# VILLAGE OF INDIAN HEAD PARK, ILLINOIS

## ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
APRIL 30, 2024

201 Acacia Drive
Indian Head Park, IL 60525
Phone: 708.246.3080
www.indianheadpark-il.us

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# INDEPENDENT AUDITOR'S REPORT

This section includes the opinion of the Village’s independent auditing firm.

Lauterbach & Amen
668 N. River Road
Naperville, IL 60563
630.393.1483
lauterbachamen.com

# INDEPENDENT AUDITOR'S REPORT

August 5, 2025

The Honorable President
Member of the Board of Trustees
Village of Indian Head Park, Illinois

## Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Indian Head Park, (the Village), Illinois, as of and for the year ended April 30, 2024, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Indian Head Park, 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 Village, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## Responsibilities of Management for the Financial Statements

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

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

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

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

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

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

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

**Required Supplementary Information**

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

**Supplementary Information**

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

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

## MANAGEMENT'S DISCUSSION AND ANALYSIS

This Management’s Discussion and Analysis (MD&A) provides the reader with a narrative overview and analysis of the overall financial position and results of operations for the year ended April 30, 2024, for the Village of Indian Head Park (the Village). Please read it in conjunction the Village's financial statements, which can be found in the basic financial statements section of this report.

## FINANCIAL HIGHLIGHTS

- The Village’s net position increased as a result of this year’s operations. While net position of business-type activities increased by $306,700, or 9.1 percent, net position of the governmental activities also increased by $801,180, or 17.4 percent.

- During the year, government-wide revenues for the primary government totaled $6,137,677, while expenses totaled $5,029,797, resulting in an increase to net position of $1,107,880.

- The Village’s net position totaled $9,085,715 on April 30, 2024, which includes $7,318,061 net investment in capital assets, $1,195,510 subject to external restrictions, and a surplus of $572,144 in unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.

- The General Fund reported an increase this year of $397,869, resulting in ending fund balance of $2,202,881, an increase of 22 percent.

## USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Village as a whole and present a longer-term view of the Village’s finances. Fund financial statements can be found in the financial section of this report. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village’s operations in more detail than the government-wide statements by providing information about the Village’s most significant funds. The remaining statements provide financial information about activities for which the Village acts solely as a trustee or agent for the benefit of those outside of the government.

### Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village’s finances, in a matter similar to a private-sector business. The government wide financial statements which can be found in the financial section of this report.

The Statement of Net Position reports information on all of the Village’s assets/deferred outflows and liabilities/ deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the Village’s property tax base and the condition of the Village’s infrastructure, is needed to assess the overall health of the Village.

## OVERVIEW OF THE FINANCIAL STATEMENTS - Continued

### Government-Wide Financial Statements - Continued

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

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, public works, and parks and recreation. The business-type activities of the Village include water and sewer.

### Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village 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, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Village’s near-term financing 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 statements. 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 the comparison between governmental funds and governmental activities.

The Village maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Motor Fuel Tax, American Rescue Plan, and Capital Improvements Fund, which are considered major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual appropriated budget for all of the governmental funds, except for the American Rescue Plan Fund and Bond Fund. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

## OVERVIEW OF THE FINANCIAL STATEMENTS - Continued

### Proprietary Funds

The Village maintains one proprietary fund type: enterprise. Enterprise funds are used to report the same functions presented as business-type activities in the government–wide financial statements. The Village utilizes enterprise funds to account for its water and sewer operations.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund, which is considered to be a major fund of the Village.

### 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.

### Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's I.M.R.F pension obligations, the Village's other post-employment benefit obligation, and budgetary comparison schedules for the General Fund and major special revenue fund.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table represents the net position as of April 30, 2024. Net position serves over time as a useful indicator of a government's financial position. The following tables show that assets/deferred outflows exceeded liabilities/deferred inflows by $9,085,715.

| | Net Position | | | | | |
|---|---|---|---|---|---|---|
| | Governmental Activities | | Business-Type Activities | | Totals | |
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Current and Other Assets | $ 5,196,053 | 5,012,565 | 1,014,417 | 1,474,340 | 6,210,470 | 6,486,905 |
| Capital Assets | 4,699,439 | 4,517,377 | 3,958,571 | 2,592,857 | 8,658,010 | 7,110,234 |
| Total Assets | 9,895,492 | 9,529,942 | 4,972,988 | 4,067,197 | 14,868,480 | 13,597,139 |
| Deferred Outflows | 603,368 | 830,318 | 145,527 | 231,999 | 748,895 | 1,062,317 |
| Total Assets/Deferred Outflows | 10,498,860 | 10,360,260 | 5,118,515 | 4,299,196 | 15,617,375 | 14,659,456 |
| Long-Term Liabilities | 2,067,852 | 2,861,396 | 442,957 | 670,530 | 2,510,809 | 3,531,926 |
| Other Liabilities | 447,533 | 402,421 | 945,274 | 221,909 | 1,392,807 | 624,330 |
| Total Liabilities | 2,515,385 | 3,263,817 | 1,388,231 | 892,439 | 3,903,616 | 4,156,256 |
| Deferred Inflows | 2,577,526 | 2,491,674 | 50,518 | 33,691 | 2,628,044 | 2,525,365 |
| Total Liabilities/Deferred Inflows | 5,092,911 | 5,755,491 | 1,438,749 | 926,130 | 6,531,660 | 6,681,621 |
| Net Position | | | | | | |
| Net Investment in Capital Assets | 3,559,439 | 3,207,377 | 3,758,622 | 2,369,791 | 7,318,061 | 5,577,168 |
| Restricted | 1,195,510 | 1,040,656 | — | — | 1,195,510 | 1,040,656 |
| Unrestricted (Deficit) | 651,000 | 356,736 | (78,856) | 1,003,275 | 572,144 | 1,360,011 |
| Total Net Position | 5,405,949 | 4,604,769 | 3,679,766 | 3,373,066 | 9,085,715 | 7,977,835 |

A large portion of the Village's net position, $7,318,061, reflects its investment in capital assets (for example, land, construction in progress, buildings and improvements, land improvements, equipment, infrastructure, well houses, water and distribution system and vehicles), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, $1,195,510 of the Village's net position represents resources that are subject to external restrictions on how they may be used. The remaining $572,144 represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

| | Change in Net Position | | | | | |
|---|---|---|---|---|---|---|
| | Governmental Activities | | Business-Type Activities | | Totals | |
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Revenues | | | | | | |
| Program Revenues | | | | | | |
| Charges for Services | $ 744,288 | 525,345 | 1,729,727 | 1,674,264 | 2,474,015 | 2,199,609 |
| Operating Grants/Contrib. | 7,613 | 43,758 | — | — | 7,613 | 43,758 |
| Capital Grants/Contrib. | 195,219 | 327,889 | — | — | 195,219 | 327,889 |
| General Revenues | | | | | | |
| Taxes | | | | | | |
| Property Taxes | 1,390,749 | 1,295,681 | — | — | 1,390,749 | 1,295,681 |
| Non Home Rule Taxes | 186,940 | 182,889 | — | — | 186,940 | 182,889 |
| Utility Taxes | 180,073 | 214,573 | — | — | 180,073 | 214,573 |
| Other Taxes | 193,399 | 189,028 | — | — | 193,399 | 189,028 |
| Intergovernmental | | | | | | |
| Sales Taxes | 310,748 | 304,272 | — | — | 310,748 | 304,272 |
| State Income Taxes | 665,499 | 656,816 | — | — | 665,499 | 656,816 |
| Use Taxes | 148,811 | 164,884 | — | — | 148,811 | 164,884 |
| Other | 54,242 | 57,371 | — | — | 54,242 | 57,371 |
| Other General Revenues | 240,656 | 149,162 | 89,713 | 4,565 | 330,369 | 153,727 |
| Total Revenues | 4,318,237 | 4,111,668 | 1,819,440 | 1,678,829 | 6,137,677 | 5,790,497 |
| Expenses | | | | | | |
| General Government | 638,236 | 974,584 | — | — | 638,236 | 974,584 |
| Public Safety | 1,935,911 | 1,684,807 | — | — | 1,935,911 | 1,684,807 |
| Public Works | 882,228 | 1,188,556 | — | — | 882,228 | 1,188,556 |
| Parks and Recreation | 24,562 | 26,363 | — | — | 24,562 | 26,363 |
| Interest | 36,120 | 47,445 | — | — | 36,120 | 47,445 |
| Water and Sewer | — | — | 1,512,740 | 1,665,022 | 1,512,740 | 1,665,022 |
| Total Expenses | 3,517,057 | 3,921,755 | 1,512,740 | 1,665,022 | 5,029,797 | 5,586,777 |
| Change in Net Position | 801,180 | 189,913 | 306,700 | 13,807 | 1,107,880 | 203,720 |
| Net Position - Beginning | 4,604,769 | 4,414,856 | 3,373,066 | 3,359,259 | 7,977,835 | 7,774,115 |
| Net Position - Ending | 5,405,949 | 4,604,769 | 3,679,766 | 3,373,066 | 9,085,715 | 7,977,835 |

## GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Net position of the Village's governmental activities increased by 17.4 percent ($5,405,949 in 2024 compared to $4,604,769 in 2023). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled $651,000 at April 30, 2024.

