and the Mayor. The Village provides the following services: general government, public safety (police), street, and water and sewer services.

The Village has developed criteria to determine whether outside agencies with activities which benefit the citizens of the Village should be included within. Financial accountability is defined as appointment of a voting majority of the component unit's board and either the ability to impose will by the primary government or the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government. Based on these criteria, there are no potential component units which are required to be included in the accompanying financial statements.

1.B. - Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements (i.e.: the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government. *Business-type activities* rely to a significant extent on fees and charges to external customers for support.

Fund Financial Statements

The fund financial statements provide information about the Village's funds. Separate statements for each fund category - governmental and proprietary are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

Governmental Funds

The Village reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted by law or administrative action to expenditures for specific purposes other than debt service or capital projects. Included among these funds are:

VILLAGE OF HAMEL, ILLINOIS

Notes to the Financial Statements
April 30, 2021

Note 1 - Summary of Significant Accounting Policies, continued

Motor Fuel Tax Fund is used to account for revenues and expenditures related to projects financed by motor fuel tax funds collected and distributed by the state.

Business District Fund #1 is used to account for reimbursable redevelopment project costs.

Business District Fund #2 is used for redevelopment project costs.

Proprietary Funds

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has 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 purposes.

Waterworks Fund provides services to the Village and surrounding areas.

Sewerage Fund provides wastewater service to the Village and surrounding areas.

During the course of operations the Village has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e.: the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

VILLAGE OF HAMEL, ILLINOIS

Notes to the Financial Statements April 30, 2021

Note 1 - Summary of Significant Accounting Policies, continued

1.C. - Measurement Focus and Basis of Accounting

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

Measurement Focus

In the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), and net financial position. All assets and liabilities (whether current or noncurrent or financial or nonfinancial) associated with their activities are generally reported within the limitations of the modified cash basis of accounting.

Governmental funds utilize a current financial resources measurement focus, within the limitations of the modified cash basis of accounting. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The proprietary fund is presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting.

Basis of Accounting

The financial statements are presented on a modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) established by the Governmental Accounting Standards Board. This basis of accounting involves modifications to the cash basis of accounting to report in the statements of net position or balance sheets cash transactions or events that provide a benefit or result in an obligation that covers a period greater than the period in which the cash transaction or event occurred. Such reported balances include investments, interfund receivables and payables, capital assets and related depreciation, and short-term and long-term liabilities arising from cash transactions or events.

VILLAGE OF HAMEL, ILLINOIS

Notes to the Financial Statements April 30, 2021

Note 1 - Summary of Significant Accounting Policies, continued

This modified cash basis of accounting differs from GAAP primarily because certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected and other accrued revenue and receivables) and certain liabilities and their related expenses or expenditures (such as accounts payable and expenses for goods or services received but not yet paid and other accrued expenses and liabilities) are not recorded in these financial statements. In addition, certain other economic assets and liabilities, other than pension and retiree healthcare benefit obligations, that do not arise from a cash transaction or event are not reported, and the measurement of reported assets, other than investments of the pension trust fund, and liabilities does not involve adjustment to fair value.

If the Village utilized the basis of accounting recognized as U.S. GAAP, the fund financial statements for governmental funds would use the modified accrual basis of accounting. The government-wide and proprietary financial statements would be presented on the accrual basis of accounting.

1.D. - Assets, Liabilities, and Equity

Cash and Cash Equivalents

For the purpose of financial reporting, cash and cash equivalents includes all demand and savings accounts and certificates of deposit or short-term investments with an original maturity of three months or less.

Investments

Investments classified in the financial statements consist entirely of certificates of deposit acquired with cash whose original maturity term exceeds three months. Investments are carried at cost, which approximates fair value.

Accounts Receivable

As a result of the use of the modified cash basis of accounting, accounts receivable and other revenue related receivables are not reported in the financial statements.

Inventories

As a result of the use of the modified cash basis of accounting, consumable materials and supplies are recorded as expenditures/expenses at the time of purchase and; therefore, no balances for inventory on hand are reported in the Statement of Net Position.

VILLAGE OF HAMEL, ILLINOIS

Notes to the Financial Statements April 30, 2021

Note 1 - Summary of Significant Accounting Policies, continued

Capital Assets

The Village's modified cash basis of accounting reports capital assets resulting from cash transactions and reports depreciation where appropriate. The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary funds and whether they are reported in the government-wide or fund financial statements.

