Village of HODGKINS

Small Town, Big Heart

Inc. 1896

8990 Lyons Street
Hodgkins, Illinois 60525

Financial Statements

For the Fiscal Year Ended December 31, 2024

Village of Hodgkins

Financial Statements and
Supplementary Information

December 31, 2024

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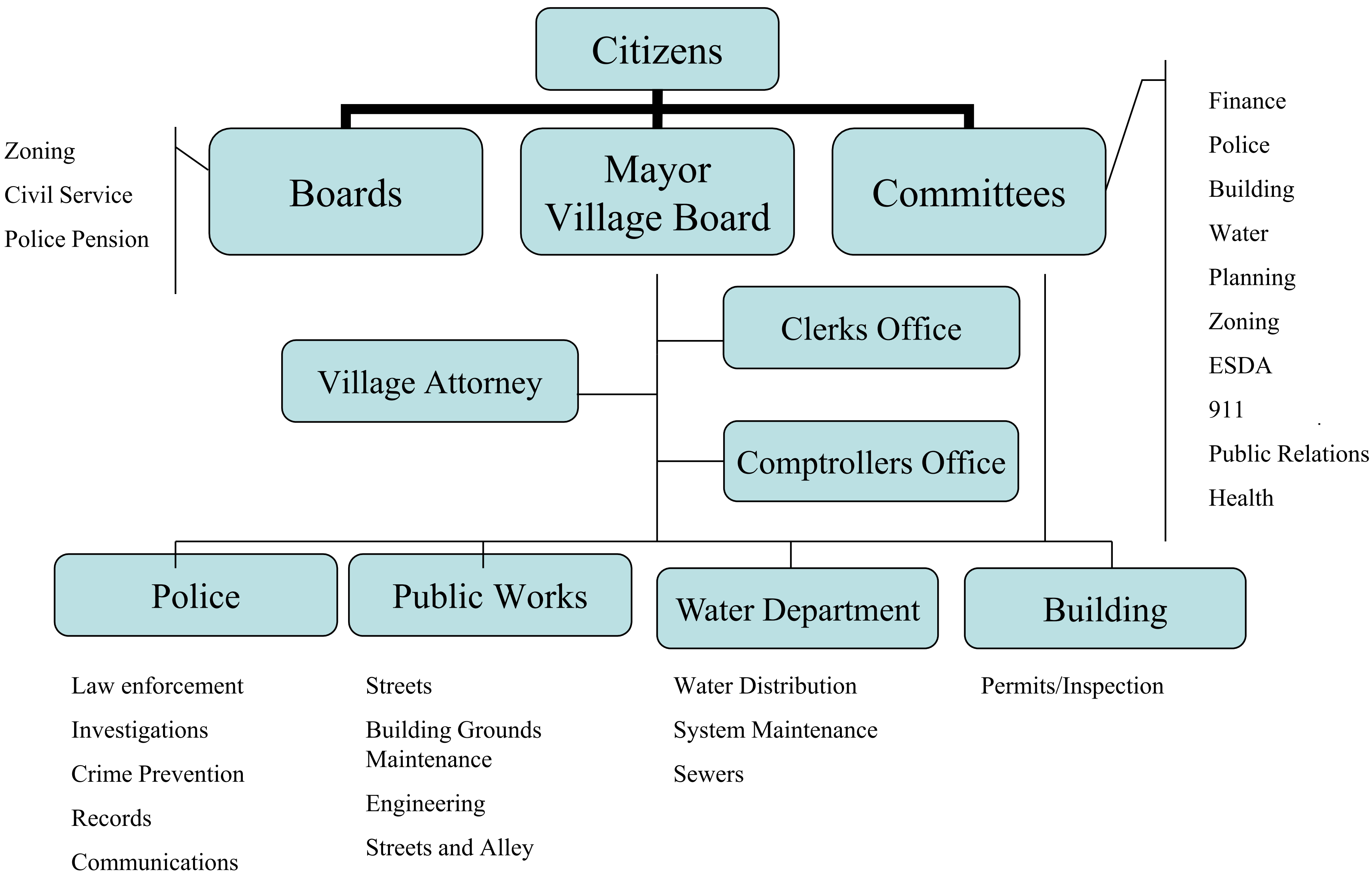
INTRODUCTORY SECTION

Village of Hodgkins Organizational Chart



Village of Hodgkins, Illinois

List of Elected and Appointed Officials

President

Ernest Millsap
Term 2027

Trustees

Dominic Misasi - Term 2025
Vicky Moxley - Term 2027
Robert V. Millsap - Term 2025
Tim Kovel - Term 2025
Jorea Touranjeau - Term 2027
Lida Mills - Term 2025

Clerk

Stephanie Gardner - Term 2027

Staff

Joseph Klotz - Police Chief
Jody Kovel - Superintendent of Public Works / Water
Ken Tucker - Deputy Superintendent of Public Works / Water
Melody Salerno - Comptroller
Rosemary Lopez - Deputy Clerk
John T. O'Connell - Attorney
Pat Rogers - Attorney

FINANCIAL SECTION

Independent Auditors' Report

To the Village President and Board of Trustees of
Village of Hodgkins, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Hodgkins, Illinois (the Village), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village as of December 31, 2024 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

As discussed in Note 1, the Village adopted the provisions of GASB Statement No. 100, *Accounting Changes and Error Corrections*, effective January 1, 2024. 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 the financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' 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 auditors' 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 GAAS 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 GAAS, we:

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit for the year ended December 31, 2024 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The supplementary information for the year ended December 31, 2024 as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended December 31, 2024, 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 supplementary information is fairly stated in all material respects, in relation to the basic financial statements as a whole for the year ended December 31, 2024.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Village as of and for the year ended December 31, 2023 (not presented herein), and have issued our report thereon dated August 25, 2024, which contained unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information. The supplementary information for the year ended December 31, 2023 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2023 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2023 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or to those 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 supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended December 31, 2023.

Other Information

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

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

Baker Tilly US, LLP

Oak Brook, Illinois
July 25, 2025

As management of the Village of Hodgkins, we offer readers of the Village of Hodgkins' financial statements this narrative overview and analysis of the financial activities of the Village of Hodgkins for the fiscal year ended December 31, 2024. Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes, and currently known facts.

The Village of Hodgkins' MD&A is also designed to assist the reader in focusing on significant financial issues, provide an overview of financial activities, identify current changes, to address the subsequent year challenges, identify material deviations from the financial plan (approved budgets), and identify issues with individual funds.

Financial Highlights

- The government's total net position increased by $7.4 million from the prior year.
- As of the close of the current fiscal year, the Village of Hodgkins' governmental funds reported combined ending fund balances of $43.4 million, an increase of $6.3 million in comparison with the prior year. Of this amount, $31.0 million is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, fund balance for the General Fund was $31.3 million.
- The Village of Hodgkins' total assets and deferred outflows of resources increased by $5.2 million during the current year to $94.0 million.

Overview of the Financial Statements

This discussion is intended to serve as an introduction to the Village of Hodgkins' basic financial statements. The Village of Hodgkins' basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the Village of Hodgkins' finances, in a manner similar to a private-sector business and are reported using the accrual basis of accounting and economic resources measurement focus.

The statement of net position presents information on all of the Village of Hodgkins' assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between them reported as net position. Over time, the increases or decreases in net position may serve as a useful indicator of whether or not the financial position of the Village of Hodgkins is improving.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and unpaid obligations).

Both of the government-wide financial statements distinguish functions of the Village of Hodgkins that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities reflect the Village's basic services including police, public works and administrative functions. The business-type activities of the Village include the water and sewer systems.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Hodgkins, like other units of government, uses fund accounting to ensure compliance with finance-related legal requirements. All of these funds can be divided into three types: governmental, proprietary and fiduciary.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements and are reported using the modified accrual basis of accounting and current financial resources measurement focus. The governmental fund statements provide a detailed short-term view of the Village's general government operations and the basic services it provides. Most of the Village's services are reported in governmental funds, which focus on how money flows into and out of these funds and the balances left at year end that are available for use. Both the governmental fund balance sheet and the governmental statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate a comparison between government funds and government activities.

The Village of Hodgkins maintains thirteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Bond and Interest, Series 2017 Special Tax Allocation, and Series 2018 Special Tax Allocation, all of which are considered to be major funds. Data from the other nine governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements and individual schedules elsewhere in this report.

Proprietary Funds. The Village of Hodgkins maintains one proprietary fund, which is an enterprise fund. This fund is used to report the same functions presented as business-type activities in the government-wide financial statements. The Village of Hodgkins' enterprise fund presents the activities and balances in the Water and Sewer Fund, which is considered to be a major fund using the accrual basis of accounting and economic resources measurement focus. The Enterprise fund provides the same type of information as the government-wide financial statements, but in greater detail. The enterprise fund reflects the private-sector type operation, where the fee for service typically covers all or most of the cost of operation and maintenance including depreciation.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Village of Hodgkins' own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Information is presented for the Police Pension Fund.

Notes to the Financial Statements. The notes to the financial statements provide additional information that is essential to understanding the government-wide financial statements and the various fund financial statements.

Other Information. Required and other supplementary information is also included in this report. The required supplementary information includes the employer contributions and funding progress of the Illinois Municipal Retirement Fund, Police Pension Fund, and Health Insurance Plan and budget to actual comparisons of the General Fund. Supplementary schedules include combining and individual fund schedules of nonmajor funds, and debt service requirements.

Government-Wide Financial Analysis

Statement of Net Position

The following table reflects the Condensed Statement of Net Position:

Condensed Statement of Net Position
As of December 31, (in millions)

	Governmental Activities		Business-Type Activities		Total	
	2024	**2023**	**2024**	**2023**	**2024**	**2023**
Current and other assets	$ 56.1	$ 50.1	$ 3.4	$ 3.5	$ 59.5	$ 53.6
Capital assets	23.8	23.8	2.1	2.0	25.9	25.8
Total Assets	79.9	73.9	5.5	5.5	85.4	79.4
Total Deferred outflows of resources	8.5	9.3	0.1	0.1	8.6	9.4
Current liabilities	1.3	1.1	0.3	0.5	1.6	1.6
Long-term liabilities	35.8	39.2	0.4	0.3	36.2	39.5
Total Liabilities	37.1	40.3	0.7	0.8	37.8	41.1
Total Deferred inflows of resources	12.1	10.9	1.0	1.1	13.1	12.0
Net investment in capital assets	23.8	23.8	2.1	2.0	25.9	25.8
Restricted	3.9	3.6			3.9	3.6
Unrestricted	11.5	4.6	1.8	1.7	13.3	6.3
Total Net position	$ 39.2	$ 32.0	$ 3.9	$ 3.7	$ 43.1	$ 35.7

As noted earlier, net position may serve over time as a useful indicator of a governments' financial position. In the case of the Village of Hodgkins, total net position is recorded as $43.1 million, which is an increase of $7.4 million from the previous year's net position. The Village of Hodgkins' total assets and deferred outflows of resources increased by $5.2 million, resulting in a balance of $94.0 million. The Village of Hodgkins' total liabilities and deferred inflows of resources totaled $50.9 million, decreasing $2.2 million from the prior year. Long-term liabilities and current liabilities decreased by $3.3 million while deferred inflows of resources increased by $1.1 million.

Normal Impacts

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Position summary presentation.

<u>Net results of activities</u> – which will impact (increase/decrease) current assets and unrestricted net position.

<u>Borrowing for capital</u> – which will increase current assets and long-term debt.

<u>Spending borrowed proceeds on new capital</u> – which will (a) reduce current assets and increase capital assets and (b) increase capital assets and long-term debt, which will not change the net position – net investment in capital assets.

<u>Spending of non-borrowed current assets on new capital</u> – which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net position and increase net position – net investment in capital assets.

<u>Principal payment on debt</u> – which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net position and increase net position – net investment in capital assets.

<u>Reduction of capital assets through depreciation</u> – which will reduce capital assets and net position – net investment in capital assets.

Current Year Impacts

Statement of Activities

The following table reflects the Condensed Statement of Activities:

Condensed Statement of Activities
For the Year Ended December 31, (in millions)

	Governmental Activities		***Business-Type Activities***		***Total***	
	2024	***2023***	***2024***	***2023***	***2024***	***2023***
Revenues:						
Program revenues:						
Charges for services	$ 1.8	$ 0.8	$ 1.3	$ 1.2	$ 3.1	$ 2.0
Operating grants and contributions	0.1	0.1	-	-	0.1	0.1
Capital grants and contributions	-	-	-	-	-	-
General revenues:						
Real estate taxes	5.7	5.8	-	-	5.7	5.8
Other taxes	11.6	10.7	-	-	11.6	10.7
Other	2.4	2.5	0.2	0.2	2.6	2.7
Total revenues	21.6	19.9	1.5	1.4	23.1	21.3
Expenses:						
General government	3.2	2.8	-	-	3.2	2.8
Public safety	7.5	7.1	-	-	7.5	7.1
Public works	2.6	1.6	-	-	2.6	1.6
Community development	0.5	2.2	-	-	0.5	2.2
Interest and fees	0.6	0.7	-	-	0.6	0.7
Water	-	-	1.3	1.6	1.3	1.6
Total expenses	14.4	14.4	1.3	1.6	15.7	16.0
Increase (Decrease) in Net Position	7.2	5.5	0.2	(0.2)	7.4	5.3
Net Position, beginning of year	32.0	26.5	3.7	3.9	35.7	30.4
Net Position, end of year	$ 39.2	$ 32.0	$ 3.9	$ 3.7	$ 43.1	$ 35.7

Normal Impacts

There are eight basic (normal) impacts that will affect the comparability of the revenues and expenses on the Statement of Activities summary presentation.

Revenues:

Economic condition – which can reflect a declining, stable or growing economic environment and has substantial impact on state sales, replacement and hotel/motel tax revenue, as well as public spending habits for building permits, elective user fees and volumes of consumption.

Increase/decrease in Village approved rates – while certain tax rates are set by statute, the Village Board has significant authority to impose and periodically increase/decrease rates (water, home rule sales tax, etc.).

Changing patterns in intergovernmental and grant revenue (both recurring and non-recurring) – certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring grants are less predictable and often distorting in their impact on year-to-year comparisons.

Market impacts on investment income – the Village's investments may be affected by market conditions causing investment income to increase/decrease.

Expenses:

Introduction of new programs – within the functional expense categories (general government, public safety, public works, and community development), individual programs may be added or deleted to meet changing community needs.

Change in authorized personnel – changes in service demand may cause the Village Board to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent the largest operating cost of the Village.

Salary increases (annual adjustments and merit) – the ability to attract and retain human and intellectual resources requires the Village to strive to approach a competitive salary range position in the marketplace.

Inflation – while overall inflation appears to be reasonably modest, the Village is a major consumer of certain commodities such as supplies, fuel and parts. Some functions may experience unusual commodity specific increases.

Current Year Impacts

Governmental Activities

The Village of Hodgkins' increase in net position in governmental activities for fiscal 2024 was $7.4 million from the prior year net position, leaving the total net position for the Village governmental activities at $43.1 million.

Revenues:

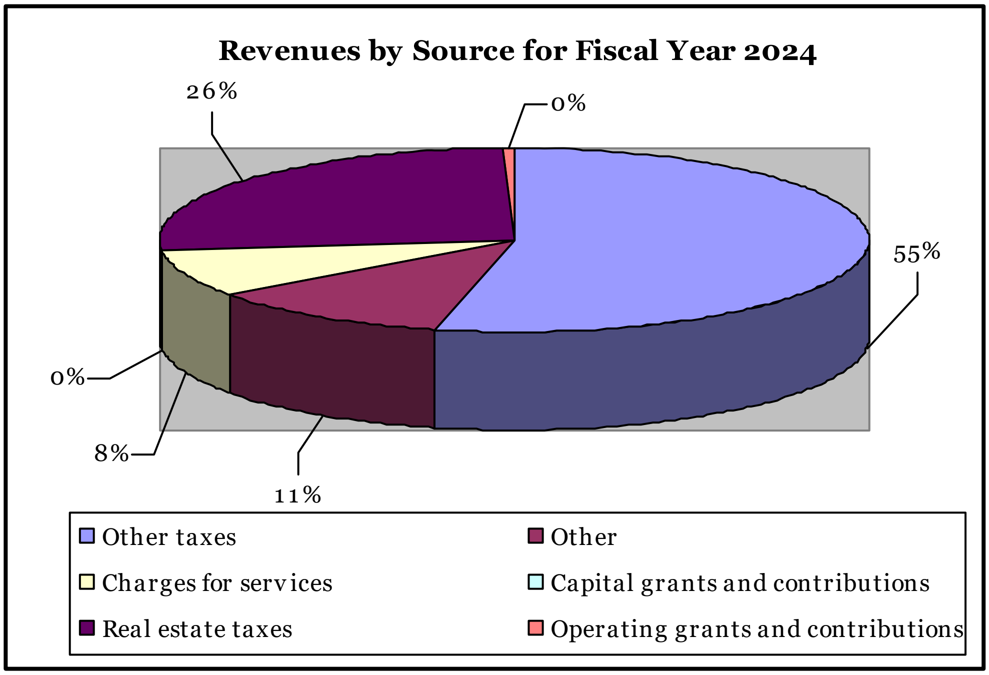
Real estate taxes: As indicated in the other information section of this report, the Village's total equalized assessed valuation, for which real estate taxes are based, has increased for tax levy year 2023 by 28.2% to $314.9 million.

Village of Hodgkins
Cook County, Illinois
Tax Collections Ten Year Period
As of December 31, 2024
(in millions)

Tax Year	$ Collected	% Collected
2014	4.1	96
2015	4.2	98
2016	5.0	97
2017	5.0	98
2018	5.1	99
2019	4.0	99
2020	4.0	99
2021	3.8	93
2022	4.0	99
2023	3.7	91

Sales taxes: Total sales and retail taxes collected for 2024 equaled $10.9 million, which is a $0.8 million increase from the prior year.

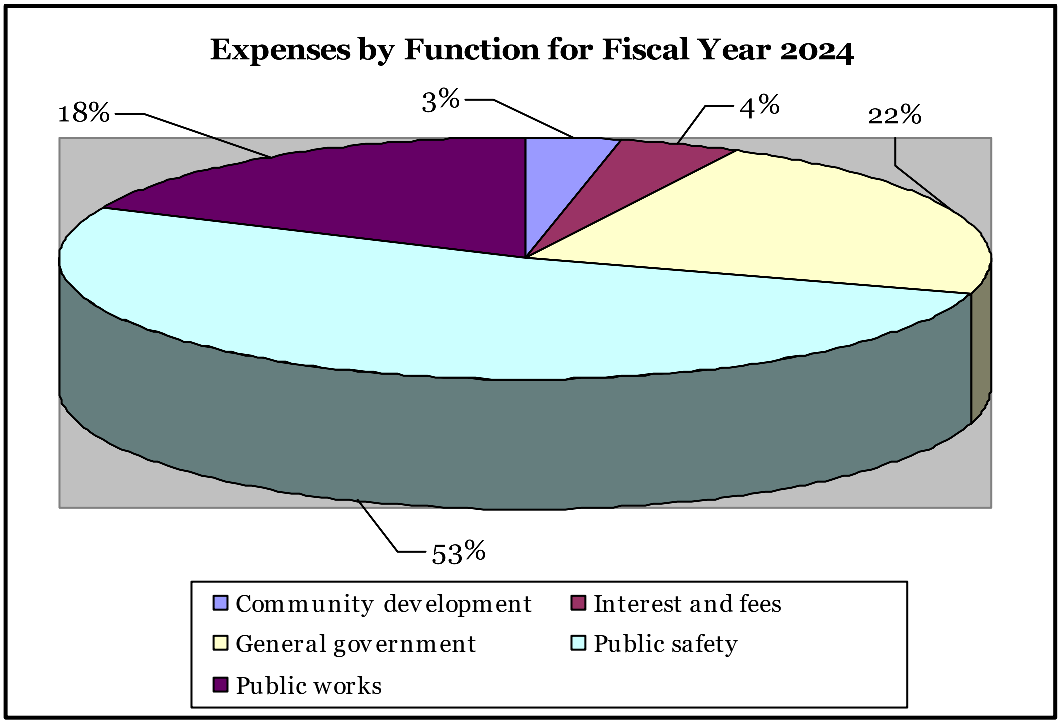
Below is a chart depicting governmental activities revenues by source for fiscal 2024:



Expenses:

The Village's governmental activities expenses remained constant at $14.4 million in fiscal in fiscal 2024.