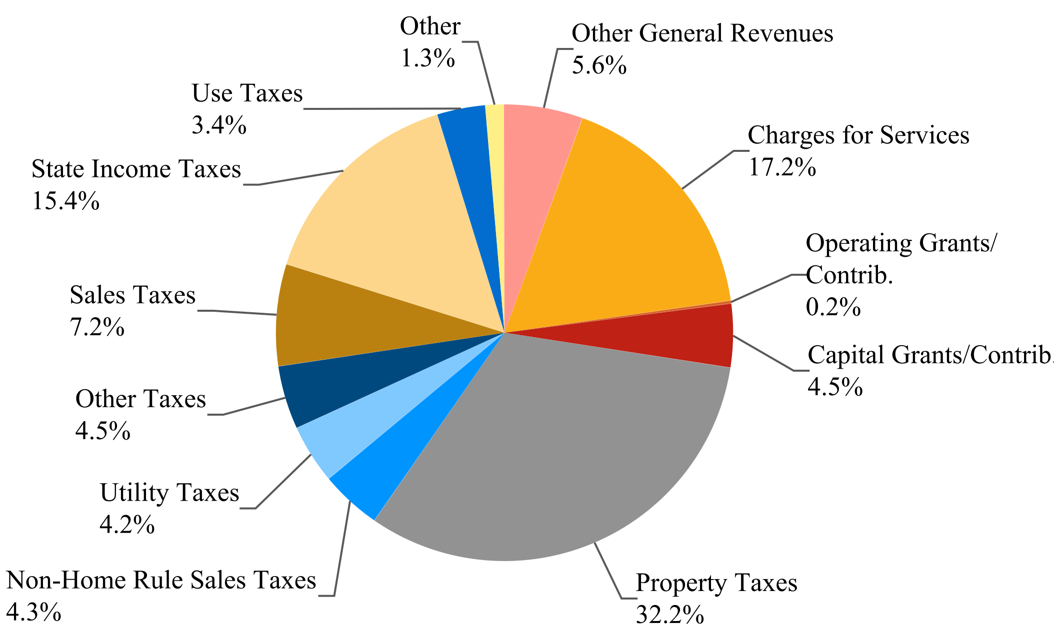
Net position of business-type activities increased by 9.1 percent ($3,679,766 in 2024 compared to $3,373,066 in 2023).

### Governmental Activities

Revenues for governmental activities totaled $4,318,237, while the cost of all governmental functions totaled $3,517,057, this results in a surplus of $801,180. In 2023, revenues of $4,111,668 exceeded expenses of $3,921,755, resulting in a surplus of $189,913. The surplus in 2024 was due to increases in large part to charges for services, property taxes, interest and other income.

The following table graphically depicts the major revenue sources of the Village. It depicts very clearly the reliance of property taxes to fund governmental activities. It also clearly identifies the less significant percentage the Village receives from operating grants.

**Revenue by Source - Governmental Activities**

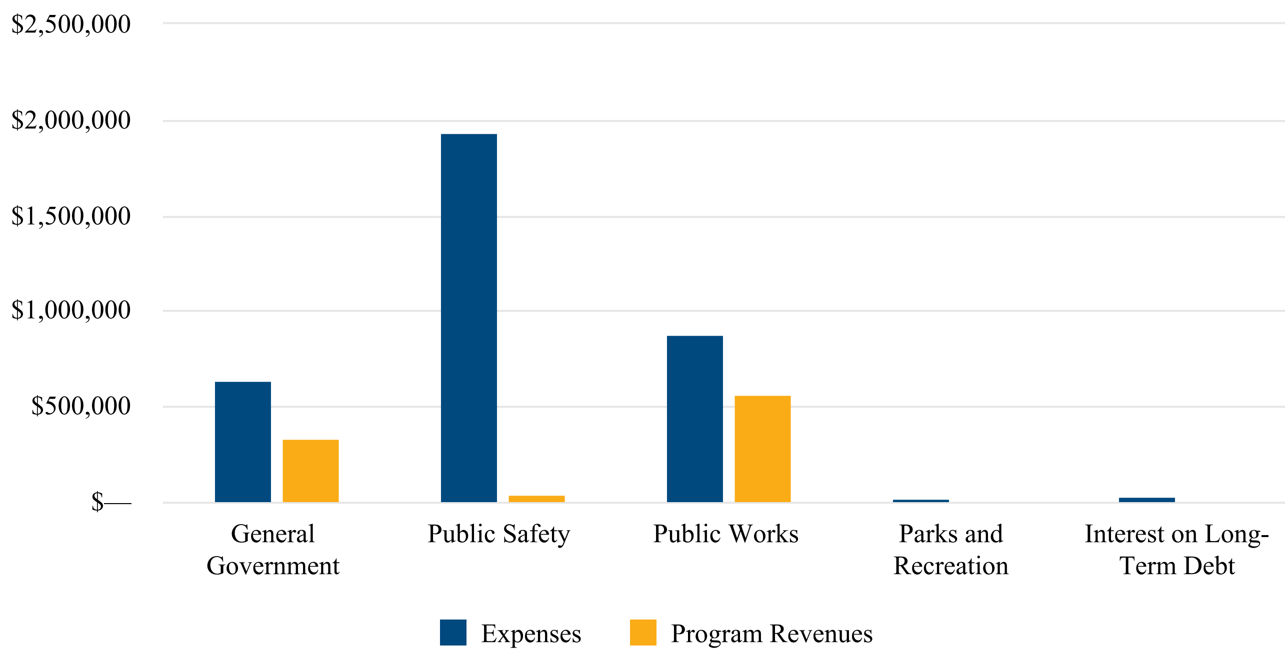


## GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

### Governmental Activities - Continued

The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues.

**Expenses and Program Revenues - Governmental Activities**



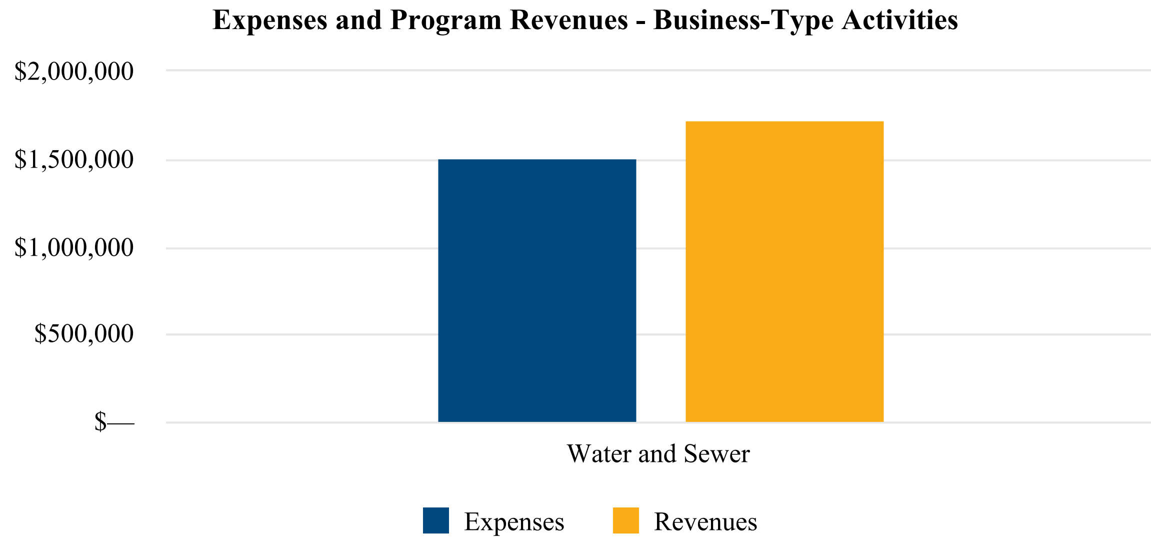

As depicted in the chart above, public safety, public works, parks and recreation, and general government expenses far exceed any directly allocated revenues. The general government function had a  surplus due primarily to decrease in the pension liabilities in the current year. Unlike the Water and Sewer Fund that is supported by user fees, these activities are substantially tax supported.

