CITY OF HOMETOWN, ILLINOIS

ANNUAL FINANCIAL REPORT

April 30, 2024

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WAGNER, SIM
& Co.
Certified Public Accountants
17W733 Butterfield Road, Suite G, Oakbrook Terrace, Illinois 60181 • Phone (630) 495-8080 • Fax (630) 495-8025
email: wagnersimco@gmail.com

To the Honorable Mayor and
Members of the City Council

INDEPENDENT AUDITOR'S REPORT

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 CITY OF HOMETOWN, ILLINOIS, as of and for the year ended April 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the CITY OF HOMETOWN, ILLINOIS, as of April 30, 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the CITY OF HOMETOWN, ILLINOIS, and to meet other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibility for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:
* Exercise professional judgment and maintain professional skepticism throughout the audit.

* Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
* Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the CITY OF HOMETOWN, ILLINOIS' internal control. Accordingly, no such opinion is expressed.
* Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
* Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the CITY OF HOMETOWN, ILLINOIS' ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages MD&A 1-9, 32, 36-41 and 48-53 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the CITY OF HOMETOWN, ILLINOIS' basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to such information 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 combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

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

Wagner, Sim & Co.

December 18, 2024
Oakbrook Terrace, Illinois

WAGNER, SIM & Co.

CITY OF HOMETOWN, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2024

As the management of the City of Hometown (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the City's financial activities for the fiscal year ended April 30, 2024. This discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the City's financial activities, (3) identify changes in the City's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

USING THE FINANCIAL SECTION OF THIS ANNUAL REPORT

The focus of the financial statements is on both the City as a whole (government-wide) and on individual funds. Both perspectives (government-wide and individual funds) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to-government) and enhance the City's accountability.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private sector business.

The *Statement of Net Position* presents information on the City's assets and deferred outflows of resources and liabilities and deferred inflows or resources, with the difference between the two reported as net position. This statement combines and consolidates governmental fund's current financial resources (short-term, spendable resources) with capital assets and long-term obligations using the accrual basis of accounting which maintains its measurement focus on economic resources rather than spendable financial resources. Over time, increases or decreases in net position may service as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* presents information on how the City's net position has 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 cash flows. Thus revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g. earned but not paid salaries). The *Statement of Activities* also reports the extent to which various expenses for governmental or business-type functions are dependent upon user-charges, grant sources, or general tax and other revenues.

Both of the government-wide financial statements distinguish functions of the City which are principally supported by taxes and intergovernmental revenues (governmental activities) from those functions which are intended to recover all or a significant portion of their costs through user-fees and charges (business-type activities). The governmental activities of the City include general government, public safety, culture and recreation, public health, and highways and streets. The business-type activities of the City include the purchase and distribution of Lake Michigan water and sanitary sewage collection, which are accounted for within a single enterprise fund.

The government-wide financial statements can be found on pages 6 and 7 of this report.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements to be more familiar, with the focus of presentation on individual funds rather than fund types. 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 City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing refinancing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial activities. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains one major governmental fund and three non-major special revenue 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 Fund. The Motor Fuel Tax Fund, Library Fund, and Special Events Fund are considered to be "non-major" special revenue funds.

The City adopts an annual budget for each of its governmental funds, except the special events fund. A budgetary comparison statement has been provided in the required supplementary information section or the combining and individual fund financial statements section of this report to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 8 through 11.

Proprietary Funds. The City maintains one proprietary fund, also referred to as an enterprise fund, to account for its water and sewer activities. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements and use the economic resources measurement focus and accrual basis of accounting, similar to private-sector businesses. The water-sewer fund is also a major fund.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Water and Sewer Fund data, including budget compliance information, is located in the combining and individual fund financial statements section of this report.

The basic proprietary fund financial statements can be found on pages 12 through 14.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 15 through 31 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information including the City's progress in funding its obligation to employee retirement plans. Required supplementary information can be found on pages 32 through 35 of this report.

The combining statements referred to earlier in connection with major and non-major governmental funds and the enterprise fund are presented immediately following the required supplementary information on employee retirement plans. Combining and individual fund statements can be found on pages 36 through 52 of this report.

GOVERNMENTAL-WIDE FINANCIAL STATEMENTS

Net Position

Table 1 presents a condensed Statement of Net Position as of April 30, 2024 compared to the prior year ending April 30, 2023.

Table 1
Statement of Net Position (in Millions)

	Governmental Activities		*Business-type Activities*		*Total Primary Government*	
	2024	2023	2024	2023	2024	2023
Assets						
Current and Other Assets	$ 3.5	$ 3.7	$ 2.2	$ 3.0	$ 5.7	$ 6.7
Capital Assets	3.4	3.5	1.6	0.6	5.0	4.1
Total Assets	$ 6.9	$ 7.2	$ 3.8	$ 3.6	$ 10.7	$ 10.8
Deferred Outflows	0.3	0.4	-	-	0.3	0.4
Total Assets and Deferred Overflows	$ 7.2	$ 7.6	$ 3.8	$ 3.6	$ 11.0	$ 11.2
Liabilities						
Current Liabilities	$ 0.1	$ 0.1	$ 0.1	$ 0.1	$ 0.2	$ 0.2
Long-Term Liabilities	0.2	0.3	-	-	0.2	0.3
Total Liabilities	$ 0.3	$ 0.4	$ 0.1	$ 0.1	$ 0.4	$ 0.5
Deferred Inflows	$ 0.9	$ 0.9	$ -	$ 0.5	$ 0.9	$ 1.4
Total Liabilities and Deferred Inflows	$ 1.2	$ 1.3	$ 0.1	$ 0.6	$ 1.3	$ 1.9
Net Position						
Net Investment in Capital Assets	$ 3.4	$ 3.5	$ 1.6	$ 0.6	$ 5.0	$ 4.1
Restricted	0.6	0.6	-	-	0.6	0.6
Unrestricted	2.0	2.2	2.1	2.4	4.1	4.6
Total Net Position	$ 6.0	$ 6.3	$ 3.7	$ 3.0	$ 9.7	$ 9.3

The City's combined total net position has improved from $9.3 million to $9.7 million during FY2024, an increase of $0.4 million or 4.3%. Of this increase, net position from governmental activities decreased $0.3 million (0.5%) and net position from business-type activities increased by $0.7 million (23.3%).

Statement of Activities (Changes in Net Position)

Table 2 summarizes the revenue and expenses of the City's activities for FY2024 compared to the prior FY2023.

Table 2
Changes in Net Position (in Millions)

	Governmental Activities		*Business-type Activities*		*Total Primary Government*	
	2024	2023	2024	2023	2024	2023
REVENUES						
Program Revenues						
Charges for Services	$ 0.5	$ 0.6	$ 1.6	$ 1.5	$ 2.1	$ 2.1
Capital Grants	-	0.4	0.5	0.1	0.5	0.5
General Revenues						
Taxes	2.6	2.5	-	-	2.6	2.5
Other Revenues	0.4	0.4	-	-	0.4	0.4
Total Revenues	$ 3.5	$ 3.9	$ 2.1	$ 1.6	$ 5.6	$ 5.5
EXPENSES						
General Government	$ 1.2	$ 1.0	$ -	$ -	$ 1.2	$ 1.0
Public Safety	1.4	1.3	-	-	1.4	1.3
Culture and Recreation	0.1	0.1	-	-	0.1	0.1
Public Health	0.1	0.1	-	-	0.1	0.1
Highways and Streets	0.5	0.5	-	-	0.5	0.5
Water and Sanitary Sewer	-	-	1.4	1.4	1.4	1.4
Unallowed depreciation	0.4	0.3	-	-	0.4	0.3
Total Expenses	$ 3.7	$ 3.3	$ 1.4	$ 1.4	$ 5.1	$ 4.7
Change in Net Position before transfers	$ (0.2)	$ 0.6	$ 0.7	$ 0.2	$ 0.5	$ 0.8
Transfers	-	-	-	-	-	-
Change in net position	$ (0.2)	$ 0.6	$ 0.7	$ 0.2	$ 0.5	$ 0.8
Net Position, May 1	6.2	5.6	3.0	2.8	9.2	8.4
Net Position, April 30	$ 6.0	$ 6.2	$ 3.7	$ 3.0	$ 9.7	$ 9.2

GOVERNMENTAL-WIDE REVENUES

Total combined revenues for FY2024 totaled $5.6 million, an increase of $0.1 million or 1.8% from the prior fiscal year. Total revenues from governmental activities decreased by $0.4 million or 10% and total revenues from business-type activities increased by $0.5 million or 31%. A summary of these revenues by source is listed in Table 3.

Table 3
Governmental-Wide Revenues (in Millions)

	Governmental Activities		*Business-type Activities*		*Total Primary Government*	
	2024	2023	2024	2023	2024	2023
Revenue Source:						
Water and Sewer	$ -	$ -	$ 1.6	$ 1.6	$ 1.6	$ 1.6
Sales Taxes	0.4	0.5	-	-	0.4	0.5
Property Taxes	0.5	0.5	-	-	0.5	0.5
State Income Taxes	0.7	0.7	-	-	0.7	0.7
Utility Tax	0.1	0.1	-	-	0.1	0.1
Fines and Forfeits	0.5	0.6	-	-	0.5	0.6
Telecommunications Taxes	0.1	0.1	-	-	0.1	0.1
Other Taxes	0.1	0.1	-	-	0.1	0.1
Licenses and Permits	0.2	0.2	-	-	0.2	0.2
Motor Fuel Taxes	0.3	0.3	-	-	0.3	0.3
Cable Franchise Fees	0.1	0.1	-	-	0.1	0.1
Investment Income	-	-	-	-	-	-
All Other Revenues	0.5	0.7	0.5	-	1.0	0.7
Transfers	-	-	-	-	-	-
Total Revenues	$ 3.5	$ 3.9	$ 2.1	$ 1.6	$ 5.6	$ 5.5

Revenues from the City's largest single revenue source, **water and sewer fees**, totaled $1.6 million in FY2024, the same as it was the previous year. Water/sewer rates charged to Hometown customers increased 5.0% per 1,000 gallons throughout the year. Total billed water consumption for FY2024 increased by 3.0% compared to the prior year. The largest revenue increase of $0.5 million for FY2024 was from all other revenues which was due to receiving capital grants this year.

GOVERNMENT-WIDE EXPENSES

Total governmental-wide expenses for FY2024 totaled $5.1million, an increase of $0.4 million or 8.5% from the prior year.

Expenses - Governmental Activities

FY2024 expenses for governmental activities totaled 3.7 million, an increase of 0.4 million or 12.1% from the prior year.

Hometown's largest share of costs allocated to governmental activities was in the area of **Public Safety** accounting for 38.9% which include the Police Department expenses. This was followed by **General Government** accounting for 32.1% which includes legislative boards and commissions, general administration, legal services, information technology, financial management, building maintenance and grant expenditures. This was followed by **Highways and Streets** activities, making up 14% of total governmental spending, which includes Public Works operating and maintenance activities as well as the City's infrastructure rehabilitation and replacement program. Culture and recreation activities, public health activities and unallocated depreciation expenditures round out total government activities at 15% which includes parks construction and maintenance, library expenses, public health expenses and depreciation of capital assets.

FY2024 expenses for **general government activities** increased by $0.2 million or 20.0% compared to the prior fiscal year. The increase was mainly due to increase in wages and health insurance.

Total Public Safety expenses increased by $0.1 million or 8% over FY2024. This increase was mainly due to increase in wages and equipment purchases.

Expenses - Business-Type Activities

Hometown's total business-type activities are limited to the activities of its sole enterprise fund, the Water and Sewer Fund. Total expense for water and sewer activities for FY2024 totaled $1.4 million, which remained the same from the prior year.

Water and sewer activities include the purchase of Lake Michigan water from the City of Chicago, maintaining the City's water distribution systems including mains, pumps, and metering and billing.

Depreciation expense, which makes up 10% of total fund expenses for FY2024, represents an allocation of previous capital costs incurred in connection with significant plant, equipment and system infrastructure improvements which are amortized over the useful life of the improvements.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

At April 30, 2024, the **governmental funds** had a combined total fund balance of $2.9 million decreasing by $0.3 million or 9.4% from April 30, 2023 (see page 10).