Below is a chart depicting governmental activities expenses by function for fiscal 2024:



Business-type Activities

The business-type activities of the Village of Hodgkins include the Water and Sewer Fund. The Water and Sewer Fund serves the Village of Hodgkins' residents. Pricing for water is based on a schedule set by the Village and reflects increases as passed along from the Village's supplier, the City of Chicago through the Village of McCook. Sales of water (revenues) can be affected by climate at times with warmer summers bringing higher demand. The City of Chicago has annually adjusted rates and this adjustment is passed along to the Village customers. The total assets and deferred outflows of resources of the business-type activities are $5.6 million and the total liabilities and deferred inflows of resources are $1.7 million, leaving net position at $3.9 million. The operating expenses of the Water Fund and Sewer Fund decreased by $0.3 million from fiscal year 2023.

Financial Analysis of the Governments Funds

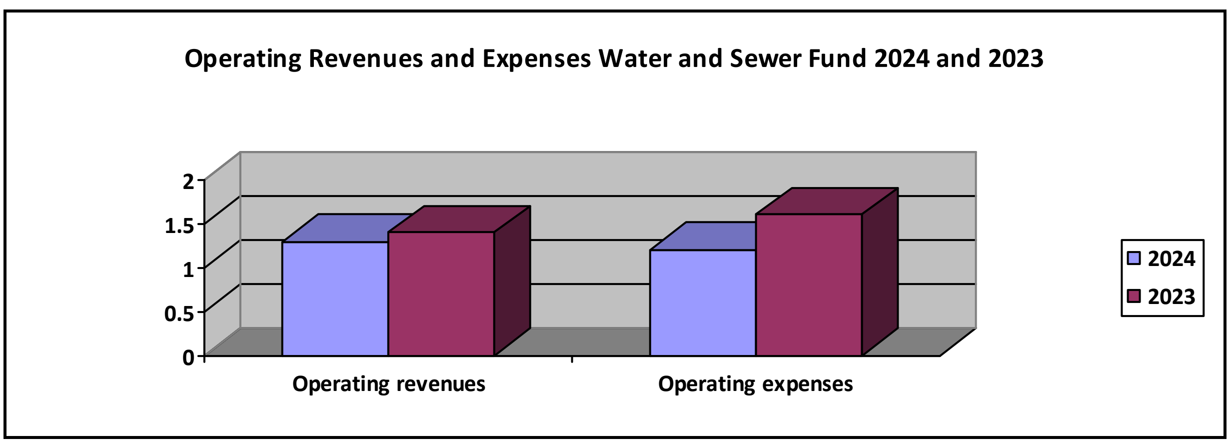
The Village of Hodgkins uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds: The focus of the Village of Hodgkins' governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village of Hodgkins' financing requirements.

The Village of Hodgkins' major funds include the General, Bond and Interest, Series 2017 Special Tax Allocation and Series 2018 Special Tax Allocation funds.

As of the end of the current fiscal year, the Village of Hodgkins' governmental funds reported a combined (major and non-major) ending fund balance of $43.4 million, an increase of $6.3 million from fiscal year 2023. The General Fund ending fund balance increased by $2.4 million due to an excess of revenues over expenditures. The Bond and Interest Fund ending fund balance increased by $0.4 million due to an excess of revenues over expenditures and additional transfers in from other funds. The Series 2017 Special Tax Allocation Fund ending fund balance increased by $0.3 million to approximately $0.5 due to increases in property tax revenues collected. The remaining funds remained consistent with prior year.

Proprietary Fund: The operating expenses of the Water Fund and Sewer Fund decreased by $0.3 million from fiscal year 2023. The net position at the end of fiscal 2024 equaled $3.9 million compared to a net position of $3.7 million at the end of fiscal 2023. This is primarily due to a continued increase in investment income earned of $0.1 million and an excess of revenues over expenses of $0.1 million.



General Fund Budgetary Highlights

For the year ended December 31, 2024, actual revenues were $1.2 million greater than projected revenues and actual expenditures were less than projected expenditures by $1.7 million in the General Fund.

As of December 31, 2024, the General Fund ending fund balance is $31.3 million or 260% of 2024 expenditures.

General Fund Budget and Actual
In Millions

	2024			2023
	Budget	***Actual***	***Difference Over/(under)***	***Actual***
Total Revenues	$ 16.3	$ 17.5	$ 1.2	$ 15.3
Total Expenditures	13.7	11.9	(1.8)	10.6
Excess (Deficiency) of Revenue over Expenditures	2.6	5.6	3.0	4.7
Other Financing Sources (Uses)	-	(3.2)	3.2	0.3
Net Change in fund Balance	$ 2.6	2.4	$ 0.2	5.0
Fund Balance, Beginning of Year		28.9		23.9
Fund Balance, End of Year		$ 31.3		$ 28.9

Capital Assets

At the end of fiscal 2024, the Village of Hodgkins had total capital assets (net of accumulated depreciation) of $25.9 million, invested in a broad range of capital assets including police equipment, buildings, village facilities, water facilities, roads, streets, and sewer lines. The capital assets of the Village stayed consistent due to depreciation expenses offsetting current year additions.

Additional information on capital assets can be found in Note 3 to the financial statements.

Debt Administration

The Village's governmental activities include general obligation and tax increment financing (TIF) debt. As of December 31, 2024, the Village's general obligation debt is $6.5 million. The Village began the year with $7.0 million in general obligation debt and retired $0.5 million. The Village of Hodgkins also reports on its TIF district debt. This debt is payable from real estate and sales taxes raised in the TIF fund. However, should real estate and sales taxes generated in the TIF not be in sufficient amounts to retire TIF debt, the Village will be responsible.

The debt issuances for the TIF are used to cover the cost of developments within the districts and not to purchase capital assets. As of December 31, 2024, the balance of debt for the TIF district is $9.0 million. The Village began the year with $10.3 million TIF debt and retired $1.3 million. Overall, the Village's governmental activities reported total long-term liabilities of $35.8 million, which includes this debt along with the IMRF and Police Net Pension Liability and total OPEB liability. The Village's business-type activities as of fiscal year 2024 include total OPEB liability of $0.4 million. Additional information on long-term debt obligations can be found in Note 3 to the financial statements.

Economic Factors, Future Budgets, and Rates

At this time, there are no known economic factors, future budgets, or rates that could have a significant impact on the Village's operations.

Requests for Information

This financial report is designed to provide a general overview of the Village of Hodgkins' finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report, requests for additional financial information or a copy of the Police Pension report should be addressed to the Village of Hodgkins, 8990 Lyons Street, Hodgkins, Illinois 60525.

BASIC FINANCIAL STATEMENTS

Village of Hodgkins

Statement of Net Position
December 31, 2024

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and investments	$ 41,661,332	$ 2,508,816	$ 44,170,148
Receivables (net):			
Property tax	5,778,641	-	5,778,641
Other taxes	3,189,199	-	3,189,199
Intergovernmental	60,402	-	60,402
Accounts	-	172,456	172,456
Prepaid items	215,483	3,198	218,681
Internal balances	185,452	(185,452)	-
Leases receivable	2,624,549	946,068	3,570,617
Restricted assets:			
Cash and investments	34,967	-	34,967
Assets held for resale	2,344,547	-	2,344,547
Capital assets:			
Land	2,781,175	8,357	2,789,532
Construction in progress	321,310	-	321,310
Other capital assets, net of depreciation	20,703,752	2,049,092	22,752,844
Total assets	79,900,809	5,502,535	85,403,344
Deferred Outflows of Resources			
Pension related amounts	6,588,705	-	6,588,705
OPEB related amounts	1,945,678	123,862	2,069,540
Total deferred outflows of resources	8,534,383	123,862	8,658,245
Liabilities			
Accounts payable	829,100	62,625	891,725
Accrued salaries	148,531	5,368	153,899
Other current liabilities	(8,407)	-	(8,407)
Interest payable	329,226	-	329,226
Unearned revenues	-	268,084	268,084
Noncurrent liabilities:			
Due within one year	1,920,000	-	1,920,000
Due in more than one year	33,899,891	411,064	34,310,955
Total liabilities	37,118,341	747,141	37,865,482
Deferred Inflows of Resources			
Property taxes levied for a future period	5,582,475	-	5,582,475
Pension related amounts	2,806,847	-	2,806,847
OPEB related amounts	1,085,341	69,092	1,154,433
Lease related amounts	2,624,549	946,068	3,570,617
Total deferred inflows of resources	12,099,212	1,015,160	13,114,372

Village of Hodgkins

Statement of Net Position
December 31, 2024

	Governmental Activities	Business-Type Activities	Total
Net Position			
Net investment in capital assets	$ 23,806,237	$ 2,057,449	$ 25,863,686
Restricted for:			
Debt service	1,512,567	-	1,512,567
Capital projects	905,988	-	905,988
Public safety	200,174	-	200,174
Street improvements	695,594	-	695,594
TIF district development	603,331	-	603,331
Unrestricted	11,493,748	1,806,647	13,300,395
Total net position	$ 39,217,639	$ 3,864,096	$ 43,081,735

See notes to financial statements

Village of Hodgkins

Statement of Activities
Year Ended December 31, 2024

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position: Governmental Activities	Net (Expenses) Revenues and Changes in Net Position: Business-Type Activities	Total
Governmental activities:						
General government	$ 3,146,198	$ 1,730,403	$ 25	$ (1,415,770)	$ -	$ (1,415,770)
Public safety	7,511,461	59,785	-	(7,451,676)	-	(7,451,676)
Public works	2,576,154	-	66,676	(2,509,478)	-	(2,509,478)
Community development	493,253	-	-	(493,253)	-	(493,253)
Interest and fiscal charges	662,150	-	-	(662,150)	-	(662,150)
Total governmental activities	14,389,216	1,790,188	66,701	(12,532,327)	-	(12,532,327)
Business-type activities:						
Water and sewer	1,275,130	1,271,207	-	-	(3,923)	(3,923)
Total business-type activities	1,275,130	1,271,207	-	-	(3,923)	(3,923)
Total	$ 15,664,346	$ 3,061,395	$ 66,701	(12,532,327)	(3,923)	(12,536,250)
General Revenues						
Taxes:						
Real estate taxes				5,742,145	-	5,742,145
Sales taxes				11,087,193	-	11,087,193
Utility taxes				392,566	-	392,566
Amusement taxes				90,706	-	90,706
Intergovernmental				564,441	-	564,441
Investment income				1,390,799	122,799	1,513,598
Miscellaneous				464,287	46,342	510,629
Total general revenues				19,732,137	169,141	19,901,278
Change in net position				7,199,810	165,218	7,365,028
Net Position, Beginning				32,017,829	3,698,878	35,716,707
Net Position, Ending				$ 39,217,639	$ 3,864,096	$ 43,081,735

See notes to financial statements

Balance Sheet - Governmental Funds
December 31, 2024

	General	Bond and Interest	Series 2017 Special Tax Allocation	Series 2018 Special Tax Allocation
Assets				
Cash and investments	$ 28,288,044	$ 2,261,610	$ 1,716,569	$ 1,437,336
Receivables (net):				
Property tax receivable	3,031,310	814,699	943,412	630,834
Other taxes	2,923,364	-	-	182,620
Intergovernmental receivables	54,769	-	-	-
Prepaid items	215,483	-	-	-
Due from other funds	1,625,865	-	-	286,146
Restricted cash and investments	-	-	-	-
Lease receivable	2,624,549	-	-	-
Total assets	$ 38,763,384	$ 3,076,309	$ 2,659,981	$ 2,536,936
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities				
Accounts payable	$ 342,373	$ 475,000	$ -	$ -
Accrued liabilities	148,531	-	-	-
Other current liabilities	(8,407)	-	-	-
Interest payable	-	130,705	-	-
Due to other funds	446,518	-	1,192,300	-
Total liabilities	929,015	605,705	1,192,300	-
Deferred Inflows of Resources				
Property taxes levied for a future period	2,914,602	759,516	943,412	630,834
Unavailable, other tax revenue	947,648	-	-	58,282
Lease related amounts	2,624,549	-	-	-
Total deferred inflows of resources	6,486,799	759,516	943,412	689,116
Fund Balances				
Nonspendable for prepaid items	215,483	-	-	-
Restricted for debt service purposes	-	1,711,088	472,359	1,354,681
Restricted for capital projects	-	-	-	-
Restricted for public safety	-	-	-	-
Restricted for street improvements	-	-	-	-
Restricted for TIF district development	-	-	51,910	493,139
Assigned to capital projects	-	-	-	-
Assigned to economic development	127,452	-	-	-
Unassigned (deficit)	31,004,635	-	-	-
Total fund balances	31,347,570	1,711,088	524,269	1,847,820
Total liabilities, deferred inflows of resources and fund balances	$ 38,763,384	$ 3,076,309	$ 2,659,981	$ 2,536,936

See notes to financial statements

Nonmajor Governmental Funds	Total
$ 7,957,773	$ 41,661,332
358,386	5,778,641
83,215	3,189,199
5,633	60,402
-	215,483
151,134	2,063,145
34,967	34,967
-	2,624,549
$ 8,591,108	$ 55,627,718
$ 11,727	$ 829,100
-	148,531
-	(8,407)
-	130,705
238,875	1,877,693
250,602	2,977,622
334,111	5,582,475
19,599	1,025,529
-	2,624,549
353,710	9,232,553
-	215,483
214,750	3,752,878
905,988	905,988
200,174	200,174
695,594	695,594
-	545,049
5,971,640	5,971,640
-	127,452
(1,350)	31,003,285
7,986,796	43,417,543
$ 8,591,108	$ 55,627,718

See notes to financial statements

Village of Hodgkins

Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
December 31, 2024

Total Fund Balances, Governmental Funds	$ 43,417,543
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds.	23,806,237
Some receivables that are not currently available are reported as unavailable revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements.	1,025,529
Assets held for resale are not current financial resources and are reported in the Statement of Net Position, but not in the funds.	2,344,547
Deferred outflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds.	6,588,705
Deferred outflows of resources related to other post employment benefits do not relate to current financial resources and are not reported in the governmental funds.	1,945,678
Deferred inflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds.	(2,806,847)
Deferred inflows of resources related to other post employment benefits do not relate to current financial resources and are not reported in the governmental funds.	(1,085,341)
Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds.	
Bonds and notes payable	(15,535,100)
Bond premiums	(60,374)
Accrued interest	(198,521)
Net pension liability, IMRF & SLEP	(651,556)
Net pension liability, police	(13,115,692)
Total OPEB liability	(6,457,169)
Net Position of Governmental Activities	$ 39,217,639

Village of Hodgkins

Statement of Revenues, Expenditures and Changes in Fund Balances -
Governmental Funds
Year Ended December 31, 2024

	General	Bond and Interest	Series 2017 Special Tax Allocation	Series 2018 Special Tax Allocation
Revenues				
Property taxes	$ 3,070,378	$ 797,368	$ 943,412	$ 630,834
Other taxes	10,413,231	-	-	699,383
Intergovernmental	514,427	-	-	-
Licenses and permits	1,487,976	-	-	-
Fines, forfeitures and penalties	57,435	-	-	-
Charges for services	226,315	-	-	-
Investment income	1,168,003	-	-	-
Other	604,176	-	-	-
Total revenues	17,541,941	797,368	943,412	1,330,217
Expenditures				
Current:				
General government	2,603,563	-	-	-
Public safety	6,423,315	-	-	-
Public works	1,675,285	-	-	-
TIF area development	-	-	171,769	19,659
Community development	151,925	-	-	-
Capital outlay	993,135	-	-	-
Debt service:				
Principal	-	475,000	195,000	1,120,000
Interest, issuance costs and other fees	-	261,410	259,172	186,864
Total expenditures	11,847,223	736,410	625,941	1,326,523
Excess (deficiency) of revenues over expenditures	5,694,718	60,958	317,471	3,694
Other Financing Sources (Uses)				
Transfers in	221,779	298,290	-	19,659
Transfers out	(3,454,477)	-	-	-
Total other financing sources (uses)	(3,232,698)	298,290	-	19,659
Net change in fund balances	2,462,020	359,248	317,471	23,353
Fund Balances, Beginning as Previously Reported	28,885,550	1,351,840	206,798	1,824,467
Accounting changes (see note disclosure)	-	-	-	-
Fund Balances, Beginning, as Adjusted	28,885,550	1,351,840	206,798	1,824,467
Fund Balances, Ending	$ 31,347,570	$ 1,711,088	$ 524,269	$ 1,847,820

Project Fund	Nonmajor Governmental Funds	Total
$ -	$ 300,153	$ 5,742,145
-	278,060	11,390,674
-	66,676	581,103
-	-	1,487,976
-	-	57,435
-	40,706	267,021
-	222,796	1,390,799
-	91,640	695,816
-	1,000,031	21,612,969
-	351,440	2,955,003
-	2,674	6,425,989
-	47,604	1,722,889
-	-	191,428
-	-	151,925
-	376,958	1,370,093
-	-	1,790,000
-	-	707,446
-	778,676	15,314,773
-	221,355	6,298,196
-	3,434,818	3,974,546
-	(520,069)	(3,974,546)
-	2,914,749	-
-	3,136,104	6,298,196
2,066,032	2,784,660	37,119,347
(2,066,032)	2,066,032	-
-	4,850,692	37,119,347
$ -	$ 7,986,796	$ 43,417,543

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended December 31, 2024

Net Change in Fund Balances, Total Governmental Funds	$	6,298,196
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Net Position the cost of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the statement of activities.		
A portion of capital outlay that is reported as an expenditure in the fund financial statements is capitalized in the government-wide financial statements.		1,340,475
Depreciation is reported in the government-wide financial statements		(1,323,607)
The sale of assets held for resale is reported as revenue in the fund financial statements but is a reduction of an asset in the government-wide financial statements. Additionally, assets are valued at the lower of cost or market and value adjustments are recorded in the government-wide financial statements.		(222,772)
Receivables not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements.		179,791
Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		
Principal repaid on bonds		1,790,000
Governmental funds report debt premiums and discounts as other financing sources or uses. However, in the Statement of Net Position, these are reported as additions to or deductions from long-term debt. These are allocated over the period the debt is outstanding in the Statement of Activities and are reported as interest expense.		
Amortization of premiums		20,799
Some expenses in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		
Net pension liability, IMRF and SLEP		283,884
Total OPEB liability		(1,235,383)
Net pension liability, police		2,526,095
Deferred outflows of resources related to pensions		(2,062,899)
Deferred inflows of resources related to pensions		(1,454,227)
Deferred outflows of resources related to OPEB		1,291,545
Deferred inflows of resources related to OPEB		(256,584)
Accrued interest on debt		24,497
Change in Net Position of Governmental Activities	$	7,199,810