### Business-Type Activities

Business-Type activities posted total revenues of $1,819,440, while the cost of all business-type activities totaled $1,512,740, this results in a surplus of $306,700. In 2023, revenues of $1,678,829 exceeded expenses of $1,665,022, resulting in a surplus of $13,807. The surplus in 2024 was due primarily to an increase in charges for services and interest income.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

### Business-Type Activities - Continued




The above graph compares program revenues to expenses for the water and sewer operations.

## FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

### Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The Village's governmental funds reported combining ending fund balances of $2,464,654, which is a $238,612, or 10.7%, increase compared to prior year's total of $2,226,042. Of the $2,464,654 total, $1,177,637, or approximately 47.8%, of the fund balance constitutes unassigned fund balance.

The General Fund is the main operating fund of the Village. As mentioned earlier, the General Fund reported an increase in fund balance for the year of $397,869, which is an increase of 22 percent. This was due to higher than expected revenue received in taxes, licenses and permits, charges for services, interest income and miscellaneous.

## FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS - Continued

### Governmental Funds - Continued

Unassigned fund balance in the General Fund was $2,022,568, which represents 91.8% of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 65.3% of total General Fund expenditures.

The Motor Fuel Tax Fund reported an increase in fund balance of $72,335. This increase is due to the anticipated large roadway replacement projects in FY25-26.

The American Rescue Plan Fund reported no change in fund balance from the prior year as no related activity occurred.

The Capital Improvements Fund reported a decrease in fund balance of $247,416. Although expenditures decreased from the prior year, they continued to exceed revenues received. This is also due to large capital projects with anticipation of grant revenue and transfers in FY25-26.

### Proprietary Funds

The Village's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

The Village reports the Water and Sewer Fund as a major proprietary fund. The Water and Sewer Fund accounts for all financial activities associated with the municipal water and sewer service. The Village intends to run the fund at a breakeven rate. Periodically, there will be an annual surplus or draw down due to timing of capital projects. The surplus in the Water Fund during the current fiscal year was $306,700. Prior year's operations resulted in a surplus of $13,807. Unrestricted net position in the Water Fund totaled a deficit $78,856 at April 30, 2024. This year's surplus is due to the Village saving for future pump house repairs.

## GENERAL FUND BUDGETARY HIGHLIGHTS

The Village did not make any amendments to the budget for the General Fund during the year. General Fund actual revenues for the year totaled $3,494,725, compared to budgeted revenues of $3,400,509. Revenues for taxes, licenses and permits, charges for services, interest income and miscellaneous were slightly higher than budgeted.

General Fund actual expenditures for the year were $417,616 lower than budgeted ($3,096,856 actual compared to $3,514,472 budgeted).

## CAPITAL ASSETS

The Village’s investment in capital assets for its governmental and business type activities as of April 30, 2024 was $8,658,010 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings and improvements, equipment, infrastructure, vehicles, well houses, and water and distribution systems.

| | Capital Assets - Net of Depreciation | | | | | |
|---|---|---|---|---|---|---|
| | Governmental Activities | | Business-Type Activities | | Totals | |
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Land | $ 868,988 | 868,988 | — | — | 868,988 | 868,988 |
| Construction in Progress | 666,835 | 327,090 | 1,529,599 | — | 2,196,434 | 327,090 |
| Land Improvements | 811,771 | 767,003 | — | — | 811,771 | 767,003 |
| Buildings and Improvements | 815,984 | 855,856 | — | — | 815,984 | 855,856 |
| Equipment | 30,395 | 21,787 | 63,575 | 72,492 | 93,970 | 94,279 |
| Infrastructure | 1,359,590 | 1,492,825 | 123,480 | 142,761 | 1,483,070 | 1,635,586 |
| Water and Distribution System | — | — | 2,241,917 | 2,377,604 | 2,241,917 | 2,377,604 |
| Vehicles | 145,876 | 183,828 | — | — | 145,876 | 183,828 |
| Totals | 4,699,439 | 4,517,377 | 3,958,571 | 2,592,857 | 8,658,010 | 7,110,234 |

This year’s major additions included:

| | |
|---|---|
| Construction in Progress | $ 1,869,344 |
| Land Improvements | 89,985 |
| Equipment | 39,089 |
| | 1,998,418 |

Additional information on the Village’s capital assets can be found in Note 3 of this report.

## DEBT ADMINISTRATION

As of April 30, 2024, the Village had total outstanding debt of $1,339,949 as compared to $1,533,066 the previous year, a decrease of 12.6 percent. The following is a comparative statement of outstanding debt:

| | Long-Term Debt Outstanding | | | | | |
|---|---|---|---|---|---|---|
| | Governmental Activities | | Business-Type Activities | | Totals | |
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| General Obligation Bonds | $ 1,140,000 | 1,310,000 | — | — | 1,140,000 | 1,310,000 |
| IEPA Loans | — | — | 199,949 | 223,066 | 199,949 | 223,066 |
| | 1,140,000 | 1,310,000 | 199,949 | 223,066 | 1,339,949 | 1,533,066 |

The Village maintains an AA+ rating from Moody's for general obligation debt. This rating has not changed in the past five years. State statutes limit the amount of general obligation debt a non-home rule governmental entity may issue to 8.625 percent of its total assessed valuation. The current debt limit for the Village is $16,777,085.

Additional information on the Village's long-term debt can be found in Note 3 of this report.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village's elected and appointed officials considered many factors when planning the 2025 budget, including tax rates, fees, and utility rates for its governmental and business-type activities.

## REQUESTS FOR INFORMATION

This financial report is designed provide citizens, customers, investors and creditors and for all those with an interest in the government's finances, a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to the Office of the Finance Manager, Village of Indian Head Park, 201 Acacia Drive, Indian Head Park, IL 60525.

# BASIC FINANCIAL STATEMENTS

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

Government-Wide Financial Statements

Fund Financial Statements

Governmental Funds

Proprietary Fund

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

**Statement of Net Position**
**April 30, 2024**

See Following Page

**Statement of Net Position**
**April 30, 2024**

| | Primary Government | | |
|---|---|---|---|
| | Governmental Activities | Business-Type Activities | Totals |
| **ASSETS** | | | |
| Current Assets | | | |
| Cash and Investments | $ 2,120,274 | 641,299 | 2,761,573 |
| Receivables - Net of Allowances | 2,140,984 | 291,393 | 2,432,377 |
| Insurance Deposits | 361,396 | 70,538 | 431,934 |
| Due from Other Governments | 495,087 | — | 495,087 |
| Prepaids | 78,312 | 11,187 | 89,499 |
| Total Current Assets | 5,196,053 | 1,014,417 | 6,210,470 |
| Noncurrent Assets | | | |
| Capital Assets | | | |
| Nondepreciable | 1,535,823 | 1,529,599 | 3,065,422 |
| Depreciable | 6,793,794 | 6,583,985 | 13,377,779 |
| Accumulated Depreciation | (3,630,178) | (4,155,013) | (7,785,191) |
| Total Noncurrent Assets | 4,699,439 | 3,958,571 | 8,658,010 |
| Total Assets | 9,895,492 | 4,972,988 | 14,868,480 |
| **DEFERRED OUTFLOWS OF RESOURCES** | | | |
| Deferred Items - IMRF | 555,243 | 101,500 | 656,743 |
| Deferred Items - RBP | 48,125 | 17,287 | 65,412 |
| Deferred Items - ARO | — | 26,740 | 26,740 |
| Total Deferred Outflows of Resources | 603,368 | 145,527 | 748,895 |
| Total Assets and Deferred Outflows of Resources | 10,498,860 | 5,118,515 | 15,617,375 |

