

**GREEN GARDEN TOWNSHIP, ILLINOIS**

**ANNUAL FINANCIAL REPORT**

**YEAR ENDED MARCH 31, 2023**



**GREEN GARDEN TOWNSHIP**

**MONEE, ILLINOIS**

**CONTENTS**

**FINANCIAL SECTION**

Independent Auditor’s Report..... 1 - 2

**Basic Financial Statements**

Township-Wide Financial Statements  
Statement of Net Position – Cash Basis..... 3  
Statement of Activities – Cash Basis ..... 4

Fund Financial Statements  
Governmental Funds  
Statement of Assets, Liabilities and Fund Balances – Modified Cash Basis..... 5  
Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balances –  
Modified Cash Basis..... 6  
Notes to Financial Statements..... 7 - 14

**SUPPLEMENTARY INFORMATION**

Schedule of Revenues Received, Expenditures Disbursed and Changes in Fund Balance – Modified  
Cash Basis - Budget and Actual  
General Town Fund..... 15  
Road and Bridge Fund..... 16  
Joint Bridge Fund..... 17  
Building and Equipment Fund..... 18

Schedule of Assets, Liabilities and Fund Balance – Modified Cash Basis – Nonmajor Governmental  
Funds..... 19  
Schedule of Revenues Received, Expenditures Disbursed and Changes in Fund Balances –  
Modified Cash Basis – Nonmajor Governmental Funds..... 20

## **FINANCIAL SECTION**



## INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees  
Green Garden Township, Illinois

### **Opinions**

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and aggregate remaining fund information of Green Garden Township, Illinois, as of and for the year ended March 31, 2023, and the related notes to the financial statements, which collectively comprise the Green Garden Township, Illinois' 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 modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Green Garden Township, Illinois, as of March 31, 2023, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Green Garden Township, Illinois, 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.

### **Emphasis of Matter—Basis of Accounting**

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

### **Responsibilities of Management 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, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Green Garden Township, Illinois' 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 Green Garden Township, Illinois' 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.

### **Other Matters**

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Green Garden Township, Illinois' basic financial statements. The budgetary comparison information and combining schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the budgetary comparison information and combining schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*JW & Associates, P.C.*

Hillside, Illinois  
September 25, 2023

## **BASIC FINANCIAL STATEMENTS**

**GREEN GARDEN TOWNSHIP**  
**STATEMENT OF NET POSITION - MODIFIED CASH BASIS**  
**MARCH 31, 2023**

|                           | <b>Governmental<br/>Activities</b> |
|---------------------------|------------------------------------|
| <b>ASSETS</b>             |                                    |
| Cash and cash equivalents | \$ 1,876,037                       |
| Total assets              | \$ 1,876,037                       |
| <b>NET POSITION</b>       |                                    |
| Restricted                |                                    |
| Transportation            | \$ 955,324                         |
| Parks                     | 60,193                             |
| Public assistance         | 38,656                             |
| Total restricted          | 1,054,173                          |
| Unrestricted              | 821,864                            |
| Total net position        | \$ 1,876,037                       |

See accompanying notes to financial statements

**GREEN GARDEN TOWNSHIP STATEMENT  
OF ACTIVITIES - MODIFIED CASH BASIS  
YEAR ENDED MARCH 31, 2023**

| <u>Functions/Programs:</u>     | <u>Cash<br/>Disbursements</u> | <u>Charges for<br/>Services</u> | <u>Operating<br/>Grants and<br/>Contributions</u> | <u>Net<br/>(Disbursements)<br/>Receipts and<br/>Changes in Net<br/>Position</u> |
|--------------------------------|-------------------------------|---------------------------------|---|---|
| <b>Governmental activities</b> |                               |                                 |   |   |
| General government             | \$ 222,463                    | \$ 125                          | \$ -  | \$ (222,338)  |
| Transportation                 | 1,040,407                     | 210,423                         | -   | (829,984)   |
| Total governmental activities  | <u>1,262,870</u>              | <u>210,548</u>                  | <u>-</u>  | <u>(1,052,322)</u>  |
| <br>Total primary government   | <br><u>\$ 1,262,870</u>       |                                 |   | <br><u>(1,052,322)</u>  |
| <br><b>General Revenues:</b>   |                               |                                 |   |   |
| Taxes                          |                               |                                 |   |   |
| Property Taxes                 |                               |                                 |   | 1,047,979   |
| Replacement Taxes              |                               |                                 |   | 62,267  |
| Interest                       |                               |                                 |   | 5,348   |
| Miscellaneous                  |                               |                                 |   | 19,542  |
| Total general revenues         |                               |                                 |   | <u>1,135,136</u>  |
| <br>Change in net position     |                               |                                 |   | <br>82,814  |
| Net position - beginning       |                               |                                 |   | <u>1,793,223</u>  |
| Net position - ending          |                               |                                 |   | <u>\$ 1,876,037</u>   |