Net position of the City's **proprietary fund** totaled $3.7 million at April 30, 2024, an increase of $0.7 million or 23.3% from April 30, 2023 (see page 13).

<u>Major Funds</u>

<u>General Fund</u> - The City's General Fund is the primary governmental operations fund and provides for police services, public works activities such as street and light, public health, building reviews, code enforcement activities, culture and recreation, financial management and general administrative services.

During FY2024, General Fund operations resulted in an excess of expenditures over revenue of $349,941 before other financing sources and uses. After other financing sources and uses of $7,282. General Fund balance decreased by a total of $342,659 or 13.5% for the year ended April 30, 2024.

As illustrated in Table 4 , FY2024 General Fund revenues decreased by $503,718 or 14.1% and expenditures increased by $52,438 or 1.6% when compared to the prior FY2023.

Table 4
General Fund Budgetary Highlights
For the Fiscal Year Ended April 30, 2024

	Original and Final Budget	2023/24 Actual	2022/23 Actual	% Change
Revenues				
Taxes	$ 659,305	$ 617,959	$ 607,146	1.8 %
Licenses and Permits	222,000	214,089	241,780	(11.5) %
Intergovernmental	1,566,133	1,657,617	1,636,172	1.3 %
Charges for Services	16,000	18,056	17,932	0.7 %
Fines and Forfeits	519,400	508,537	573,036	(11.3) %
Investment Income	395	(236)	238	(99.2) %
Miscellaneous	39,621	56,831	500,267	(87.9) %
Total Revenues	$ 3,022,854	$ 3,072,853	$ 3,576,571	
Expenditures and Transfers				
General Government	$ 1,720,834	$ 1,306,548	$ 1,643,110	(10.5) %
Public Safety	2,001,165	1,714,246	1,368,407	25.3 %
Culture and Recreation	73,450	49,770	43,988	13.1 %
Highways and Streets	344,946	316,152	274,416	15.2 %
Public Health	42,855	36,078	40,435	(10.8) %
Subtotal Expenditures	$ 4,183,250	$ 3,422,794	$ 3,370,356	
Transfers Out (In)				
Water/Sewer Fund	(100,000)	-	-	- %
Library	7,500	-	-	- %
Sale of assets	-	(10,000)	-	100.0 %
Lease liability payments	-	2,718	2,606	4.3 %
Total Expenditures and Transfers	$ 4,090,750	$ 3,415,512	$ 3,372,962	
Change in Fund Balance	$ (1,067,896)	$ (342,659)	$ 203,609	

General Fund *tax revenues* (which includes items such as the property taxes, utility, and Cablevision tax) increased by $10,813 or 1.8% compared to the prior fiscal year. Most of the increase was due to an increase in amount of property taxes collected.

Total *license and permit* activity decreased by $27,691 or 11.5% compared to the prior fiscal year. Lower residential project developments accounts for the decrease this year.

The *intergovernmental* revenues category (which is composed of the City's share of the State Income tax, sales tax, replacement taxes, telecommunications tax and video gaming tax) increased by $21,445 or 1.3% compared to the prior year. Most of the increase is in this category was driven by higher income, and video gaming taxes collected this year.

Charges for Services increased $124 or 0.1% largely due to increase in Hammond Hall rental this year.

Fines and forfeit revenues include a number of categories of court fines distributed by the Cook County Circuit Court as well as fines generated through direct City traffic and safety programs including Safe Speed, the administrative tow process and local ordinance violations. Fines and forfeits decreased by $64,499 or 11.3% in FY2024, particularly in the area of local fine collections.

Miscellaneous income decreased by $443,436 or 88.6% during FY2024 due to not receiving grants this year.

On the expenditure side, total General Government expenditures decreased from the prior fiscal year by $336,562 or 20.5% mainly due to having grant expenditures this year.

Total payroll and benefit costs in FY2024 represented 47.1% of all General Fund expenditures. Payroll and benefit costs increased by $91,355 or 17.4% over FY2023. Most City employees received a 3% increase in their pay for FY2024.

Major Proprietary Funds - The Water and Sewer Fund is the only proprietary fund of the City. Net income of the fund was $729,480. Actual revenues were more than budget revenues by $389,458. Operating expenses were less than budget by $242,395.

Capital Assets

The City has established a policy of capitalizing capital assets with $2,500 or more in value. The City's policy for infrastructure will not be established until all infrastructure projects have been completed. The City's investment in capital assets, net of depreciation for governmental activities as of April 30, 2024 was $3,413,044 including infrastructure. The City's investment in capital assets, net of depreciation, for business-type activities as of April 30, 2024 was $1,612,948. During the year, major additions for the governmental activities included $24,307 in streets and sidewalks, $254,416 in police department equipment additions, and $22,850 in equipment for public works, $9,275 in recreation equipment and $18,999 im municipal building equipment. For the business-type there were equipment additions of $1,046,645 purchased during the year. See Not See Note 5 on pages 23 and 24 foadditional information on changes in capital asset balances.

Long-Term Debt/Long-Term Asset

At the end of the current year, the City of Hometown had no outstanding general obligation bonded indebtedness. The only long-term debt the City normally has is the net pension liability for its IMRF fund. and lease obligation balance at April 30, 2024 was $182,161 and $5,790 respectively. See Note 6 on page 24 for additional information regarding the City's long-term debt/asset.

Economic Factors

The local City economy has remained stable over the last year even though the State of Illinois continues to struggle with its finances. Most all revenue sources were consistent with what they were last year except for the decrease in grants. Hopefully they will increase more in the future. Introducing new revenue sources like the Local Debt Recovery and Video Gaming Tax that was introduced a couple of years ago helps the City afford the increase in expenditures and much needed infrastructure improvements. The annual budget process controls spending to a level consistent with anticipated revenues. Larger expenditures are planned based on anticipated revenue levels and grants at the local, State or Federal levels are pursued to minimize the City's cash requirements. Many of the grant related expenditures would never have been possible without the grant revenue sources, and have been a tremendous boost to the quality of services and infrastructure that the City has.

Contacting the City's Financial Management

The financial report is designed to provide a general overview of the City's finances, comply with the finance-related laws and regulation and demonstrate the City's commitment to public accountability. If you have questions about this report or would like to request additional information contact the City's Treasurer, 4331 Southwest Highway, Hometown, Illinois 60456.

CITY OF HOMETOWN, ILLINOIS
STATEMENT OF NET POSITION
APRIL 30, 2024

	Primary Government		
	Governmental Activities	Business - type Activities	Total
Assets:			
Cash and cash equivalents	$ 677,175	$ 2,371,364	$ 3,048,539
Receivables:			
Property taxes	567,594	-	567,594
Other	376,354	343,845	720,199
Due (to) from other funds	492,811	(492,811)	-
Prepaid expenses	625,215	-	625,215
Cash - restricted	731,916	-	731,916
Noncurrent asset receivable in more than one year	-	-	-
Capital assets not being depreciated	74,308	265,000	339,308
Capital assets (net of accumulated depreciation)	1,034,306	1,054,341	2,088,647
Infrastructure (net of accumulated depreciation)	2,298,873	293,607	2,592,480
Right-of-use assets (net of amortization)	5,557	-	5,557
Total assets	$ 6,884,109	$ 3,835,346	$ 10,719,455
Deferred Outflows of Resources -			
Pension items - IMRF	$ 352,841	$ -	$ 352,841
Total assets and deferred outflows of resources	$ 7,236,950	$ 3,835,346	$ 11,072,296
Liabilities:			
Accounts payable	$ 31,029	$ 38,223	$ 69,252
Accrued payroll	44,181	821	45,002
Deposits payable	78,386	41,985	120,371
Noncurrent liabilities due in more than one year	182,161	-	182,161
Lease liabilities	5,790	-	5,790
Total liabilities	$ 341,547	$ 81,029	$ 422,576
Deferred Inflows of Resources:			
Deferred revenue	$ 679,232	$ -	$ 679,232
Advance on grant	5,394	-	5,394
Pension items - IMRF	194,451	-	194,451
Total Deferred Inflows of Resources	$ 879,077	$ -	$ 879,077
Total liabilities and deferred inflows of resources	$ 1,220,624	$ 81,029	$ 1,301,653
Net position:			
Net investment in capital assets	$ 3,413,044	$ 1,612,948	$ 5,025,992
Restricted	635,880	-	635,880
Unrestricted	1,967,402	2,141,369	4,108,771
Total net position	$ 6,016,326	$ 3,754,317	$ 9,770,643

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

CITY OF HOMETOWN, ILLINOIS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED APRIL 30, 2024

		Program Revenues		Net (Expenses) Revenues and Changes in Net Position		
	Expenses	Charges for Services	Capital Grants	Governmental Activities	Business-type Activities	Totals
FUNCTIONS/PROGRAMS PRIMARY GOVERNMENT:						
Government Activities:						
General government	$ 1,205,554	$ 3,714	$ -	$ (1,201,840)	$ -	$ (1,201,840)
Public Safety	1,459,648	504,823	-	(954,825)	-	(954,825)
Culture and Recreation	146,689	19,147	-	(127,542)	-	(127,542)
Public Health	36,078	-	-	(36,078)	-	(36,078)
Highway and Streets	507,454	-	-	(507,454)	-	(507,454)
Depreciation - building, equipment and infrastructure (unallocated)	375,450	-	-	(375,450)	-	(375,450)
Interest	364	-	-	(364)	-	(364)
Total governmental activities	$ 3,731,237	$ 527,684	$ -	$ (3,203,553)	$ -	$ (3,203,553)
Business-type activities - Water	1,443,355	1,632,538	542,878	-	732,061	732,061
TOTAL PRIMARY GOVERNMENT	$ 5,174,592	$ 2,160,222	$ 542,878	$ (3,203,553)	$ 732,061	$ (2,471,492)
General Revenues:						
Taxes:						
Property				$ 539,321	$ -	$ 539,321
Replacement				30,014	-	30,014
Sales				444,978	-	444,978
Telecommunications				28,324	-	28,324
Income				722,765	-	722,765
Video gaming				429,073	-	429,073
Motor Fuel				277,755	-	277,755
Cannabis local share				6,840	-	6,840
Utility				102,915	-	102,915
Investment income (expenses)				476	(2,873)	(2,397)
Miscellaneous				355,056	292	355,348
Sale of capital assets				10,000	-	10,000
Transfers				-	-	-
Total general revenue and transfers				$ 2,947,517	$ (2,581)	$ 2,944,936
CHANGES IN NET POSITION				$ (256,036)	$ 729,480	$ 473,444
NET POSITION - May 1				6,272,362	3,024,837	9,297,199
NET POSITION - April 30				$ 6,016,326	$ 3,754,317	$ 9,770,643

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

CITY OF HOMETOWN, ILLINOIS
GOVERNMENTAL FUNDS
BALANCE SHEET
APRIL 30, 2024

ASSETS

	General Corporate	Nonmajor Governmental Funds	Total
Assets:			
Cash and cash equivalents	$ 595,344	$ 81,831	$ 677,175
Receivables:			
Property taxes - net of allowance	482,746	84,848	567,594
Other	345,028	31,326	376,354
Due (to) from other funds	610,260	(117,449)	492,811
Prepaid expenses	625,215	-	625,215
Cash - restricted	-	731,916	731,916
Total assets	$ 2,658,593	$ 812,472	$ 3,471,065

LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES

	General Corporate	Nonmajor Governmental Funds	Total
Liabilities:			
Accounts payable	$ 30,257	$ 772	$ 31,029
Accrued payroll	41,481	2,700	44,181
Deposits	78,386	-	78,386
Total liabilities	$ 150,124	$ 3,472	$ 153,596
Deferred Inflows of Resources:			
Unavailable revenue	$ 313,650	$ 54,378	$ 368,028
Advance on grants	-	5,394	5,394
Total deferred inflows of resources	$ 313,650	$ 59,772	$ 373,422
Total liabilities and deferred inflows	$ 463,774	$ 63,244	$ 527,018
Fund balances:			
Nonspendable -			
Prepaid expenses	$ 625,215	$ -	$ 625,215
Restricted for -			
Highways and Streets	-	635,880	635,880
Assigned to -			
Culture and Recreation	16,436	113,348	129,784
Unassigned	1,553,168	-	1,553,168
Total fund balances	$ 2,194,819	$ 749,228	$ 2,944,047
Total liabilities, deferred inflows and fund balances	$ 2,658,593	$ 812,472	$ 3,471,065