| | | Primary Government | |
|---|---|---|---|
| | Governmental Activities | Business-Type Activities | Totals |
| **LIABILITIES** | | | |
| Current Liabilities | | | |
| Accounts Payable | $ 66,346 | 576,963 | 643,309 |
| Accrued Payroll | 94,656 | 17,576 | 112,232 |
| Retainage Payable | — | 146,245 | 146,245 |
| Accrued Interest | 13,195 | — | 13,195 |
| Deposits Payable | — | 168,676 | 168,676 |
| Other Payables | 56,696 | — | 56,696 |
| Current Portion of Long-Term Debt | 216,640 | 35,814 | 252,454 |
| Total Current Liabilities | 447,533 | 945,274 | 1,392,807 |
| Noncurrent Liabilities | | | |
| Compensated Absences Payable | 49,055 | 7,296 | 56,351 |
| Net Pension Liability - IMRF | 846,830 | 154,803 | 1,001,633 |
| Total OPEB Liability - RBP | 206,967 | 74,346 | 281,313 |
| General Obligation Bonds Payable - Net | 965,000 | — | 965,000 |
| IEPA Loans Payable | — | 176,512 | 176,512 |
| Asset Retirement Obligation | — | 30,000 | 30,000 |
| Total Noncurrent Liabilities | 2,067,852 | 442,957 | 2,510,809 |
| Total Liabilities | 2,515,385 | 1,388,231 | 3,903,616 |
| **DEFERRED INFLOWS OF RESOURCES** | | | |
| Grants | 505,736 | — | 505,736 |
| Property Taxes | 666,862 | — | 666,862 |
| Leases | 1,191,271 | — | 1,191,271 |
| Deferred Items - IMRF | 148,690 | 27,181 | 175,871 |
| Deferred Items - RBP | 64,967 | 23,337 | 88,304 |
| Total Deferred Inflows of Resources | 2,577,526 | 50,518 | 2,628,044 |
| Total Liabilities and Deferred Inflows of Resources | 5,092,911 | 1,438,749 | 6,531,660 |
| **NET POSITION** | | | |
| Net Investment in Capital Assets | 3,559,439 | 3,758,622 | 7,318,061 |
| Restricted | | | |
| Liability Insurance | 102,001 | — | 102,001 |
| Streets and Highways | 800,230 | — | 800,230 |
| Debt Service | 238,922 | — | 238,922 |
| Recreational Programs | 54,357 | — | 54,357 |
| Unrestricted (Deficit) | 651,000 | (78,856) | 572,144 |
| Total Net Position | 5,405,949 | 3,679,766 | 9,085,715 |

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

**Statement of Activities**
**April 30, 2024**

| | | Program Revenues | | |
|---|---|---|---|---|
| | Expenses | Charges for Services | Operating Grants/ Contributions | Capital Grants/ Contributions |
| Governmental Activities | | | | |
| General Government | $ 638,236 | 329,625 | 7,613 | — |
| Public Safety | 1,935,911 | 46,696 | — | — |
| Public Works | 882,228 | 367,967 | — | 195,219 |
| Parks and Recreation | 24,562 | — | — | — |
| Interest on Long-Term Debt | 36,120 | — | — | — |
| Total Governmental Activities | 3,517,057 | 744,288 | 7,613 | 195,219 |
| Business-Type Activities | | | | |
| Water and Sewer | 1,512,740 | 1,729,727 | — | — |
| Total Primary Government | 5,029,797 | 2,474,015 | 7,613 | 195,219 |

General Revenues
- Taxes
  - Property Taxes
  - Non-Home Rule Sales Taxes
  - Utility Taxes
  - Other Taxes
- Intergovernmental - Unrestricted
  - Sales Taxes
  - State Income Taxes
  - Use Taxes
  - Other
- Interest Income
- Miscellaneous

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

| Net (Expenses), Revenues and Changes in Net Position | | |
|---|---|---|
| Governmental Activities | Business-Type Activities | Totals |
| | | |
| (300,998) | — | (300,998) |
| (1,889,215) | — | (1,889,215) |
| (319,042) | — | (319,042) |
| (24,562) | — | (24,562) |
| (36,120) | — | (36,120) |
| (2,569,937) | — | (2,569,937) |
| | | |
| — | 216,987 | 216,987 |
| | | |
| (2,569,937) | 216,987 | (2,352,950) |
| | | |
| 1,390,749 | — | 1,390,749 |
| 186,940 | — | 186,940 |
| 180,073 | — | 180,073 |
| 193,399 | — | 193,399 |
| | | |
| 310,748 | — | 310,748 |
| 665,499 | — | 665,499 |
| 148,811 | — | 148,811 |
| 54,242 | — | 54,242 |
| 117,428 | 81,293 | 198,721 |
| 123,228 | 8,420 | 131,648 |
| 3,371,117 | 89,713 | 3,460,830 |
| | | |
| 801,180 | 306,700 | 1,107,880 |
| | | |
| 4,604,769 | 3,373,066 | 7,977,835 |
| | | |
| 5,405,949 | 3,679,766 | 9,085,715 |

**Balance Sheet - Governmental Funds**
**April 30, 2024**

| | General |
|---|---|
| **ASSETS** | |
| Cash and Investments | $ 461,745 |
| Receivables - Net of Allowances | |
| Taxes | 746,633 |
| Leases | 1,227,142 |
| Other | 21,926 |
| Insurance Deposits | 361,396 |
| Due from Other Governments | — |
| Due from Other Funds | 1,380,132 |
| Prepaids | 78,312 |
| Total Assets | 4,277,286 |
| **LIABILITIES** | |
| Accounts Payable | 40,126 |
| Accrued Payroll | 94,656 |
| Due to Other Funds | — |
| Other Payables | 53,217 |
| Total Liabilities | 187,999 |
| **DEFERRED INFLOWS OF RESOURCES** | |
| Grants | — |
| Property Taxes | 545,303 |
| IRMA Insurance | 149,832 |
| Leases | 1,191,271 |
| Total Deferred Inflows of Resources | 1,886,406 |
| Total Liabilities and Deferred Inflows of Resources | 2,074,405 |
| **FUND BALANCES** | |
| Nonspendable | 78,312 |
| Restricted | 102,001 |
| Unassigned | 2,022,568 |
| Total Fund Balances | 2,202,881 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | 4,277,286 |

| Special Revenue | | Capital Projects | | |
|---|---|---|---|---|
| Motor Fuel Tax | American Rescue Plan | Capital Improvements | Nonmajor | Totals |
| 781,897 | 505,736 | — | 370,896 | 2,120,274 |
| 23,724 | — | — | 121,559 | 891,916 |
| — | — | — | — | 1,227,142 |
| — | — | — | — | 21,926 |
| — | — | — | — | 361,396 |
| — | — | 495,087 | — | 495,087 |
| — | — | — | — | 1,380,132 |
| — | — | — | — | 78,312 |
| 805,621 | 505,736 | 495,087 | 492,455 | 6,576,185 |
| 1,912 | — | 24,308 | — | 66,346 |
| — | — | — | — | 94,656 |
| — | — | 1,315,710 | 64,422 | 1,380,132 |
| 3,479 | — | — | — | 56,696 |
| 5,391 | — | 1,340,018 | 64,422 | 1,597,830 |
| — | 505,736 | — | — | 505,736 |
| — | — | — | 121,559 | 666,862 |
| — | — | — | — | 149,832 |
| — | — | — | — | 1,191,271 |
| — | 505,736 | — | 121,559 | 2,513,701 |
| 5,391 | 505,736 | 1,340,018 | 185,981 | 4,111,531 |
| — | — | — | — | 78,312 |
| 800,230 | — | — | 306,474 | 1,208,705 |
| — | — | (844,931) | — | 1,177,637 |
| 800,230 | — | (844,931) | 306,474 | 2,464,654 |
| 805,621 | 505,736 | 495,087 | 492,455 | 6,576,185 |

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

**Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities**
**April 30, 2024**

| | |
|---|---|
| **Total Governmental Fund Balances** | $ 2,464,654 |
| Amounts reported for governmental activities in the Statement of Net Position are different because: | |
| Capital assets used in Governmental Activities are not financial resources and therefore, are not reported in the funds. | 4,699,439 |
| Deferred outflows (inflows) of resources related to the pensions not reported in the funds. | |
| Deferred Items - IMRF | 406,553 |
| Deferred Items - RBP | (16,842) |
| Certain revenues that are deferred in the governmental funds are recognized as revenue in the governmental activities. | 149,832 |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. | |
| Compensated Absences Payable | (61,319) |
| Net Pension Liability - IMRF | (846,830) |
| Total OPEB Liability - RBP | (236,343) |
| General Obligation Bonds Payable | (1,140,000) |
| Accrued Interest Payable | (13,195) |
| **Net Position of Governmental Activities** | 5,405,949 |