See accompanying notes to financial statements

**GREEN GARDEN TOWNSHIP**  
**STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - MODIFIED CASH BASIS**  
**GOVERNMENTAL FUNDS**  
**MARCH 31, 2023**

|  | <u>Major Funds</u>           |                                 |                              |                                   |                          |  |                           | <u>Total</u>               |
|--|------------------------------|---------------------------------|------------------------------|-----------------------------------|--------------------------|--|---------------------------|----------------------------|
|  | <u>General Town<br/>Fund</u> | <u>Road and<br/>Bridge Fund</u> | <u>Joint Bridge<br/>Fund</u> | <u>Permit &amp;<br/>Bond Fund</u> | <u>Capital Fund</u>      | <u>Building and<br/>Equipment<br/>Fund</u> | <u>Nonmajor<br/>Funds</u> |                            |
| <b>ASSETS</b>                              |                              |                                 |                              |                                   |                          |  |                           |                            |
| Cash and cash equivalents                  | \$ 143,074                   | \$ 322,546                      | \$ 394,187                   | \$ 238,386                        | \$ 660,897               | \$ 18,098                                  | \$ 98,849                 | \$ 1,876,037               |
| Due from other funds                       | -                            | 205                             | -                            | -                                 | -                        | -  | -                         | 205                        |
| Advance to other funds                     | 130,000                      | -                               | -                            | -                                 | -                        | -  | -                         | 130,000                    |
| <b>Total assets</b>                        | <b><u>\$ 273,074</u></b>     | <b><u>\$ 322,751</u></b>        | <b><u>\$ 394,187</u></b>     | <b><u>\$ 238,386</u></b>          | <b><u>\$ 660,897</u></b> | <b><u>\$ 18,098</u></b>                    | <b><u>\$ 98,849</u></b>   | <b><u>\$ 2,006,242</u></b> |
| <b>LIABILITIES AND FUND BALANCE</b>        |                              |                                 |                              |                                   |                          |  |                           |                            |
| Liabilities:                               |                              |                                 |                              |                                   |                          |  |                           |                            |
| Due to other funds                         | \$ 205                       | \$ -                            | \$ -                         | \$ -                              | \$ -                     | \$ -                                       | \$ -                      | \$ 205                     |
| Advance from other funds                   | -                            | -                               | -                            | -                                 | -                        | 130,000                                    | -                         | 130,000                    |
| <b>Total liabilities</b>                   | <b><u>205</u></b>            | <b><u>-</u></b>                 | <b><u>-</u></b>              | <b><u>-</u></b>                   | <b><u>-</u></b>          | <b><u>130,000</u></b>                      | <b><u>-</u></b>           | <b><u>130,205</u></b>      |
| Fund balances:                             |                              |                                 |                              |                                   |                          |  |                           |                            |
| Nonspendable                               | 130,000                      | -                               | -                            | -                                 | -                        | -  | -                         | 130,000                    |
| Restricted by:                             |                              |                                 |                              |                                   |                          |  |                           |                            |
| Tax levies                                 | -                            | 322,751                         | 394,187                      | -                                 | -                        | -  | 38,656                    | 755,594                    |
| Ordinance                                  | -                            | -                               | -                            | -                                 | -                        | -  | 60,193                    | 60,193                     |
| Other                                      | -                            | -                               | -                            | 238,386                           | -                        | -  | -                         | 238,386                    |
| Assigned                                   | -                            | -                               | -                            | -                                 | 660,897                  | -  | -                         | 660,897                    |
| Unassigned                                 | 142,869                      | -                               | -                            | -                                 | -                        | (111,902)                                  | -                         | 30,967                     |
| <b>Total fund balance</b>                  | <b><u>272,869</u></b>        | <b><u>322,751</u></b>           | <b><u>394,187</u></b>        | <b><u>238,386</u></b>             | <b><u>660,897</u></b>    | <b><u>(111,902)</u></b>                    | <b><u>98,849</u></b>      | <b><u>1,876,037</u></b>    |
| <b>Total liabilities and fund balances</b> | <b><u>\$ 273,074</u></b>     | <b><u>\$ 322,751</u></b>        | <b><u>\$ 394,187</u></b>     | <b><u>\$ 238,386</u></b>          | <b><u>\$ 660,897</u></b> | <b><u>\$ 18,098</u></b>                    | <b><u>\$ 98,849</u></b>   | <b><u>\$ 2,006,242</u></b> |