See notes to financial statements

Village of Hodgkins

Statement of Net Position -
Proprietary Fund
December 31, 2024

	Water and Sewer
Assets	
Current assets:	
Cash and investments	$ 2,508,816
Receivables:	
Accounts	172,456
Due from other funds	52,240
Prepaid items	3,198
Leases receivable	58,147
Total current assets	2,794,857
Noncurrent assets:	
Capital assets, net of accumulated depreciation:	
Land	8,357
Land improvements	20,875
Buildings and improvements	218,082
Machinery, equipment and furnishings	123,621
Infrastructure	1,686,514
Other assets:	
Lease receivable	887,921
Total noncurrent assets	2,945,370
Total assets	5,740,227
Deferred Outflows of Resources	
OPEB related amounts	123,862
Total deferred outflows of resources	123,862

See notes to financial statements

Village of Hodgkins

Statement of Net Position -
Proprietary Fund
December 31, 2024

	Water and Sewer
Liabilities	
Current liabilities:	
Accounts payable	$ 62,625
Accrued liabilities	5,368
Due to other funds	237,692
Unearned revenue	268,084
Total current liabilities	573,769
Noncurrent liabilities:	
Long-term debt:	
Total OPEB liability	411,064
Total noncurrent liabilities	411,064
Total liabilities	984,833
Deferred Inflows of Resources	
OPEB related amounts	69,092
Lease related amounts	946,068
Total deferred inflows of resources	1,015,160
Net Position	
Net investment in capital assets	2,057,449
Unrestricted	1,806,647
Total net position	$ 3,864,096

See notes to financial statements

Statement of Revenues, Expenses and Changes in Net Position -
Proprietary Fund
Year Ended December 31, 2024

	Water and Sewer
Operating Revenues	
Water sales	$ 1,230,080
Sewer collections	41,206
Franchise/tower leases	46,263
Total operating revenues	1,317,549
Operating Expenses	
Source of water	766,196
Repairs and maintenance	(25,553)
Refunds	12,075
Administrative expense	389,828
Other expenses	60
Depreciation	132,524
Total operating expenses	1,275,130
Operating income	42,419
Nonoperating Revenues	
Investment income	122,799
Total nonoperating revenues	122,799
Change in net position	165,218
Net Position, Beginning	3,698,878
Net Position, Ending	$ 3,864,096

Village of Hodgkins

Statement of Cash Flows -
Proprietary Fund
Year Ended December 31, 2024

	Water and Sewer
Cash Flows From Operating Activities	
Received from customers	$ 1,351,962
Paid to suppliers for goods and services	(1,039,505)
Paid to employees for services	(196,702)
Net cash flows from operating activities	115,755
Cash Flows From Investing Activities	
Investment income	122,799
Net cash flows from investing activities	122,799
Cash Flows From Noncapital Financing Activities	
Interfund, out to other funds	(249,223)
Net cash flows from noncapital financing activities	(249,223)
Cash Flows From Capital and Related Financing Activities	
Acquisition and construction of capital assets	(157,359)
Net cash flows from capital and related financing activities	(157,359)
Net change in cash and cash equivalents	(168,028)
Cash and Cash Equivalents, Beginning	2,676,844
Cash and Cash Equivalents, Ending	$ 2,508,816

See notes to financial statements

Village of Hodgkins

Statement of Cash Flows -
Proprietary Fund
Year Ended December 31, 2024

	Water and Sewer
Reconciliation of Operating Income (Loss) to Net Cash Flows From Operating Activities	
Operating income (loss)	$ 42,419
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:	
Depreciation	132,524
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	34,413
Increase (decrease) in accounts payable	(124,142)
Increase (decrease) in accrued salaries	537
(Increase) decrease in deferred outflows of resources related to OPEB	(84,310)
Increase (decrease) in deferred inflows of resources related to OPEB	18,982
Increase (decrease) in total OPEB liability	95,332
Net cash flows from operating activities	$ 115,755

Noncash Capital and Related Financing Activities

None

See notes to financial statements

Village of Hodgkins

Statement of Fiduciary Net Position -
Fiduciary Fund
December 31, 2024

	Pension Trust Fund
Assets	
Cash	$ 191,171
Investments:	
Money markets	160,370
Illinois Police Officers' Investment Fund	23,032,278
Prepaid items	4,729
Total assets	23,388,548
Liabilities	
Other current liabilities	3,163
Total liabilities	3,163
Net Position	
Restricted for pensions	23,385,385
Total net position	$ 23,385,385

See notes to financial statements

Village of Hodgkins

Statement of Changes in Fiduciary Net Position -
Fiduciary Fund
Year Ended December 31, 2024

	Pension Trust Fund
Additions	
Contributions:	
Employer	$ 1,209,177
Plan members	238,277
Total contributions	1,447,454
Investment income:	
Net appreciation in fair value of investments	1,925,929
Interest on investments	137,074
Total investment income	2,063,003
Investment expense	(12,867)
Net investment income	2,050,136
Total additions	3,497,590
Deductions	
Benefits	1,644,013
Administration	27,490
Other	18,907
Refunds of contributions	70,706
Total deductions	1,761,116
Change in fiduciary net position	1,736,474
Net Position, Beginning	21,648,911
Net Position, Ending	$ 23,385,385

See notes to financial statements

1. Summary of Significant Accounting Policies

The Village of Hodgkins, Illinois (the Village) was incorporated in 1896. The Village is a home-rule municipality, under the 1970 Illinois Constitution, located in Cook County, Illinois. The Village operates under a President-Trustee form of government and provides the following services as authorized by its charter: public safety (police protection), highways and streets, sanitation (water and sewer), health and social services, public improvements, planning and zoning and general administrative services.

The accounting policies of the Village conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

Reporting Entity

This report includes all of the funds of the Village. The reporting entity for the Village consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if (1) it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization, (2) it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government, (3) the organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. Certain legally separate, tax exempt organizations should also be reported as a component unit if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units or its constituents; (2) the primary government or its component units, is entitled to, or has the ability to access, a majority of the economic resources received or held by the separate organization; and (3) the economic resources received or held by an individual organization that the primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

Component units are reported using one of three methods, discrete presentation, blended or fiduciary. Generally, component units should be discretely presented in a separate column in the financial statements. A component unit should be reported as part of the primary government using the blending method if it meets any one of the following criteria: (1) the primary government and the component unit have substantively the same governing body and a financial benefit or burden relationship exists, (2) the primary government and the component unit have substantively the same governing body and management of the primary government has operational responsibility for the component unit, (3) the component unit serves or benefits, exclusively or almost exclusively, the primary government rather than its citizens or (4) the total debt of the component unit will be paid entirely or almost entirely from resources of the primary government.

Fiduciary Component Unit

The Police Pension Employees Retirement System (PPERS) is established for the Village's police employees. PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, one pension beneficiary elected by the membership and two police employees elected by the membership constitute the pension board. The Village and the PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. A municipality is considered to have a financial burden if it is legally obligated or has otherwise assumed the obligation to make contributions to the pension plan. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. PPERS is reported as a fiduciary component unit pension trust fund and the data for the pension is included in the government's fiduciary fund financial statements as a pension trust fund. Separately issued financial statements of the PPERS may be obtained from the PPERS.

Government-Wide and Fund Financial Statements

In June 2022, the GASB issued Statement No. 100, *Accounting Changes and Error Corrections*. This Statement establishes accounting and financial reporting requirements for (a) accounting changes and (b) the correction of an error in previously issued financial statements (error correction). This standard was implemented January 1, 2024.

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The Village does not allocate indirect expenses to functions in the statement of activities. 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. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

Fund Financial Statements

Financial statements of the Village are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position/fund balance, revenues and expenditures/expenses.

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

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

b. The same element of the individual governmental or enterprise fund that met the 10% test is at least 5% of the corresponding total for all governmental and enterprise funds combined.

c. In addition, any other governmental or enterprise fund that the Village believes is particularly important to financial statement users may be reported as a major fund.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Village reports the following major governmental and enterprise funds:

General Fund

General Fund accounts for the Village's primary operating activities. It is used to account for and report all financial resources except those accounted for and reported in another fund.

Debt Service Funds

Bond and Interest Fund is used to account for the accumulation of resources that are restricted, committed, or assigned for the payment of, general long-term debt principal, interest and related costs.

Series 2017 Special Tax Allocation Fund is used to account for incremental real estate tax revenue received from the Village's Tax Increment Financing District that are legally restricted or committed for debt service and for the redevelopment of sites within the Redevelopment Project Area at East Avenue.

Series 2018 Special Tax Allocation Fund is used to account for incremental real estate and sales tax revenues received from the Village's Tax Increment Financing District that are legally restricted or committed for debt service and for the redevelopment of sites within the Redevelopment Project Area at 67th Street and LaGrange Road.

Enterprise Funds

Water and Sewer Fund accounts for operations of the water distribution and sewer systems.

The Village reports the following nonmajor governmental funds:

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes (other than debt service or capital projects).

Illinois Municipal Retirement Fund
Motor Fuel Tax Fund
Police Seizure and Forfeiture Fund
911 Emergency Telephone Fund
Community Development Block Grant Fund

Debt Service Fund

Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for the payment of general long-term debt principal, interest and related costs.

TIF 4 Sales Tax Fund

Capital Projects Funds

Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Future Projects Fund
Project Fund
Series 2009 Project Fund

In addition, the Village reports the following fund type:

Pension Trust Fund

Pension Trust Fund is used to account for and report resources that are required to be held in trust for the members and beneficiaries of the defined benefit pension plan.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-Wide Financial Statements

The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

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

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred inflows. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the Village is entitled to the resources and the amounts are available. Amounts owed to the Village which are not available are recorded as receivables and unavailable revenues. Amounts received before eligibility requirements (excluding time requirements) are met are recorded as liabilities. Amounts received in advance of meeting time requirements are recorded as deferred inflows.

Special assessments are recorded as revenues when they become measurable and available as current assets. Annual installments due in future years are reflected as receivables and unavailable revenues.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, special assessments and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

Proprietary and Fiduciary Funds

Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note.

The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services. Special assessments are recorded as receivables and contribution revenue when levied. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity

Deposits and Investments

For purposes of the statement of cash flows, the Village considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

Illinois Statutes authorize the Village to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and the Illinois Funds Investment Pool.

Pension funds may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions and the Illinois insurance company general and separate accounts, mutual funds meeting certain requirements, equity securities and corporate bonds meeting certain requirements. Pension funds with net assets in excess of $10,000,000 and an appointed investment advisor may invest an additional portion of its assets in common and preferred stocks and mutual funds, that meet certain requirements.

Illinois Public Act 101 0610 consolidated the assets of the state's more than 650 downstate and suburban public safety pension funds into two consolidated investment funds and required the Police Pension Fund to pool its funds for investment purposes. The Illinois Police Officers' Pension Investment Fund is an external investment pools valued at share price, the price for which the investments could be sold. Additional information related to the Illinois Police Officers' Pension Investment Fund can be found at https://www.ipopif.org.

The Illinois Police Officers' Pension Investment Fund's investment policy statement has an investment objective to earn a long-term, net-of-fees, investment return that meets or exceeds the actuarial assumed rate of return and the return of the Policy Benchmark consistent with the risk level expected from the asset allocation. In the March 4, 2022 actuarial experience study the Illinois Police Officers' Pension Investment Fund's actuaries recommended an investment return of 6.75%.

The Village has adopted an investment policy. The Village follows the state statute for allowable investments.

Interest Rate Risk

The Village's investment policy minimizes interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements of ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools. The Village will not directly invest in securities maturing more than five (5) years from the date of purchase or in accordance with state and local statues and ordinances, unless matched to a specific cash flow.

The Police Pension's investment policy seeks to ensure preservation of capital in the pension's overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The Police Pension's policy does not limit investment maturities. However, the policy requires the Police Pension's investment portfolio to be sufficiently liquid to meet all operating requirements as they come due.

Credit Risk

State statutes limit the investments in commercial paper to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The Village minimizes its risk by limiting investments to the safest types of securities; pre-qualifying the financial institutions, broker/dealers, intermediaries and advisers with which the Village will do business; and diversifying the investment portfolio so that potential losses on individual securities will be minimized. The Police Pension's investment policy authorizes investments in any type of security allowed for in Illinois Statutes regarding the investment of public funds.

Concentration of Credit Risk

The Village's investment policy requires the investments to be diversified by limiting investments to avoid overconcentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities).

Custodial Credit Risk, Deposits

With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The Village's investment policy requires full collateralization on non-negotiable certificates of deposit and does not discuss collateral or insurance on other types of deposits or investments. The Police Pension's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be collateralized.

Custodial Credit Risk, Investments

With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Police Pension's investment policy states the assets may be held at a bank or trust company authorized to do business in Illinois or the Illinois Funds. The assets may also be held at a broker/dealer if they are registered with the Security and Exchange Association of Security Dealers and is a member of SIPC. The assets must be registered in the pension's name, in the nominee name of the bank or trust company authorized to do business in Illinois, or in the nominee name of the Illinois Funds.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on methods and inputs as outlined in Note 3. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances.

Receivables

Property taxes for levy year 2024 attaches as an enforceable lien on January 1, 2024, on property values assessed as of the same date. Taxes are levied by December following the lien date (by passage of a Tax Levy Ordinance).

Tax bills for levy year 2024 are prepared by the Cook County Treasurer and issued on or about February 1, 2025 and July 1, 2025, and are payable in two installments, on or about March 1, 2025 and August 1, 2025 or within 30 days of the tax bills being issued.

The County collects such taxes and remits them periodically. The 2024 property tax levy is recognized as a receivable and deferred inflows in fiscal 2024, net the allowance for uncollectible. As the taxes become available to finance current expenditures, they are recognized as revenues. At December 31, 2024, the property taxes receivable and related deferred inflows consisted of the estimated amount collectible from the 2024 levy.

Accounts receivable have been shown net of an allowance for uncollectible accounts. No provision for uncollectible accounts receivable has been made for the water and sewer utilities because they have the right by law to place substantially all delinquent bills on the tax roll and other delinquent bills are generally not significant.

The property tax receivable is shown net of an allowance for uncollectibles. The allowance is equal to 2% ($81,800) of outstanding property taxes at December 31, 2024.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position. Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as internal balances.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Capital Assets

Government-Wide Financial Statements

Capital assets, which include property, buildings, vehicles, plant and equipment, and infrastructure are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than $1,000 and an estimated useful life in excess of 1 year. All capital assets are valued at historical cost or estimated historical cost if actual amounts are unavailable. Donated capital assets and service concession arrangements are recorded at their estimated acquisition value at the date of donation.

Depreciation of all exhaustible capital assets 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. The range of estimated useful lives by type of asset is as follows:

Buildings	50	Years
Land improvements	20	Years
Machinery and equipment	2-20	Years
Infrastructure	20-50	Years

Fund Financial Statements

The In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

Other Assets

The Village's property held for resale includes land that is being held for resale for future development of the Village. The Village reevaluates the value of the property held for resale on an annual basis. Based on current market conditions, the Village determined that no adjustments to the value were necessary as of December 31, 2024.

Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

Long-Term Obligations

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are amortized over the life of the issue using the effective interest method. The balance at year end is shown as an increase or decrease in the liability section of the statement of net position.

Leases

The Village is a lessor because it leases capital assets to other entities. As a lessor, the Village reports a lease receivable and corresponding deferred inflow of resources in both the fund financial statements and government-wide financial statements. The Village continues to report and depreciate the capital assets being leased as capital assets of the primary government.

Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net assets that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

Equity Classifications

Government-Wide Statements

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

a. **Net Investment in Capital Assets** - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

b. **Restricted Net Position** - Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.

c. **Unrestricted Net Position** - All other net positions that do not meet the definitions of "restricted" or "net investment in capital assets."

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Statements

Governmental fund balances are displayed as follows:

a. **Nonspendable** - Includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.

b. **Restricted** - Consists of fund balances with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.

c. **Committed** - Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (ordinance) of the Village Board. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Village Board that originally created the commitment.

d. **Assigned** - Includes spendable fund balance amounts that are intended to be used for specific purposes that do not meet the criteria to be classified as restricted or committed. The Board may take official action to assign amounts. Assignments may take place after the end of the reporting period.

e. **Unassigned** - Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those purposes.

Proprietary fund equity is classified the same as in the government-wide statements.

The Village considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the Village would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

2. Stewardship, Compliance and Accountability

Excess Expenditures Over Budget

Fund	Budgeted Expenditures	Actual Expenditures	Excess Expenditures Over Budget
Illinois Municipal Retirement	$ 277,000	$ 306,627	$ 29,627

The Village controls expenditures at the department level. Some individual departments experienced expenditures which exceeded appropriations. The detail of those items can be found in the Village's year-end budget to actual report.

Deficit Balances

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year end.

As of December 31, 2024, the following individual funds held a deficit balance:

Fund	Amount	Reason
Illinois Municipal Retirement	$ 1,350	Operating expenditures exceeded available revenues

Deficits are anticipated to be funded with future property tax revenues.

3. Detailed Notes on All Funds

Deposits and Investments

Deposits and investments at year end were comprised of the following:

	Carrying Value	Statement Balances
Deposits	$ 40,537,658	$ 40,824,706
Money markets, bond funds	3,983,339	3,508,339
Illinois Police Officers' Investment Fund	23,032,278	23,032,278
Restricted cash, escrow	34,967	34,967
Cash on hand	692	-
Total deposits and investments	$ 67,588,934	$ 67,400,290

Reconciliation to financial statements	
Per statement of net position:	
Cash and investments	$ 44,170,148
Restricted cash and investments	34,967
Per statement of net position, fiduciary funds:	
Cash	191,171
Money markets	160,370
Illinois Police Officers' Investment Fund	23,032,278
Total deposits and investments	$ 67,588,934

Deposits in each local and area bank are insured by the FDIC in the amount of $250,000 for time and savings accounts (including NOW accounts) and $250,000 for demand deposit accounts (interest-bearing and non-interest-bearing). In addition, if deposits are held in an institution outside of the state in which the government is located, insured amounts are further limited to a total of $250,000 for the combined amount of all deposit accounts.

The Village and Police Pension categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The valuation methods for recurring fair value measurements are as follows:

- The investment in the Illinois Police Officers' Pension Investment Fund is measured at the net asset value.

	December 31, 2024			
Investment Type	**Level 1**	**Level 2**	**Level 3**	**Total**
Money markets, bond funds	$ 3,983,339	$ -	$ -	$ 3,983,339
Total	$ 3,983,339	$ -	$ -	$ 3,983,339

Custodial Credit Risk

Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the Village's deposits may not be returned to the Village.

The Village and Police Pension does not have any deposits exposed to custodial credit risk.

Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The Village and Police Pension does not have any investments exposed to custodial credit risk.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

The Village and Police Pension's investments in money market, bond funds were rated AAAm by Standard & Poor’s and Aaa-mf by Moody's Investors Services. The Illinois Police Officers' Investment Fund was not rated.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment.

As of December 31, 2024, the Village and Police Pension's investments in money markets, bond funds mature within one year.

Receivables

Other taxes receivable as of year end for the government's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Series 2018 Special Tax Allocation Fund	Nonmajor Funds	Total
Receivables:				
Sales tax	$ 2,885,048	$ 182,620	$ 83,215	$ 3,150,883
Utility tax	20,686	-	-	20,686
Amusement tax	10,248	-	-	10,248
Telecommunication tax	4,096	-	-	4,096
Wagering tax	3,286	-	-	3,286
Total	$ 2,923,364	$ 182,620	$ 83,215	$ 3,189,199

All of the receivables on the balance sheet are expected to be collected within one year except for leases receivable.