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

CITY OF HOMETOWN, ILLINOIS
RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION
APRIL 30, 2024

FUND BALANCES OF GOVERNMENTAL FUNDS	$ 2,944,047
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	3,413,044
Net pension (liability) asset for the Illinois Municipal Retirement Fund is shown as an asset on the Statement of Net Position	(182,161)
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows and inflows of resources on its Statement of Net Position	158,390
Long-term liabilities, including installment contracts, are not due and payable in the current period and, therefore are not reported in the governmental funds	
99 year easement agreement deferral	(311,204)
Lease liabilities	(5,790)
NET POSITION OF GOVERNMENTAL ACTIVITIES	$ 6,016,326

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

CITY OF HOMETOWN, ILLINOIS
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
APRIL 30, 2024

	General Corporate	Nonmajor Governmental Funds	Total
Revenues:			
Property taxes	$ 460,083	$ 79,238	$ 539,321
Other local taxes	157,876	-	157,876
Intergovernmental	1,657,617	282,132	1,939,749
Licenses and permits	214,089	-	214,089
Fines	508,537	-	508,537
Charges for services	18,056	-	18,056
Investment income (expense)	(236)	712	476
Fees, reimbursements, grants and miscellaneous	56,831	26,852	83,683
Total revenues	$ 3,072,853	$ 388,934	$ 3,461,787
Expenditures:			
Current:			
General Government	$ 1,306,548	$ -	$ 1,306,548
Public Safety	1,714,246	-	1,714,246
Culture and Recreation	49,770	106,194	155,964
Public Health	36,078	-	36,078
Highway and Streets	316,152	214,152	530,304
Total expenditures	$ 3,422,794	$ 320,346	$ 3,743,140
Excess (deficiency) of revenues over expenditures	$ (349,941)	$ 68,588	$ (281,353)
Other financial sources (uses):			
Operating transfers in	$ -	$ -	$ -
Operating transfers out	-	-	-
Sale of capital assets	10,000	-	10,000
Lease liability payments	(2,718)	-	(2,718)
Total other financing sources (uses)	$ 7,282	$ -	$ 7,282
NET CHANGES IN FUND BALANCE	$ (342,659)	$ 68,588	$ (274,071)
FUND BALANCE - May 1	2,537,478	680,640	3,218,118
FUND BALANCE - April 30	$ 2,194,819	$ 749,228	$ 2,944,047

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

CITY OF HOMETOWN, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES
APRIL 30, 2024

NET CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS	$	(274,071)
Activities reported for governmental activities in the statements of activities are different because:		
Governmental funds report capital outlay as expenditures, however, they are capitalized and depreciated in the statements of activities		329,847
The repayment of long-term debt is reported as an expenditure when due in governmental funds, but as a reduction of principal outstanding in the statements of activities		2,718
The change in the net pension liability and deferred inflows and outflows for the Illinois Municipal Retirement Fund is reported only in the Statement of Activities		57,506
Revenues in the government-wide funds that are not available in the Statement of Activities are not reported as revenue in the governmental funds		3,414
Some expenses in the statement of activities (e.g. depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds		(375,450)
CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES	$	(256,036)

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

CITY OF HOMETOWN, ILLINOIS
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
APRIL 30, 2024

	Business-type Activities Enterprise Funds Water Operations and Maintenance	
	2024	2023
Current assets:		
Cash and cash equivalents	$ 2,371,364	$ 2,007,858
Receivables:		
Consumers	206,188	215,729
Consumers - foreclosures	1,420	3,279
Accrued water and sewer billing	136,237	125,045
Due (to) from other funds	(492,811)	537,934
Prepaid expenses	-	154,851
Total current assets	$ 2,222,398	$ 3,044,696
Capital assets:		
Water distribution system:		
Purchase price	$ 1	$ 1
Appraised value	265,000	265,000
Improvements	15,758	15,758
New water mains	764,793	764,793
Equipment	1,209,973	229,083
Garage building	14,495	14,495
Total capital assets	$ 2,270,020	$ 1,289,130
Less - accumulated depreciation	657,072	672,913
Net capital assets	$ 1,612,948	$ 616,217
Total assets	$ 3,835,346	$ 3,660,913
Current liabilities:		
Accounts payable	$ 38,223	$ 49,714
Accrued payroll	821	1,858
Deposits	41,985	41,625
Advances on grants	-	542,879
Total current liabilities	$ 81,029	$ 636,076
Net position:		
Net investment in capital assets	$ 1,612,948	$ 616,217
Unrestricted	2,141,369	2,408,620
Total net position	$ 3,754,317	$ 3,024,837

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

CITY OF HOMETOWN, ILLINOIS
PROPRIETARY FUNDS
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED APRIL 30, 2024

	Business-type Activities Enterprise Funds Water Operations and Maintenance 2024	Business-type Activities Enterprise Funds Water Operations and Maintenance 2023
Operating revenue:		
Charges for services	$ 1,632,538	$ 1,537,822
Miscellaneous	292	312
Total operating revenue	$ 1,632,830	$ 1,538,134
Operating expenses:		
Personnel	$ 104,048	$ 108,040
Maintenance operations and contractual services	1,289,393	1,232,156
Depreciation	49,914	23,110
Total operating expenses	$ 1,443,355	$ 1,363,306
Net operating income	$ 189,475	$ 174,828
Nonoperating income (expense) -		
Interest income - net	(2,873)	(1,886)
Net income (loss) before capital grants and contributions	$ 186,602	$ 172,942
Capital grants and contributions -		
Capital grants and contributubtrions	542,878	25,547
Income (loss) before transfers	$ 729,480	$ 198,489
Transfers in (out) -		
Transfers out	-	-
Change in net position	$ 729,480	$ 198,489
Net position - May 1	3,024,837	2,826,348
Net position - April 30	$ 3,754,317	$ 3,024,837

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

CITY OF HOMETOWN, ILLINOIS
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED APRIL 30, 2024

	Business-type Activities	
	Enterprise Funds	
	Water Operations and Maintenance	
	2024	2023
Cash flows from operating activities:		
Cash received from customers and grantors	$ 1,632,746	$ 1,513,931
Cash paid to suppliers and employees	(762,893)	(1,485,017)
Other income	292	312
Net cash flows from operating activities	$ 870,145	$ 29,226
Cash flows from capital and related financing activities:		
Purchase of capital assets	$ (1,046,645)	$ (25,547)
Interest from investments - net of fees	(2,873)	(1,886)
Capital grants	542,878	25,547
Net cash flows from investing activities	$ (506,640)	$ (1,886)
Cash flows from noncapital financing activities:		
Transfers in	$ -	$ -
Transfers out	-	-
Net cash flows from noncapital financing activities	$ -	$ -
Net change in cash	$ 363,505	$ 27,340
Cash - May 1	2,007,858	1,980,518
Cash - April 30	$ 2,371,363	$ 2,007,858
Reconciliation of net income to net cash provided by operating activities:		
Operating income (loss)	$ 189,475	$ 174,828
Depreciation	49,914	23,110
(Increase) decrease in accounts receivable	11,400	(20,110)
(Increase) decrease in other receivables	1,019,551	(541,716)
(Increase) decrease in prepaid expenses	154,851	(154,851)
Increase (decrease) in deposits	360	555
Increase (decrease) in payables and accruals	(12,527)	4,531
Increase (decrease) in advances on grants	(542,879)	542,879
Net cash provided by (used for) operating activities	$ 870,145	$ 29,226

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

CITY OF HOMETOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2024

INDEX

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Hometown, Illinois (the City) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to governmental units (hereinafter referred to as generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. The Reporting Entity

The City, is a municipal corporation governed by an elected Mayor, City Treasurer, City Clerk, and ten Aldermen. It is a "home rule unit" under the Illinois Constitution. The financial statements presented herein do not include agencies which have been formed under applicable state laws as separate and distinct units of government apart from the City of Hometown, Illinois, otherwise known as component units. The City of Hometown has no component units. The Library Fund, though it may appear to be a potential component unit, is not a component unit because the government officials control the Library in that it elects the Library Board, exercises influence over their daily operations, provides funding, when needed, and levies taxes on their behalf just as it does for all other funds. The Library Fund is included as part of the nonmajor special revenue funds.

B. Fund Accounting

The accounts of the City are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

Funds are classified into the following categories: governmental and proprietary.

Governmental funds are used to account for all or most of a City's general activities and includes the collection and disbursement of restricted, committed or assigned monies (special revenue funds) and the funds restricted, committed or assigned for the acquisition or construction of capital assets and the funds restricted, committed or assigned for the servicing of long-term debt. The General Corporate Fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided to outside parties (enterprise funds).

C. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the City. The effect of material interfund activity has been eliminated from these statements. Interfund services provided and used are not eliminated on these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES – continued

C. Government-Wide and Fund Financial Statements - continued

The City reports the following major governmental fund -

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

The City reports the following major proprietary fund –

The Water and Sewer Fund accounts for the activities of the water and sewerage operations. All charges for services and miscellaneous revenues are considered operating revenues and interest income is nonoperating revenue.

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as is the proprietary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items ae recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues/expenses include all revenues/expenses directly related to providing water and sewer services. Incidental revenues/expenses are reported as non-operating.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers revenues to be available as they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a fund liability is incurred.

All taxes, licenses, charges for services, fines, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only then cash is received by the City.

The City reports unearned/unavailable deferred revenue on its financial statements. Unearned/unavailable/deferred revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned/unavailable/deferred revenues also arise when resources are received by the City before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the unearned/unavailable/deferred revenue is removed from the financial statement and revenue is recognized.

E. Budgetary Control

The City Charter establishes the fiscal year as the twelve-month period beginning May 1. The departments submit to the City a budget of estimated expenditures for the ensuing fiscal year after which the City Treasurer subsequently submits a budget of estimated expenditures and revenues to the City Council by March 1.

Upon receipt of the budget estimates, the Council holds public hearings on the proposed budget. Information about the Budget ordinance is then published in the official newspaper of the City.

At least ten days prior to May 1, the budget is legally enacted through passage of an ordinance. The City Treasurer is authorized to transfer budgeted amounts between line items and departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council.

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES – continued

E. Budgetary Control – continued:

Budgeted amounts are as originally adopted or as amended by the City Council. Individual amendments were not material in relation to the original appropriations which were adopted.

The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund presents a comparison of budgetary data to actual results. The General Fund utilizes the same basis of accounting for both budgetary purposes and actual results.

F. Fund Balance/Net Position

Government-Wide Statements
Net position is displayed in three components:

1. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated 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.
2. 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.
3. Unrestricted net position - All other net position that do not meet the definitions of "restricted" or "invested".

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

Fund type definitions. The following definitions will be used in reporting activity in government funds across the City.

The General Fund is used to account for all financial resources not accounted for and reported in another fund.

Special Revenue Funds are used to account and report the proceeds of specified revenue sources that are restricted, committed, or assigned to expenditure for specific purposes. A listing of the Special Revenue Funds is reported on page 43.

Fund Balance reporting in governmental funds. Fund balance will be reported in governmental funds under the following five categories using the definitions provided by GASB Statement No. 54. The City may or may not report all the different fund balance categories in any given reporting period.

1. Nonspendable fund balance includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The City's nonspendable funds represent prepaid insurance and maintenance expenses that cover a portion of next year.

2. Restricted fund balance includes amounts that can be spent only for the specific purposes stipulated by the constitution, external resource providers, or through enabling legislation. The City's restricted funds represent funds to be used on highways and streets in the future.

3. Committed fund balance includes amounts that can be used only for the specific purposes determined by a formal action of the City's highest level of decision-making authority. The City has no committed funds.

4. Assigned fund balance includes amounts intended to be used only for the specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. The City's assigned funds represent funds to be used on culture and recreation.

   The City will have the authority to assign amounts to be used for specific purposes. Such assignments cannot exceed the available (spendable, unrestricted, uncommitted) fund balance in any particular fund. Assignments can be made after the end of the reporting period.