**GREEN GARDEN TOWNSHIP**  
**STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND BALANCES MODIFIED - CASH BASIS**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED MARCH 31, 2023**

|   | <b>Major Funds</b>       |                             |                          |                               |                     |                                    |                  | <b>Nonmajor Funds</b> | <b>Total</b> |
|---|--------------------------|-----------------------------|--------------------------|-------------------------------|---------------------|------------------------------------|------------------|-----------------------|--------------|
|   | <b>General Town Fund</b> | <b>Road and Bridge Fund</b> | <b>Joint Bridge Fund</b> | <b>Permit &amp; Bond Fund</b> | <b>Capital Fund</b> | <b>Building and Equipment Fund</b> |                  |                       |              |
| <b>REVENUES RECEIVED</b>                                |                          |                             |                          |                               |                     |                                    |                  |                       |              |
| Property taxes  | \$ 239,293               | \$ 626,864                  | \$ 89,958                | \$ -                          | \$ -                | \$ 88,171                          | \$ 3,693         | \$ 1,047,979          |              |
| Replacement taxes                                       | 19,912                   | 42,355                      | -                        | -                             | -                   | -                                  | -                | 62,267                |              |
| Charges for services                                    | 9,576                    | 69,000                      | -                        | 131,500                       | -                   | -                                  | -                | 210,076               |              |
| Interest income   | 9                        | 41                          | 22                       | 16                            | 4,813               | 3                                  | 444              | 5,348                 |              |
| Miscellaneous income                                    | 2,770                    | 1,772                       | -                        | -                             | -                   | 15,000                             | -                | 19,542                |              |
| Fines   | 125                      | 347                         | -                        | -                             | -                   | -                                  | -                | 472                   |              |
| <b>Total revenues received</b>                          | <b>271,685</b>           | <b>740,379</b>              | <b>89,980</b>            | <b>131,516</b>                | <b>4,813</b>        | <b>103,174</b>                     | <b>4,137</b>     | <b>1,345,684</b>      |              |
| <b>EXPENDITURES DISBURSED</b>                           |                          |                             |                          |                               |                     |                                    |                  |                       |              |
| Current   |                          |                             |                          |                               |                     |                                    |                  |                       |              |
| General government                                      | 222,463                  | -                           | -                        | -                             | -                   | 7,059                              | -                | 229,522               |              |
| Transportation  | -                        | 819,632                     | -                        | 83,500                        | -                   | -                                  | -                | 903,132               |              |
| Capital Outlay  | -                        | 50,516                      | -                        | -                             | -                   | 53,160                             | -                | 103,676               |              |
| Debt Service  |                          |                             |                          |                               |                     |                                    |                  |                       |              |
| Principal   | -                        | -                           | -                        | -                             | -                   | 25,482                             | -                | 25,482                |              |
| Interest  | -                        | -                           | -                        | -                             | -                   | 1,058                              | -                | 1,058                 |              |
| <b>Total expenditures disbursed</b>                     | <b>222,463</b>           | <b>870,148</b>              | <b>-</b>                 | <b>83,500</b>                 | <b>-</b>            | <b>86,759</b>                      | <b>-</b>         | <b>1,262,870</b>      |              |
| Excess of revenues received over expenditures disbursed | 49,222                   | (129,769)                   | 89,980                   | 48,016                        | 4,813               | 16,415                             | 4,137            | 82,814                |              |
| Other financing sources (uses)                          |                          |                             |                          |                               |                     |                                    |                  |                       |              |
| Transfers in (out)                                      | (51,412)                 | 1,412                       | -                        | -                             | 50,000              | -                                  | -                | -                     |              |
| <b>Total other financing sources (uses)</b>             | <b>(51,412)</b>          | <b>1,412</b>                | <b>-</b>                 | <b>-</b>                      | <b>50,000</b>       | <b>-</b>                           | <b>-</b>         | <b>-</b>              |              |
| <b>Net change in fund balance</b>                       | <b>(2,190)</b>           | <b>(128,357)</b>            | <b>89,980</b>            | <b>48,016</b>                 | <b>54,813</b>       | <b>16,415</b>                      | <b>4,137</b>     | <b>82,814</b>         |              |
| Fund balance, beginning of year                         | 275,059                  | 451,108                     | 304,207                  | 190,370                       | 606,084             | (128,317)                          | 94,712           | 1,793,223             |              |
| <b>FUND BALANCE, END OF YEAR</b>                        | <b>\$ 272,869</b>        | <b>\$ 322,751</b>           | <b>\$ 394,187</b>        | <b>\$ 238,386</b>             | <b>\$ 660,897</b>   | <b>\$ (111,902)</b>                | <b>\$ 98,849</b> | <b>\$ 1,876,037</b>   |              |

See accompanying notes to financial statements

## GREEN GARDEN TOWNSHIP

Notes to financial statements  
March 31, 2023

---

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Green Garden Township is an Illinois unit of local government. The Township and the Township Road District are responsible for maintaining township roads, administering relief to low-income households, and for administrative activities.