Lease Receivables

Governmental Activities Lease Receivables Description	Date of Inception	Final Maturity	Interest Rates	Receivable Balance December 31, 2024
Sign lease	04/01/07	03/31/37	3.00%	$ 407,135
Sign lease	06/29/10	06/28/30	3.00	184,306
Sign lease	11/10/10	11/09/30	3.00	267,440
Sign lease	05/01/16	04/30/46	3.00	751,634
Sign lease	08/01/16	07/31/36	3.00	290,330
Sign lease	08/01/16	07/31/36	3.00	172,453
Building lease	10/01/19	09/30/27	3.00	551,251
Total governmental activities				$ 2,624,549

Business-Type Activities Lease Receivables Description	Date of Inception	Final Maturity	Interest Rates	Receivable Balance December 31, 2024
Water tower lease	03/03/02	03/02/32	3.00%	$ 289,714
Water tower lease	11/01/17	10/30/37	3.00	321,477
Water tower lease	12/01/20	11/30/48	3.00	334,877
Total business-type activities				$ 946,068

The Village recognized $376,198 and $118,405 of lease revenue and interest revenue, respectively, during the fiscal year.

Capital Assets

Capital asset activity for the year ended December 31, 2024, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets not being depreciated:				
Land	$ 2,642,618	$ 138,557	$ -	$ 2,781,175
Construction in progress	-	321,310	-	321,310
Total capital assets not being depreciated	2,642,618	459,867	-	3,102,485
Capital assets being depreciated:				
Land improvements	3,912,742	32,380	-	3,945,122
Buildings	10,632,752	304,241	-	10,936,993
Equipment	5,097,619	408,465	29,393	5,476,691
Infrastructure	27,455,694	135,522	-	27,591,216
Total capital assets being depreciated	47,098,807	880,608	29,393	47,950,022
Total capital assets	49,741,425	1,340,475	29,393	51,052,507
Less accumulated depreciation for:				
Land improvements	2,177,579	189,088	-	2,366,667
Buildings	3,222,474	214,906	-	3,437,380
Equipment	3,242,100	410,560	29,393	3,623,267
Infrastructure	17,309,903	509,053	-	17,818,956
Total accumulated depreciation	25,952,056	1,323,607	29,393	27,246,270
Net capital assets being depreciated	21,146,751	(442,999)	-	20,703,752
Total governmental activities capital assets, net	$ 23,789,369	$ 16,868	$ -	$ 23,806,237

Depreciation expense was charged to functions as follows:

Governmental Activities	
General government	$ 420,968
Public safety	207,354
Public works, which includes the depreciation of infrastructure	695,285
Total governmental activities depreciation expense	$ 1,323,607

	Beginning Balance	Additions	Deletions	Ending Balance
Business-Type Activities				
Capital assets not being depreciated:				
Land	$ 8,357	$ -	$ -	$ 8,357
Total capital assets not being depreciated	8,357	-	-	8,357
Capital assets being depreciated:				
Land improvements	56,132	13,985	-	70,117
Buildings	626,566	-	-	626,566
Equipment	472,826	6,325	-	479,151
Infrastructure	4,828,874	137,049	-	4,965,923
Total capital assets being depreciated	5,984,398	157,359	-	6,141,757
Total capital assets	5,992,755	157,359	-	6,150,114
Less accumulated depreciation for:				
Land improvements	48,010	1,232	-	49,242
Buildings	396,722	11,762	-	408,484
Equipment	324,892	30,638	-	355,530
Infrastructure	3,190,517	88,892	-	3,279,409
Total accumulated depreciation	3,960,141	132,524	-	4,092,665
Net capital assets being depreciated	2,024,257	24,835	-	2,049,092
Business-type activities capital assets, net	$ 2,032,614	$ 24,835	$ -	$ 2,057,449

Interfund Receivables/Payables and Transfers

Interfund Receivables/Payables

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

Receivable Fund	Payable Fund	Amount
General	Series 2017 Special Tax Allocation	$ 1,149,298
General	Nonmajor Governmental Funds	238,875
General	Water and Sewer	237,692
Series 2018 Special Tax Allocation	General	286,146
Nonmajor Governmental Funds	General	108,132
Nonmajor Governmental Funds	Series 2017 Special Tax Allocation	43,002
Water and Sewer	General	52,240
Total, fund financial statements		2,115,385
Less fund eliminations		(1,929,933)
Total internal balances, government-wide statement of net position		$ 185,452

All amounts are due within one year.

Balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made.

Transfers

The following is a schedule of interfund transfers:

Fund Transferred To	Fund Transferred From	Amount	Principal Purpose
General	Nonmajor Governmental Funds	$ 221,779	To remit excess sales taxes collected by the TIF
Bond and Interest	Nonmajor Governmental Funds	298,290	To write-off prior year interfunds
Series 2018 Special Tax Allocation	General	19,659	To reimburse for TIF related expenditures
Nonmajor governmental funds	General	3,434,818	To fund future capital projects
Total, fund financial statements		3,974,546	
Less fund eliminations		(3,974,546)	
Total transfers, government-wide statement of activities		$ -	

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Long-Term Obligations

Long-term obligations activity for the year ended December 31, 2024, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Bonds payable:					
General obligation debt	$ 6,975,000	$ -	$ 475,000	$ 6,500,000	$ 490,000
Tax increment financing bonds	10,350,000	-	1,315,000	9,035,000	1,430,000
(Discounts)/Premiums	81,173	-	20,799	60,374	-
Total bonds payable	17,406,173	-	1,810,799	15,595,374	1,920,000
Other liabilities:					
Vouchers payable	100	-	-	100	-
Net pension liability, police	15,641,787	3,139,087	5,665,182	13,115,692	-
Total OPEB liability	5,221,786	1,811,115	575,732	6,457,169	-
Net pension liability, IMRF	479,001	-	296,109	182,892	-
Net pension liability, SLEP	456,439	13,329	1,104	468,664	-
Total other liabilities	21,799,113	4,963,531	6,538,127	20,224,517	-
Total governmental activities long-term liabilities	$ 39,205,286	$ 4,963,531	$ 8,348,926	$ 35,819,891	$ 1,920,000
Business-Type Activities					
Other liabilities:					
Total OPEB liability	$ 315,732	$ 115,296	$ 19,964	$ 411,064	$ -
Total business-type activities long-term liabilities	$ 315,732	$ 115,296	$ 19,964	$ 411,064	$ -

General Obligation Debt

All general obligation debt payable is backed by the full faith and credit of the Village. Debt in the governmental funds will be retired by future property tax levies or taxes accumulated by the debt service fund.

Governmental Activities General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2024
Series 2016	08/25/16	01/01/36	2.375-3.90%	$ 9,990,000	$ 6,500,000
Total governmental activities, general obligation debt					$ 6,500,000

Debt service requirements to maturity are as follows:

Years	Governmental Activities General Obligation Debt Principal	Interest
2025	$ 490,000	$ 248,110
2026	505,000	234,390
2027	520,000	214,695
2028	545,000	194,415
2029	565,000	173,160
2030-2034	3,165,000	518,310
2035	710,000	27,690
Total	$ 6,500,000	$ 1,610,770

Tax Increment Financing Bonds

Tax increment financing bonds are payable from incremental taxes derived from a separately created tax increment financing district.

The Village has pledged future incremental property tax and sales tax revenues, net of specified operating expenses, to repay revenue bonds issued in July 2017. Proceeds from the bonds provided financing for the Redevelopment Project Area #4. The bonds are payable solely from the incremental property taxes and sales taxes generated in the TIF District as well as capitalized interest received at the time of the bond sale revenues and are payable through January 1, 2037. Annual principal and interest payments on the bonds are expected to require 76.80% of net revenues. The total principal and interest remaining to be paid on the bonds is $6,374,969. Principal and interest paid for the current year and total customer net revenues were $454,172 and $943,412, respectively.

Tax Increment Financing Bonds at December 31, 2024, consists of the following:

Governmental Activities

Tax Increment Financing Bonds	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2024
Series 2017	07/20/17	01/01/37	5.625%	$ 5,200,000	$ 4,510,000
Series 2018A	06/27/18	01/01/30	3.000-4.000	6,305,000	3,625,000
Series 2018B-1	06/27/18	01/01/26	3.000	1,225,000	425,000
Series 2018B-2	06/27/18	01/01/25	3.000-3.550	3,060,000	475,000
Total governmental activities tax increment financing bonds					$ 9,035,000

Debt service requirements to maturity are as follows:

Years	Governmental Activities Tax Increment Financing Bonds Principal	Interest
2025	$ 1,430,000	$ 397,041
2026	1,065,000	349,331
2027	855,000	308,159
2028	900,000	268,631
2029	940,000	226,956
2030-2034	2,480,000	664,897
2035-2037	1,365,000	117,984
Total	$ 9,035,000	$ 2,332,999

Other Debt Information

The total OPEB liability and net pension liability - police attributable to governmental activities will be liquidated primarily by the General Fund. The net pension liability - IMRF & SLEP will be repaid from the Illinois Municipal Retirement Fund.

Net Position

Net position reported on the government-wide statement of net position at December 31, 2024, includes the following:

	Governmental Activities	Business-Type Activities
Net investment in capital assets:		
Total capital assets	$ 51,052,507	$ 6,150,114
Less accumulated depreciation	27,246,270	4,092,665
Net carrying value of capital assets	23,806,237	2,057,449
Total net investment in capital assets	$ 23,806,237	$ 2,057,449

Accounting Changes

Adjustments to Beginning Balances

During fiscal year 2024, changes to or within the financial reporting entity resulted in adjustments to beginning fund balances as follows:

	December 31, 2023 As Previously Reported	Change to or Within the Financial Reporting Entity	December 31, 2023 As Adjusted
Governmental funds:			
Major funds:			
Project fund	$ 2,066,032	$ (2,066,032)	$ -
Nonmajor funds	2,784,660	2,066,032	4,850,692
Total governmental funds	$ 4,850,692	$ -	$ 4,850,692

4. Other Information

Employees' Retirement System

The Village's defined benefit pension plans, administered by the Illinois Municipal Retirement Fund (IMRF), for Regular, and Sheriff's Law Enforcement Personnel (SLEP), provide retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available Annual Comprehensive Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position and required supplementary information. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523. This report is also available for download at www.imrf.org.

The Village participates in two benefit plans under IMRF. The vast majority of members participate in the Regular Plan. SLEP plan is for sheriffs, deputy sheriffs, and selected police chiefs.

For the year ended December 31, 2024, the following balances are recognized in the government-wide financial statements:

	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense (Income)
IMRF, Regular	$ 182,892	$ 767,791	$ 127,678	$ (99,335)
IMRF, SLEP	468,664	56,231	3,738	49,587
Police Pension Plan	13,115,692	5,764,683	2,675,431	2,066,322
Total	$ 13,767,248	$ 6,588,705	$ 2,806,847	$ 2,016,574

Illinois Municipal Retirement Fund

Plan Description

Both IMRF benefit plans have two tiers. Members who first participated in IMRF or an Illinois Reciprocal System prior to January 1, 2011 participate in Tier 1. All other members participate in Tier 2. For Tier 1 participants, pension benefits vest after eight years of service. Participating members who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3% of their final rate of earnings (average of the highest 48 consecutive months' earnings during the last 10 years) for credited service up to 15 years and 3% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 participants, pension benefits vest after 10 years of service. Participating members who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with 10 years of 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 the first 15 years of service credit, plus 2% for each year of service after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased ever year after retirement, upon reaching age 67, by the lesser of 3% of the original pension amount or 1/2 of the increase in the Consumer Price Index of the original pension amount.

Plan Membership

At December 31, 2023, the measurement date, membership in the plans were as follows:

	Regular Plan	SLEP
Retirees and beneficiaries	27	1
Inactive, non-retired members	5	-
Active members	24	-
Total	56	1

Contributions

As set by statute, employees participating in Regular, and SLEP plans are required to contribute 4.50%, and 7.50%, respectively, of their annual covered salary. The statute requires the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The actuarially determined contribution rates for the calendar year ending December 31, 2023 were 8.63%, and 0%, respectively, of annual covered payroll for Regular, and SLEP plans. The Village 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.

Net Pension Liability/(Asset)

The net pension liabilities/(assets) were measured as of December 31, 2023, and the total pension liabilities used to calculate the net pension liabilities/(assets) were determined by an actuarial valuation as of that date.

Summary of Significant Accounting Policies

For purposes of measuring the net pension liabilities/(assets), deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by IMRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Actuarial Assumptions

The total pension liabilities for IMRF was determined by actuarial valuations performed as of December 31, 2023 using the following actuarial methods and assumptions:

Actuarial cost method	Entry Age Normal
Asset valuation method	Fair Value
Actuarial assumptions	
Investment Rate of Return	7.25%
Salary increases	2.85% to 13.75%, including inflation
Price inflation	2.25%

Mortality

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

Long-Term Expected Real Rate of Return

The long-term expected rate of return on pension plan investments was determined using an asset allocation study in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce long-term expected rate of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

		Projected Returns/Risks	
Asset Class	Target Allocation	One Year Arithmetic	Ten Year Geometric
Equities	34.50 %	6.35 %	5.00 %
International equities	18.00	8.00	6.35
Fixed income	24.50	4.85	4.75
Real estate	10.50	6.30	6.00
Alternatives	11.50		
Private equity		12.35	8.65
Commodities		7.20	6.05
Cash equivalents	1.00	3.80	3.80

Discount Rate

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

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liabilities/(assets) to changes in the discount rate. The table below presents the net pension liabilities/(assets) calculated using the discount rate of 7.25% as well as what the net pension liabilities/(assets) would be if it were to be calculated using discount rates that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
Regular Plan:			
Net pension liability/(asset)	$ 1,191,913	$ 182,892	$ (650,258)
SLEP:			
Net pension liability/(asset)	555,362	468,664	396,363

Changes in Net Pension Liability/(Asset)

The changes in net pension liabilities/(assets) for the calendar year ended December 31, 2023 were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Regular Plan:			
Balances at December 31, 2022	$ 8,066,408	$ 7,587,407	$ 479,001
Service cost	127,586	-	127,586
Interest on total pension liability	571,219	-	571,219
Differences between expected and actual experience of the total pension liability	324,384	-	324,384
Change of assumptions	(10,438)	-	(10,438)
Benefit payments, including refunds of employee contributions	(502,627)	(502,627)	-
Contributions, employer	-	135,956	(135,956)
Contributions, employee	-	70,892	(70,892)
Net investment income	-	854,721	(854,721)
Other (net transfer)	-	247,291	(247,291)
Balances at December 31, 2023	$ 8,576,532	$ 8,393,640	$ 182,892
Plan fiduciary net position as a percentage of the total pension liability			97.87 %

	Increase (Decrease) Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
SLEP:			
Balances at December 31, 2022	$ 765,650	$ 309,211	$ 456,439
Interest on total pension liability	53,063	-	53,063
Differences between expected and actual experience of the total pension liability	4,540	-	4,540
Change of assumptions	(1,104)	-	(1,104)
Benefit payments, including refunds of employee contributions	(67,493)	(67,493)	-
Net investment income	-	36,910	(36,910)
Other (net transfer)	-	7,364	(7,364)
Balances at December 31, 2023	$ 754,656	$ 285,992	$ 468,664
Plan fiduciary net position as a percentage of the total pension liability			37.90 %

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

For the year ended December 31, 2024, pension expense was $(99,335) and $49,587 for the Regular, and SLEP plans, respectively. Deferred outflows and inflows of resources related to pension were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Regular Plan:		
Difference between expected and actual experience	$ 226,922	$ 120,530
Assumption changes	-	7,148
Net difference between projected and actual earnings on pension plan investments	442,582	-
Contributions subsequent to the measurement date	98,287	-
Total	$ 767,791	$ 127,678
SLEP:		
Difference between expected and actual experience	$ 32,933	$ 3,738
Net difference between projected and actual earnings on pension plan investments	23,298	-
Total	$ 56,231	$ 3,738

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liabilities/(assets) for the year ending December 31, 2025. The remaining amounts reported as deferred outflows and inflows of resources related to pensions is $541,826, and $52,493 for the Regular, and SLEP plans, respectively. Amounts will be recognized in pension expense as follows:

Year Ending December 31:	Regular Plan	SLEP
2025	$ 44,870	$ 33,680
2026	239,583	7,936
2027	318,653	14,213
2028	(61,280)	(3,336)
Total	$ 541,826	$ 52,493

Police Pension

Plan Description

Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes (Chapter 40 ILCS 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

As provided for in the Illinois Compiled Statutes, the Plan provides retirement benefits as well as death and disability benefits to employees grouped into two tiers. Tier 1 is for employees hired prior to January 1, 2011 and Tier 2 is for employees hired after that date. The following is a summary of the Police Pension Fund as provided for in Illinois Compiled Statutes.

Tier 1 - Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one half of the salary attached to the rank on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

Tier 2 - Covered employees attaining the age of 55 or more with 10 or more years of creditable service are entitled to receive a monthly pension of 2.5% of the final average salary for each year of creditable service. The salary is initially capped at $106,800 but increases annually thereafter and is limited to 75% of final average salary. Employees with 10 or more years of creditable service may retire at or after age 50 and receive a reduced retirement benefit. The monthly pension of a police shall be increased annually on the January 1 occurring either on or after the attainment of age 60 or the first anniversary of the pension start date, whichever is later. Each annual increase shall be calculated at 3% or one-half the annual unadjusted percentage increase in the CPI, whichever is less.

Plan Membership

At January 1, 2024, the Police Pension membership consisted of:

Retirees and beneficiaries	20
Inactive, non-retired members	1
Active members	22
Total	43

Contributions

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plans as actuarially determined by an enrolled actuary. Effective January 1, 2011 the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is 90% funded by the year 2040. The Village's actuarially determined contribution rate for the fiscal year ending December 31, 2024 was 50.74% of annual covered payroll.

Net Pension Liability/(Asset)

The net pension liability/(asset) was measured as of December 31, 2024.

Summary of Significant Accounting Policies

The financial statements of the Police Pension Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. The Village's contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Plan investments are reported at fair value. Short-term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair values.

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed as of January 1, 2024 using the following actuarial methods and assumptions:

Actuarial cost method	Entry Age Normal
Asset valuation method	5-Year Smoothed Fair Value
Actuarial assumptions	
Interest rate	6.75%
Inflation	2.50%
Projected salary increases	4.00-11.71%
Cost-of-living adjustments	2.50%

Mortality rates were based on rates developed in the Pub-2010 Mortality Table for Illinois Police Officers using MP-2021 Improvement Rates. Other demographic assumption rates are based on a review of assumptions in the L&A 2024 Study for Illinois Police Officers.