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES – continued

F. Fund Balance/Net Position - continued:

5. Unassigned fund balance includes the residual classification for the City's general fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classification should be used only to report a deficit balance from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

   When an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, it shall be the policy of the City to consider restricted amounts to have been reduced first. When an expenditure is incurred for purposes for which any of the unrestricted fund balance classifications could be used, it shall be the policy of the City that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts.

G. Cash and Cash Equivalents

For purposes of reporting cash flows, the City considers all certificates of deposit, savings, and money market funds that have a maturity of one year or less to be cash equivalents.

H. Investments

The City, at this time, does not have any investments. All Certificates of deposit and money market accounts that the City has are classified as cash or cash equivalents.

I. Prepaid Items

Prepaid balances are for payments made by the City in the current year to provide services occurring in the subsequent fiscal year and are recorded using the consumption method.

J. Interfund Receivables and Payables

Any residual balances outstanding, if any, between the governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances".

K. Compensated Absences

Compensated absences including accumulated vacation, sick leave and other employee benefits are not accrued and included in the financial statements because the City does not believe the amount would be material to the financial statements in whole.

L. Property Tax Receivables

The County Assessors are responsible for assessment of all taxable real property, except for certain railroad property which is assessed directly by the state.

Property taxes attach as an enforceable lien on January 1. They are generally levied in November (by passing of a Tax Levy Ordinance). The City Council adopted the levy December 12, 2023. The City does not have a statutory tax rate limit. Tax bills are prepared by the County and issued on or about February 1 and August 1 the following year. They are payable in two installments on or about March 1 and on or about September 1 the following year. The County collects such taxes and remits them periodically to the government units. Generally, the government unit receives significant amounts of these taxes in March and September. Property tax revenues are recorded in the year in which the levy on property occurs. In Illinois, the time period between levy date and the receipts of the distributions from the county collector is unusually long.

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES – continued

L. Property Tax Receivables – continued

The 2023 property tax levy is recorded as a receivable, net of estimated uncollectibles. Based upon collection histories, the City has provided at April 30, 2024 an allowance for uncollectible real property taxes. All uncollected taxes relating to the 2020 tax levy have been written off. For governmental funds, only property taxes which are intended to finance the current fiscal year and collected within 60 days subsequent to year end, if any, are recorded as revenue.

The 2023 taxes are intended to finance a portion of the 2024 and the 2025 fiscal years and the 2024 portion is not considered available for current operations and is, therefore, shown as deferred/unavailable revenue. The 2024 tax levy has not been recorded as a receivable at April 30, 2024, as the tax has attached as a lien on property as of January 1, 2024; however, the tax will not be levied until December 2024 and, accordingly, is not measurable at April 30, 2024.

M. Comparative Data

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation but had no effect on previously reported activity.

N. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities and deferred inflows 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 reported period. Actual results could differ from those estimates.

O. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City reports deferred outflows of resources related to pensions. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City reports unavailable/unearned property taxes in this category. The City also reports deferred inflows related to pensions, deferred easement agreement and unavailable revenue received more than 60 days after the fiscal year end. Advances on grants are also reported in this area.

P. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized.

Assets capitalized, not including infrastructure assets, have an original cost of $2,500 or more and three or more years of useful life. Infrastructure assets consist of roads, curbs, and sidewalks. In being a small city, the City has elected to capitalize their infrastructure at cost prospectively, meaning from 2005 and into the future. The City is in the process of redoing all the roads, curbs, and sidewalks with the help of Community Development Block Grants. Therefore, the City has not set a capitalization dollar amount of their infrastructure as they are capitalizing everything until all infrastructure projects are finished. When all the infrastructure projects are finished, the City will then set their capitalization policy. Depreciation

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - continued:

P. Capital Assets – continued

has been calculated on each depreciable property using the straight-line method (with no depreciation applied to the first year of acqusition). Estimated useful lives are as follows:

Buildings	15-40 years
Water and Sewer Systems	25-40 years
Infrastructure	20 years
Machinery and Equipment	3-15 years
Improvements	15 years
Street Lighting	25 years

Q. Appropriations and Expenditures

The City annually adopts an appropriation ordinance whereby authorization is granted to make expenditures and to incur obligations for specific purposes. Following is a comparison of actual expenditures with amounts appropriated for the fiscal year ended April 30, 2024:

	Appropriations	Actual Expenditures
GENERAL CORPORATE FUND:		
General Government:		
Administrative and General	$ 2,161,700	$ 852,909
Municipal Building	102,000	54,142
Liability Insurance	175,000	182,097
Audit Costs	28,000	17,000
Illinois Municipal Retirement Fund	275,000	200,400
Total General Government	$ 2,741,700	$ 1,306,548
Public Safety:		
Police Department	$ 3,215,000	$ 1,714,246
Board of Police Commissioners	3,200	-
Police Protection	14,683	-
Crossing Guard	4,297	-
Total Public Safety	$ 3,237,180	$ 1,714,246
Public Health	$ 90,500	$ 36,078
Highway and Streets:		
Street and Bridge	$ 47,500	$ 11,960
Street Lighting	85,000	39,719
General Public Works	495,000	264,473
Total Highway and Streets	$ 627,500	$ 316,152
Subtotal	$ 6,696,880	$ 3,373,024

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - continued:

Q. Appropriations and Expenditures - continued

	Appropriations	Actual Expenditures
Parks and Recreation	$ 401,000	$ 49,770
Operating transfers out	$ 110,000	$ -
Total General Corporate Fund	$ 7,207,880	$ 3,422,794
ALL OTHER FUNDS:		
Water and Sewer Department Fund	$ 2,967,500	$ 1,443,355
Public Library Fund	226,500	105,914
Emergency Telephone Systems Board	-	-
Total All Other Funds	$ 3,194,000	$ 1,549,269
Total	$ 10,401,880	$ 4,972,063

R. Restricted Cash

Restricted cash of $731,916 represents the cash in the Motor Fuel Tax Fund that is restricted for use for highways and streets.

S. Credit Risk, Concentration of Credit Risk, Interest Rate Risk and Foreign Currency Risk

The City does not have any policies towards these risks.

T. Program Revenue

The types of revenues that are considered to be program revenues are charges for services and capital grants.

NOTE 2 - MOTOR FUEL TAX FUND RESTRICTIONS

The motor fuel tax allotments reflects the monies allotted to the City by the State of Illinois as the City's share of these tax collections. The City can only expend these allotments for specific projects which must have a prior approval of the Motor Fuel Tax Division of the Department of Transportation - State of Illinois. Total restricted funds as of April 30, 2024 is $635,880.

NOTE 3 - DEPOSITS

Deposits - State statues require that all deposits in financial institutions be fully collateralized by U.S. Governmental obligations or its agencies and instrumentalities or direct obligations of Illinois or its agencies and instrumentalities that have a market value of not less than the principal amount of the deposits. The City's deposits, including certificates of deposit and money market accounts, were fully insured or collateralized as required by the state statutes at April 30, 2024. At year-end, the carrying amount of the City's deposits were $3,685,388 and the respective bank balances totaled $3,808,646. Included in the bank balances are Certificates of Deposits, savings and money market accounts totaling $3,679,520. Of the total bank balances, $250,000 was covered by the Federal Depository Insurance Corporation (FDIC), $3,558,646 was covered by collateral held by U.S. Bank's trust department not in the City's name.

NOTE 4 - SPECIAL ASSESSMENTS

No special assessments have been levied by the City of Hometown since its incorporation.

NOTE 5 - CAPITAL ASSETS

Capital assets activity for the year ended April 30, 2024 was as follows:

	Balance May 1	Additions/ Completions	Retirements/ Adjustments	Balance April 30
Government Activities:				
Capital assets not being depreciated -				
Land	$ 74,308	$ -	$ -	$ 74,308
Capital assets being depreciated:				
Buildings and improvements	$ 1,135,625	$ -	$ -	$ 1,135,625
Equipment	1,589,491	305,540	(34,468)	1,860,563
Street lighting	331,935	-	-	331,935
Infrastructure	3,850,544	24,307	-	3,874,851
Right-of-use assets	11,114	-	-	11,114
Total capital assets being depreciated	$ 6,918,709	$ 329,847	$ (34,468)	$ 7,214,088
Less accumulated depreciation for:				
Buildings and improvements	$ (698,714)	$ (25,526)	$ -	$ (724,240)
Equipment	(1,118,703)	(153,407)	34,468	(1,237,642)
Street lighting	(331,935)	-	-	(331,935)
Infrastructure	(1,382,239)	(193,739)	-	(1,575,978)
Right-of-use assets	(2,779)	(2,778)	-	(5,557)
Total accumulated depreciation	$ (3,534,370)	$ (375,450)	$ 34,468	$ (3,875,352)
Total capital assets being depreciated - net	$ 3,384,339	$ (45,603)	$ -	$ 3,338,736
Governmental activities capital asset - net	$ 3,458,647	$ (45,603)	$ -	$ 3,413,044

Government activities:	
General government	$ 10,536
Public safety	81,743
Highway and Street	206,539
Cultural and Recreation	76,632
Total depreciation expense - governmental activities	$ 375,450

NOTE 5 - CAPITAL ASSETS - continued:

Capital assets activity for the year ended April 30, 2024 was as follows:

	Balance May 1	Additions/ Completions	Retirements/ Adjustments	Balance April 30
Business-type activities:				
Capital assets not being depreciated -				
Appraised value of donated water system	$ 265,000	$ -	$ -	$ 265,000
Capital assets being depreciated:				
Buildings	$ 14,495	$ -	$ -	$ 14,495
Equipment	229,084	1,046,645	(65,755)	1,209,974
Water and sewer system	780,551	-	-	780,551
Total capital asset being depreciated	$ 1,024,130	$ 1,046,645	$ (65,755)	$ 2,005,020
Less accumulated depreciation for:				
Building	$ (14,495)	$ -	$ -	$ (14,495)
Equipment	(186,886)	(34,502)	65,755	(155,633)
Water and sewer system	(471,532)	(15,412)	-	(486,944)
Total accumulated depreciation	$ (672,913)	$ (49,914)	$ 65,755	$ (657,072)
Total capital assets being depreciated - net	$ 351,217	$ 996,731	$ -	$ 1,347,948
Business-type activities capital assets - net	$ 616,217	$ 996,731	$ -	$ 1,612,948
Total depreciation expense - business-type activities - Water				$ 49,914

NOTE 6 - LONG-TERM DEBT/LONG-TERM ASSET

Changes in governmental activities long-term liabilities/assets during the fiscal year were as follows:

	Balance May 1	Additions	Reductions	Balance April 30
Net pension liability (asset) - IMRF	$ 301,176	$ -	$ 119,015	$ 182,161
Lease liabilities	8,508	-	2,718	5,790
	$ 309,684	$ -	$ 121,733	$ 187,951

The current portion for the lease liabilities is $2,834. The General Corporate Fund is used to pay the long-term debt. Because the City is a home-rule unit, there is no legal debt margin requirement.

NOTE 7 - CONTINGENT LIABILITIES

Litigation

At the present time, the City of Hometown is not involved in significant lawsuits.

NOTE 8 - GRANTS AND ADVANCES ON GRANTS

During 2021-2022, the City received an American Rescue Plan Act Grant of $284,213 from the Illinois Department of Commerce and Economic Opportunity for capital project and another $284,213 in 2022-2023. To date, the City has received the full $568,426 grant and expended $25,547 in 2022-2023 and $542,879 in 2023-2024 on the water meter replacement capital project.

During 2023-2024 the City's library received a $13,011 Project Next Generation grant from the Illinois State Library to provide activities for teens. To date, the City has received $10,912 and expended $11,790. The $888 overspent is included in other receivables on the Statement of Net Position.

During 2022-2023, the City's library received a $15,000 grant from Age Options to be used for senior activities. To date, the City has received $15,000 but only expended $2,053 in 2022-2023 and $7,553 in 2023-2024. The remaining $5,394 is part of the deferred inflows of resources on the Statement of Net Position.