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds**
**For the Fiscal Year Ended April 30, 2024**

**See Following Page**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds**
**For the Fiscal Year Ended April 30, 2024**

| | General |
|---|---|
| Revenues | |
| Taxes | $ 1,667,147 |
| Intergovernmental | 1,186,913 |
| Licenses and Permits | 329,625 |
| Charges for Services | 10,095 |
| Fines and Forfeitures | 36,601 |
| Interest Income | 117,428 |
| Miscellaneous | 146,916 |
| Total Revenues | 3,494,725 |
| Expenditures | |
| General Government | 805,073 |
| Public Safety | 1,887,199 |
| Public Works | 345,925 |
| Parks and Recreation | — |
| Capital Outlay | 58,659 |
| Debt Service | |
| Principal Retirement | — |
| Interest and Fiscal Charges | — |
| Total Expenditures | 3,096,856 |
| Net Change in Fund Balances | 397,869 |
| Fund Balances - Beginning | 1,805,012 |
| Fund Balances - Ending | 2,202,881 |

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

| Special Revenue | | Capital Projects | | |
|---|---|---|---|---|
| Motor Fuel Tax | American Rescue Plan | Capital Improvements | Nonmajor | Totals |
| | | | | |
| 35,022 | — | — | 248,992 | 1,951,161 |
| 178,536 | — | 16,683 | — | 1,382,132 |
| — | — | — | — | 329,625 |
| — | — | 367,967 | — | 378,062 |
| — | — | — | — | 36,601 |
| — | — | — | — | 117,428 |
| — | — | — | — | 146,916 |
| 213,558 | — | 384,650 | 248,992 | 4,341,925 |
| | | | | |
| — | — | — | — | 805,073 |
| — | — | — | — | 1,887,199 |
| 141,223 | — | 3,786 | — | 490,934 |
| — | — | — | 20,673 | 20,673 |
| — | — | 628,280 | — | 686,939 |
| | | | | |
| — | — | — | 170,000 | 170,000 |
| — | — | — | 42,495 | 42,495 |
| 141,223 | — | 632,066 | 233,168 | 4,103,313 |
| | | | | |
| 72,335 | | (247,416) | 15,824 | 238,612 |
| | | | | |
| 727,895 | — | (597,515) | 290,650 | 2,226,042 |
| | | | | |
| 800,230 | — | (844,931) | 306,474 | 2,464,654 |

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

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities - Governmental Activities**
**For the Fiscal Year Ended April 30, 2024**

| | | |
|---|---|---|
| **Net Change in Fund Balances - Total Governmental Funds** | $ | 238,612 |
| Amounts reported for governmental activities in the Statement of Activities are different because: | | |
| Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. | | |
| Capital Outlays | | 442,789 |
| Depreciation Expense | | (260,727) |
| The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds. | | |
| Change in Deferred Items - IMRF | | (361,443) |
| Change in Deferred Items - RBP | | 3,533 |
| A deduction to certain revenues recognized as revenue only in the governmental funds. | | (23,688) |
| The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds. | | |
| Change in Compensated Absences | | (17,193) |
| Change in Net Pension Liability/(Asset) - IMRF | | 587,660 |
| Change in Total OPEB Liability - RBP | | 15,262 |
| Retirement of Debt | | 170,000 |
| Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. | | 6,375 |
| **Changes in Net Position of Governmental Activities** | | 801,180 |

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

## Statement of Net Position - Proprietary Fund
**April 30, 2024**

See Following Page

**Statement of Net Position - Proprietary Fund**
**April 30, 2024**

| | Water and Sewer |
|---|---|
| **ASSETS** | |
| Current Assets | |
| Cash and Investments | $ 641,299 |
| Receivables - Net of Allowances | |
| Accounts | 279,995 |
| Other | 11,398 |
| Insurance Deposits | 70,538 |
| Prepaids | 11,187 |
| Total Current Assets | 1,014,417 |
| Noncurrent Assets | |
| Capital Assets | |
| Nondepreciable | 1,529,599 |
| Depreciable | 6,583,985 |
| Accumulated Depreciation | (4,155,013) |
| Total Capital Assets | 3,958,571 |
| Total Assets | 4,972,988 |
| **DEFERRED OUTFLOWS OF RESOURCES** | |
| Deferred Items - IMRF | 101,500 |
| Deferred Items - RBP | 17,287 |
| Deferred Items - ARO | 26,740 |
| Total Deferred Outflows of Resources | 145,527 |
| Total Assets and Deferred Outflows of Resources | 5,118,515 |

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

| | Water and Sewer |
|---|---|
| **LIABILITIES** | |
| Current Liabilities | |
| Accounts Payable | $ 576,963 |
| Retainage Payable | 146,245 |
| Accrued Payroll | 17,576 |
| Deposits Payable | 168,676 |
| Current Portion of Long-Term Debt | 35,814 |
| Total Current Liabilities | 945,274 |
| Noncurrent Liabilities | |
| Compensated Absences Payable | 7,296 |
| Total OPEB Liability - RBP | 74,346 |
| IEPA Loans Payable | 176,512 |
| Asset Retirement Obligation | 30,000 |
| Total Noncurrent Liabilities | 442,957 |
| Total Liabilities | 1,388,231 |
| **DEFERRED INFLOWS OF RESOURCES** | |
| Deferred Items - IMRF | 27,181 |
| Deferred Items - RBP | 23,337 |
| Total Liabilities and Deferred Inflows of Resources | 1,438,749 |
| **NET POSITION** | |
| Net Investment in Capital Assets | 3,758,622 |
| Unrestricted (Deficit) | (78,856) |
| Total Net Position | 3,679,766 |

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

**Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Fund**
**For the Fiscal Year Ended April 30, 2024**

| | Water and Sewer |
|---|---|
| Operating Revenues | |
| Charges for Services | $ 1,729,727 |
| Operating Expenses | |
| Operations | 1,304,758 |
| Depreciation and Amortization | 190,567 |
| Total Operating Expenses | 1,495,325 |
| Operating Income | 234,402 |
| Nonoperating Revenues (Expenses) | |
| Investment Income | 81,293 |
| Other Income | 8,420 |
| Investment Expense | (17,415) |
| | 72,298 |
| Change in Net Position | 306,700 |
| Net Position - Beginning | 3,373,066 |
| Net Position - Ending | 3,679,766 |

**Statement of Cash Flows - Proprietary Fund**
**For the Fiscal Year Ended April 30, 2024**

| | Water and Sewer |
|---|---|
| Cash Flows from Operating Activities | |
| Receipts from Customers and Users | $ 1,812,820 |
| Payments to Employees | (354,287) |
| Payments to Suppliers | (414,735) |
| | 1,043,798 |
| Cash Flows from Capital and Related Financing Activities | |
| Purchase of Capital Assets | (1,555,629) |
| Retirement of Debt | (23,117) |
| Interest Expense | (17,415) |
| | (1,596,161) |
| Net Change in Cash and Cash Equivalents | (471,070) |
| Cash and Cash Equivalents - Beginning | 1,112,369 |
| Cash and Cash Equivalents - Ending | 641,299 |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities | |
| Operating Income | 234,402 |
| Adjustments to Reconcile Operating Income to Net Income to Net Cash Provided by (Used in) Operating Activities | |
| Depreciation and Amortization | 190,567 |
| Other Income | 8,420 |
| (Increase) Decrease in Current Assets | 74,673 |
| Increase (Decrease) in Current Liabilities | 535,736 |
| Net Cash Provided by Operating Activities | 1,043,798 |

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Indian Head Park, Illinois (the Village) is a non-home rule municipality, under the 1970 Illinois Constitution. The Village was incorporated in 1959. The Village operates under a President-Board form of government and provides the following services: public safety (police protection), highways and streets, sanitation (water and sewer), health and social services, public improvements, planning and zoning, and administrative services.

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

### REPORTING ENTITY

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

### BASIS OF PRESENTATION

#### Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The Village's general government, public safety, public works, and parks and recreation are classified as governmental activities. The Village's water and sewer services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, public works, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (general government, public safety, public works, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

### BASIS OF PRESENTATION - Continued

#### Government-Wide Statements - Continued

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, non-home rule sales tax, intergovernmental revenues, interest income, etc.).

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

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

#### Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

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

> Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
>
> Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

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

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**BASIS OF PRESENTATION - Continued**

**Governmental Funds**

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

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

*Special Revenue Funds* are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains two major special revenue funds. The Motor Fuel Tax Fund is used to account for state allotments restricted to fund the street maintenance approved by the State if Illinois. The American Recovery Plan Fund, also a major fund, is used to account for revenue and eligible spending of funds received from the Federal Government for COVID relief. Additionally, the Village maintains one nonmajor special revenue fund.