Government-Wide Statements

In the government-wide financial statements, capital assets arising from cash transactions are accounted for as assets in the Statement of Net Position. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable. Estimated historical cost was used to value the majority of the assets acquired prior to April 30, 2004. Infrastructure assets acquired since May 1, 2004, are recorded at cost.

Depreciation of all exhaustible capital assets arising from cash transactions is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. Capitalization thresholds of \$5,000 for equipment, \$20,000 for building and improvements and \$100,000 for roads, are used to report capital assets. The range of estimated useful lives by type of asset is as follows:

- Equipment and Tools - 10 years
- Vehicles under 13,000 gross vehicle weight - 5 years
- Vehicles over 13,000 gross vehicle weight - 10-20 years
- Other Improvements - 20 years
- Buildings - 40-50 years
- Road Improvements - 10 years
- New Infrastructure - 40 years
- Water and Sewer Improvements - 10-40 years
- Water and Sewer Equipment - 5 years

Fund Financial Statements

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

VILLAGE OF HAMEL, ILLINOIS

Notes to the Financial Statements
April 30, 2021

Note 1 - Summary of Significant Accounting Policies, continued

Long-Term Debt

All long-term debt arising from cash basis transactions to be repaid from governmental and business-type resources is reported as a liability in the government-wide statements.

Long-term debt arising from cash basis transactions of governmental funds is not reported as a liability in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for debt is the same in the proprietary fund financial statements as the treatment in the government-wide statements.

Equity Classification

Government-Wide Statements

Net Position - Net position represents the difference between assets and liabilities. Net investment in capital assets consists of cost of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. This net investment in capital assets amount also is adjusted by any bond issuance deferral amounts. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. All other net position is reported as unrestricted.

The Village applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Fund Balance Policies

This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The Village reports the following fund balance reporting classifications in accordance with the provisions of the statement:

Nonspendable Fund Balance - The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance - The restricted fund balance classification includes amounts that are restricted to specific purposes. Fund balances are reported as restricted when constraints placed on the use of resources are either:

VILLAGE OF HAMEL, ILLINOIS

Notes to the Financial Statements
April 30, 2021

Note 1 - Summary of Significant Accounting Policies, continued

- 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 - The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision-making authority.

Assigned Fund Balance - The assigned fund balance classification includes amounts that are constrained by the Village's intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned Fund Balance - The unassigned fund balance classification includes amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the General Fund.

The Village's policy is to spend restricted fund balance before spending unrestricted fund balance when an expenditure is paid for purposes for which both restricted and unrestricted fund balance is available except for instances where a Village budget resolution specifies the fund balance.

The Village's policy is that committed and assigned fund balances are considered to have been spent before unassigned balances have been spent when an expenditure is paid for purposes for which amounts in any of those unrestricted fund balance classifications could be used except for instances where a Village budget ordinance specifies the fund balance.

1.E. - Revenues, Expenditures, and Expenses

Program Revenues

Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

1.F. - Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting used by the Village requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense); accordingly, actual results could differ from those estimates.

VILLAGE OF HAMEL, ILLINOIS

Notes to the Financial Statements
April 30, 2021

Note 1 - Summary of Significant Accounting Policies, continued

1.G. - Property Taxes

The Village's property tax is levied on assessed values established by the County Assessor's office at varying rates of assessed market value depending on whether the property is commercial or residential. The budget and appropriation ordinance was approved on July 14, 2020, and the levy was passed by the Board on November 10, 2020. Property taxes attach as an enforceable lien on property as of January 1, and are usually payable in two installments on or about June 1st, and September 1st, during the following fiscal year. The Village usually receives distributions from the County Collector in the months of July through November. Property tax collections included in the financial statements for the year ended April 30, 2021, are from the 2019 tax year.

The assessed value upon which the 2019 levy was based totaled \$ 25,290,805.

The following are the tax rates applicable to the various levies per \$100.00 of assessed valuation:

	2019 <u>Actual</u>
Water Tower	.2120

1.H. - Proprietary Funds Operating and Non-Operating Revenues and Expenses

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* 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 revenue of the enterprise funds is charges to customers for sales and services. The Waterworks and Sewerage Fund 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 non-operating revenues and expenses.