NOTE 9 - TAX LEVY AND COLLECTIONS

The City annually adopts an ordinance providing for the levying assessment and collection of taxes. Following is a comparison of actual collections with amounts levied for the fiscal year ended April 30, 2024:

	2023 Tax Levy	Collections
General Corporate Fund:		
Corporate	$ 173,230	$ 145,789
Crossing Guard	4,286	3,929
Police Protection	14,683	13,459
Illinois Municipal Retirement Fund	97,541	84,681
Auditing	20,115	25,705
Street and Bridge	27,313	23,699
Street Lighting	14,482	12,581
Liability Insurance	99,339	86,270
Parks and recreation	24,986	21,860
Total general corporate fund	$ 475,975	$ 417,973
All Other Funds -		
Public Library Fund	$ 83,155	$ 77,052
Total	$ 559,130	$ 495,025

NOTE 10 - RECEIVABLES

Receivables as of year-end for the City's individual major funds and nonmajor funds in aggregate are as follows:

	General Fund	Water and Sewer Fund	Nonmajor Funds
Receivables:			
Property taxes - net of allowance	$ 482,746	$ -	$ 84,848
State income taxes	116,224	-	-
Sales taxes	106,665	-	-
Telecommunication taxes	6,900	-	-
Video Gaming tax	41,164	-	-
Motor Fuel taxes	-	-	30,073
Utility	17,871	-	-
Accounts	-	343,845	-
Fines	55,580	-	-
Other	624	-	1,253
Total receivables	$ 827,774	$ 343,845	$ 116,174

All the receivables on the balance sheet are expected to be collected within one year.
Allowance for uncollectible property taxes for general fund is $10,636 and for nonmajor funds is $1,712 totaling $12,348.

NOTE 11 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of; damage to and the destruction of assets; errors and omissions; natural disasters' and injuries to the City's employees. These risks are provided for through insurance from private insurance companies. The City currently reports all its risk management activities in its General Fund. The coverages remained about the same for 2024 but the premiums increased about 22 percent.

NOTE 12 - POSTEMPLOYMENT BENEFITS

Other than providing pension benefits to the eligible employees the City does not provide any health care insurance benefits for retired employees. Accordingly, no liability has been recorded for post-retirement health care benefits. Although no health care insurance benefits are provided to retired employees, the City does provide COBRA health benefits to all prior employees as required by Federal law. The prior employees have to pay 100% of the premium. At this point, no employee has ever paid for COBRA. Therefore, GAB 75, Accounting and Financial Reporting for Postretirement Benefits Other Than Pension, does not have to be implemented.

NOTE 13 - EXCESS OF EXPENDITURES OVER BUDGET

There were no excess of expenditures over budget in any of the departments this year.

NOTE 14 – TRANSFERS

There were no transfers made during the year.

NOTE 15 - INTERFUND RECEIVABLES AND PAYABLES

Fund	Due From	Due To
GENERAL CORPORATE -		
Library Operating Fund	$ -	$ 2,091
Motor Fuel Tax	119,541	-
Water Fund	492,811	-
LIBRARY OPERATING FUND:		
General Corporate Fund	2,091	-
MOTOR FUEL TAX FUND -		
General Corporate Fund	-	119,541
WATER FUND -		
General Corporate Fund	-	492,811
	$ 614,443	$ 614,443

Significant interfund receivables/payables are as follows -
\$119,541 due to General Corporate Fund from the Motor Fuel Tax Fund is the result of various deposits for the Motor Fuel Tax being deposited in the General Corporate Fund during the year and for having to reimburse for engineering fees for street projects that the General Corporate Fund paid for. \$492,811 due from Water Fund to the General Corporate Fund is the result that the American Cares Act Grant expenditures should have been paid from the Water Fund because the grant is being used on a water meter replacement project but were paid from the General Corporate Fund.

NOTE 16 - DEFINED BENEFIT PENSION PLAN

The City contributes to one defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system. The benefits, benefit levels, employee contributions for the plan is governed by the Illinois Compiled Statutes and can only be amended by the General Assembly. The pension plan does not issue reports on the pension plan. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois, 60523

a. Plan Description

Illinois Municipal Retirement Fund

Plan Administration

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense, and liability when due and payable.

Plan Membership
At December 31, 2023, IMRF membership consisted of:

Retirees and beneficiaries	11
Inactive, non-retired members	7
Members	13
Total	31

NOTE 16 - DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund - continued

Benefits Provided

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011 are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited services up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Contributions

Participating members are required to contribute 4.5% of their annual covered salary to IMRF. The City is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the calendar year ended December 31, 2023 was 6.77% of covered payroll.

Actuarial Assumptions

The City's net pension liability was measured as of December 31, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions:

Actuarial Valuation Date	December 31, 2023
Asset Valuation Method	Market Value of Assets
Actuarial Cost Method	Entry-Age Normal
Assumptions:	
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
Interest Rate	7.25%

Retirement Age - Experienced -based table of rates that are specific to the type of eligibility condition. Last updated for the 2023 valuation pursuant to an experience study of the period 2020-2022.

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) 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.

* There were no benefit changes during the year.

NOTE 16 - DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund - continued

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. 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 the City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the 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 pension plan investments of 7.25% was blended with the index rate of 3.77% for tax exempt general obligation municipal bonds rated AA or better at December 29, 2023 to arrive at a discount rate of 7.25% used to determine the total pension liability.

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability/(Asset)
BALANCES AT JANUARY 1, 2023	$ 2,287,791	$ 1,986,615	$ 301,176
Changes for the period:			
Service cost	$ 63,671	$ -	$ 63,671
Interest on total pension liability	163,697	-	163,697
Difference between expected and actual experience of total pension liability	36,928	-	36,928
Changes in assumptions	(13,453)	-	(13,453)
Employer contributions	-	54,088	(54,088)
Employee contributions	-	35,952	(35,952)
Net investment income	-	222,250	(222,250)
Benefit payments and refunds	(123,466)	(123,466)	-
Administrative expense	-	-	-
Other (net transfer)	-	57,568	(57,568)
Net changes	$ 127,377	$ 246,392	$ (119,015)
BALANCES AT DECEMBER 31, 2023	$ 2,415,168	$ 2,233,007	$ 182,161

For the year ended December 31, 2023, the City recognized pension income of $3,418. At April 30, 2024 reported deferred outflows of resources and deferred inflows of resources by source to be recognized in future pension expenses:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net deferred Outflows of Resources
Difference between expected and actual experience	$ 60,084	$ -	$ 60,084
Changes in assumption	-	9,417	(9,417)
Net difference between projected and actual earnings on pension plan investments	273,499	165,776	107,723
Employer contributions after the measurement date	19,258	19,258	-
Total	$ 352,841	$ 194,451	$ 158,390

NOTE 16 - DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund - continued

Changes in the Net Pension Liability - continued

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

Calendar Year Ending December 31,		
2024	$	37,248
2025		56,664
2026		79,947
2027 and thereafter		(15,469)
Total	$	158,390

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 net pension liability of the City's calculated using the discount rate of 7.25% as well as what the City's net pension liability would be if it were calculated using a discount rate that is one percent point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25
Total pension liability	$ 2,665,361	$ 2,415,168	$ 2,213,968
Plan Fiduciary Net Position	2,233,007	2,233,007	2,233,007
Net Pension Liabilities/(Assets)	$ 432,354	$ 182,161	$ (19,039)

NOTE 17 - 99 YEAR EASEMENT AGREEMENT

In June 2016, the City (grantor) entered into a 99 year easement agreement with Monarch Towers III (grantee) for the operation of a cellular antennae facility on the property of Patterson Park. The City received a lump sum payment of $337,947 in lieu of receiving monthly rental income over future years.

For governmental fund financial statement purposes, the $337,947 was recognized fully as revenue in fiscal year 2017. For government-wide financial statement purposes, the revenue must be allocated over the 99 year lease period. The amount recognized for 2017 was $2,845. The amount recognized for 2018 through 2116 will be $3,414 per year. The amount recognized for 2117, the final year, will be $530. At the end of the agreement, the grantee will remove all equipment and restore easement premises to substantially the same condition prior to construction of the cellular tower. The remaining deferred revenue on the government-wide financial statement is $311,204.

NOTE 18 - LEASE OR INSTALLMENT PURCHASE CONTRACTS

Leases

In accordance with GASB No. 87, Leases, the City's lessee activity was as follows:

The City entered into a lease agreement with start date on May 2021 to April 2026, for a right-of-use equipment assets (two copiers). Payments are $3,082 annually, through April 2026. Since GASB No. 87 was not adopted until May 2022, the total intangible right-to-use asset acquired under this agreement was $11,114 for governmental activities. Total principal payments made during the fiscal year on this arrangement was $2,718 for governmental activities. The lease liabilities associated with this arrangement is $5,790 for governmental activities.

	Lease Liabilities	
	Governmental Activities	
Year Ended April 30	Principal	Interest
2025	$ 2,834	$ 248
2026	2,956	127
	$ 5,790	$ 375

NOTE 19 - SUBSEQUENT EVENTS

There were no subsequent events that must be reported on. Subsequent events were evaluated through December 18, 2024, the financial statement date.

CITY OF HOMETOWN, ILLINOIS
GENERAL CORPORATE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2024
(With Comparable Actual Totals)

	2024		2023
	Original and Final Budget	Actual	Actual
REVENUES:			
Property taxes	$ 474,105	$ 460,083	$ 430,148
Other local taxes	185,200	157,876	176,998
Charges for service - Recreation	16,000	18,056	17,932
Intergovernmental	1,566,133	1,657,617	1,636,172
Licenses and permits	222,000	214,089	241,780
Fines	519,400	508,537	573,036
Investment income (expense)	395	(236)	238
Fees, reimbursements, grants and miscellaneous	39,621	56,831	500,267
Total revenues	$ 3,022,854	$ 3,072,853	$ 3,576,571
EXPENDITURES:			
Current:			
General government	$ 1,720,834	$ 1,306,548	$ 1,643,110
Public Safety	2,001,165	1,714,246	1,368,407
Culture and Recreation	73,450	49,770	43,988
Public Health	42,855	36,078	40,435
Highway and Streets	344,946	316,152	274,416
Total expenditures	$ 4,183,250	$ 3,422,794	$ 3,370,356
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	$ (1,160,396)	$ (349,941)	$ 206,215
OTHER FINANCING SOURCES (USES):			
Operating transfers in	$ 100,000	$ -	$ -
Operating transfers out	(7,500)	-	-
Sale of capital assets	-	10,000	-
Lease liability payments	-	(2,718)	(2,606)
Total other financing sources (uses)	$ 92,500	$ 7,282	$ (2,606)
NET CHANGE IN FUND BALANCE	$ (1,067,896)	$ (342,659)	$ 203,609
FUND BALANCE - May 1		2,537,478	2,333,869
FUND BALANCE - April 30		$ 2,194,819	$ 2,537,478

See accompanying notes to required supplementary information.

REQUIRED SUPPLEMENTARY INFORMATION

All departments of the City submit requests for budgets to the City Treasurer so that a budget may be prepared. The proposed budget is prepared by line-item program, department and fund and includes information on previous years' spending, current estimates and requested appropriations for the next fiscal year.

The proposed budget is presented to the City Council for review. The City Council holds public hearings and may add to, subtract, or change amounts. Once the budget is approved, a formal budget ordinance is adopted providing the legal authority to spend public funds.

The annual budget within functions can be changed by the City Treasurer, changes affecting total functions or funds must be approved by the City Council. Expenditures and expenses may not legally exceed budget amounts at the function/fund level. The budget figures included in this report reflect any budget amendments made during the year.

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted (at department level) for the governmental, proprietary and fiduciary funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the department level. All annual budgets lapse at fiscal year end.