*Debt Service Funds* are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Village maintains one nonmajor debt service fund.

*Capital Projects Fund* is used to account for all financial resources used for the acquisition or construction of major capital facilities, equipment, and capital asset replacement (other than those financed by business-type/ proprietary funds). The Capital Improvements is a major fund and accounts for the resources assigned for capital outlays, including acquisition or construction of capital facilities and other capital assets. Additionally, the Village maintains one nonmajor capital projects fund.

**Proprietary Funds**

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

*Enterprise Funds* are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Water and Sewer Fund, a major fund, accounts for the operations of the Village's water and sewer department.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

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

**Measurement Focus**

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

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

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

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

**Basis of Accounting**

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

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

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

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

#### Basis of Accounting - Continued

All proprietary and pension trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Currently, the Village only utilizes proprietary funds.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's enterprise funds and of the Village's internal service funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

### ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/ NET POSITION

#### Cash and Investments

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

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

#### Interfund Receivables, Payables and Activity

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

#### Receivables

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

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/ NET POSITION - Continued**

**Prepaids**

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

**Capital Assets**

Capital assets purchased or acquired with an original cost of $5,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

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

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

| | |
|---|---|
| Land Improvements | 50 Years |
| Buildings and Improvements | 50 Years |
| Equipment | 8-12 Years |
| Infrastructure | 20-67 Years |
| Vehicles | 8-12 Years |
| Well Houses | 20-67 Years |
| Water and Distribution System | 20-67 Years |

**Deferred Outflows/Inflows of Resources**

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

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

### ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/ NET POSITION - Continued

**Compensated Absences**

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

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

**Long-Term Obligations**

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

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

**Net Position**

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

> Net Investment in Capital Assets - Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
>
> Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
>
> Unrestricted - All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

## NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

### BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with GAAP for the general, special revenue, debt service, capital projects and enterprise funds. All annual budgets lapse at the fiscal year end.

All departments of the Village submit requests for budgeted amount to the Village Administrator so that a budget may be prepared. The budget is prepared for all funds, except the American Rescue Plan Fund, by fund, department and division and includes information on the past year, current year estimates and requested budgeted amounts for the next fiscal year.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from or change the budget, but may not change the form of the budget. The budget may be amended by the governing body through a budget amendment.

The Board of Trustees approves transfers between departments within a fund and transfers between funds. Expenditures may not legally exceed budgeted amounts at the department level. During the current fiscal year, no budget amendment was made.

### DEFICIT FUND BALANCE

The following fund had a deficit fund balance as of the date of this report:

| Fund | Deficit |
|---|---|
| Capital Improvements | $ 844,931 |

## NOTE 3 - DETAIL NOTES ON ALL FUNDS

### DEPOSITS AND INVESTMENTS

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

## NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

### DEPOSITS AND INVESTMENTS - Continued

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

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, which is the price for which the investment could be sold.

### Village

*Deposits*. At year-end, the carrying amount of the Village's deposits for governmental and business-type totaled $1,947,648 and the bank balances totaled $1,957,445.

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

| | | Investment Maturities (in Years) | | | |
|---|---|---|---|---|---|
| Investment Type | Fair Value | Less Than 1 | 1-5 | 6-10 | More Than 10 |
| U.S. Treasury Securities | $ 402,979 | 402,979 | — | — | — |
| Illinois Funds | 410,946 | 410,946 | — | — | — |
| Totals | 813,925 | 813,925 | — | — | — |

The Village has the following recurring fair value measurements as of year-end:

- U.S. Treasury Securities of $402,979 are valued using quoted market prices (Level 1 inputs)
- Illinois Funds of $410,946 are valued using the net asset value

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a one-year period.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village limits its exposure by investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. At year-end, the Village's investments in Illinois Funds were rated AAAm by Standard & Poor's.

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**DEPOSITS AND INVESTMENTS - Continued**

**Village - Continued**

*Custodial Credit Risk.* In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires that all deposits not covered by the Federal Deposit Insurance Corporation (FDIC) insurance be collateralized with collateral in an amount of 105% of the uninsured deposits with the collateral held by a third party acting as the agent of the Village. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village limits its exposure to custodial credit risk by utilizing an independent, third party institution, selected by the Village, to act as a custodian for its securities and collateral.

*Concentration of Credit Risk.* This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village utilizes diversification of the investment portfolio to minimize risk of loss resulting from over concentration in a particular type of security, risk factor, issue or maturity. At year-end, the Village does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

**PROPERTY TAXES**

Property taxes for 2023 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, usually the beginning of March and August. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

**INTERFUND BALANCES**

Interfund balances result from the time lag between when transactions are recorded in the accounting system and payments between funds are made. The composition of interfund balances are as follows:

| Receivable Fund | Payable Fund | Amount |
|---|---|---|
| General | Nonmajor Governmental | $ 64,422 |
| General | Capital Improvements | 1,315,710 |
| | | 1,380,132 |

## NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

### LEASES RECEIVABLE

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

| Lease | Start Date | End Date | Payments | Interest |
|---|---|---|---|---|
| American Tower | 5/1/2022 | 4/1/2037 | $3,513 per Month | 4.00% |
| Crown Castle | 5/1/2022 | 6/1/2043 | $2,419 per Month | 3.00% |

During the fiscal year, the Village has recognized $43,368 of lease revenue.

The future principal and interest lease payments as of the year-end were as follows:

| | Governmental Activities | |
|---|---|---|
| Fiscal Year | Principal | Interest |
| 2025 | $ 26,750 | 44,434 |
| 2026 | 27,669 | 43,515 |
| 2027 | 28,620 | 42,564 |
| 2028 | 29,604 | 41,580 |
| 2029 | 164,052 | 191,868 |
| 2030 - 2034 | 194,428 | 161,492 |
| 2035 - 2039 | 230,560 | 125,360 |
| 2040 - 2044 | 125,234 | 92,495 |
| 2045 - 2049 | 144,460 | 66,320 |
| 2050 - 2054 | 176,385 | 34,395 |
| 2055 - 2059 | 79,380 | 3,194 |
| Totals | 1,227,142 | 847,217 |

## NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

### CAPITAL ASSETS

#### Governmental Activities

Governmental capital asset activity for the year was as follows:

| | Beginning Balances | Increases | Decreases | Ending Balances |
|---|---|---|---|---|
| Nondepreciable Capital Assets | | | | |
| Land | $ 868,988 | — | — | 868,988 |
| Construction in Progress | 327,090 | 339,745 | — | 666,835 |
| | 1,196,078 | 339,745 | — | 1,535,823 |
| Depreciable Capital Assets | | | | |
| Land Improvements | 1,155,561 | 89,985 | — | 1,245,546 |
| Buildings and Improvements | 2,024,237 | — | — | 2,024,237 |
| Equipment | 247,539 | 13,059 | — | 260,598 |
| Infrastructure | 2,697,902 | — | — | 2,697,902 |
| Vehicles | 565,511 | — | — | 565,511 |
| | 6,690,750 | 103,044 | — | 6,793,794 |
| Less Accumulated Depreciation | | | | |
| Land Improvements | 388,558 | 45,217 | — | 433,775 |
| Buildings and Improvements | 1,168,381 | 39,872 | — | 1,208,253 |
| Equipment | 225,752 | 4,451 | — | 230,203 |
| Infrastructure | 1,205,077 | 133,235 | — | 1,338,312 |
| Vehicles | 381,683 | 37,952 | — | 419,635 |
| | 3,369,451 | 260,727 | — | 3,630,178 |
| Total Net Depreciable Capital Assets | 3,321,299 | (157,683) | — | 3,163,616 |
| Total Net Capital Assets | 4,517,377 | 182,062 | — | 4,699,439 |

Depreciation expense was charged to governmental activities as follows:

| | |
|---|---|
| General Government | $ 60,982 |
| Public Safety | 48,712 |
| Public Works | 147,144 |
| Culture and Recreation | 3,889 |
| | 260,727 |

## NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

### CAPITAL ASSETS - Continued

### Business-Type Activities

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

| | Beginning Balances | Increases | Decreases | Ending Balances |
|---|---|---|---|---|
| Nondepreciable Capital Assets | | | | |
| Construction in Progress | $ — | 1,529,599 | — | 1,529,599 |
| Depreciable Capital Assets | | | | |
| Well Houses | 481,000 | — | — | 481,000 |
| Water and Distribution System | 4,309,055 | — | — | 4,309,055 |
| Equipment | 476,057 | 26,030 | — | 502,087 |
| Infrastructure | 1,291,843 | — | — | 1,291,843 |
| | 6,557,955 | 26,030 | — | 6,583,985 |
| Less Accumulated Depreciation | | | | |
| Well Houses | 481,000 | — | — | 481,000 |
| Water and Distribution System | 1,931,451 | 135,687 | — | 2,067,138 |
| Equipment | 403,565 | 34,947 | — | 438,512 |
| Infrastructure | 1,149,082 | 19,281 | — | 1,168,363 |
| | 3,965,098 | 189,915 | — | 4,155,013 |
| Total Net Depreciable Capital Assets | 2,592,857 | (163,885) | — | 2,428,972 |
| Total Net Capital Assets | 2,592,857 | 1,365,714 | — | 3,958,571 |

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

| | |
|---|---|
| Water and Sewer | $ 189,915 |

## NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

### LONG-TERM DEBT

#### General Obligation Bonds

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

| Issue | Fund Debt Retired by | Beginning Balances | Issuances | Retirements | Ending Balances |
|---|---|---|---|---|---|
| $2,500,000 General Obligation Bonds of 2014, due in annual installments of $115,000 to $205,000 plus interest at 2.00% to 3.50% through December 1, 2029. | Debt Service | $ 1,310,000 | — | 170,000 | 1,140,000 |

#### IEPA Loan Payable

The Village has entered into loan agreements with the IEPA to provide low interest financing for waterworks and sewerage improvements. IEPA loans currently outstanding are as follows:

| Issue | Fund Debt Retired by | Beginning Balances | Issuances | Retirements | Ending Balances |
|---|---|---|---|---|---|
| Illinois Environmental Protection Agency (IEPA) Loan Payable of 2020, due in annual installments of $26,122 including interest at 1.38% through May 21, 2032. | Water and Sewer | $ 223,066 | — | 23,117 | 199,949 |

#### Asset Retirement Obligation

The Village has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon various water wells and demolition of the Village’s water towers and stand pipes at the end of their estimated useful lives in accordance with federal, state, and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated remaining useful lives of the water wells are 42 years.

## NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

### LONG-TERM DEBT - Continued

### Long-Term Liabilities Activity

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

| Type of Debt | Beginning Balances | Additions | Deductions | Ending Balances | Amounts Due within One Year |
|---|---|---|---|---|---|
| Governmental Activities | | | | | |
| Compensated Absences | $ 44,126 | 34,386 | 17,193 | 61,319 | 12,264 |
| Net Pension Liability - IMRF | 1,434,490 | — | 587,660 | 846,830 | — |
| Total OPEB Liability - RBP | 251,605 | — | 15,262 | 236,343 | 29,376 |
| General Obligation Bonds | 1,310,000 | — | 170,000 | 1,140,000 | 175,000 |
| | 3,040,221 | 34,386 | 790,115 | 2,284,492 | 216,640 |
| Business-Type Activities | | | | | |
| Compensated Absences | 4,163 | 9,914 | 4,957 | 9,120 | 1,824 |
| Net Pension Liability - IMRF | 334,746 | — | 179,943 | 154,803 | — |
| Total OPEB Liability - RBP | 102,505 | — | 17,606 | 84,899 | 10,553 |
| IEPA Loans Payable | 223,066 | — | 23,117 | 199,949 | 23,437 |
| Asset Retirement Obligation | 30,000 | — | — | 30,000 | — |
| | 694,480 | 9,914 | 225,623 | 478,771 | 35,814 |

For the governmental activities, payments on the compensated absences, the net pension liability, and the total OPEB liability are made by the General Fund. Payments on general obligation bonds are liquidated by the Debt Service Fund.

Additionally, for business-type activities, the compensated absences, net pension liability, total OPEB liability, IEPA loans payable, and asset retirement obligation are liquidated by the Water and the Sewer Fund.

## NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

## LONG-TERM DEBT - Continued

### Debt Service Requirements to Maturity

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

| | Governmental Activities | | Business-Type Activities | |
|---|---|---|---|---|
| | General Obligation Bonds | | IEPA Loans | |
| Fiscal Year | Principal | Interest | Principal | Interest |
| 2024 | $ 175,000 | 36,918 | 23,437 | 2,685 |
| 2025 | 180,000 | 31,668 | 23,761 | 2,361 |
| 2026 | 185,000 | 26,044 | 24,090 | 2,032 |
| 2027 | 195,000 | 20,262 | 24,424 | 1,698 |
| 2028 | 200,000 | 13,926 | 24,762 | 1,360 |
| 2029 | 205,000 | 7,176 | 25,105 | 1,017 |
| 2030 | — | — | 25,453 | 669 |
| 2031 | — | — | 25,805 | 317 |
| 2032 | — | — | 3,112 | 26 |
| Totals | 1,140,000 | 135,994 | 199,949 | 12,165 |

### Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "…no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

| | |
|---|---|
| Assessed Valuation - 2023 | $ 194,516,929 |
| Legal Debt Limit - 8.625% of Equalized Assessed Value | 16,777,085 |
| Amount of Debt Applicable to Limit | 1,140,000 |
| Legal Debt Margin | 15,637,085 |

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**NET POSITION CLASSIFICATIONS**

Net investment in capital assets was comprised of the following as of April 30, 2024:

| | |
|---|---|
| Governmental Activities | |
| Capital Assets - Net of Accumulated Depreciation | $ 4,699,439 |
| Less Capital Related Debt: | |
| General Obligation Bonds | (1,140,000) |
| Net Investment in Capital Assets | 3,559,439 |
| Business-Type Activities | |
| Capital Assets - Net of Accumulated Depreciation | 3,958,571 |
| Less Capital Related Debt: | |
| IEPA Loans Payable | (199,949) |
| Net Investment in Capital Assets | 3,758,622 |

**FUND BALANCE CLASSIFICATIONS**

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

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

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

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

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

## NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

### FUND BALANCE CLASSIFICATIONS - Continued

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

*Minimum Fund Balance Policy*. The Village's policy manual states that the General Fund should maintain a minimum fund balance equal to 25% of budgeted operating expenditures.

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

| | | Special Revenue | | Capital Projects | | |
|---|---|---|---|---|---|---|
| | General | Motor Fuel Tax | American Rescue Plan | Capital Improvements | Nonmajor | Totals |
| Fund Balances | | | | | | |
| Nonspendable | | | | | | |
| Prepaids | $ 78,312 | — | — | — | — | 78,312 |
| Restricted | | | | | | |
| Liability Insurance | 102,001 | — | — | — | — | 102,001 |
| Streets and Highways | — | 800,230 | — | — | — | 800,230 |
| Debt Service | — | — | — | — | 252,117 | 252,117 |
| Recreational Programs | — | — | — | — | 54,357 | 54,357 |
| | 102,001 | 800,230 | — | — | 306,474 | 1,208,705 |
| Unassigned | 2,022,568 | — | — | (844,931) | — | 1,177,637 |
| Total Fund Balances | 2,202,881 | 800,230 | — | (844,931) | 306,474 | 2,464,654 |

## NOTE 4 - OTHER INFORMATION

### RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Village's employees. The Village has purchased insurance from private insurance companies. Risks covered included certain types of liabilities and bonds. Premiums have been displayed as expenditures/expenses in appropriate funds. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

**NOTE 4 - OTHER INFORMATION - Continued**

**RISK MANAGEMENT - Continued**

**Intergovernmental Personnel Benefit Cooperative (IPBC)**

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

**Intergovernmental Risk Management Agency (IRMA)**

The Village also participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperations Statute to pool its risk management needs.

The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first $2,500 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts about that level. Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors. Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

**CONTINGENT LIABILITIES**

**Litigation**

The Village is not a defendant in any lawsuits.

**Grants**

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

## NOTE 4 - OTHER INFORMATION - Continued

## EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN

The Village contributes to one defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

### Illinois Municipal Retirement Fund (IMRF)

### Plan Descriptions

*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.