1.I. - Compensated Absences

Since the Village requires employees to take their vacation and sick days, there is no liability at April 30, 2021.

VILLAGE OF HAMEL, ILLINOIS

Notes to the Financial Statements April 30, 2021

Note 2 - Stewardship, Compliance, and Accountability

By its nature as a local government unit, the Village is subject to various federal, state, and local laws and contractual regulations.

2.A. - Deposits and Investments

The Village's investment policy is in accordance with the Illinois Compiled Statutes. The Village is authorized by statute to make deposits or investments in obligations of the U.S. Government; obligations of state or their political subdivisions; savings accounts, time deposits, certificates of deposit; or other investments which are direct obligations of banks as defined by the Illinois Banking Act; and the Illinois Public Treasurer's Investment Pool.

The Village's deposits are in checking, savings accounts and certificates of deposit and are carried at cost. The Village's current investment practice is only to invest in local financial institution accounts.

Deposits and Custodial Credit Risk

At year-end, the carrying amount of the Village's deposits, net of outstanding checks, including certificates of deposit, was \$2,352,268, and the bank balances were \$2,439,658. Of this balance, \$250,000 was insured by the Federal Deposit Insurance Corporation (FDIC), and \$2,189,658 was covered by pledged collateral, which was held in the Village's name and the amount uncollateralized was \$0.

Interest Rate Risk: The Village does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Note 3 - Detail Notes

The following notes present detail information to support the amounts in the basic financial statements for its various assets, liabilities, equity, revenues, and expenditures/expenses.

VILLAGE OF HAMEL, ILLINOIS

Notes to the Financial Statements
April 30, 2021

Note 3 - Detail Notes, continued

3.A. - Capital Assets

Capital asset activity for the fiscal year ended April 30, 2021, was as follows:

	<u>Balance May 1, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance April 30, 2021</u>
<i>Governmental activities:</i>				
Capital assets not being depreciated:				
Land	\$ <u>3,000</u>	\$ -	\$ -	\$ <u>3,000</u>
Capital assets being depreciated:				
Buildings	557,472	-	-	557,472
Machinery and equipment	336,639	49,375	-	386,014
Infrastructure	<u>1,211,036</u>	<u>-</u>	<u>-</u>	<u>1,211,036</u>
Total other capital assets at historical cost	<u>2,105,147</u>	<u>49,375</u>	<u>-</u>	<u>2,154,522</u>
Less accumulated depreciation for:				
Buildings	296,651	27,107	-	323,758
Machinery and equipment	235,673	23,386	-	259,059
Infrastructure	<u>984,653</u>	<u>15,584</u>	<u>-</u>	<u>1,000,237</u>
Total accumulated depreciation	<u>1,516,977</u>	<u>66,077</u>	<u>-</u>	<u>1,583,054</u>
Other capital assets - net	<u>588,170</u>	<u>(16,702)</u>	<u>-</u>	<u>571,468</u>
Governmental activities capital assets, net	<u>\$ 591,170</u>	<u>\$ (16,702)</u>	<u>\$ -</u>	<u>\$ 574,468</u>

Depreciation expense was charged to functions/programs of the governmental activities as follows:

<i>Governmental activities:</i>	
General government	\$ 8,700
Public safety	11,005
Streets and roads	27,966
Culture and recreation	<u>18,406</u>
	<u>\$ 66,077</u>

VILLAGE OF HAMEL, ILLINOIS

Notes to the Financial Statements
April 30, 2021

Note 3 - Detail Notes, continued

	<u>Balance May 1, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance April 30, 2021</u>
<i>Business-type activities:</i>				
Water and sewer capital assets	\$ <u>3,884,514</u>	\$ <u>17,580</u>	\$ <u>-</u>	\$ <u>3,902,094</u>
Total capital assets at historical cost	<u>3,884,514</u>	<u>17,580</u>	<u>-</u>	<u>3,902,094</u>
Less accumulated depreciation for:				
Water and sewer capital assets	<u>2,226,178</u>	<u>168,953</u>	<u>-</u>	<u>2,395,131</u>
Total accumulated depreciation	<u>2,226,178</u>	<u>168,953</u>	<u>-</u>	<u>1,506,963</u>
Business-type activities capital assets, net	\$ <u>1,658,336</u>	\$ <u>(151,373)</u>	\$ <u>-</u>	\$ <u>1,506,963</u>

3.B. - Pension Plan

The Village adopted a simple plan in 2019. The plan matches the employee's contributions dollar-for-dollar up to 3% of their salary.