Discount Rate

The discount rate used to measure the total pension liability for the Police Pension Plan was 6.33%. The discount rate calculated using the prior measurement date was 5.88%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Plan's fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments of 6.75% was blended with the index rate of 4.08% for tax exempt 20-year general obligation municipal bonds with an average AA credit rating as of January 1, 2024 to arrive at a discount rate of 6.33% used to determine the total pension liability. The year ending December 31, 2069 is the last year in the project period for which projected benefit payments are fully funded.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 6.33% as well as what the net pension liability would be if it were to be calculated using a discount rate that is 1-percentage-point lower (5.33%) or 1-percentage-point higher (7.33%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Net pension liability	$ 18,531,831	$ 13,115,692	$ 8,718,071

Changes in Net Pension Liability/(Asset)

The Village's changes in net pension liability/(asset) for the year ended December 31, 2024 was as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/Asset (a) - (b)
Balances at December 31, 2023	$ 37,290,698	$ 21,648,911	$ 15,641,787
Service cost	695,488	-	695,488
Interest on total pension liability	2,153,958	-	2,153,958
Differences between expected and actual experience of the total pension liability	243,244	-	243,244
Change of assumptions	(2,167,592)	-	(2,167,592)
Benefit payments, including refunds of employee contributions	(1,714,719)	(1,714,719)	-
Contributions, employer	-	1,209,177	(1,209,177)
Contributions, employee	-	238,277	(238,277)
Net investment income	-	2,050,136	(2,050,136)
Administration	-	(46,397)	46,397
Balances at December 31, 2024	$ 36,501,077	$ 23,385,385	$ 13,115,692
Plan fiduciary net position as a percentage of the total pension liability			64.07 %

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

For the year ended December 31, 2024, the Village recognized pension expense of $2,066,322. The Village reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 1,708,811	$ 801,154
Assumption changes	3,425,992	1,874,277
Net difference between projected and actual earnings on pension plan investments	629,880	-
Total	$ 5,764,683	$ 2,675,431

The amounts reported as deferred outflows and inflows of resources related to pensions is $3,089,252 and will be recognized in pension expense as follows:

Year Ending December 31,	Amount
2025	$ 1,070,158
2026	1,339,397
2027	232,134
2028	573,115
2029	236,402
Thereafter	(361,954)
Total	$ 3,089,252

Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to or destruction of assets; errors and omissions; workers compensation; and health care of its employees. The Village participates in a public entity risk pool called Municipal Insurance Cooperative Agency to provide coverage for losses from torts; theft of, damage to, or destruction of assets; and errors and omission. However, other risks, such as workers compensation and health care of its employees are accounted for and financed by the Village in the general fund.

Public Entity Risk Pool

MICA

The Village participates in the Municipal Insurance Cooperative Agency (MICA). MICA insures all of the Village's property, general liability, automobile, employee dishonesty and excess liability claims, up to specified limits. The agency is a separate entity, which sets rates and purchases commercial excess and stop-loss coverage. The Village pays an annual premium to the pool for coverage. The Village has also purchased policies with commercial companies for excess coverage, above those covered by MICA.

Commitments and Contingencies

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental funds if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

The Village has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

Other Postemployment Benefits

General Information about the OPEB Plan

Plan Description

The Village administers a single-employer defined contribution healthcare plan (the Postretirement Health Plan). The plan provides health insurance benefits for eligible retirees and their spouses through the Village’s group health insurance plan, which covers both active and retired members. Plan provisions and contribution requirements are established and may be amended by the Village. The plan is funded on a pay-as-you-go basis and no assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. The plan does not issue a separate report.

Benefits Provided

For employees age 50 or older with at least 20 years of service, medical coverage may continue into retirement on the Village plan by paying 50% of the cost of coverage. The Village pays the entire cost of medical for the retiree and their spouse for employees age 55 or older with at least 25 years of service. The Village pays the entire cost of medical, dental and vision premium for the retiree and their spouse for employees age 55 or older with at least 30 years of service. The Village's subsidy ends upon the retiree reaching Medicare Eligibility age.

Employees Covered by Benefit Terms

At December 31, 2024, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	9
Active plan members	39
Total	48

Total OPEB Liability

The total OPEB liability of $6,868,233 was measured as of December 31, 2024, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount rate	4.28%
Inflation	3.00%
Salary increases	4.00%
Healthcare cost trend rates	7.90% PPO and 7.80% HMO (initial); 4.50% (ultimate)

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

Mortality rates were based on the PubS.H-2010 Mortality Table - Safety with Mortality Improvement using Scale MP-2020 for police and PubG.H-2010 Mortality Table - General with Mortality Improvement using Scale MP-2020 for all other covered employees.

The actuarial assumptions used in the December 31, 2024 valuation were based on the results of an actuarial experience study .

Changes in the Total OPEB Liability

	Total OPEB Liability
Balances at December 31, 2023	$ 5,537,518
Changes for the year:	
Service cost	319,494
Interest	213,094
Differences between expected and actual experience	1,393,823
Changes in assumptions or other inputs	(175,370)
Benefit payments	(420,326)
Net changes	1,330,715
Balances at December 31, 2024	$ 6,868,233

Changes of assumptions and other inputs reflect a change in the discount rate from 4.00% in 2023 to 4.28% in 2024.

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

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.28%) or 1-percentage-point higher (5.28%) than the current discount rate:

	1% Decrease	Discount Rate	1% Increase
Total OPEB liability	$ 7,430,886	$ 6,868,233	$ 6,360,050

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

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB liability	$ 6,253,084	$ 6,868,233	$ 7,578,064

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

For the year ended December 31, 2024, the Village recognized OPEB expense of $650,753. At December 31, 2024, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 1,286,995	$ 45,503
Changes of assumptions or other inputs	782,545	1,108,930
Total	$ 2,069,540	$ 1,154,433

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

Years Ending December 31:	Amount
2025	$ 148,517
2026	141,998
2027	84,271
2028	62,182
2029	87,044
Thereafter	391,095
Total	$ 915,107

Tax Increment Financing District

The Village of Hodgkins has established several Tax Increment Redevelopment Project Areas (RPA's) to encourage redevelopment of certain sites for more market oriented commercial uses of the properties that will enhance their value and improve their contributions to the Village and its surrounding areas. As part of the redevelopment plans, the Village has made significant improvements to utilities, public parking, intersections and traffic signalization, streets and landscaping. The redevelopment plans also include site preparation, land acquisition and assembly, and demolition/clearance.

Construction and development in the RPA's were the responsibility of developers and are substantially complete. To entice development of the areas, the Village created tax increment financing (TIF) districts to finance public improvements made within the RPA's.

Several funds have been established to record the revenues generated in the RPA's that relate directly to servicing the debt issued to make public improvements in the RPA's.

Effect of New Accounting Standards on Current-Period Financial Statements

The Governmental Accounting Standards Board (GASB) has approved the following:

- Statement No. 102, *Certain Risk Disclosures*
- Statement No. 103, *Financial Reporting Model Improvements*
- Statement No. 104, *Disclosure of Certain Capital Assets*

When they become effective, application of these standards may restate portions of these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

Village of Hodgkins

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual - General Fund
Year Ended December 31, 2024
With Comparative Actual Amounts for the Year Ended December 31, 2023

	2024		
	Original and Final Budget	Actual	2023 Actual
Revenues			
Property taxes	$ 2,982,159	$ 3,070,378	$ 3,096,826
Other taxes	10,668,000	10,413,231	9,716,922
Intergovernmental	665,000	514,427	604,781
Licenses and permits	545,050	1,487,976	472,434
Fines, forfeitures and penalties	50,750	57,435	39,894
Charges for services	57,000	226,315	223,457
Investment income	400,000	1,168,003	858,242
Other	921,100	604,176	226,020
Total revenues	16,289,059	17,541,941	15,238,576
Expenditures			
Current:			
General government	2,563,788	2,603,563	2,334,015
Public safety	6,647,100	6,423,315	5,743,260
Public works	2,305,486	1,675,285	1,463,517
TIF area development	320,000	-	-
Community development	120,000	151,925	75,383
Debt service:			
Interest, issuance costs and other fees	200	-	-
Capital outlay:			
Capital outlay	1,715,500	993,135	981,002
Total expenditures	13,672,074	11,847,223	10,597,177
Excess of revenues over expenditures	2,616,985	5,694,718	4,641,399
Other Financing Sources (Uses)			
Transfers in	-	221,779	335,704
Transfers out	-	(3,454,477)	(27,081)
Total other financing sources (uses)	-	(3,232,698)	308,623
Net change in fund balance	$ 2,616,985	2,462,020	4,950,022
Fund Balance, Beginning		28,885,550	23,935,528
Fund Balance, Ending		$ 31,347,570	$ 28,885,550

See notes to required supplementary information

Village of Hodgkins

Illinois Municipal Retirement Fund - Regular Plan
Schedule of Changes in the Village's Net Pension Liability/(Asset) and Related Ratios
Ten Most Recent Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Total Pension Liability										
Service cost	$ 143,537	$ 133,080	$ 129,235	$ 119,645	$ 116,635	$ 131,089	$ 126,710	$ 109,862	$ 122,707	$ 127,586
Interest	383,416	411,384	429,124	440,234	449,248	466,305	514,577	549,906	582,219	571,219
Differences between expected and actual experience	(202,995)	(51,447)	(142,156)	39,348	(37,414)	449,019	368,834	269,190	(357,046)	324,384
Changes of assumptions	257,712	14,017	(44,677)	(221,373)	189,988	-	(49,766)	-	-	(10,438)
Benefit payments, including refunds of member contributions	(137,531)	(224,351)	(279,360)	(250,111)	(262,206)	(305,518)	(451,303)	(477,951)	(501,438)	(502,627)
Net change in total pension liability	444,139	282,683	92,166	127,743	456,251	740,895	509,052	451,007	(153,558)	510,124
Total Pension Liability, Beginning	5,116,030	5,560,169	5,842,852	5,935,018	6,062,761	6,519,012	7,259,907	7,768,959	8,219,966	8,066,408
Total Pension Liability, Ending (a)	$ 5,560,169	$ 5,842,852	$ 5,935,018	$ 6,062,761	$ 6,519,012	$ 7,259,907	$ 7,768,959	$ 8,219,966	$ 8,066,408	$ 8,576,532
Plan Fiduciary Net Position										
Employer contributions	$ 150,286	$ 145,535	$ 151,493	$ 147,366	$ 151,177	$ 121,394	$ 467,973	145,976	153,190	135,956
Employee contributions	59,166	52,572	50,349	48,280	53,357	69,945	61,459	54,066	63,937	70,892
Net investment income	286,403	23,715	315,337	876,878	(279,992)	1,006,262	903,924	1,348,298	(1,173,679)	854,721
Benefit payments, including refunds of member contributions	(137,531)	(224,351)	(279,360)	(250,111)	(262,206)	(305,518)	(451,303)	(477,951)	(501,438)	(502,627)
Other (net transfer)	(261,389)	(30,609)	8,681	(5,278)	133,151	86,138	220,553	69,795	142,300	247,291
Net change in plan fiduciary net position	96,935	(33,138)	246,500	817,135	(204,513)	978,221	1,202,606	1,140,184	(1,315,690)	806,233
Plan Fiduciary Net Position, Beginning	4,659,167	4,756,102	4,722,964	4,969,464	5,786,599	5,582,086	6,560,307	7,762,913	8,903,097	7,587,407
Plan Fiduciary Net Position, Ending (b)	$ 4,756,102	$ 4,722,964	$ 4,969,464	$ 5,786,599	$ 5,582,086	$ 6,560,307	$ 7,762,913	$ 8,903,097	$ 7,587,407	$ 8,393,640
Employer's Net Pension Liability/(Asset), Ending (a) - (b)	$ 804,067	$ 1,119,888	$ 965,554	$ 276,162	$ 936,926	$ 699,600	$ 6,046	$ (683,131)	$ 479,001	$ 182,892
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability/(Asset)	85.54%	80.83%	83.73%	95.44%	85.63%	90.36%	99.92%	108.31%	94.06%	97.87%
Covered Payroll	$ 1,134,788	$ 1,138,775	$ 1,118,853	$ 1,072,892	$ 1,185,706	$ 1,199,542	$ 1,073,252	$ 1,201,452	$ 1,246,538	$ 1,575,402
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	70.86%	98.34%	86.30%	25.74%	79.02%	58.32%	0.56%	-56.86%	38.43%	11.61%

Notes to Schedule:

Actuarially determined contribution rates are calculated as of December 31 each year, one year prior to the end of the fiscal year in which contributions are reported.

Village of Hodgkins

Illinois Municipal Retirement Fund - Regular Plan
Schedule of Employer Contributions
Ten Most Recent Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially determined contribution	$ 142,756	$ 145,535	$ 151,493	$ 139,691	$ 151,178	$ 121,394	$ 116,019	$ 164,599	$ 132,133	$ 135,957
Contributions in relation to the actuarially determined contribution	(150,286)	(145,535)	(151,493)	(147,366)	(151,177)	(121,394)	(467,973)	(145,976)	(153,190)	(135,956)
Contribution deficiency (excess)	$ (7,530)	$ -	$ -	$ (7,675)	$ 1	$ -	$ (351,954)	$ 18,623	$ (21,057)	$ 1
Covered payroll	$ 1,134,788	$ 1,138,775	$ 1,118,853	$ 1,072,892	$ 1,185,706	$ 1,199,542	$ 1,073,252	$ 1,201,452	$ 1,246,538	$ 1,575,402
Contributions as a percentage of covered payroll	13.24%	12.78%	13.54%	13.74%	12.75%	10.12%	43.60%	12.15%	12.29%	8.63%

Notes to Schedule:

Actuarially determined contribution rates are calculated as of December 31 each year, one year prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	20 years
Asset valuation method	5-year smoothed market; 20% corridor
Inflation	2.25%
Salary increases	2.75% to 13.75% including inflation
Investment rate of return	7.25%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	MP-2020

Other information:

There were no benefit changes during the year.

Village of Hodgkins

Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Personnel (SLEP)
Schedule of Changes in the Village's Net Pension Liability and Related Ratios
Ten Most Recent Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Total Pension Liability										
Service cost	$ 25,171	$ 24,184	$ 23,272	$ 13,989	$ 14,827	$ 17,755	$ 16,880	$ 17,891	$ 18,921	$ -
Interest	18,489	30,256	33,627	39,745	39,981	42,880	45,284	44,732	46,208	53,063
Differences between expected and actual experience	128,815	(1,884)	27,269	(43,447)	(14,768)	(27,043)	(61,800)	(16,614)	98,797	4,540
Changes of assumptions	26,916	-	(69,331)	(7,550)	16,862	-	(8,477)	-	-	(1,104)
Benefit payments, including refunds of member contributions	-	-	-	-	-	-	-	-	(52,336)	(67,493)
Net change in total pension liability	199,391	52,556	14,837	2,737	56,902	33,592	(8,113)	46,009	111,590	(10,994)
Total Pension Liability, Beginning	256,149	455,540	508,096	522,933	525,670	582,572	616,164	608,051	654,060	765,650
Total Pension Liability, Ending (a)	$ 455,540	$ 508,096	$ 522,933	$ 525,670	$ 582,572	$ 616,164	$ 608,051	$ 654,060	$ 765,650	$ 754,656
Plan Fiduciary Net Position										
Employer contributions	$ 21,851	$ 22,928	$ 31,608	$ 31,665	$ 33,821	$ 24,129	$ 31,405	$ 30,119	$ 25,435	$ -
Employee contributions	8,113	8,368	8,368	8,431	8,523	8,621	8,695	8,756	7,711	-
Net investment income	2,426	358	5,872	20,896	(7,359)	39,166	39,948	59,724	(57,452)	36,910
Benefit payments, including refunds of member contributions	-	-	-	-	-	-	-	-	(52,336)	(67,493)
Other (net transfer)	(1,321)	(4,590)	(778)	(1,311)	(327)	(1,317)	4	(2,863)	(82,865)	7,364
Net change in plan fiduciary net position	31,069	27,064	45,070	59,681	34,658	70,599	80,052	95,736	(159,507)	(23,219)
Plan Fiduciary Net Position, Beginning	24,789	55,858	82,922	127,992	187,673	222,331	292,930	372,982	468,718	309,211
Plan Fiduciary Net Position, Ending (b)	$ 55,858	$ 82,922	$ 127,992	$ 187,673	$ 222,331	$ 292,930	$ 372,982	$ 468,718	$ 309,211	$ 285,992
Employer's Net Pension Liability, Ending (a) - (b)	$ 399,682	$ 425,174	$ 394,941	$ 337,997	$ 360,241	$ 323,234	$ 235,069	$ 185,342	$ 456,439	$ 468,664
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	12.26%	16.32%	24.48%	35.70%	38.16%	47.54%	61.34%	71.66%	40.39%	37.90%
Covered Payroll	$ 108,173	$ 111,572	$ 111,572	$ 112,408	$ 113,645	$ 114,952	$ 115,929	$ 116,740	$ 102,810	$ -
Employer's Net Pension Liability as a Percentage of Covered Payroll	369.48%	381.08%	353.98%	300.69%	316.99%	281.19%	202.77%	158.76%	443.96%	0.00%

Notes to Schedule:
Actuarially determined contribution rates are calculated as of December 31 each year, one year prior to the end of the fiscal year in which contributions are reported.

See notes to required supplementary information

Village of Hodgkins

Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Personnel (SLEP)
Schedule of Employer Contributions
Ten Most Recent Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially determined contribution	$ 21,851	$ 22,928	$ 31,608	$ 31,665	$ 33,821	$ 24,128	$ 31,405	$ 30,119	$ 25,435	$ -
Contributions in relation to the actuarially determined contribution	(21,851)	(22,928)	(31,608)	(31,665)	(33,821)	(24,129)	(31,405)	(30,119)	(25,435)	-
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ (1)	$ -	$ -	$ -	$ -
Covered payroll	$ 108,173	$ 111,572	$ 111,572	$ 112,408	$ 113,645	$ 114,952	$ 115,929	$ 116,740	$ 102,810	$ -
Contributions as a percentage of covered payroll	20.20%	20.55%	28.33%	28.17%	29.76%	20.99%	27.09%	25.80%	24.74%	0.00%

Notes to Schedule:

Actuarially determined contribution rates are calculated as of December 31 each year, one year prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	20 years
Asset valuation method	5-year smoothed market; 20% corridor
Inflation	2.25%
Salary increases	2.75% to 13.75% including inflation
Investment rate of return	7.25%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	MP-2020

Other information:

There were no benefit changes during the year.