CITY OF HOMETOWN, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN CITY NET PENSION LIABILITY AND RELATED RATIOS
APRIL 30, 2024

Last Ten Fiscal Years

Calendar year ended December 31	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability:										
Service cost	$ 63,671	$ 67,221	$ 60,204	$ 54,799	$ 51,879	$ 40,789	$ 49,653	$ 49,834	$ 49,345	$ -
Interest on total pension liability	163,697	153,410	144,604	138,039	127,138	117,016	129,342	145,451	135,713	-
Benefit changes	-	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	36,928	53,355	32,838	10,882	68,167	66,955	(217,261)	(301,742)	70,552	-
Changes of assumptions	(13,453)	-	-	(12,695)	-	44,374	(43,727)	(10,560)	3,913	-
Benefit payments, including refunds of member contributions	$ (123,466)	$ (137,160)	$ (102,239)	$ (104,098)	(92,469)	(70,070)	(85,786)	(140,848)	(107,131)	-
Net change in total pension liability	$ 127,377	$ 136,826	$ 135,407	$ 86,927	$ 154,715	$ 199,064	$ (167,779)	$ (257,865)	$ 152,392	$ -
Total pension liability - beginning	2,287,791	2,150,965	2,015,558	1,928,631	1,773,916	1,574,852	1,742,631	2,000,496	1,848,104	-
Total pension liability - ending (a)	$ 2,415,168	$ 2,287,791	$ 2,150,965	$ 2,015,558	$ 1,928,631	$ 1,773,916	$ 1,574,852	$ 1,742,631	$ 2,000,496	$ -
Plan fiduciary net position										
Contributions - employer	$ 54,088	$ 55,032	$ 66,706	$ 56,483	$ 51,899	$ 80,209	$ 45,823	$ 53,902	$ 49,168	$ -
Contributions - employee	35,952	36,601	32,243	27,360	24,610	32,897	19,025	21,385	19,773	-
Pension Plan Net investment income	222,250	(290,243)	336,695	254,892	263,695	(73,554)	237,287	115,607	8,171	-
Benefit payments, including refunds of member contributions	(123,466)	(137,160)	(102,239)	(104,098)	(92,469)	(70,070)	(85,786)	(140,848)	(107,131)	-
Administrative expense	-	-	-	-	-	-	-	-	-	-
Other	57,568	31,293	(4,923)	(6,838)	35,807	33,262	(176,209)	(299,531)	34,615	-
Net change in fiduciary net position	$ 246,392	$ (304,477)	$ 328,482	$ 227,799	$ 283,542	$ 2,744	$ 40,140	$ (249,485)	$ 4,596	$ -
Plan fiduciary net position - beginning	1,986,615	2,291,092	1,962,610	1,734,811	1,451,269	1,448,525	1,408,385	1,657,870	1,653,274	-
Plan fiduciary net position - ending (b)	$ 2,233,007	$ 1,986,615	$ 2,291,092	$ 1,962,610	$ 1,734,811	$ 1,451,269	$ 1,448,525	$ 1,408,385	$ 1,657,870	$ -
Net pension liability (asset) - ending (a) - (b)	$ 182,161	$ 301,176	$ (140,127)	$ 52,948	$ 193,820	$ 322,647	$ 126,327	$ 334,246	$ 342,626	$ -
Plan fiduciary net position as a percentage of the total pension liability	92.46%	86.84%	106.51%	97.37%	89.95%	81.81%	91.98%	80.82%	82.87%	-
Covered-Employee payroll	$ 798,936	$ 705,241	$ 716,508	$ 607,993	$ 546,881	$ 490,740	$ 416,204	$ 469,116	$ 439,398	-
Net pension liability as a percentage of covered-employee payroll	22.80%	42.71%	-19.56%	8.71%	35.44%	65.75%	30.35%	71.25%	77.98%	-

See accompanying notes to required supplementary information.

CITY OF HOMETOWN, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S CONTRIBUTIONS
APRIL 30, 2024

Last Ten Fiscal Years

Calendar year ended December 31	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	$ 54,088	$ 54,868	$ 66,707	$ 56,483	$ 51,899	$ 55,208	$ 45,824	$ 53,901	$ 49,169	$ -
Actual contribution	54,088	55,032	66,706	56,483	51,899	80,209	45,823	53,902	49,168	-
Contribution deficiency (excess)	$ -	$ (164)	$ 1	$ -	$ -	$ (25,001)	$ 1	$ (1)	$ 1	$ -
Covered-employee payroll	$ 798,936	$ 705,241	$ 716,508	$ 607,993	$ 546,881	$ 490,740	$ 416,204	$ 469,116	$ 439,398	$ -
Actual contribution as a percentage of covered-employee payroll	6.77%	7.80%	9.31%	9.29%	9.49%	16.34%	11.01%	11.49%	11.19%	-

Notes to the Required Supplementary Information:

Valuation date	Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.
Actuarial cost method	Aggregate entry age normal
Amortization method	Level % payroll, (closed)
Remaining amortization period	20-year closed period
Asset valuation method	5-year smoothed market; 20% corridor
Wage Growth	2.75%
Price inflation	2.25%
Salary increases	2.75% - 13.75% including inflation
Investment rate of return	7.25%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvevments projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables. And future mortality improvements projectedusing scale MP-2020.

Other Information:

Notes	There were no benefit changes during the year

* Based on Valuation Assumptions used in the December 31, 2021 actuarial valuation.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

CITY OF HOMETOWN, ILLINOIS
GENERAL CORPORATE FUND
SCHEDULE OF REVENUES -BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2024
(With Comparable Actual Totals)

	2024		2023
	Original and Final Budget	Actual	Actual
PROPERTY TAXES:			
Corporate	$ 441,364	$ 428,310	$ 398,418
Road and Bridge	32,741	31,773	31,730
Total property taxes	$ 474,105	$ 460,083	$ 430,148
OTHER LOCAL TAXES:			
Cable television franchise fee	$ 70,000	$ 54,961	$ 63,243
Utility taxes	115,200	102,915	113,755
Total other local taxes	$ 185,200	$ 157,876	$ 176,998
CHARGES FOR SERVICE - RECREATION	$ 16,000	$ 18,056	$ 17,932
INTERGOVERNMENTAL:			
Income tax	$ 674,902	$ 722,765	$ 668,351
Municipal retailers occupation tax	490,309	444,978	488,148
Personal property replacement tax	11,200	25,637	35,385
Telecommunications tax	30,948	28,324	29,668
Video Gaming tax	351,000	429,073	407,859
Cannabis local share tax	7,774	6,840	6,761
Total intergovernmental	$ 1,566,133	$ 1,657,617	$ 1,636,172
LICENSES AND PERMITS:			
Business licenses	$ 55,000	$ 74,693	$ 50,446
Dogs and cats	7,000	6,993	6,745
Building permits	95,000	72,088	122,879
Vehicle licenses	65,000	60,315	61,710
Total licenses and permits	$ 222,000	$ 214,089	$ 241,780
FINES:			
Circuit court fines	$ 20,000	$ 22,938	$ 19,275
Local fines	459,000	437,742	502,940
Local debt recovery	40,000	47,857	50,410
Confiscated funds	-	-	411
Total fines	$ 519,000	$ 508,537	$ 573,036
GRANTS :			
CDBG Grants	$ -	$ -	$ 250,000
DCEO Grant - 88th St Cicero to Kenton	-	-	200,000
DCEO Grant - 88th St Kenton to Kostner	-	-	-
Ballistic Vest and K-9 Grants	-	-	14,722
Total grants	$ -	$ -	$ 464,722

(This schedule is continued on the following page.)

CITY OF HOMETOWN, ILLINOIS
GENERAL CORPORATE FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2024
(With Comparable Actual Totals)

	2024		2023
	Original and Final Budget	Actual	Actual
REVENUES - continued:			
OTHER INCOME:			
Miscellaneous revenue	$ 12,700	$ 29,372	$ 8,624
Sale of capital assets	-	10,000	-
Cell Tower rental	26,921	27,459	26,921
Total other income	$ 39,621	$ 66,831	$ 35,545
INVESTMENT INCOME (EXPENSE)	$ 395	$ (236)	$ 238
TOTAL REVENUES	$ 3,022,854	$ 3,082,853	$ 3,576,571

CITY OF HOMETOWN, ILLINOIS
GENERAL CORPORATE FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2024
(With Comparable Actual Totals)

	2024		2023
	Original and Final Budget	Actual	Actual
Alderman's office	$ 1,058,060	$ 614,743	$ 1,062,720
City Clerk-Collector's office	166,931	171,687	150,730
City Treasurer's office	12,500	12,000	12,000
Mayor's office	14,500	12,300	12,325
Zoning Board of Appeals	4,502	3,341	3,562
Building department	42,841	38,838	37,921
Municipal buildings	37,500	54,142	46,270
Liability insurance	143,000	182,097	113,000
Audit costs	26,000	17,000	16,500
Illinois Municipal Retirement Fund	215,000	200,400	188,082
Total general government	$ 1,720,834	$ 1,306,548	$ 1,643,110
PUBLIC SAFETY:			
Police department	$ 1,999,529	$ 1,714,246	$ 1,368,407
Board of Police Commissioners	1,636	-	-
Total Public Safety	$ 2,001,165	$ 1,714,246	$ 1,368,407
CULTURE AND RECREATION	$ 73,450	$ 49,770	$ 43,988
PUBLIC HEALTH	$ 42,855	$ 36,078	$ 40,435
HIGHWAY AND STREETS:			
Street and bridge	$ 21,000	$ 11,960	$ 13,551
Street lighting	51,000	39,719	44,982
General public works	272,946	264,473	215,883
Total highway and streets	$ 344,946	$ 316,152	$ 274,416
Total expenditures	$ 4,183,250	$ 3,422,794	$ 3,370,356

CITY OF HOMETOWN, ILLINOIS
GENERAL CORPORATE FUND
SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2024
(With Comparable Actual Totals)

	2024		2023
	Original and Final Budget	Actual	Actual
GENERAL GOVERNMENT:			
Aldermen's Office:			
For Aldermen's salaries	$ 30,000	$ 30,000	$ 30,000
For personnel wages	12,360	18,088	12,273
For legal expenses	110,000	55,708	98,948
For supplies and materials	3,000	1,198	1,202
For telephone costs	45,000	33,722	38,886
For services	300,000	271,390	133,412
For purchase of computer equipment	1,200	-	-
For purchase of equipment	42,000	-	-
For maintenance of equipment	1,500	-	-
For purchase of gasoline	60,000	65,621	61,522
For health insurance	148,000	130,379	79,873
For CDBG Grant	-	-	308,053
For DCEO Grant - 88th St Cicero to Kenton	-	-	296,336
For DCEO Grant - 88th St Kenton to Kostner	225,000	-	-
Lease interest	-	182	238
For Veteran's Memorial	4,000	994	1,161
For collection fees - fines	73,000	7,546	6,360
For liens	3,000	(85)	(5,544)
Total Aldermen's Office	$ 1,058,060	$ 614,743	$ 1,062,720
City Clerk - Collector's office:			
For city clerk - collector's salary	$ 63,654	$ 63,654	$ 62,091
For personnel wages	82,750	91,816	72,167
For collector's salary	16,127	16,127	15,657
For services	2,500	90	725
For purchase of equipment	1,500	-	-
For supplies and materials	400	-	90
Total City Clerk's Office	$ 166,931	$ 171,687	$ 150,730
City Treasurer's Office:			
For City Treasurer's salary	$ 12,000	$ 12,000	$ 12,000
For supplies and materials	-	-	-
For services	500	-	-
Total City Treasurer's Office	$ 12,500	$ 12,000	$ 12,000

(This schedule is continued on the following pages.)

CITY OF HOMETOWN, ILLINOIS
GENERAL CORPORATE FUND
SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2024
(With Comparative Actual Totals)

	2024		2023
	Original and Final Budget	Actual	Actual
GENERAL GOVERNMENT - continued:			
Mayor's office:			
For Mayor's salary	$ 12,000	$ 12,000	$ 12,000
For services	2,500	300	325
For maintenance of equipment	-	-	-
Total Mayor's office	$ 14,500	$ 12,300	$ 12,325
Zoning Board of Appeals:			
For personnel wages	$ 4,502	$ 3,341	$ 3,562
For services	-	-	-
For supplies	-	-	-
Total Zoning Board of Appeals	$ 4,502	$ 3,341	$ 3,562
Building department:			
For department head salary	$ 10,891	$ 10,891	$ 10,574
For personnel wages	30,900	27,308	26,370
For supplies	150	-	312
For purchase of equipment	150	-	-
For services	750	639	665
Total building department	$ 42,841	$ 38,838	$ 37,921
Municipal buildings:			
For supplies and materials	$ 10,000	$ 17,019	$ 12,101
For purchase of equipment	5,000	8,519	5,469
For services	15,000	24,684	26,696
For maintenance of equipment and generator	7,500	3,920	2,004
Total municipal buildings	$ 37,500	$ 54,142	$ 46,270
Liability insurance - For liability insurance	$ 143,000	$ 182,097	$ 113,000
Audit Costs - For audit services	$ 26,000	$ 17,000	$ 16,500
Illinois Municipal Retirement Fund - For payment to retirement fund	$ 215,000	$ 200,400	$ 188,082
Total General Government	$ 1,720,834	$ 1,306,548	$ 1,643,110

(This schedule is continued on the following pages.)