3.C. - Risk Management - Insurance

The Village is exposed to various risks of loss but not limited to general liability, property casualty, worker's compensation, and public official's liability. To limit exposure to these risks, the Village purchases commercial insurance as necessary. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

VILLAGE OF HAMEL, ILLINOIS

Notes to the Financial Statements
April 30, 2021

Note 4 - Long-Term Debt

Business-Type Activities

The following is a summary of changes in long-term debt for the year ended April 30, 2021:

	<u>Balance</u> <u>May 1, 2020</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>April 30, 2021</u>	<u>Current</u> <u>Portion</u>
Water Tower Construction IL EPA - Loan \$1,400,000 at 0% due 4/27/2030.	\$ <u>538,461</u>	\$ <u>-</u>	\$ <u>53,846</u>	\$ <u>484,615</u>	\$ <u>53,846</u>

The Village has entered into an agreement with Bond/Madison Water Company, an Illinois not-for-profit corporation, for an elevated water storage tank. The Water Company has a note with the Village for \$646,765.61 at 0% interest payable in biannual payments of \$16,583.73, beginning the 27th day of April, 2011 and continuing on October 27 and April 27 of each consecutive year, thereafter, until the indebtedness due is paid in full.

Loans payable debt service requirements to maturity are as follows:

Waterworks Fund

	<u>IL-EPA Loan</u>	
	<u>Principal</u>	<u>Interest</u>
2022	\$ 53,846	\$ -
2023	53,846	-
2024	53,846	-
2025	53,846	-
2026	53,846	-
2027-2030	<u>215,385</u>	<u>-</u>
	<u>\$ 484,615</u>	<u>\$ -</u>

VILLAGE OF HAMEL, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

Note 5 - Legal Debt Margin

Assessed valuation, 2019 tax year	\$ 25,290,805
Statutory debt limitations	<u>.08625</u>
	2,181,332
Less any general obligation debt	<u>-</u>
Legal debt margin	\$ <u>2,181,332</u>

Note 6 - Subsequent Events

Management has evaluated subsequent events through the date of this report, the date on which the financial statements were available to be issued.

On March 11, 2020, the World Health Organization declared the outbreak of a coronavirus (Covid-19) pandemic. As a result, economic uncertainties have arisen, which are likely to negatively impact the operating revenues. Other financial impact could occur, though such potential impact is unknown at this time.

SUPPLEMENTARY INFORMATION

VILLAGE OF HAMEL, ILLINOIS

General Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Modified Cash Basis
 Budget and Actual
 Year Ended April 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 3,000	\$ 135	\$ (2,865)
Miscellaneous	8,500	26,458	17,958
Cannabis tax	-	667	667
Video gaming tax	24,000	26,772	2,772
Hotel/motel tax	3,000	3,759	759
Telecommunication tax	13,000	11,287	(1,713)
Replacement tax	5,000	4,490	(510)
Sales tax	288,000	357,672	69,672
Income tax	115,000	93,544	(21,456)
Utility tax	50,000	50,706	706
Property tax	70,000	69,513	(487)
Licenses and fees	7,000	11,721	4,721
Fines	12,500	10,958	(1,542)
Rent	13,500	14,600	1,100
Garbage collection	78,000	83,537	5,537
Park	10,000	4,025	(5,975)
Intergovernmental	<u>267,000</u>	<u>60,547</u>	<u>(206,453)</u>
Total revenues	<u>967,500</u>	<u>830,391</u>	<u>(137,109)</u>
Expenditures:			
Administration Department:			
Salaries	215,000	108,417	106,583
Payroll taxes	19,000	19,837	(837)
Retirement	8,000	7,738	262
Utilities	48,000	24,930	23,070
Professional fees	70,000	69,293	707
Office	6,000	14,839	(8,839)
Insurance	46,000	43,471	2,529
Dues and meeting	3,000	950	2,050
Garbage collection	78,000	84,099	(6,099)
Maintenance	62,200	32,049	30,151
Miscellaneous	7,500	4,113	3,387
Capital outlay	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Total administration department	<u>587,700</u>	<u>409,736</u>	<u>177,964</u>