See notes to required supplementary information

Village of Hodgkins

Police Pension Fund
Schedule of Changes in the Village's Net Pension Liability and Related Ratios
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Total Pension Liability										
Service cost	$ 400,346	$ 413,929	$ 442,904	$ 463,281	$ 458,816	$ 511,156	$ 485,823	$ 505,213	$ 491,816	$ 695,488
Interest	1,376,060	1,456,252	1,585,258	1,662,154	1,765,256	1,875,909	1,831,189	1,980,496	2,113,941	2,153,958
Differences between expected and actual experience	286,806	(2,891)	59,628	394,267	125,377	(230,286)	(1,750,270)	1,195,214	1,041,335	243,244
Change of benefit terms	-	-	-	-	82,272	-	-	(17,813)	-	-
Changes of assumptions	-	891,841	-	-	438,913	-	1,011,075	-	4,147,784	(2,167,592)
Benefit payments, including refunds of member contributions	(939,495)	(895,740)	(936,643)	(1,041,883)	(1,051,744)	(1,090,149)	(1,305,526)	(1,468,083)	(1,600,836)	(1,714,719)
Net change in total pension liability	1,123,717	1,863,391	1,151,147	1,477,819	1,818,890	1,066,630	272,291	2,195,027	6,194,040	(789,621)
Total Pension Liability, Beginning	20,127,746	21,251,463	23,114,854	24,266,001	25,743,820	27,562,710	28,629,340	28,901,631	31,096,658	37,290,698
Total Pension Liability, Ending (a)	$ 21,251,463	$ 23,114,854	$ 24,266,001	$ 25,743,820	$ 27,562,710	$ 28,629,340	$ 28,901,631	$ 31,096,658	$ 37,290,698	$ 36,501,077
Plan Fiduciary Net Position										
Employer contributions	$ 1,076,729	$ 1,127,368	$ 1,075,240	$ 1,166,840	$ 976,291	$ 997,111	$ 1,217,407	$ 1,060,815	$ 971,643	$ 1,209,177
Employee contributions	207,003	179,384	189,812	353,283	208,648	199,472	247,410	201,178	219,646	238,277
Net investment income (loss)	40,499	681,618	1,889,567	(630,876)	3,207,080	2,370,493	3,015,231	(3,834,328)	2,544,819	2,050,136
Benefit payments, including refunds of member contributions	(939,495)	(895,740)	(936,643)	(1,041,883)	(1,051,744)	(1,090,149)	(1,305,525)	(1,468,083)	(1,600,836)	(1,714,719)
Administration	(41,933)	(40,156)	(40,765)	(40,249)	(46,167)	(55,136)	(43,322)	(49,584)	(41,780)	(46,397)
Net change in plan fiduciary net position	342,803	1,052,474	2,177,211	(192,885)	3,294,108	2,421,791	3,131,201	(4,090,002)	2,093,492	1,736,474
Plan Fiduciary Net Position, Beginning	11,418,718	11,761,521	12,813,995	14,991,206	14,798,321	18,092,429	20,514,220	23,645,421	19,555,419	21,648,911
Plan Fiduciary Net Position, Ending (b)	$ 11,761,521	$ 12,813,995	$ 14,991,206	$ 14,798,321	$ 18,092,429	$ 20,514,220	$ 23,645,421	$ 19,555,419	$ 21,648,911	$ 23,385,385
Village's Net Pension Liability, Ending (a) - (b)	$ 9,489,942	$ 10,300,859	$ 9,274,795	$ 10,945,499	$ 9,470,281	$ 8,115,120	$ 5,256,210	$ 11,541,239	$ 15,641,787	$ 13,115,692
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	55.34%	55.44%	61.78%	57.48%	65.64%	71.65%	81.81%	62.89%	58.05%	64.07%
Covered Payroll	$ 1,736,731	$ 2,146,602	$ 2,216,367	$ 1,945,084	$ 2,003,180	$ 2,001,324	$ 2,066,367	$ 2,088,763	$ 2,048,004	$ 2,383,206
Village's Net Pension Liability as a Percentage of Covered Payroll	546.43%	479.87%	418.47%	562.73%	472.76%	405.49%	254.37%	552.54%	763.76%	550.34%

See notes to required supplementary information

Police Pension Fund
Schedule of Employer's Contributions
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially determined contribution	$ 986,502	$ 1,004,178	$ 1,067,601	$ 1,100,953	$ 1,108,667	$ 1,174,447	$ 1,076,423	$ 1,064,912	$ 1,239,722	$ 1,296,091
Contributions in relation to the actuarially determined contribution	1,076,729	1,127,368	1,075,240	1,166,840	976,291	997,111	1,217,407	1,060,815	971,643	1,209,177
Contribution deficiency (excess)	$ (90,227)	$ (123,190)	$ (7,639)	$ (65,887)	$ 132,376	$ 177,336	$ (140,984)	$ 4,097	$ 268,079	$ 86,914
Covered payroll	$ 1,736,731	$ 2,146,602	$ 2,216,367	$ 1,945,084	$ 2,003,180	$ 2,001,324	$ 2,066,367	$ 2,088,763	$ 2,048,004	$ 2,383,206
Contributions as a percentage of covered payroll	62.00%	52.52%	48.51%	59.99%	48.74%	49.82%	58.92%	50.79%	47.44%	50.74%

Notes to Schedule:

The Actuarially Determined Contribution shown above for 2024 is the Recommended Contribution from the January 1, 2024 Actuarial Valuation for the December 2024 tax levy. The methods and assumptions shown below are based on the same Actuarial Valuation.

Valuation date: Actuarially determined contributions are calculated as of January 1 of the current fiscal year.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal
Amortization method	Level dollar, closed
Remaining amortization period	20 years
Asset valuation method	5-year smoothed fair value
Inflation	2.25%
Salary increases	3.50% - 16.85%, including inflation
Investment rate of return	6.75%
Retirement age	See notes to financial statements
Mortality	Mortality rates were based on the Pub-2010 adjusted for plan status, demographics and Illinois Public Pension data, as described.

Village of Hodgkins

Postretirement Health Plan
Schedule of Changes in the Village's Total OPEB Liability and Related Ratios
Last Seven Fiscal Years

	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability							
Service cost	$ 145,166	$ 166,907	$ 189,057	$ 283,825	$ 260,660	$ 233,489	$ 319,494
Interest	112,024	135,062	125,333	115,375	132,843	223,369	213,094
Changes of benefit terms	673,115	-	1,354,649	-	-	-	-
Difference between expected and actual experience	(157,962)	-	(130,970)	-	85,047	-	1,393,823
Changes of assumptions	(227,764)	101,488	814,200	(135,149)	(789,944)	109,648	(175,370)
Benefit payments, including refunds of member contributions	(284,913)	(285,226)	(256,875)	(278,645)	(397,188)	(423,136)	(420,326)
Other changes	107,006	1,656	48,923	-	-	-	-
Net change in total OPEB liability	366,672	119,887	2,144,317	(14,594)	(708,582)	143,370	1,330,715
Total OPEB Liability, Beginning	3,486,448	3,853,120	3,973,007	6,117,324	6,102,730	5,394,148	5,537,518
Total OPEB Liability, Ending	$ 3,853,120	$ 3,973,007	$ 6,117,324	$ 6,102,730	$ 5,394,148	$ 5,537,518	$ 6,868,233
Plan Fiduciary Net Position, Beginning	-	-	-	-	-	-	-
Plan Fiduciary Net Position, Ending (b)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Village's Net OPEB Liability, Ending (a) - (b)	$ 3,853,120	$ 3,973,007	$ 6,117,324	$ 6,102,730	$ 5,394,148	$ 5,537,518	$ 6,868,233
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered Payroll	$ 3,041,708	$ 3,041,708	$ 3,051,160	$ 3,173,207	$ 3,085,735	$ 3,085,735	$ 4,016,241
Employer's Total OPEB Liability as a Percentage of Covered Payroll	126.68%	130.62%	200.49%	192.32%	174.81%	179.46%	171.01%

Notes to Schedule:

The Village implemented GASB Statement No. 75 in fiscal year 2018. Information prior to fiscal year 2018 is not available.

Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, Illinois Municipal Retirement Fund, 911 Emergency Telephone Fund, Motor Fuel Tax Fund and Community Development Block Grant Fund. Budget amounts are as originally adopted by the Board of Trustees. All annual appropriations lapse at fiscal year end.

Prior to December 31, the Village comptroller submits to the Village Board a proposed operating budget for the fiscal year commencing January 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to March 31, the budget is legally enacted through passage of an ordinance. Formal budgetary integration is employed as a management control device during the year.

The Village is authorized to change budgeted amounts within any fund; however, revision must be approved by two-thirds of the members of the Village Board. No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. The appropriated budget is prepared by fund, department and account.

SUPPLEMENTARY INFORMATION

Village of Hodgkins

Detailed Schedule of Revenues - Budget and Actual -
General Fund
Year Ended December 31, 2024
With Comparative Actual Amounts for the Year Ended December 31, 2023

	2024		
	Original and Final Budget	Actual	2023 Actual
Property Taxes	$ 2,982,159	$ 3,070,378	$ 3,096,826
Other Taxes			
Sales	6,500,000	6,213,898	5,625,259
Home rule sales tax	3,600,000	3,716,061	3,537,294
Utility taxes	450,000	373,845	441,405
Telecommunication taxes	18,000	18,721	18,412
Amusement	50,000	41,113	48,779
Other	50,000	49,593	45,773
Total other taxes	10,668,000	10,413,231	9,716,922
Intergovernmental			
State income tax	250,000	281,896	239,892
Personal property replacement tax	400,000	212,603	353,470
Court fines	15,000	19,928	11,419
Total intergovernmental	665,000	514,427	604,781
Licenses and Permits	545,050	1,487,976	472,434
Fines, Forfeitures and Penalties	50,750	57,435	39,894
Charges for Services	57,000	226,315	223,457
Investment Income	400,000	1,168,003	858,242
Other			
County gas refund	3,000	1,173	2,594
Damaged property	30,000	21,612	34,262
Proceeds from Des Plaines River Casino	125,000	127,913	122,820
Miscellaneous	263,100	453,453	65,059
Reimbursement of TIF administrative	500,000	-	-
Food pantry donations	-	25	1,285
Total other	921,100	604,176	226,020
Total revenues	$ 16,289,059	$ 17,541,941	$ 15,238,576

Village of Hodgkins

Detailed Schedule of Expenditures - Budget and Actual -
General Fund
Year Ended December 31, 2024
With Comparative Actual Amounts for the Year Ended December 31, 2023

	2024		
	Original and Final Budget	Actual	2023 Actual
General Government			
Salaries	$ 1,048,914	$ 817,366	$ 747,750
Employee benefits	70,000	88,182	72,809
Uniform allowance	9,125	5,986	5,562
Office and computer supplies	14,000	7,250	11,100
Computer equipment repair	1,000	-	-
Office equipment repair	250	-	-
Office equipment	75,000	36,792	955
Maintenance agreement	40,000	37,879	43,225
Legal retainer and services	302,500	324,495	303,699
Litigation	500	-	-
Consultant	18,000	16,530	19,800
Heating	10,000	4,171	5,021
Newspaper notices	5,000	4,913	4,814
Administration vehicle	65,000	-	65,409
Telephone services	22,500	22,963	11,736
Administrative gasoline	1,000	722	922
Public relations	100,000	76,497	79,690
Printing and postage	19,500	16,544	13,219
Membership dues and contributions	28,500	19,139	19,830
Zoning board of appeals	1,000	3,788	600
Educational seminars	1,000	-	1,393
Neighborhood improvements	50,000	38,677	9,180
Miscellaneous	18,000	540,789	287,043
Flowers & plant	30,000	25,380	119,141
Glass lettering	1,000	1,521	-
Lunchroom supplies	2,000	1,091	1,248
Clerk's expenditures	500	30	30
Mayor's expenditures	3,000	2,361	1,112
Bank fees	2,000	1,278	709
Aging well	20,000	10,568	5,878
Auditing	175,000	133,038	161,585
Street lighting	1,500	855	-
Park District insurance	-	35,643	(19,227)
Liability & property insurance	312,000	243,392	223,028
Damage to Village property	30,000	13,357	(2,998)
Willow Springs annexation	-	-	419
Laidlaw Bus Company	-	31,736	88,930
Other	25,000	15,509	5,542
Utilities	2,000	-	-
Village website	10,000	4,307	7,065
Emergency preparedness	4,000	-	-
Computer software	10,000	(2,286)	10,691
Senior services	5,000	-	5,000
Resident health assistance	30,000	23,100	22,105
Total general government	2,563,789	2,603,563	2,334,015

Village of Hodgkins

Detailed Schedule of Expenditures - Budget and Actual -
General Fund
Year Ended December 31, 2024
With Comparative Actual Amounts for the Year Ended December 31, 2023

	2024		
	Original and Final Budget	Actual	2023 Actual
Public Safety			
Salaries	$ 3,021,886	$ 3,008,922	$ 2,777,091
Contribution expenditures	1,239,722	1,209,177	971,643
Employee benefits	1,207,500	1,239,180	1,145,325
In service training	12,000	5,523	3,983
Personnel expenditures	500	-	-
Office and computer supplies	3,500	2,085	2,135
Computer equipment supplies	-	-	15,469
Tools & equipment	5,000	1,621	4,349
Computer maintenance & repairs	60,000	21,615	24,000
Squad car emergency repairs	50,000	29,764	12,158
Portable maintenance & repairs	81,000	61,632	39,246
Squad car maintenance	59,742	20,902	20,822
Building maintenance	375,000	389,405	278,557
Uniforms & incidentals	30,000	23,077	22,904
Gasoline	60,000	66,060	58,890
Printing and postage	3,500	2,937	2,247
Utilities	20,000	10,181	9,706
Public relations	4,000	3,904	3,597
D.A.R.E.	9,000	5,360	4,568
L.E.A.D.S. / CABS	5,000	1,093	770
Communications (dispatch)	140,000	133,082	130,000
Animal welfare	3,000	-	1,130
Schools	50,000	23,591	37,888
Civil service	15,000	18,575	9,520
Legal	50,000	30,000	48,000
Dues & publications	15,000	7,950	7,665
Miscellaneous	20,250	19,216	21,720
Lunchroom supplies	5,500	4,693	4,723
Juvenile	4,000	234	997
Investigation	9,000	9,713	8,632
Miscellaneous	5,000	3,075	3,180
Chief's expenditures	2,500	2,280	971
Photo finishing/supplies	1,500	-	109
Prisoner lodging	7,000	6,234	6,040
Portables	10,000	5,166	9,810
Telephones/pagers	45,000	51,569	46,837
Police grants	7,000	4,136	4,048
Police website	10,000	1,363	4,530
Total public safety	6,647,100	6,423,315	5,743,260

Village of Hodgkins

Detailed Schedule of Expenditures - Budget and Actual -
General Fund
Year Ended December 31, 2024
With Comparative Actual Amounts for the Year Ended December 31, 2023

	2024 Original and Final Budget	2024 Actual	2023 Actual
Public Works			
Salaries	$ 949,186	$ 971,252	$ 770,975
Employee benefits	228,000	201,052	189,382
Engineering fees	80,000	13,368	9,708
Superintendent expenditures	1,500	1,274	-
Miscellaneous	26,500	19,261	36,768
Safety equipment	7,000	1,819	6,408
Equipment maintenance & repair	30,000	19,584	13,613
Building maintenance & repair	46,000	4,165	4,047
Tire repair	5,000	1,973	458
Garbage removal	75,000	90,307	69,843
Kitchen supplies	3,500	3,028	2,890
Uniforms and safety shoes	16,000	8,423	11,992
Gasoline	20,000	24,907	18,916
Heat	20,000	7,433	10,270
Office supplies	2,400	285	1,764
Equipment supplies	53,500	29,433	36,637
Community services	60,000	60,000	60,000
Mechanic's tools and equipment	7,000	1,132	3,096
Communications	4,500	4,135	2,046
Equipment rental	8,000	1,826	2,405
Repairs to building and grounds	7,500	1,874	1,415
Historical Society supplies	125,000	12,044	8,506
Consultant and legal fees	65,000	28,904	26,179
Health Dept inspections	6,000	3,100	2,700
Beautification	15,000	10,521	10,696
Elevator inspection reimbursements	5,000	2,115	2,275
Decorations and flags	103,000	104,558	38,816
Dues	6,500	5,603	5,551
Salt	101,500	25,015	38,834
Meetings and seminars	6,000	480	4,129
Pest control	4,000	3,195	2,937
Cleaning	2,000	1,156	684
Alarm testing	3,000	1,251	1,626
Office equipment	5,000	775	775
Building inspector expenditures	1,500	777	90
Sprinkler systems and testing	114,000	1,427	8,162
Maintenance agreement	9,000	7,051	6,219
Pavement repairs	75,000	-	48,696
Tolls/IPass	400	107	364
Trainings and meetings	8,000	675	3,645
Total public works	2,305,486	1,675,285	1,463,517
TIF Area Development	320,000	-	-
Community Development	120,000	151,925	75,383
Interest			
Interest, general government	200	-	-
Total debt service	200	-	-

Village of Hodgkins

Detailed Schedule of Expenditures - Budget and Actual -
General Fund
Year Ended December 31, 2024
With Comparative Actual Amounts for the Year Ended December 31, 2023

	2024		
	Original and Final Budget	Actual	2023 Actual
Capital Outlay			
General government:			
Computer equipment	$ 15,000	$ 5,494	$ 25,477
CDBG, Village portion	-	-	27,349
Equipment	-	-	212,000
Purchase of property	230,000	250,387	-
Community room	500	-	-
Capital projects	120,000	56,502	72,954
Total general government	365,500	312,383	337,780
Public safety:			
Computer equipment	85,000	54,565	118,002
Office equipment	21,500	5,402	9,723
Squad cars	100,000	98,931	83,301
Squad car equipment	-	-	6,944
Squad car computers	42,000	39,435	11,178
Total public safety	248,500	198,333	229,148
Public works:			
Land	100,000	95,511	15,365
Tools	84,000	81,751	9,011
Demolition	100,000	-	-
Equipment and backhoe	20,000	14,262	-
Sidewalks and aprons	3,000	-	1,423
New truck	15,000	50,807	239,728
Leon Cook Overpass	15,000	-	-
Computer	52,500	33,227	16,956
8890 67th Street	100,000	87,531	60,078
Salt dome	2,000	-	-
Street and bridge repairs	300,000	59,419	1,614
Street and bridge engineering	235,000	11,527	27,834
Street lighting	75,000	48,384	42,065
Total public works	1,101,500	482,419	414,074
Total capital outlay	1,715,500	993,135	981,002
Total expenditures	$ 13,672,075	$ 11,847,223	$ 10,597,177

Village of Hodgkins

Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2024

	Illinois Municipal Retirement	911 Emergency Telephone	Motor Fuel Tax	Community Development Block Grant	Police Seizure and Forfeiture
Assets					
Cash and investments	$ -	$ 120,820	$ 693,159	$ 13,416	$ 79,354
Receivables:					
Property tax receivable	358,386	-	-	-	-
Motor fuel tax	-	-	5,633	-	-
Sales tax	-	-	-	-	-
Due from other funds	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-
Total assets	$ 358,386	$ 120,820	$ 698,792	$ 13,416	$ 79,354
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	$ 8,529	$ -	$ 3,198	$ -	$ -
Due to other funds	17,096	-	-	-	-
Total liabilities	25,625	-	3,198	-	-
Deferred Inflows of Resources					
Property taxes levied for a future period	334,111	-	-	-	-
Unavailable, other tax revenue	-	-	-	-	-
Total deferred inflows of resources	334,111	-	-	-	-
Fund Balances (Deficit)					
Restricted for debt service purposes	-	-	-	-	-
Restricted for capital projects	-	-	-	13,416	-
Restricted for public safety	-	120,820	-	-	79,354
Restricted for street improvements	-	-	695,594	-	-
Assigned to capital projects	-	-	-	-	-
Unassigned (deficit)	(1,350)	-	-	-	-
Total fund balances (deficit)	(1,350)	120,820	695,594	13,416	79,354
Total liabilities, deferred inflows of resources and fund balances	$ 358,386	$ 120,820	$ 698,792	$ 13,416	$ 79,354

TIF 4 Sales Tax	Future Projects	Series 2009 Project	Project Fund	Total Nonmajor Governmental Funds
$ 221,779	$ 4,674,059	$ -	$ 2,155,186	$ 7,957,773
-	-	-	-	358,386
-	-	-	-	5,633
83,215	-	-	-	83,215
151,134	-	-	-	151,134
-	-	-	34,967	34,967
$ 456,128	$ 4,674,059	$ -	$ 2,190,153	$ 8,591,108
$ -	$ -	$ -	$ -	$ 11,727
221,779	-	-	-	238,875
221,779	-	-	-	250,602
-	-	-	-	334,111
19,599	-	-	-	19,599
19,599	-	-	-	353,710
214,750	-	-	-	214,750
-	-	-	892,572	905,988
-	-	-	-	200,174
-	-	-	-	695,594
-	4,674,059	-	1,297,581	5,971,640
-	-	-	-	(1,350)
214,750	4,674,059	-	2,190,153	7,986,796
$ 456,128	$ 4,674,059	$ -	$ 2,190,153	$ 8,591,108

Village of Hodgkins

Combining Statement of Revenues, Expenditures and Changes
in Fund Balances -
Nonmajor Governmental Funds
Year Ended December 31, 2024