CITY OF HOMETOWN, ILLINOIS
GENERAL CORPORATE FUND
SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2024
(With Comparable Actual Totals)

	2024		2023
	Original and Final Budget	Actual	Actual
PUBLIC SAFETY:			
Police department:			
For department head's salary	$ 96,220	$ 96,220	$ 93,419
For salaries and wages, all police personnel	1,528,658	1,041,641	959,035
For telecommunication tax expenses (wages)	28,800	30,948	33,000
For services	26,290	119,738	177,499
For material and supplies	18,000	13,435	13,672
For purchase of equipment	109,101	116,025	62,649
For maintenance and operation of equipment	25,000	50,694	16,037
For confiscated funds	-	-	411
For ballistic vests grant	-	-	1,360
For K-9 grant	-	-	11,087
For IT infrastructure	53,822	122,637	-
For ammunition	3,320	12,706	-
For dispatching	59,268	64,906	-
For body camera	18,950	17,509	-
For radar and speed signs	12,825	19,964	-
For policies and procedures	8,654	-	-
For training	10,621	7,641	-
For lease interest	-	182	238
Total Police department	$ 1,999,529	$ 1,714,246	$ 1,368,407
Board of Police Commissioners:			
For personnel wages	$ 1,486	$ -	$ -
For services	150	-	-
Total Board of Police Commissioners	$ 1,636	$ -	$ -
Total Public Safety	$ 2,001,165	$ 1,714,246	$ 1,368,407
Culture and Recreation:			
For personnel wages	$ 15,450	$ 14,037	$ 13,743
For materials and supplies	2,500	2,420	-
For purchase of equipment	4,000	-	-
For maintenance and operation of equipment	2,000	-	1,200
For contingent expenses	-	-	-
For services and programs	4,000	3,211	3,248
For development of playgrounds	30,000	17,893	19,924
For development of recreation buildings	2,500	2,257	360
For expansion program	13,000	9,952	5,513
Total Culture and Recreation	$ 73,450	$ 49,770	$ 43,988

(This schedule is continued on the following pages.)

CITY OF HOMETOWN, ILLINOIS
GENERAL CORPORATE FUND
SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2024
(With Comparable Actual Totals)

	2024		2023
	Original and Final Budget	Actual	Actual
PUBLIC HEALTH:			
For Department Head's salary	$ 21,855	$ 21,782	$ 21,148
For supplies	500	-	-
For services	15,000	11,431	15,467
For impounding animals	1,500	-	-
For mosquito control	4,000	2,865	3,820
Total Public Health	$ 42,855	$ 36,078	$ 40,435
HIGHWAY AND STREETS:			
Street and Bridge:			
For materials and supplies	$ 5,000	$ 372	$ 3,350
For purchase of equipment	5,000	-	1,900
For maintenance and operations of equipment	10,000	11,588	8,301
For services	1,000	-	-
Total street and bridge	$ 21,000	$ 11,960	$ 13,551
Street Lighting :			
For street lighting	$ 33,000	$ 32,204	$ 28,199
For services	18,000	7,515	16,783
Total street lighting	$ 51,000	$ 39,719	$ 44,982
General Public Works:			
For personnel wages	$ 194,946	$ 217,796	$ 183,928
For general supplies and materials	5,000	4,060	3,959
For purchase of equipment	10,000	3,987	6,015
For maintenance and operations of motorized equipment	17,500	17,986	15,587
For services	45,500	20,644	6,394
Total general public works	$ 272,946	$ 264,473	$ 215,883
Total Highway and Streets	$ 344,946	$ 316,152	$ 274,416
Total expenditures	$ 4,183,250	$ 3,422,794	$ 3,370,356

NONMAJOR SPECIAL REVENUE FUNDS

Motor Fuel Tax Fund - Accounts for expenditures related to approved motor fuel tax projects and from the state gasoline tax as collected and distributed by the State of Illinois.

Library Fund - Accounts for programs and services related to the operation of the City Library.

Special Events Fund - Accounts for revenues and expenditures pertaining to special events that occur in the City and are not supported by other funds.

CITY OF HOMETOWN, ILLINOIS
ALL NONMAJOR GOVERNMENTAL FUNDS
COMBINED BALANCE SHEET
APRIL 30, 2024

ASSETS

		Special Revenue
Assets:		
Cash and cash equivalents	$	81,831
Receivables:		
Property taxes - net of allowance		84,848
Other		31,326
Due (to) from other funds		(117,449)
Cash - restricted		731,916
Total assets	$	812,472

LIABILITIES AND FUND BALANCES

Liabilities:		
Accounts payable	$	772
Accrued payroll		2,700
Deferred real estate taxes		49,402
Deferred revenues		4,976
Advance on grants		5,394
Total liabilities	$	63,244
Fund balances:		
Restricted	$	635,880
Assigned		113,348
Unassigned		-
Total fund balances	$	749,228
Total liabilities and fund balances	$	812,472

CITY OF HOMETOWN, ILLINOIS
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
ALL NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2024

	Special Revenue
Revenues:	
Property taxes	$ 79,238
Charges for services	-
Intergovernmental	282,132
Investment income (expense)	712
Fees, reimbursements, grants and miscellaneous	26,852
Total revenue	$ 388,934
Expenditures:	
Current:	
Highway and Street	$ 214,152
Culture and Recreation	106,194
Total expenditures	$ 320,346
Excess (deficiency) of revenues over expenditures	$ 68,588
Other financing sources (uses):	
Operating transfers in	$ -
Operating transfers out	-
Total other financing sources (uses)	$ -
NET CHANGE IN FUND BALANCE	$ 68,588
FUND BALANCE - May 1	680,640
FUND BALANCE - April 30	$ 749,228

CITY OF HOMETOWN, ILLINOIS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
APRIL 30, 2024

ASSETS

	Motor Fuel Tax Fund	Public Library Fund	Special Events Fund	Total
Assets:				
Cash and cash equivalents	$ -	$ 81,598	$ 233	$ 81,831
Receivables:				
Tax receivable	-	86,560	-	86,560
Intergovernmental receivable	30,073			30,073
Other	-	1,253	-	1,253
Allowance for uncollectible taxes	-	(1,712)	-	(1,712)
Due (to) from other funds	(119,540)	2,091	-	(117,449)
Cash - restricted	731,916	-	-	731,916
Total assets	$ 642,449	$ 169,790	$ 233	$ 812,472

LIABILITIES AND FUND BALANCES

	Motor Fuel Tax Fund	Public Library Fund	Special Events Fund	Total
Liabilities:				
Accounts payable	$ 772	$ -	$ -	$ 772
Accrued payroll	821	1,879	-	2,700
Deferred real estate taxes	-	49,402	-	49,402
Deferred revenue	4,976	-	-	4,976
Advance on grants	-	5,394	-	5,394
Total liabilities	$ 6,569	$ 56,675	$ -	$ 63,244
Fund balances:				
Restricted	$ 635,880	$ -	$ -	$ 635,880
Assigned	-	113,115	233	113,348
Unassigned	-	-	-	-
Total fund balances	$ 635,880	$ 113,115	$ 233	$ 749,228
Total liabilities and fund balances	$ 642,449	$ 169,790	$ 233	$ 812,472

CITY OF HOMETOWN, ILLINOIS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED APRIL 30, 2024

	Motor Fuel Tax Fund	Public Library Fund	Special Events Fund	Total
Revenues:				
Property taxes	$ -	$ 79,238	$ -	$ 79,238
Charges for services	-	-	-	-
Intergovernmental	277,755	4,377	-	282,132
Investment income (expense)	665	47	-	712
Fees, reimbursements, grants and miscellaneous	-	26,840	12	26,852
Total revenues	$ 278,420	$ 110,502	$ 12	$ 388,934
Expenditures:				
Current:				
Highway and Street	$ 214,152	$ -	$ -	$ 214,152
Culture and Recreation	-	105,914	280	106,194
Total expenditures	$ 214,152	$ 105,914	$ 280	$ 320,346
Excess (deficiency) of revenue over expenditures	$ 64,268	$ 4,588	$ (268)	$ 68,588
Other financing sources (uses):				
Operating transfers in	$ -	$ -	$ -	$ -
Operating transfers out	-	-	-	-
Total other financing sources (uses)	$ -	$ -	$ -	$ -
NET CHANGE IN FUND BALANCE	$ 64,268	$ 4,588	$ (268)	$ 68,588
FUND BALANCE - MAY 1	571,612	108,527	501	680,640
FUND BALANCE - APRIL 30	$ 635,880	$ 113,115	$ 233	$ 749,228

CITY OF HOMETOWN, ILLINOIS
MOTOR FUEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2024
(With Comparative Actual Totals)

	2024		2023
	Original and Final Budget	Actual	Actual
Revenues:			
State allotments	$ 450,000	$ 190,744	$ 177,357
Fuel sales tax	-	87,011	40,400
Capital bill program	-	-	47,769
Interest income (expense)	-	665	539
Total revenues	$ 450,000	$ 278,420	$ 266,065
Expenditures:			
Project expenditures:			
Street sweeping	$ 9,000	$ 10,685	$ 4,410
Snow removal	47,535	28,500	23,677
Patching	13,585	18,990	13,492
Catch basin and sewer repair	28,518	79,535	15,810
Weed cutting/ditch maintenance	23,495	3,982	2,770
Street name signs	6,492	1,739	4,704
Curb and sidewalk replacement	37,500	16,100	2,384
Striping crosswalks and curbs	10,377	8,161	1,449
Street light maintenance - net of insurance reimbursement	14,627	6,664	655
Traffic signal maintenance - net of insurance reimbursement	3,600	(1,717)	1,544
Engineering	35,415	39,689	109,896
Street resurfacing	-	1,824	2,620
Cash basin cleaning and replacement	22,000	-	-
Special street patching	20,000	-	-
Sewer cleaning and televising	46,500	-	-
Sewer lining and repair	130,000	-	-
Total expenditures	$ 448,644	$ 214,152	$ 183,411
Net change in fund balance	$ 1,356	$ 64,268	$ 82,654
FUND BALANCE - May 1		571,612	488,958
FUND BALANCE - April 30		$ 635,880	$ 571,612

CITY OF HOMETOWN, ILLINOIS
PUBLIC LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2024
(With Comparative Actual Totals)

	2024		2023
	Original and Final Budget	Actual	Actual
Revenues:			
Property taxes	$ 78,692	$ 79,238	$ 72,625
Replacement taxes	2,000	4,377	6,043
Miscellaneous	1,750	1,091	2,878
Per capita grants	4,000	6,406	6,406
Equipment grants	-	19,343	2,053
Interest income (expense)	30	47	44
Total revenues	$ 86,472	$ 110,502	$ 90,049
Expenditures:			
For salaries and wages, all personnel	$ 61,000	$ 50,161	$ 46,834
For purchase of books	16,000	17,077	15,802
For purchase of equipment	1,600	1,619	1,171
For remodeling	-	950	4,937
For services	3,500	3,863	4,128
For supplies and materials	3,000	2,950	2,285
For maintenance of equipment	1,000	1,511	1,142
For purchase of audio-visual equipment	7,400	1,571	1,098
For equipment and per capita grants	-	25,883	2,053
For computer lab	1,000	329	440
Total expenditures	$ 94,500	$ 105,914	$ 79,890
Excess (deficiency) of revenue over expenditures	$ (8,028)	$ 4,588	$ 10,159
Other financing sources (uses) - Transfer from General Corporate Fund	7,500	-	-
NET CHANGE IN FUND BALANCE	$ (528)	$ 4,588	$ 10,159
FUND BALANCE - May 1		108,527	98,368
FUND BALANCE - April 30		$ 113,115	$ 108,527

CITY OF HOMETOWN, ILLINOIS
SPECIAL EVENTS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2024
(With Comparative Actual Totals)

	2024		2023
	Original and Final Budget	Actual	Actual
Revenues:			
Receipts from Special Events	$ -	$ -	$ -
Interest income (expense)	-	-	-
Miscellaneous	-	12	12
Total revenues	$ -	$ 12	$ 12
Expenditures -			
Special events costs	$ -	$ 280	$ -
NET CHANGE IN FUND BALANCE	$ -	$ (268)	$ 12
FUND BALANCE - May 1		501	489
FUND BALANCE - April 30		$ 233	$ 501

ENTERPRISE FUND

Water Operations - Accounts for water and sewer revenue and expenditures.