**Reporting Entity** - These financial statements present Green Garden Township and any component units, of which there were none during the year. The criteria used to determine if a legally separate organization's financial statements should be included and the manner in which they should be displayed center on the nature of financial accountability. Among factors determining this financial accountability include the degree to which the governing body is controlled by the Township as manifested by the ability to appoint a majority of its voting board and approval of its budget, the degree to which it provides a financial benefit or burden to the Township or the extent to which it is fiscally dependent.

**Basis of Presentation** - The Township's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

*Government-wide Financial Statements* - The Statement of Net Position and the Statement of Activities report information on all of the non-fiduciary activities of the primary government and its component units. Governmental activities are normally supported by taxes and intergovernmental revenues. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

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

*Fund Financial Statements* - The Township segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. These statements present each major fund as a separate column on the fund financial statements. Governmental funds are those funds through which most governmental functions typically are financed. The Township has presented the following major governmental funds:

*General Town Fund* - The General Town Fund is the primary operating fund of the Township. It accounts for and reports all financial resources not accounted for and reported in another fund. The General Fund is always classified as a major fund. The fund balance is available for any purpose provided it is expended or transferred according to the laws of the State of Illinois.

## GREEN GARDEN TOWNSHIP

Notes to financial statements  
March 31, 2023

---

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

*Road and Bridge Fund* - The Road and Bridge Fund is used to account for financial resources, primarily property taxes, to be used for the repairs and maintenance of the Township roads and bridges.

*Joint Bridge Fund* - The Joint Bridge Fund is used to account for financial resources, primarily property taxes, to be used for the Township's share of repair and maintenance of bridges.

*Permit and Bond Fund* - The Permit and Bond Fund is used to account for bonds that are posted for culvert installation and construction at the site and the return of those funds upon proper completion of the projects.

*Capital Fund* - The Capital Fund is used to account for financial resources saved from surplus Town Funds to be used to construct a new town hall.

*Building and Equipment Fund* - The Building and Equipment Fund is used to purchase road district equipment and building upgrades or additions.

**Measurement Focus and Basis of Accounting** - Measurement focus is a term used to describe what transactions or events are recorded within the various financial statements. Basis of accounting refers to when and how transactions or events are recorded, regardless of the measurement focus applied.

#### Measurement Focus

The government-wide Statement of Net Position and the Statement of Activities utilize an "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, financial or nonfinancial) associated with their activities are reported within the current limitations of the modified cash basis of accounting.

All 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.

#### Basis of Accounting

The financial statements are presented on a cash basis of accounting modified to include interfund borrowings resulting from cash transactions, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) as established by GASB. Reported Balances and transactions include only those arising from cash transactions or events and interfund borrowings.

## GREEN GARDEN TOWNSHIP

Notes to financial statements  
March 31, 2023

---

### 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, other economic assets, deferred outflows, liabilities, and deferred inflows that do not arise from a cash transaction or event are not reported, and the measurement of reported assets and liabilities does not involve adjustment to fair value.

If the Township utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting. The government-wide financials would be presented on the accrual basis of accounting.

**Cash and Cash Equivalents** - Cash and cash equivalents, which include deposit accounts, savings, and certificates of deposit with a maturity date within three months as of the date acquired by the Township, are stated at cost.

**Interfund Receivables and Payables** - During the course of operations, the Township has activity between funds for various purposes. Any residual balances outstanding at year-end are reported as due from/to other funds. Such balances are expected to be repaid in the next fiscal year. Long term borrowings between funds are reported as advances. While those 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 (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

**Capital Assets** - The Township's modified cash basis of accounting does not record capital assets in the governmental funds, but instead disbursements for capital assets are charged to the appropriate fund as capital outlay.

#### **Net Position/Fund Balance Classifications**

As of March 31, 2023, fund balances of the governmental funds are classified as follows:

*Nonspendable* - amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

*Restricted* - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

## GREEN GARDEN TOWNSHIP

Notes to financial statements  
March 31, 2023

---

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

*Committed* - amounts that can be used only for specific purposes determined by a formal action of the Township Board. The Township Board is the highest level of decision-making authority for the Township.

Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Township Board.

*Assigned* - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Assignments may be established by the Township Board.