VILLAGE OF HAMEL, ILLINOIS

General Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Modified Cash Basis
 Budget and Actual
 Year Ended April 30, 2021
 (Continued)

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Expenditures continued:			
Street Department:			
Salaries	\$ 21,000	\$ 19,868	\$ 1,132
Payroll taxes	1,700	1,520	180
Engineering	5,000	-	5,000
Maintenance	55,500	19,627	35,873
Capital outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total street department	<u>88,200</u>	<u>41,015</u>	<u>47,185</u>
Police Department:			
Salaries	25,000	141,322	(116,322)
Supplies and maintenance	25,000	27,794	(2,794)
Capital outlay	<u>-</u>	<u>49,375</u>	<u>(49,375)</u>
Total police department	<u>50,000</u>	<u>218,491</u>	<u>(168,491)</u>
Park Department:			
Salaries	17,000	18,569	(1,569)
Payroll taxes	1,300	1,420	(120)
Maintenance	31,500	25,964	5,536
Capital outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total park department	<u>54,800</u>	<u>45,953</u>	<u>8,847</u>
Total expenditures	<u>780,700</u>	<u>715,195</u>	<u>65,505</u>
Excess (deficiency) of revenues over expenditures	<u>186,800</u>	<u>115,196</u>	<u>(71,604)</u>
Other financing sources (uses):			
Transfers in	<u>-</u>	<u>35,906</u>	<u>35,906</u>
Total other financing sources (uses)	<u>-</u>	<u>35,906</u>	<u>35,906</u>
Net change in fund balance	<u>\$ 186,800</u>	151,102	<u>\$ (35,698)</u>
Fund balance, beginning		<u>597,714</u>	
Fund balance, ending		<u>\$ 748,816</u>	

VILLAGE OF HAMEL, ILLINOIS

Business District Fund #1
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Modified Cash Basis
 Budget and Actual
 Year Ended April 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Taxes	\$ 100,000	\$ 99,988	\$ (12)
Interest	<u>-</u>	<u>6</u>	<u>6</u>
Total revenues	<u>100,000</u>	<u>99,994</u>	<u>(6)</u>
Expenditures:			
Love's Agreement	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Total expenditures	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>99,994</u>	<u>99,994</u>
Other financing sources (uses):			
Transfers out	<u>-</u>	<u>(35,906)</u>	<u>(35,906)</u>
Total other financing sources (uses)	<u>-</u>	<u>(35,906)</u>	<u>(35,906)</u>
Net change in fund balance	<u>\$ -</u>	64,088	<u>\$ 64,088</u>
Fund balance, beginning		<u>27,934</u>	
Fund balance, ending		<u>\$ 92,022</u>	

VILLAGE OF HAMEL, ILLINOIS

Business District Fund #2
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Modified Cash Basis
 Budget and Actual
 Year Ended April 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Taxes	\$ -	\$ 30,558	\$ 30,558
Total revenues	<u>-</u>	<u>30,558</u>	<u>30,558</u>
Expenditures:			
Love's Agreement	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	30,558	\$ <u>30,558</u>
Fund balance, beginning		<u>-</u>	
Fund balance, ending		\$ <u>30,558</u>	

VILLAGE OF HAMEL, ILLINOIS

Motor Fuel Tax Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Modified Cash Basis
 Budget and Actual
 Year Ended April 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Allotments	\$ 30,000	\$ 28,948	\$ (1,052)
Interest	<u> 600</u>	<u> 22</u>	<u> (578)</u>
Total revenues	<u>30,600</u>	<u>28,970</u>	<u>(1,630)</u>
Expenditures:			
Streets and roads	<u>70,500</u>	<u> 4,200</u>	<u>66,300</u>
Total expenses	<u>70,500</u>	<u> 4,200</u>	<u>66,300</u>
Net change in fund balance	\$ <u>(39,900)</u>	24,770	\$ <u>64,670</u>
Fund balance, beginning		<u>101,537</u>	
Fund balance, ending		\$ <u>126,307</u>	

VILLAGE OF HAMEL, ILLINOIS

**Notes to Supplementary Information
Year Ended April 30, 2021**

Note 1 - Budget, Appropriation Ordinance and Budgetary Accounting

The budget for all funds is prepared on the cash basis of accounting.

There were no amendments to the original budget. The budget was adopted July 14, 2020.

Note 2 - Excess of Expenditures Over Appropriations

None