CITY OF HOMETOWN, ILLINOIS
WATER OPERATIONS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2024
(With Comparable Actual Totals)

	2024		2023
	Original and Final Budget	Actual	Actual
Operating revenues:			
Charges for services	$ 1,785,000	$ 1,632,538	$ 1,537,822
Miscellaneous	1,250	292	312
Total operating revenue	$ 1,786,250	$ 1,632,830	$ 1,538,134
Operating expenses:			
Physical maintenance and improvements:			
For personnel wages	$ 26,780	$ 34,375	$ 18,033
For material and supplies	30,000	11,740	38,215
For purchase of equipment	10,000	275	2,421
For maintenance of equipment	10,000	12,902	7,863
For services	100,000	52,247	49,654
Billing and administration:			
For payment of water and sewer charges	1,200,000	1,160,944	1,089,003
For personnel wages	87,550	69,673	90,007
For sundry supplies and materials	2,000	-	-
For purchase of equipment	2,400	-	-
For maintenance and operations of equipment	36,000	33,965	29,530
For billing supplies and postage	20,000	17,320	15,470
For services	12,000	-	-
For future expansion	149,020	-	-
For depreciation	-	49,914	23,110
Total operating expenses	$ 1,685,750	$ 1,443,355	$ 1,363,306
Operating income (loss)	$ 100,500	$ 189,475	$ 174,828
Nonoperating income (expenses) -			
Interest income (expense)	(500)	(2,873)	(1,886)
Income (loss) before capital grants and contributions	$ 100,000	$ 186,602	$ 172,942
Capital Grants and Contribution -			
Capital grants and contribution	$ -	$ 542,878	$ 25,547
Income (loss) before transfer	$ 100,000	$ 729,480	$ 198,489
OTHER FINANCIAL SOURCES (USES) -			
Operating transfers out	$ (100,000)	$ -	$ -
NET CHANGE IN FUND BALANCE	$ -	$ 729,480	$ 198,489
FUND BALANCE - May 1		3,024,837	2,826,348
FUND BALANCE - April 30		$ 3,754,317	$ 3,024,837

CITY OF HOMETOWN, ILLINOIS
STATEMENT OF ASSESSED VALUATION AND TAX RATES
FOR THE YEARS 1965 TO 2023, INCLUSIVE

Year	Assessed Valuation	Total	Corporate	Bond and Interest	Street Lighting	Audit	Civil Defense	Public Library	Police Pension	Street and Bridge	Recreation	IMRF	Liability Insurance	Crossing Guards	Police Protvection
2023	69,731,399	.8105	.2553	-	.0208	.0288	-	.1210	-	.0392	.0358	.1399	.1425	.0061	.0211
2022	46,286,214	1.1557	.3435	-	.0298	.0580	-	.1720	-	.0562	.0518	.2007	.2044	.0089	.0304
2021	46,292,767	1.1547	.3432	-	.0296	.0605	-	.1707	-	.0558	.0514	.1994	.2031	.0093	.0317
2020	50,913,215	1.0193	.3055	-	.0266	.0382	-	.1530	-	.0502	.0463	.1795	.1828	.0084	.0288
2019	46,891,364	1.0384	.3103	-	.0270	.0403	-	.1554	-	.0510	.0470	.1823	.1857	.0089	.0305
2018	47,592,101	1.0038	.2994	-	.0261	.0398	-	.1499	-	.0492	.0453	.1759	.1792	.0088	.0302
2017	43,432,446	.9455	.2815	-	.0245	.0384	-	.1410	-	.0462	.0426	.1654	.1684	.0085	.0290
2016	43,305,525	1.0529	.3126	-	.0273	.0440	-	.1566	-	.0514	.0474	.1836	.1871	.0097	.0332
2015	41,295,198	1.0949	.3247	-	.0283	.0464	-	.1626	-	.0533	.0492	.1907	.1943	.0103	.0351
2014	41,644,954	1.0766	.3182	-	.0278	.0462	-	.1596	-	.0524	.0485	.1881	.1907	.0102	.0349
2013	46,912,528	.9338	.2757	-	.0241	.0407	-	.1382	-	.0453	.0420	.1629	.1652	.0089	.0308
2012	49,783,476	.8650	.2546	-	.0222	.0390	-	.1264	-	.0419	.0398	.1505	.1525	.0086	.0295
2011	54,620,792	.7654	.2253	-	.0197	.0350	-	.1119	-	.0371	.0343	.1331	.1350	.0076	.0264
2010	62,735,516	.6548	.1926	-	.0168	.0299	-	.0951	-	.0317	.0294	.1138	.1154	.0065	.0230
2009	59,390,750	.6736	.1885	-	.0173	.0308	.0096	.0984	-	.0326	.0302	.1171	.1187	.0067	.0237
2008	56,874,419	.7020	.1963	-	.0180	.0320	.0100	.1024	-	.0340	.0314	.1219	.1236	.0070	.0254
2007	50,847,217	.7518	.2103	-	.0192	.0343	.0107	.1096	-	.0364	.0336	.1305	.1323	.0075	.0274
2006	46,914,766	.7948	.2223	-	.0204	.0362	.0113	.1159	-	.0384	.0355	.1378	.1397	.0079	.0294
2005	45,311,768	.7998	.2236	-	.0205	.0364	.0114	.1170	-	.0386	.0357	.1385	.1405	.0080	.0296
2004	38,761,278	.9286	.2614	-	.0239	.0425	.0133	.1320	-	.0452	.0404	.1619	.1642	.0093	.0345
2003	39,024,169	.9225	.2481	-	.0238	.0422	.0132	.1312	.0167	.0449	.0401	.1557	.1631	.0092	.0343
2002	38,931,559	.9247	.2487	-	.0238	.0423	.0132	.1315	.0167	.0450	.0402	.1561	.1635	.0093	.0344
2001	24,866,633	1.2055	.3242	-	.0310	.0552	.0172	.1716	.0218	.0586	.0524	.2035	.2131	.0121	.0448
2000	29,117,875	1.2363	.3325	-	.0318	.0566	.0177	.1758	.0223	.0601	.0538	.0287	.2186	.0124	.0460
1999	29,838,419	1.2024	.3202	-	.0311	.0552	.0173	.1716	.0218	.0587	.0525	.2037	.2133	.0121	.0449
1998	28,470,269	1.2870	.2136	-	.0331	.0589	.0184	.1830	-	.0626	.0559	.2174	.3834	.0129	.0478
1997	27,925,394	1.2901	.2141	-	.0332	.0591	.0185	.1835	-	.0627	.0561	.2178	.3842	.0129	.0480
1996	27,524,279	1.3079	.2170	-	.0337	.0599	.0187	.1859	-	.0636	.0569	.2208	.3896	.0132	.0486
1995	23,974,486	1.5015	.2492	-	.0387	.0687	.0215	.2135	-	.0730	.0653	.2535	.4472	.0150	.0559
1994	23,699,705	1.5189	.2521	-	.0391	.0695	.0217	.2160	-	.0739	.0661	.2564	.4524	.0152	.0565
1993	24,067,565	1.4601	.2482	-	.0385	.0885	.0214	.1570	-	.0728	.0651	.2525	.4455	.0150	.0556
1992	19,658,575	1.7630	.3039	-	.0472	.0838	.0262	.1923	-	.0891	.0796	.3091	.5454	.0183	.0681
1991	19,458,159	1.6966	.2911	-	.0476	.0847	.0249	.1943	-	.0900	.0805	.2911	.5188	.0154	.0582
1990	20,865,989	1.5794	.2715	.0936	.0385	.0790	.0222	.1807	-	.0839	.0750	.2715	.3949	.0143	.0543
1989	16,510,981	2.0267	.3330	.2162	.0487	.0936	.0281	.2200	-	.1000	.0900	.3119	.4991	.0175	.0686
1988	16,395,886	2.0156	.3330	.2177	.0490	.0942	.0283	.2188	-	.1000	.0900	.2953	.5026	.0176	.0691
1987	15,976,539	1.8100	.3330	-	.0500	.0774	-	.2644	-	.1000	.0900	.2901	.5158	.0181	.0709
1986	15,598,112	1.8065	.3330	.1161	.0495	.0726	-	.2430	-	.1000	.0900	.1981	.5283	.0165	.0594
1985	11,427,559	1.7864	.3330	.1585	.0500	.0991	.0500	.2700	-	.1000	.0900	.2704	.2704	.0200	.0750
1984	11,175,993	1.3408	.3330	.1621	.0500	.0972	.0500	.1700	-	.1000	.0900	.1935	-	.0200	.0750
1983	11,950,464	1.9213	.3330	.1516	.0500	.0909	.0500	.1700	.0409	.1000	.0900	.3620	.3879	.0200	.0750
1982	12,900,072	1.7551	.3330	.0485	.0500	.0842	.0500	.1700	.0459	.1000	.0900	.3353	.3593	.0200	.0710
1981	11,376,773	1.9417	.3330	.1899	.0500	.0824	.0235	.1700	.0656	.1000	.0900	.3621	.3802	.0200	.0750
1980	11,122,714	1.7300	.3330	.2172	.0500	.0671	.0259	.1500	.0671	.1000	.0900	.2778	.3519	-	-
1979	10,641,517	1.7187	.3330	.2419	.0900	-	.0271	.1700	.0763	.1000	.0900	.2613	.3291	-	-
1978	11,071,996	1.5482	.3300	.2010	.0698	-	.0214	.1700	.0699	.1000	.0900	.2326	.2605	-	-
1977	10,838,147	1.3151	.3330	.0692	.0500	-	.0238	.1500	.0714	.1000	.0900	.1901	.2376	-	-
1976	10,684,484	1.2970	.3460	.0722	.0520	-	.0241	.1559	.0434	.0950	.0935	.1928	.2217	-	-
1975	11,104,133	1.1430	.3330	.0522	.0500	-	.0227	.1500	.0404	.0909	.0900	.1762	.1373	-	-
1974	11,114,662	1.0680	.3330	.1470	.0500	-	.0305	.1500	.0403	.0600	.0900	.1667	-	-	-
1973	9,913,868	1.0990	.3763	.1647	.0565	-	.0316	.1695	.0265	.0678	.1017	.1038	-	-	-
1972	11,203,925	.8171	.3330	-	.0500	-	.0280	.1500	.0143	.0600	.0900	.0918	-	-	-
1971	11,460,519	.8281	.3330	-	.0500	-	.0413	.1500	.0140	.0600	.0900	.0898	-	-	-
1970	11,192,428	.9436	.3330	.1882	.0500	-	.0229	.1337	.0143	.0600	.0772	.0643	-	-	-
1969	10,781,902	.9960	.3330	.1866	.0381	-	.0273	.1200	.0148	.1000	.0802	.0954	-	-	-
1968	10,057,192	.9000	.3330	.2012	.0322	-	.0298	.1200	.0159	.1000	.0667	-	-	-	-
1967	9,460,028	.8859	.3330	.2151	.0260	-	.0250	.1200	.0168	.1000	.0500	-	-	-	-
1966	9,625,153	.7500	.3300	.1792	.0186	-	.0250	.1144	.0166	.0662	-	-	-	-	-
1965	9,558,033	.7728	.3330	.1995	.0215	-	.0250	.1109	.0167	.0662	-	-	-	-	-