*Unassigned* - all other spendable amounts. Unassigned fund balance in the General Fund is the net resources in excess of what can be properly classified in one of the above categories. Negative unassigned fund balance in other governmental funds represents excess expenditures incurred over the amounts restricted, committed, or assigned to those purposes.

When both restricted and unrestricted resources are available for use, it is the Township's policy to use restricted resources first, then unrestricted resources. Furthermore, committed resources are reduced first, followed by assigned, then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used.

*Restricted Net Position* - For government-wide financial statements, net position is reported as restricted when constraints placed on those assets are either: (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, or (2) imposed by law through constitutional provisions or enabling legislation. It is the Township's policy to first use restricted net resources prior to the use of unrestricted net resources when an expense is incurred for purposes for which both restricted and unrestricted net resources are available.

### Revenues

*Program Revenues* - In the Statement of Activities, cash basis revenues that are derived directly from each activity or from parties outside the Township's taxpayers are reported as program revenues.

*Property Tax Revenues* - Property taxes are recognized in the year in which taxes have been received. Property taxes are levied on the basis of a calendar year with a January 1 lien date. The 2022 tax levy was approved by the Board on December 12, 2022. The certificate of tax levy is filed annually on or before the last Tuesday in December based on the assessed valuation as of April 1 of the same year. Taxes are due in the following year in two equal installments, one in June and the other in September, with distribution to the District coming shortly thereafter and continuing through January of the ensuing year. Property taxes levied in 2021 were received and recorded during fiscal year ending March 31, 2023.

## GREEN GARDEN TOWNSHIP

Notes to financial statements  
March 31, 2023

---

### NOTE 2 -DEPOSITS AND INVESTMENTS

The Township is allowed to invest in banks and securities as authorized by Sections 2 and 6 of the Public Funds Investment Act (30 ILCS 235/2 and 6).

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

*Credit Risk.* State law requires public funds to be invested within the guidelines set forth in the Public Funds Investment Act (30 ILCS/235). The Township has no investment policy that would further limit its investment choices.

*Concentration of Credit Risk.* The Township does not have a formal investment policy limiting the amount that the Township may invest in any one financial institution.

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

As of March 31, 2023, the Township's deposits were insured or collateralized with collateral held by the Township's agent in the Township's name.

As of March 31, 2023, the carrying amount of cash for the Township was \$1,876,037, while the bank balance was \$1,881,976. The Township held no investments at March 31, 2023.

### NOTE 3- INTERFUND BALANCES

#### *Due To/From Other Funds*

At March 31, 2023, the Town Fund owed the Road and Bridge Fund \$205 as a result of dividend revenue belonging to the Road and Bridge Fund deposited in the Town Fund. The amount is expected to be repaid within a year.

#### *Advances To/From Other Funds*

In January of 2019, the Township Board passed a resolution approving a non-interest bearing loan of \$220,000 from the Town Fund to the Township Road District for the purchase of equipment. The loan is to be paid back before November 27, 2027. The balance due at March 31, 2023 is reported as an advance in the Building and Equipment Fund and the Town Fund. During the current fiscal year \$30,000 was paid from the Building and Equipment Fund to the Town Fund on the advance. The balance as of March 31, 2023 is \$130,000.

## **GREEN GARDEN TOWNSHIP**

Notes to financial statements  
March 31, 2023

---

### **NOTE 3- INTERFUND BALANCES (CONTINUED)**

#### *Transfers*

An amount of \$50,000 was transferred from the General Town Fund to the Capital Fund as was approved by the Board in the Township's budget and appropriation ordinance for the fiscal year ended March 31, 2023. Additionally, the General Town Fund transferred \$1,412 to the Road and Bridge Fund to account for the Road and Bridge fund's portion of TOIRMA dividends that were deposited initially into the General Town Fund.

### **NOTE 4 – LONG TERM DEBT**

As a result of the use of the modified cash basis of accounting, obligations related to long term debt are not reported as liabilities in the financial statements. However, the Township has the following long term obligations:

#### *Notes Payable*

In 2013, the Township entered into a note payable to finance the acquisition of a John Deere grader with a value of \$223,976. The loan agreement provides for semi-annual payments of \$13,271 at an interest rate of 3.3% with the final payment due on June 12, 2023. The balance outstanding at March 31, 2023 was \$12,314, which will be paid in full on May 12, 2023.

### **NOTE 5 – ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)**

#### *Plan Description*

The Township's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases and death benefits to plan members and beneficiaries. The Township's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained online at [www.imrf.org](http://www.imrf.org).