	Illinois Municipal Retirement	911 Emergency Telephone	Motor Fuel Tax	Community Development Block Grant	Police Seizure and Forfeiture
Revenues					
Property taxes	$ 300,153	$ -	$ -	$ -	$ -
Other taxes	-	-	-	-	-
Intergovernmental	-	-	66,676	-	-
Charges for services	-	40,706	-	-	-
Investment income	-	4,397	23,313	7,383	2,741
Other	-	2,100	-	-	-
Total revenues	300,153	47,203	89,989	7,383	2,741
Expenditures					
Current:					
General government	306,627	-	-	-	-
Public safety	-	2,453	-	-	221
Public works	-	-	47,604	-	-
Capital outlay	-	34,360	-	-	-
Total expenditures	306,627	36,813	47,604	-	221
Excess (deficiency) of revenues over expenditures	(6,474)	10,390	42,385	7,383	2,520
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balances	(6,474)	10,390	42,385	7,383	2,520
Fund Balances, Beginning as Previously Reported	5,124	110,430	653,209	6,033	76,834
Accounting changes (see note disclosure)	-	-	-	-	-
Fund Balances, Beginning, as Adjusted	5,124	110,430	653,209	6,033	76,834
Fund Balances (Deficit), Ending	$ (1,350)	$ 120,820	$ 695,594	$ 13,416	$ 79,354

TIF 4 Sales Tax	Future Projects	Series 2009 Project	Project Fund	Total Nonmajor Governmental Funds
$ -	$ -	$ -	$ -	$ 300,153
278,060	-	-	-	278,060
-	-	-	-	66,676
-	-	-	-	40,706
-	145,397	2	39,563	222,796
-	-	-	89,540	91,640
278,060	145,397	2	129,103	1,000,031
-	-	39,831	4,982	351,440
-	-	-	-	2,674
-	-	-	-	47,604
-	342,598	-	-	376,958
-	342,598	39,831	4,982	778,676
278,060	(197,201)	(39,829)	124,121	221,355
-	3,434,818	-	-	3,434,818
(221,779)	-	(298,290)	-	(520,069)
(221,779)	3,434,818	(298,290)	-	2,914,749
56,281	3,237,617	(338,119)	124,121	3,136,104
158,469	1,436,442	338,119	-	2,784,660
-	-	-	2,066,032	2,066,032
158,469	1,436,442	338,119	2,066,032	4,850,692
$ 214,750	$ 4,674,059	$ -	$ 2,190,153	$ 7,986,796

Village of Hodgkins

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual - Illinois Municipal Retirement Fund - Nonmajor Special Revenue Fund
Year Ended December 31, 2024
With Comparative Actual Amounts for the Year Ended December 31, 2023

	2024		
	Original and Final Budget	Actual	2023 Actual
Revenues			
Property taxes	$ 277,000	$ 300,153	$ 334,080
Total revenues	277,000	300,153	334,080
Expenditures			
General government:			
Employer's share of I.M.R.F.	76,000	102,505	135,957
Employer's share of Social Security	201,000	204,122	191,481
Total expenditures	277,000	306,627	327,438
Net change in fund balance	$ -	(6,474)	6,642
Fund Balance (Deficit), Beginning		5,124	(1,518)
Fund Balance (Deficit), Ending		$ (1,350)	$ 5,124

Village of Hodgkins

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual - 911 Emergency Telephone - Nonmajor Special Revenue Fund
Year Ended December 31, 2024
With Comparative Actual Amounts for the Year Ended December 31, 2023

	2024 Original and Final Budget	2024 Actual	2023 Actual
Revenues			
Charges for services	$ 40,000	$ 40,706	$ 47,399
Investment income	2,500	4,397	4,129
Miscellaneous	-	2,100	-
Total revenues	42,500	47,203	51,528
Expenditures			
Public safety:			
Contract fee	12,000	2,453	6,261
Legal	1,000	-	-
Conferences	4,500	-	4,188
Training	1,000	-	-
Miscellaneous	500	-	-
Total public safety:	19,000	2,453	10,449
Capital outlay:			
Equipment	34,550	34,360	34,360
Reverse system	2,500	-	-
Total capital outlay:	37,050	34,360	34,360
Total expenditures	56,050	36,813	44,809
Net change in fund balance	$ (13,550)	10,390	6,719
Fund Balance, Beginning		110,430	103,711
Fund Balance, Ending		$ 120,820	$ 110,430

Village of Hodgkins

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual - Motor Fuel Tax - Nonmajor Special Revenue Fund
Year Ended December 31, 2024
With Comparative Actual Amounts for the Year Ended December 31, 2023

	2024		
	Original and Final Budget	Actual	2023 Actual
Revenues			
Intergovernmental			
Motor fuel tax	$ 60,000	$ 66,676	$ 64,742
Investment income	15,000	23,313	20,217
Total revenues	75,000	89,989	84,959
Expenditures			
Public works:			
Engineering	1,250	1,963	175
Pavement repairs	1,500	877	692
Street cleaning	-	-	1,483
Snow and ice control	20,000	19,819	798
Street signs and paint	1,000	453	844
Sidewalk, curb and gutter repairs	15,000	-	1,758
Street lighting	10,000	8,878	-
Traffic signals	14,400	15,614	16,584
Total expenditures	63,150	47,604	22,334
Net change in fund balance	$ 11,850	42,385	62,625
Fund Balance, Beginning		653,209	590,584
Fund Balance, Ending		$ 695,594	$ 653,209

Village of Hodgkins

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual - Community Development Block Grant
- Nonmajor Special Revenue Fund
Year Ended December 31, 2024
With Comparative Actual Amounts for the Year Ended December 31, 2023

	2024		
	Original and Final Budget	Actual	2023 Actual
Revenues			
Intergovernmental:			
Federal grants	$ 60,000	$ -	$ 23,075
Investment income	-	7,383	5,521
Total revenues	60,000	7,383	28,596
Expenditures			
Capital outlay:			
Engineering fees	-	-	4,340
Miscellaneous	10,000	-	-
Total expenditures	10,000	-	4,340
Net change in fund balance	$ 50,000	7,383	24,256
Fund Balance (Deficit), Beginning		6,033	(18,223)
Fund Balance, Ending		$ 13,416	$ 6,033

OTHER SUPPLEMENTARY SCHEDULES

Village of Hodgkins

Debt Service Requirements
Taxable General Obligation Bonds, Series 2016
December 31, 2024

Year	Principal Issued	Principal Paid	Principal Outstanding	Interest Due	Total Debt Service Requirements
2016	$ -	$ -	$ -	$ -	$ -
2017	400,000	400,000	-	-	-
2018	410,000	410,000	-	-	-
2019	420,000	420,000	-	-	-
2020	430,000	430,000	-	-	-
2021	440,000	440,000	-	-	-
2022	450,000	450,000	-	-	-
2023	465,000	465,000	-	-	-
2024	475,000	475,000	-	-	-
2025	490,000	-	490,000	248,110	738,110
2026	505,000	-	505,000	234,390	739,390
2027	520,000	-	520,000	214,695	734,695
2028	545,000	-	545,000	194,415	739,415
2029	565,000	-	565,000	173,160	738,160
2030	585,000	-	585,000	151,125	736,125
2031	610,000	-	610,000	128,310	738,310
2032	630,000	-	630,000	104,520	734,520
2033	655,000	-	655,000	79,950	734,950
2034	685,000	-	685,000	54,405	739,405
2035	710,000	-	710,000	27,690	737,690
Total	$ 9,990,000	$ 3,490,000	$ 6,500,000	$ 1,610,770	$ 8,110,770

Date of Issue	August 25, 2016
Date of Maturity	January 1, 2036
Authorized Issue	$9,990,000
Denomination of Bonds	$5,000
Principal Date	January 1
Interest Date	January 1 and July 1
Interest Rates	2.375% - 3.900%
Paying Agent	Bank of New York - Chicago, Illinois
Purpose	Capital Projects

Village of Hodgkins

Debt Service Requirements
Senior Lien Tax Increment Revenue Bonds, Series 2017
December 31, 2024

Year	Principal Issued	Principal Paid	Principal Outstanding	Interest Due	Total Debt Service Requirements
2018	$ -	$ -	$ -	$ -	$ -
2019	-	-	-	-	-
2020	10,000	10,000	-	-	-
2021	140,000	140,000	-	-	-
2022	165,000	165,000	-	-	-
2023	180,000	180,000	-	-	-
2024	195,000	195,000	-	-	-
2025	225,000	-	225,000	247,360	472,360
2026	240,000	-	240,000	234,281	474,281
2027	255,000	-	255,000	220,359	475,359
2028	290,000	-	290,000	205,031	495,031
2029	310,000	-	310,000	188,156	498,156
2030	325,000	-	325,000	170,297	495,297
2031	345,000	-	345,000	151,453	496,453
2032	365,000	-	365,000	131,484	496,484
2033	385,000	-	385,000	110,391	495,391
2034	405,000	-	405,000	88,171	493,171
2035	430,000	-	430,000	64,688	494,688
2036	455,000	-	455,000	39,797	494,797
2037	480,000	-	480,000	13,500	493,500
Total	$ 5,200,000	$ 690,000	$ 4,510,000	$ 1,864,968	$ 6,374,968

Date of Issue	July 20, 2017
Date of Maturity	January 1, 2037
Authorized Issue	$5,200,000
Denomination of Bonds	$100,000 with increments of $5,000 in excess thereof
Principal Date	January 1
Interest Date	July 1 and January 1
Interest Rates	5.625%
Paying Agent	Bank of New York - Chicago, Illinois
Purpose	Redevelopment Projects

Village of Hodgkins

Debt Service Requirements
Series 2018A General Obligation Refunding TIF Bonds
December 31, 2024

Year	Principal Issued	Principal Paid	Principal Outstanding	Interest Due	Total Debt Service Requirements
2019	$ 395,000	$ 395,000	$ -	$ -	$ -
2020	410,000	410,000	-	-	-
2021	420,000	420,000	-	-	-
2022	470,000	470,000	-	-	-
2023	485,000	485,000	-	-	-
2024	500,000	500,000	-	-	-
2025	555,000	-	555,000	131,125	686,125
2026	575,000	-	575,000	111,300	686,300
2027	600,000	-	600,000	87,800	687,800
2028	610,000	-	610,000	63,600	673,600
2029	630,000	-	630,000	38,800	668,800
2030	655,000	-	655,000	13,100	668,100
Total	$ 6,305,000	$ 2,680,000	$ 3,625,000	$ 445,725	$ 4,070,725

Date of Issue	June 27, 2018
Date of Maturity	January 1, 2030
Authorized Issue	$6,305,000
Denomination of Bonds	$5,000
Principal Date	January 1
Interest Date	July 1 and January 1
Interest Rates	3.000% - 4.000%
Paying Agent	Bank of New York Mellon
Purpose	Refunding 2017 TIF bonds

Village of Hodgkins

Debt Service Requirements
Series 2018B-1 General Obligation Refunding Bonds
December 31, 2024

Year	Principal Issued	Principal Paid	Principal Outstanding	Interest Due	Total Debt Service Requirements
2019	$ -	$ -	$ -	$ -	$ -
2020	-	-	-	-	-
2021	225,000	225,000	-	-	-
2022	200,000	200,000	-	-	-
2023	200,000	200,000	-	-	-
2024	175,000	175,000	-	-	-
2025	175,000	-	175,000	10,125	185,125
2026	250,000	-	250,000	3,750	253,750
Total	$ 1,225,000	$ 800,000	$ 425,000	$ 13,875	$ 438,875

Date of Issue	June 27, 2018
Date of Maturity	January 1, 2026
Authorized Issue	$1,225,000
Denomination of Bonds	$5,000
Principal Date	January 1
Interest Date	July 1 and January 1
Interest Rates	3.00%
Paying Agent	Bank of New York Mellon
Purpose	Prepayment of Sales Tax Revenue Note

Village of Hodgkins

Debt Service Requirements
Series 2018B-2 General Obligation Refunding Bonds
December 31, 2024

Year	Principal Issued	Principal Paid	Principal Outstanding	Interest Due	Total Debt Service Requirements
2019	$ 510,000	$ 510,000	$ -	$ -	$ -
2020	530,000	530,000	-	-	-
2021	325,000	325,000	-	-	-
2022	375,000	375,000	-	-	-
2023	400,000	400,000	-	-	-
2024	445,000	445,000	-	-	-
2025	475,000	-	475,000	8,431	483,431
Total	$ 3,060,000	$ 2,585,000	$ 475,000	$ 8,431	$ 483,431

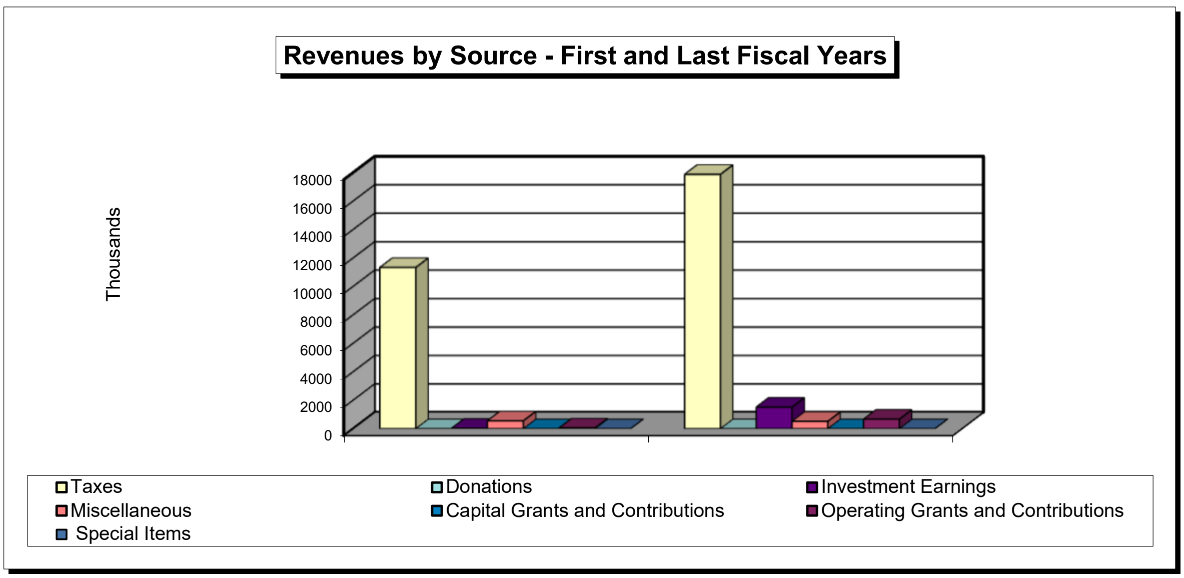
Date of Issue	June 27, 2018
Date of Maturity	January 1, 2025
Authorized Issue	$3,060,000
Denomination of Bonds	$5,000
Principal Date	January 1
Interest Date	July 1 and January 1
Interest Rates	3.000% - 3.550%
Paying Agent	Bank of New York Mellon
Purpose	Repayment of Sales Tax Revenue Note

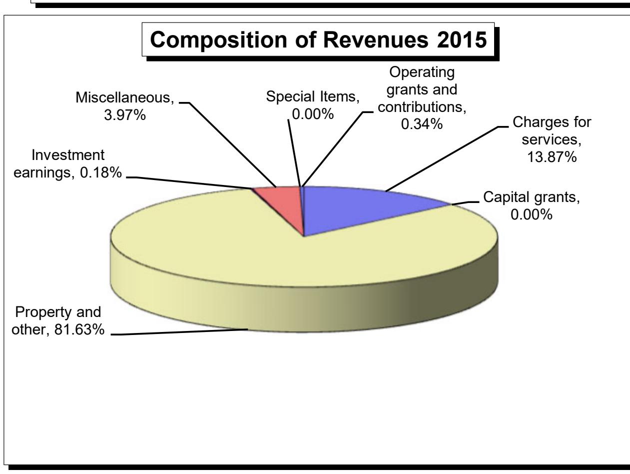
STATISTICAL SECTION

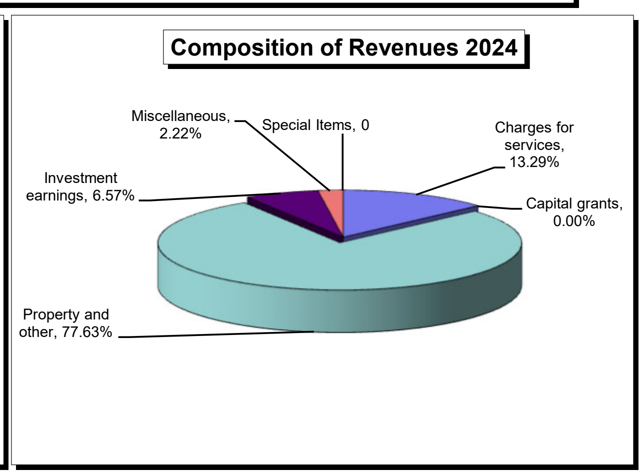
Village of Hodgkins

Government-Wide Revenues
Last Ten Fiscal Years

	2015	2016	2017	2018
Program Revenues				
Charges for services	$ 1,925,753	$ 1,840,930	$ 1,966,273	$ 2,057,630
Operating grants and contributions	47,771	51,349	50,627	49,956
Capital grants and contributions	-	120,000	60,000	50,000
Total program revenues	1,973,524	2,012,279	2,076,900	2,157,586
General Revenues				
Property and other taxes	11,330,766	11,629,831	12,109,909	12,905,648
Investment earnings	25,504	36,643	78,680	123,105
Miscellaneous	551,534	341,370	445,796	370,924
Total general revenues	11,907,804	12,007,844	12,634,385	13,399,677
Total revenues	$ 13,881,328	$ 14,020,123	$ 14,711,285	$ 15,557,263





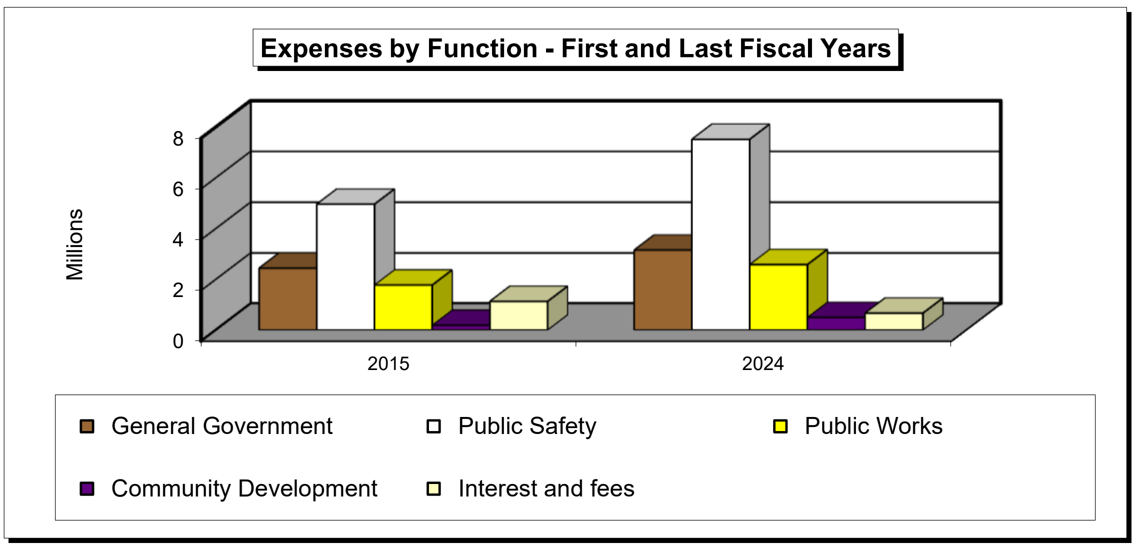


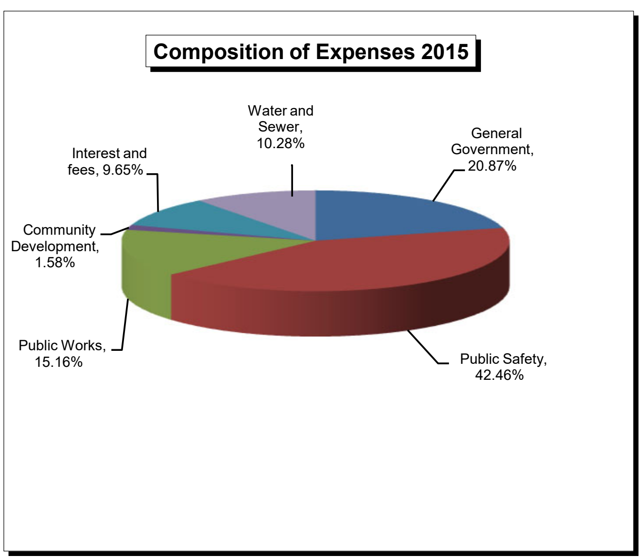
2019	2020	2021	2022	2023	2024
$ 2,132,873	$ 2,059,776	$ 1,964,605	$ 2,085,081	$ 1,984,975	$ 3,061,395
62,233	69,624	74,368	72,147	66,027	66,701
-	129,066	129,066	-	23,075	-
2,195,106	2,258,466	2,168,039	2,157,228	2,074,077	3,128,096
12,902,877	13,673,943	16,049,790	16,179,678	17,189,529	17,877,051
244,952	159,035	62,980	353,242	1,046,879	1,513,598
1,282,301	945,059	313,370	806,901	1,008,562	510,629
14,430,130	14,778,037	16,426,140	17,339,821	19,244,970	19,901,278
$ 16,625,236	$ 17,036,503	$ 18,594,179	$ 19,497,049	$ 21,319,047	$ 23,029,374