#### *General Information about the Pension Plan*

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2011, are eligible for

## **GREEN GARDEN TOWNSHIP**

Notes to financial statements  
March 31, 2023

---

### **NOTE 5 – ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF) (CONTINUED)**

Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

As set by statute, Township 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 of its own employees. The employer contribution for calendar year 2022 was 16.27% of covered payroll. The employer annual required contribution rate for calendar year 2022 was 16.27%. The Township also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

December 31, 2022, plan membership consisted of 3 retirees or beneficiaries, 4 inactive non-retired members and 2 active members.

### **NOTE 6 - RISK MANAGEMENT**

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township, through membership in the Township Officials of Illinois Risk Management Association (TOIRMA), a public entity risk pool, insures all major areas of risk. TOIRMA is a risk management program which is a system for planning, organizing, leading, and controlling the resources and activities that an organization needs to protect itself from the adverse effects of accidental loss as defined by the American Institute for Chartered Property Casualty Underwriters. Member contributions are based on the loss experience of the Township and that of the Association as a whole. The Township's cost is based on rates determined by the Trustees of the Fund annually. TOIRMA declared dividends to eligible townships in fiscal year 2023. The dividend was 15% of contributions paid by each member in the June 1, 2017-2018 program year. There were no significant reductions in insurance coverage during the year, and there were no settlements that exceeded insurance coverage during the last three years.

### **NOTE 7 - BUDGETARY DATA**

The budgetary process is prescribed by provisions of the State of Illinois Budget Act and entails the preparation of budgetary documents within an established timetable. The budget is based upon the modified cash basis of accounting. The legal level of budgetary control has been established by the Township at the function level. Any budgetary modifications may only be made by resolution of the Board. The Township follows these procedures in establishing the budgets for the individual funds.

**GREEN GARDEN TOWNSHIP**

Notes to financial statements  
March 31, 2023

---

**NOTE 7 - BUDGETARY DATA (CONTINUED)**

1. A proposed operating budget is submitted to the Township Board for the fiscal year commencing April 1. The revenues and expenditures are prepared on a detailed line item basis. Revenues are budgeted by source. Expenditures are budgeted by direct expenses.
2. Public hearings are conducted to obtain taxpayer comments.
3. On June 13, 2022, the appropriations were legally enacted through passage of an appropriation ordinance.
4. The tax levy ordinance is adopted and filed with the county clerk on or before the last Tuesday in December.
5. Formal budgetary integration is employed as a management control device during the fiscal year for all funds. Actual expenditures may not exceed budgetary amounts at the fund level.
6. The appropriation ordinance includes all funds, which are reported on the modified cash basis of accounting, which is the same basis as the financial statements.

There were no funds that had expenditures in excess of appropriations for the year ending March 31, 2023.

**SUPPLEMENTARY INFORMATION**

**GREEN GARDEN TOWNSHIP**  
**SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND**  
**BALANCE - MODIFIED CASH BASIS - BUDGET AND ACTUAL - GENERAL TOWN FUND**  
**YEAR ENDED MARCH 31, 2023**

|  | Original and<br>Final<br>Budget | Actual            | Variance<br>Over (under) |
|--|---------------------------------|-------------------|--------------------------|
| <b>REVENUES RECEIVED</b>                                   |                                 |                   |                          |
| Property taxes   | \$ 238,991                      | \$ 239,293        | \$ 302                   |
| Replacement taxes  | 6,000                           | 19,912            | 13,912                   |
| Charges for services                                       | 9,575                           | 9,576             | 1                        |
| Fines  | -                               | 125               | 125                      |
| Interest income  | 36                              | 9                 | (27)                     |
| Miscellaneous income                                       | 1,200                           | 2,770             | 1,570                    |
| <b>Total revenues received</b>                             | <b>255,802</b>                  | <b>271,685</b>    | <b>15,883</b>            |
| <b>EXPENDITURES DISBURSED</b>                              |                                 |                   |                          |
| Personnel  | 132,800                         | 125,497           | (7,303)                  |
| Contractual services                                       | 123,900                         | 75,525            | (48,375)                 |
| Commodities  | 9,200                           | 8,305             | (895)                    |
| Capital Outlay   | -                               | -                 | -                        |
| Other  | 32,950                          | 13,136            | (19,814)                 |
| <b>Total expenditures disbursed</b>                        | <b>298,850</b>                  | <b>222,463</b>    | <b>(76,387)</b>          |
| Excess of revenues received over<br>expenditures disbursed | (43,048)                        | 49,222            | 92,270                   |
| Other financing sources (uses)                             |                                 |                   |                          |
| Transfers in (out)   | (100,000)                       | (51,412)          | 48,588                   |
| <b>Total other financing sources (uses)</b>                | <b>(100,000)</b>                | <b>(51,412)</b>   | <b>48,588</b>            |
| Net change in fund balance                                 | <u>\$ (143,048)</u>             | (2,190)           | <u>\$ 140,858</u>        |
| Fund balance, beginning of year                            |                                 | <u>275,059</u>    |                          |
| Fund balance, end of year                                  |                                 | <u>\$ 272,869</u> |                          |