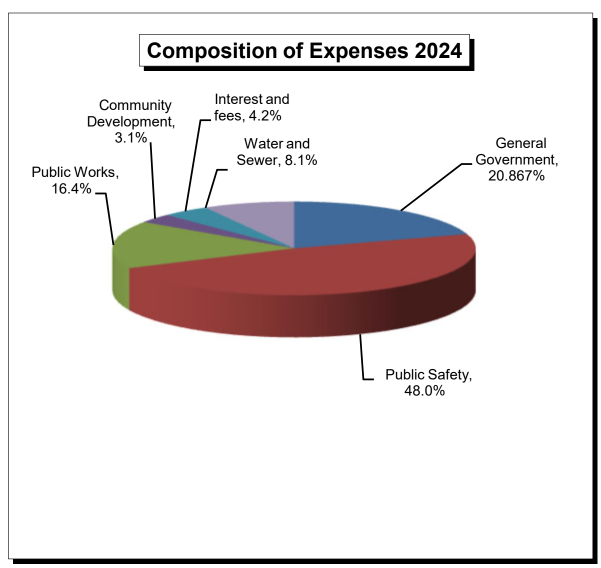
Village of Hodgkins

Government-Wide Expenses by Function
Last Ten Fiscal Years

	2015	2016	2017	2018
Governmental Activities				
General government	$ 2,436,192	$ 2,880,683	$ 3,112,738	$ 3,012,066
Public safety	4,956,637	5,317,544	5,608,391	5,916,153
Public works	1,769,690	2,335,966	2,048,447	1,967,065
Community development	184,763	204,883	134,264	6,043,048
Interest and fees	1,126,615	1,420,129	1,616,325	1,684,873
Total governmental activities	10,473,897	12,159,205	12,520,165	18,623,205
Business-Type Activities				
Water and sewer	1,200,705	1,421,056	1,213,076	1,316,327
Total business-type activities	1,200,705	1,421,056	1,213,076	1,316,327
Total expenses	$ 11,674,602	$ 13,580,261	$ 13,733,241	$ 19,939,532







Source of Information: 2015 - 2024 Financial Statements

2019	2020	2021	2022	2023	2024
$ 2,693,093	$3,068,238	$ 2,645,705	$ 2,623,398	$ 2,817,828	$ 3,146,198
5,941,668	6,691,937	4,647,381	6,150,354	7,062,035	7,511,461
1,853,836	2,107,167	1,485,203	2,083,698	1,615,358	2,576,154
1,324,103	639,637	595,413	6,980,760	2,231,011	493,253
966,375	870,790	824,483	774,150	719,883	662,150
12,779,075	13,377,769	10,198,185	18,612,360	14,446,115	14,389,216
1,071,661	1,367,814	1,144,396	1,328,363	1,565,035	1,275,130
1,071,661	1,367,814	1,144,396	1,328,363	1,565,035	1,275,130
$ 13,850,736	$ 14,745,583	$ 11,342,581	$ 19,940,723	$ 16,011,150	$ 15,664,346

Village of Hodgkins

General Governmental Revenues by Source
Last Ten Fiscal Years

Fiscal Year	Property Tax	Other Taxes	Intergovern-mental	Licenses and Permits	Investment Earnings
2024	$ 5,742,145	$ 11,390,674	$ 581,103	$ 1,487,976	$ 1,390,799
2023	5,865,270	10,658,783	692,598	472,434	931,352
2022	4,808,190	10,564,091	849,661	525,378	298,327
2021	5,211,794	10,345,513	753,559	438,258	57,169
2020	5,231,074	7,833,814	625,264	469,098	146,866
2019	5,898,474	6,605,248	477,411	615,014	224,525
2018	5,954,142	6,592,494	406,574	589,123	114,570
2017	5,461,113	6,370,613	457,413	478,408	74,343
2016	4,888,415	6,375,191	438,039	447,931	32,972
2015	4,670,088	6,268,243	408,415	393,376	24,807

Fiscal Year	Property Tax	Road and Bridge Tax	Total Property Tax	Sales Tax	Utility Tax
2024	$ 5,697,499	$ 44,646	$ 5,742,145	$ 7,191,341	$ 373,845
2023	5,820,624	44,646	5,865,270	6,567,120	441,405
2022	4,767,740	40,450	4,808,190	6,528,695	446,344
2021	5,171,233	40,561	5,211,794	6,477,393	425,588
2020	5,190,735	40,339	5,231,074	6,015,055	422,695
2019	5,854,922	43,552	5,898,474	5,887,205	445,388
2018	5,910,590	43,552	5,954,142	5,845,020	453,837
2017	5,417,561	43,552	5,461,113	5,660,957	399,859
2016	4,844,863	43,552	4,888,415	5,633,638	433,201
2015	4,626,535	43,553	4,670,088	5,505,481	456,472

Note: Information includes revenues for all governmental fund types.

Source of Information: 2015 - 2024 Annual Financial Statements

Miscellaneous	Total
$ 1,020,272	$ 21,612,969
1,322,071	19,942,508
1,068,262	18,113,909
474,765	17,281,058
1,019,308	15,325,424
911,301	14,731,973
730,443	14,387,346
863,038	13,704,928
505,741	12,688,289
743,588	12,508,517

Amusement Tax	Miscellaneous Other Tax	Total Other Tax	Income Tax	Replacement Tax	Miscellaneous Intergovern-mental	Total Intergovern-mental
$ 41,113	$ 3,784,375	$ 11,390,674	$ 281,896	$ 212,603	$ 86,604	$ 581,103
48,779	3,601,479	10,658,783	239,892	353,470	99,236	692,598
47,015	3,542,037	10,564,091	246,308	477,103	126,250	849,661
23,823	3,418,709	10,345,513	247,862	248,648	257,049	753,559
20,618	1,375,446	7,833,814	208,899	129,737	286,628	625,264
83,569	189,086	6,605,248	203,536	150,859	123,016	477,411
91,001	202,636	6,592,494	182,991	116,769	106,814	406,574
89,867	219,930	6,370,613	188,654	120,999	147,760	457,413
108,803	199,549	6,375,191	184,662	123,232	130,145	438,039
121,154	185,136	6,268,243	201,847	135,673	70,895	408,415

Village of Hodgkins

General Governmental Expenditures by Function
Last Ten Fiscal Years

Fiscal Year	General Government	Public Safety	TIF Area Development	Public Works	Debt Service
2024	$ 2,955,003	$ 6,425,989	$ 191,428	$ 1,722,889	$ 2,497,446
2023	3,183,782	5,753,759	315,904	1,469,267	2,495,789
2022	2,817,900	5,507,564	1,889,136	1,102,113	2,481,231
2021	2,426,353	5,547,221	257,082	1,108,358	2,455,157
2020	2,594,248	5,467,251	140,713	1,115,473	2,329,190
2019	2,183,304	5,126,174	570,673	1,040,223	3,288,877
2018	2,180,091	5,250,697	4,454,926	1,006,121	10,073,073
2017	2,337,332	5,269,547	881,994	891,114	3,238,888
2016	2,162,770	5,018,591	3,647,503	1,082,358	2,709,111
2015	2,135,450	4,593,970	908,206	1,030,556	2,344,501

Note: Information includes expenditures from all governmental fund types.

Source of Information: 2015 - 2024 Annual Financial Statements

Capital Outlay	Community Development	Total
$ 1,370,093	$ 151,925	$ 15,314,773
1,020,202	75,383	14,314,086
831,782	154,779	14,784,505
1,195,776	422,876	13,412,823
846,370	460,236	12,953,481
478,963	-	12,688,214
459,732	-	23,424,640
1,802,149	-	14,421,024
7,715,576	-	22,335,909
571,520	10,000	11,594,203

Village of Hodgkins

Property Tax Rates, Levies and Collections
Last Ten Tax Levy Years

	2023	2022	2021	2020
Rates Extended*				
Corporate	0.5572	0.7792	0.7611	0.5939
Bond and Interest	0.2456	0.3161	0.3121	0.2934
Police Pension	0.4055	0.4465	0.4472	0.4584
Municipal Retirement	0.0249	0.0696	0.0702	0.1534
Social Security	0.0658	0.0533	0.0590	0.0507
Total rates extended	1.2990	1.6647	1.6496	1.5498
Levies Extended				
Corporate	$ 1,754,540	$ 1,913,974	$ 1,887,079	$ 1,567,291
Bond and Interest	773,231	776,402	773,882	774,354
Police Pension	1,276,914	1,096,859	1,108,716	1,209,680
Municipal Retirement	78,280	170,980	174,070	404,790
Social Security	207,030	130,810	146,260	133,900
Total levies extended	$ 4,089,995	$ 4,089,025	$ 4,090,007	$ 4,090,015
Total Collections	$ 3,722,221	$ 4,074,291	$ 3,795,259	$ 4,042,969
Percentage Received	91.01%	99.64%	92.79%	98.85%

Source of Information: Cook County Levy, Rate and Extension Reports and Agency Collection Distribution Reports (Cook County Treasurer's website) for 2014 to 2023

* Tax rates are expressed in dollars per $100 of assessed valuation.

2019	2018	2017	2016	2015	2014
0.7487	0.8563	0.8109	0.9592	0.9880	0.9510
0.3377	0.8155	0.7958	0.8841	0.5176	0.4999
0.4979	0.5149	0.4815	0.5062	0.5175	0.4914
0.1356	0.0753	0.0934	0.0912	0.1081	0.1026
0.0633	0.0589	0.0568	0.0610	0.0666	0.0649
1.7832	2.3209	2.2384	2.5017	2.1978	2.1098
$ 1,717,225	$ 1,885,851	$ 1,851,864	$ 1,959,828	$ 1,939,940	$ 1,948,032
774,578	1,795,996	1,817,362	1,806,445	1,016,298	1,023,989
1,141,927	1,133,982	1,099,629	1,034,303	1,016,097	1,006,625
311,060	165,830	213,210	186,430	212,180	210,120
145,230	129,780	129,780	124,630	130,810	132,870
$ 4,090,020	$ 5,111,439	$ 5,111,845	$ 5,111,636	$ 4,315,325	$ 4,321,636
$ 4,048,766	$ 5,073,192	$ 5,016,259	$ 4,966,678	$ 4,154,631	$ 4,129,158
98.99%	99.25%	98.13%	97.16%	97.57%	95.55%

Village of Hodgkins

Equalized Assessed and Estimated Actual Value of Property
Last Ten Tax Levy Years

Tax Levy Year	Total Equalized Assessed Valuation	Amount of Increase (Decrease) Over Previous Year	Percentage Increase (Decrease) Over Previous Year	Actual Estimated Value*
2023	$ 314,868,263	$ 69,234,239	28.19%	$ 944,604,789
2022	245,634,024	(2,306,401)	-0.93%	736,902,072
2021	247,940,425	(15,967,981)	-6.05%	743,821,275
2020	263,908,406	34,550,088	15.06%	791,725,218
2019	229,358,318	9,133,265	4.15%	688,074,954
2018	220,225,053	(8,137,166)	-3.56%	660,675,159
2017	228,362,219	24,035,904	11.76%	685,086,657
2016	204,326,315	7,974,872	4.06%	612,978,945
2015	196,351,443	(8,478,713)	-4.14%	589,054,329
2014	204,830,156	2,443,104	1.21%	614,490,468

Source of Information: Cook County Levy, Rate and Extension Reports for 2014 to 2023.

* Represents three times the Equalized Assessed Valuation.

Village of Hodgkins

Ratio of Net General Obligation Bonded Debt to Assessed
Value and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years

Fiscal Year Ended December 31	Tax Levy Year	Gross General Bonded Debt	Available in the Debt Service Fund	Net General Bonded Debt
2024	2023	$ 6,500,000	$ 1,711,088	$ 4,788,912
2023	2022	6,975,000	1,351,840	5,623,160
2022	2021	7,440,000	1,241,178	6,198,822
2021	2020	7,890,000	1,359,572	6,530,428
2020	2019	8,330,000	1,370,271	6,959,729
2019	2018	8,760,000	1,336,467	7,423,533
2018	2017	10,105,000	1,216,236	8,888,764
2017	2016	11,415,000	1,241,390	10,173,610
2016	2015	12,665,000	1,237,473	11,427,527
2015	2014	3,475,000	1,159,437	2,315,563

Note: Population estimates are based on information received from the bureau of the census and local city and village governmental data.

Source of Information: 2014-2023 Annual Financial Statements

Equalized Assessed Valuation	Percentage of Net General Bonded Debt to Assessed Valuation	Estimated Population	Net General Bonded Debt Per Capita
$ 314,868,263	1.52 %	1,500	$ 3,193
245,634,024	2.29	1,500	3,749
247,940,425	2.50	1,500	4,133
263,908,406	2.47	1,500	4,354
229,358,318	3.03	1,971	3,531
220,225,053	3.37	1,897	3,913
228,362,219	3.89	1,897	4,686
204,326,315	4.98	1,897	5,363
196,351,443	5.82	1,897	6,024
204,830,156	1.13	1,897	1,221

Village of Hodgkins

Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to
Total General Governmental Expenditures
Last Ten Fiscal Years

Year Ended December 31	All Governmental Fund Types - Total Expenditures	Debt Service Fund Expenditures (1)	Ratio of Annual Debt Service Fund Expenditures to All Governmental Fund Types - Total Expenditures
2024	$ 15,314,773	$ 736,410	4.81 %
2023	14,314,086	739,430	5.17
2022	14,784,505	737,030	5.50
2021	13,412,823	737,479	5.50
2020	12,953,481	737,695	5.69
2019	12,688,214	1,710,472	13.48
2018	23,424,640	1,730,821	7.39
2017	14,421,024	1,721,222	11.94
2016	22,335,909	1,087,770	4.87
2015	11,594,203	973,889	8.40

Note: (1) Debt Service Fund expenditures represent payment of principal
and interest on General Bonded Debt in the Village's Bond and Interest Fund.

Source of Information: 2015 - 2024 Annual Financial Statements

The Village is a home rule municipality.

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes governs computation of the legal debt margin.

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

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

Village of Hodgkins

Demographic Statistics
Last Ten Fiscal Years

Year	Hodgkins Population	Cook County Population
2015	1,897	5,194,675
2016	1,897	5,194,675
2017	1,897	5,194,675
2018	1,897	5,194,675
2019	1,897	5,194,675
2020	1,971	5,150,223
2021	1,500	5,275,541
2022	1,500	5,275,541
2023	1,500	5,275,541
2024	1,500	5,275,541

Note: Obtained from Census Data

Largest Taxpayers
December 31, 2024

Taxpayer Name	Type of Business or Property	2023 Equalized Assessed Valuation	Percent of Village's Total EAV
United Parcel Service	Industrial properties, package delivery service, Central Illinois District	$ 94,186,586	29.91%
The Quarry	Shopping center	28,682,358	9.11%
Santa Fe Industrial	Industrial properties	23,387,799	7.43%
Foreign Agricultural Service	Industrial properties	20,198,584	6.41%
Menards	Shopping center	10,566,898	3.36%
Continental Autos Inc	Auto dealership	7,917,788	2.51%
Stag Industrial	Industrial properties	7,087,608	2.25%
Target	Shopping center	6,931,765	2.20%
Maribel Salinas	Industrial building	5,461,829	1.73%
Vee Pak	Outsource manufacturing	4,914,844	1.56%
		$ 209,336,059	66.48%

The Village of Hodgkins is located in Southwest Cook County 17 miles from the City of Chicago and is bounded on the North by Route 66, Santa Fe Railroad on the South, Willow Springs Road on the West, and Des Plaines River on the East. Its population, reported on the 2010 census was 1,897. The Village's source of pride lies in achieving an atmosphere conducive to family life, while at the same time nurturing a healthy relationship with the many businesses located within its boundaries.

In the mid-1960's, the Santa Fe Railroad made available 275 acres of land for development. Located in the Santa Fe Improvement Park are Continental Baking Company, Certified Grocers of Illinois, along with many smaller industries. Also located at the West end of the Village, is the United Parcel Service hub constructed in 1991. In addition, the Santa Fe Industrial Park expanded with the construction of a new Intermodal Facility. During the late 1970's and early 1980's, the motor freight industry began to decline and many of these companies were forced to cease operation. The Village took two major steps to insure the economic stability of the Village. In 1985, it joined the Village of McCook to create the McCook-Hodgkins Enterprise Zone. In 1986, it created a Tax Increment Finance District, both of these tools allowed the Village to offer certain incentives to new businesses desiring to locate in the Village. Ettleson Cadillac/Oldsmobile/Buick, Advantage Chevrolet and the Quarry Shopping Center were constructed on the sites formerly occupied by the trucking terminals. Major anchor stores include Sam's Club, Wal*Mart, Kohls, Menards, OfficeMax, Target, and Pep Boys. Restaurants include Applebee's, Casciani's Pizzeria, Salerno Pincente Risorante, and a Subway Sandwiches. Located on the South West corner of East Avenue is a Citgo Mini-Mart-Gas Station. By utilizing all of the economic development tools available to it, the Village of Hodgkins brought approximately 5,300 new jobs to the Western Suburbs by 1995.

The Village offers outstanding services to its residents. The new Noel B. Cummings Administration Center is now open. The building was dedicated to our Village President, Noel B. Cummings, in September 2008. The Village Administration Center, open from 8:00 a.m. to 5:00 p.m., sells stamps and offer residents village information. Village Board meetings are scheduled for the second Monday of every month at 7:00 p.m. and held at the Noel B. Cummings Administration Center at 8990 Lyon Street. The Police Department is located at 6015 Lenzi Avenue. Hodgkins has a Public Works Department, Water Department and an ESDA Department. The Park District and Library District offer state of the art facilities and schedule a myriad of activities all year long.

Located within the Village is Hodgkins Elementary School, located on Kane and Cobb Streets, with classrooms from Kindergarten to 6th grade. Students in 7th and 8th grade attend Gurrie Junior High located in LaGrange, both are in District 105. Lyons Township High School District 204 is located in Western Springs and LaGrange. The community college is the College of DuPage, located in Glen Ellyn.