**GREEN GARDEN TOWNSHIP**  
**SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND**  
**BALANCE - MODIFIED CASH BASIS - BUDGET AND ACTUAL - ROAD AND BRIDGE FUND**  
**YEAR ENDED MARCH 31, 2023**

|  | Original and<br>Final<br>Budget | Actual                   | Variance<br>Over (under) |
|--|---------------------------------|--------------------------|--------------------------|
| <b>REVENUES RECEIVED</b>                                   |                                 |                          |                          |
| Property taxes   | \$ 637,790                      | \$ 626,864               | \$ (10,926)              |
| Replacement taxes  | 19,000                          | 42,355                   | 23,355                   |
| Charges for services                                       | 73,510                          | 69,000                   | (4,510)                  |
| Interest income  | 100                             | 41                       | (59)                     |
| Fines  | 800                             | 347                      | (453)                    |
| Miscellaneous Income                                       | 5,000                           | 1,772                    | (3,228)                  |
| Total revenues received                                    | <u>736,200</u>                  | <u>740,379</u>           | <u>4,179</u>             |
| <b>EXPENDITURES DISBURSED</b>                              |                                 |                          |                          |
| Personnel  | 235,000                         | 178,438                  | (56,562)                 |
| Contractual services                                       | 597,058                         | 507,093                  | (89,965)                 |
| Commodities  | 233,000                         | 111,531                  | (121,469)                |
| Capital Outlay   | 65,000                          | 50,516                   | (14,484)                 |
| Other  | 57,000                          | 22,570                   | (34,430)                 |
| Total expenditures disbursed                               | <u>1,187,058</u>                | <u>870,148</u>           | <u>(316,910)</u>         |
| Excess of revenues received over<br>expenditures disbursed | <u>(450,858)</u>                | <u>(129,769)</u>         | <u>321,089</u>           |
| <b>OTHER FINANCING SOURCES/(USES)</b>                      |                                 |                          |                          |
| Transfers in   | -                               | 1,412                    | 1,412                    |
| Total other financing sources/(uses)                       | <u>-</u>                        | <u>1,412</u>             | <u>1,412</u>             |
| Net change in fund balance                                 | <u>\$ (450,858)</u>             | <u>(128,357)</u>         | <u>\$ 322,501</u>        |
| Fund balance, beginning of year                            |                                 | <u>451,108</u>           |                          |
| Fund balance, end of year                                  |                                 | <u><u>\$ 322,751</u></u> |                          |

**GREEN GARDEN TOWNSHIP**  
**SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN**  
**FUND BALANCE - MODIFIED CASH BASIS - BUDGET AND ACTUAL - JOINT BRIDGE FUND**  
**YEAR ENDED MARCH 31, 2023**

|  | Original and<br>Final<br>Budget | Actual            | Variance<br>Over (under) |
|--|---------------------------------|-------------------|--------------------------|
| <b>REVENUES RECEIVED</b>                                   |                                 |                   |                          |
| Property taxes   | \$ 85,170                       | \$ 89,958         | \$ 4,788                 |
| Interest income  | 40                              | 22                | (18)                     |
| Total revenues received                                    | <u>85,210</u>                   | <u>89,980</u>     | <u>4,770</u>             |
| <b>EXPENDITURES DISBURSED</b>                              |                                 |                   |                          |
| Personnel  | -                               | -                 | -                        |
| Contractual services                                       | -                               | -                 | -                        |
| Commodities  | -                               | -                 | -                        |
| Other  | -                               | -                 | -                        |
| Contingencies  | -                               | -                 | -                        |
| Total expenditures disbursed                               | <u>-</u>                        | <u>-</u>          | <u>-</u>                 |
| Excess of revenues received over<br>expenditures disbursed | <u>\$ 85,210</u>                | 89,980            | <u>\$ 4,770</u>          |
| Fund balance, beginning of year                            |                                 | <u>304,207</u>    |                          |
| Fund balance, end of year                                  |                                 | <u>\$ 394,187</u> |                          |

**GREEN GARDEN TOWNSHIP**  
**SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND**  
**BALANCE - MODIFIED CASH BASIS - BUDGET AND ACTUAL - BUILDING AND EQUIPMENT FUND**  
**YEAR ENDED MARCH 31, 2023**

|  | Original and<br>Final |                   | Variance         |
|--|-----------------------|-------------------|------------------|
|  | Budget                | Actual            | Over (under)     |
| <b>REVENUES RECEIVED</b>                                   |                       |                   |                  |
| Property taxes   | \$ 83,330             | \$ 88,171         | \$ 4,841         |
| Interest income  | 15                    | 3                 | (12)             |
| Other income   | -                     | 15,000            | 15,000           |
|  | <hr/>                 | <hr/>             | <hr/>            |
| Total revenues received                                    | 83,345                | 103,174           | 19,829           |
|  | <hr/>                 | <hr/>             | <hr/>            |
| <b>EXPENDITURES DISBURSED</b>                              |                       |                   |                  |
| Current  |                       |                   |                  |
| Transportation   | 25,000                | 7,059             | (17,941)         |
| Capital Outlay   | 79,700                | 53,160            | (26,540)         |
| Debt Service   |                       |                   |                  |
| Principal  | 30,000                | 25,482            | (4,518)          |
| Interest   | -                     | 1,058             | 1,058            |
|  | <hr/>                 | <hr/>             | <hr/>            |
| Total expenditures disbursed                               | 134,700               | 86,759            | (47,941)         |
|  | <hr/>                 | <hr/>             | <hr/>            |
| Excess of revenues received over<br>expenditures disbursed | <u>\$ (51,355)</u>    | 16,415            | <u>\$ 67,770</u> |
| Fund balance, beginning of year                            |                       | <hr/> 128,317     |                  |
| Fund balance, end of year                                  |                       | <u>\$ 144,732</u> |                  |

**GREEN GARDEN TOWNSHIP**  
**SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCES - MODIFIED CASH BASIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**MARCH 31, 2023**

|                                     | <u>Park<br/>Donation<br/>Fund</u> | <u>General<br/>Assistance<br/>Fund</u> | <u>Total</u>     |
|-------------------------------------|-----------------------------------|--|------------------|
| <b>ASSETS</b>                       |                                   |  |                  |
| Cash and cash equivalents           | \$ 60,193                         | \$ 38,656                              | \$ 98,849        |
| Total assets                        | <u>\$ 60,193</u>                  | <u>\$ 38,656</u>                       | <u>\$ 98,849</u> |
| <b>LIABILITIES AND FUND BALANCE</b> |                                   |  |                  |
| Liabilities:                        |                                   |  |                  |
| Due to other funds                  | -                                 | -                                      | -                |
| Total liabilities                   | -                                 | -                                      | -                |
| Fund balances:                      |                                   |  |                  |
| Restricted by:                      |                                   |  |                  |
| Tax levies                          | -                                 | 38,656                                 | 38,656           |
| Ordinance                           | 60,193                            | -                                      | 60,193           |
| Total fund balance                  | <u>60,193</u>                     | <u>38,656</u>                          | <u>98,849</u>    |
| Total liabilities and fund balances | <u>\$ 60,193</u>                  | <u>\$ 38,656</u>                       | <u>\$ 98,849</u> |

**GREEN GARDEN TOWNSHIP**  
**SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND**  
**CHANGES IN FUND BALANCES - MODIFIED CASH BASIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED MARCH 31, 2023**

|  | <u>Park Donation<br/>Fund</u> | <u>General<br/>Assistance<br/>Fund</u> | <u>Total</u>            |
|--|-------------------------------|--|-------------------------|
| <b>REVENUES RECEIVED</b>                                   |                               |  |                         |
| Property taxes   | \$ -                          | \$ 3,693                               | \$ 3,693                |
| Interest income  | 439                           | 5                                      | 444                     |
| Total revenues received                                    | <u>439</u>                    | <u>3,698</u>                           | <u>4,137</u>            |
| <b>EXPENDITURES DISBURSED</b>                              |                               |  |                         |
| Current  |                               |  |                         |
| General government   | <u>-</u>                      | <u>-</u>                               | <u>-</u>                |
| Total expenditures disbursed                               | <u>-</u>                      | <u>-</u>                               | <u>-</u>                |
| Excess of revenues received over<br>expenditures disbursed | <u>439</u>                    | <u>3,698</u>                           | <u>4,137</u>            |
| Net change in fund balance                                 | 439                           | 3,698                                  | 4,137                   |
| Fund balance, beginning of year                            | <u>59,754</u>                 | <u>34,958</u>                          | <u>94,712</u>           |
| <b>FUND BALANCE, END OF YEAR</b>                           | <u><u>\$ 60,193</u></u>       | <u><u>\$ 38,656</u></u>                | <u><u>\$ 98,849</u></u> |