*Benefits Provided.* IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

IMRF provides two tiers of pension benefits. Employees hired ***before*** January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

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

## NOTE 4 - OTHER INFORMATION - Continued

### EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

### Illinois Municipal Retirement Fund (IMRF) - Continued

### Plan Descriptions - Continued

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

| | |
|---|---|
| Inactive Plan Members Currently Receiving Benefits | 31 |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | 21 |
| Active Plan Members | 18 |
| Total | 70 |

*Contributions.* As set by statute, the Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended April 30, 2024, the Village's contribution was 10.46% of covered payroll.

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

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

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

**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Plan Descriptions - Continued**

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

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

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

**Discount Rate**

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

## NOTE 4 - OTHER INFORMATION - Continued

### EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

### Illinois Municipal Retirement Fund (IMRF) - Continued

#### 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 Village calculated using the discount rate as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

| | 1% Decrease (6.25%) | Current Rate (7.25%) | 1% Increase (8.25%) |
|---|---|---|---|
| Net Pension Liability | $ 2,067,663 | 1,001,633 | 113,653 |

#### Changes in the Net Pension Liability

| | Total Pension Liability (A) | Plan Fiduciary Net Position (B) | Net Pension Liability (A) - (B) |
|---|---|---|---|
| Balances at December 31, 2022 | $ 10,924,383 | 9,155,147 | 1,769,236 |
| Changes for the Year: | | | |
| Service Cost | 174,339 | — | 174,339 |
| Interest on the Total Pension Liability | 769,215 | — | 769,215 |
| Difference Between Expected and Actual Experience of the Total Pension Liability | (281,754) | — | (281,754) |
| Changes of Assumptions | (16,864) | — | (16,864) |
| Contributions - Employer | — | 187,095 | (187,095) |
| Contributions - Employees | — | 85,383 | (85,383) |
| Net Investment Income | — | 965,601 | (965,601) |
| Benefit Payments, Including Refunds of Employee Contributions | (803,394) | (803,394) | — |
| Other (Net Transfer) | — | 174,460 | (174,460) |
| Net Changes | (158,458) | 609,145 | (767,603) |
| Balances at December 31, 2023 | 10,765,925 | 9,764,292 | 1,001,633 |

## NOTE 4 - OTHER INFORMATION - Continued

## EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

### Illinois Municipal Retirement Fund (IMRF) - Continued

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

For the year ended April 30, 2024, the Village recognized pension revenue of $108,746. At April 30, 2024, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred (Inflows) of Resources | Totals |
|---|---|---|---|
| Difference Between Expected and Actual Experience | $ 39,375 | (165,939) | (126,564) |
| Change in Assumptions | — | (9,932) | (9,932) |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 557,091 | — | 557,091 |
| | 596,466 | (175,871) | 420,595 |
| Pension Contributions Made Subsequent to the Measurement Date | 60,277 | — | 60,277 |
| Total Deferred Amounts Related to IMRF | 656,743 | (175,871) | 480,872 |

$60,277 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2025. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

| Fiscal Year | Net Deferred Outflows/ (Inflows) of Resources |
|---|---|
| 2025 | $ (23,136) |
| 2026 | 129,751 |
| 2027 | 376,934 |
| 2028 | (62,954) |
| 2029 | — |
| Thereafter | — |
| Totals | 420,595 |

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS**

**General Information about the OPEB Plan**

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

*Benefits Provided.* RBP provides healthcare, dental and vision for retirees. Eligibility is based on the IMRF and Police Officers plans. Coverage ends when the retiree stops paying for it. Spouses and dependents of eligible retirees are also eligible for benefits at 100% of the premium costs. Coverage ends at the same time as the retiree.

*Plan Membership.* As of April 30, 2023, the measurement date, the following employees were covered by the benefit terms:

| | |
|---|---|
| Inactive Plan Members Currently Receiving Benefits | 5 |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | — |
| Active Plan Members | 19 |
| Total | 24 |

**Total OPEB Liability**

The Village's total OPEB liability was measured as of April 30, 2023, and was determined by an actuarial valuation as of April 30, 2024.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the April 30, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|---|---|
| Inflation | 3.00% |
| Salary Increases | 4.00% |
| Discount Rate | 4.42% |
| Healthcare Cost Trend Rates | Starting at 5.00% with an ultimate rate of 4.50% for 2038 and later. |
| Retirees' Share of Benefit-Related Costs | 100% of the Blended Cost of Coverage |

The discount rate was based on the S&P Municipal Bond 20-Year High-Grade Rate Index as of April 30, 2023.

Mortality rates were based on the PubG.H-2010 Mortality Table - General with Mortality, improvement using scale MP-2019.

## NOTE 4 - OTHER INFORMATION - Continued

### OTHER POST-EMPLOYMENT BENEFITS - Continued

### Change in the Total OPEB Liability

| | Total OPEB Liability |
|---|---|
| Balance at April 30, 2023 | $ 354,110 |
| Changes for the Year: | |
| Service Cost | 688 |
| Interest on the Total OPEB Liability | 13,834 |
| Difference Between Expected and Actual Experience | — |
| Changes of Assumptions or Other Inputs | (7,461) |
| Benefit Payments | (39,929) |
| Net Changes | (32,868) |
| Balance at April 30, 2024 | 321,242 |

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

The discount rate used to measure the total pension liability was 4.42%, while the prior valuation used 4.14%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

| | 1% Decrease (3.42%) | Current Discount Rate (4.42%) | 1% Increase (5.42%) |
|---|---|---|---|
| Total OPEB Liability | $ 349,739 | 321,242 | 297,401 |

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

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

| | 1% Decrease (Varies) | Healthcare Cost Trend Rates (Varies) | 1% Increase (Varies) |
|---|---|---|---|
| Total OPEB Liability | $ 297,126 | 321,242 | 349,530 |

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

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

For the year ended April 30, 2024, the Village recognized OPEB expense of $1,278. At April 30, 2024, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Totals |
|---|---|---|---|
| Difference Between Expected and Actual Experience | $ 34,252 | (31,040) | 3,212 |
| Change in Assumptions | 31,160 | (57,264) | (26,104) |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | — | — | — |
| Total Deferred Amounts Related to OPEB | 65,412 | (88,304) | (22,892) |

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

| Fiscal Year | Net Deferred Outflows/ (Inflows) of Resources |
|---|---|
| 2025 | $ (13,245) |
| 2026 | (9,391) |
| 2027 | (7,907) |
| 2028 | 5,494 |
| 2029 | 2,271 |
| Thereafter | (114) |
| Total | (22,892) |

**SUBSEQUENT EVENT**

On June 11, 2024, the Village issued $1,485,000 of Debt Certificates of 2024, due in annual installments of $295,000 to $320,000, plus interest at 3.53%, through December 1, 2028.

# REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule Employer Contributions
  Illinois Municipal Retirement Fund

- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
  Illinois Municipal Retirement Fund

- Schedule of Changes in the Employer's Total OPEB Liability
  Retiree Benefit Plan

- Budgetary Comparison Schedules
  General Fund
  Motor Fuel Tax - Special Revenue Fund

Notes to the Required Supplementary Information

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

**Illinois Municipal Retirement Fund**
**Schedule of Employer Contributions**
**April 30, 2024**

| Fiscal Year | Actuarially Determined Contribution | Contributions in Relation to the Actuarially Determined Contribution | Contribution Excess/ (Deficiency) | Covered Payroll | Contributions as a Percentage of Covered Payroll |
|---|---|---|---|---|---|
| 2016 | $ 165,412 | $ 165,412 | $ — | $ 1,404,516 | 11.78% |
| 2017 | 151,873 | 151,873 | — | 1,318,773 | 11.52% |
| 2018 | 155,927 | 155,927 | — | 1,277,655 | 12.20% |
| 2019 | 179,948 | 179,948 | — | 1,357,228 | 13.26% |
| 2020 | 177,208 | 177,208 | — | 1,297,964 | 13.65% |
| 2021 | 201,524 | 201,524 | — | 1,323,791 | 15.22% |
| 2022 | 234,987 | 234,987 | — | 1,507,629 | 15.59% |
| 2023 | 209,318 | 209,318 | — | 1,705,882 | 12.27% |
| 2024 | 192,517 | 192,517 | — | 1,840,314 | 10.46% |

Notes to the Required Supplementary Information:

| | |
|---|---|
| Actuarial Cost Method | Aggregate Entry Age Normal |
| Amortization Method | Level % Pay (Closed) |
| Remaining Amortization Period | 20 Years |
| Asset Valuation Method | 5-Year Smoothed Fair Value |
| Inflation | 2.25% |
| Salary Increases | 2.75% to 13.75%, Including Inflation |
| Investment Rate of Return | 7.25% |
| Retirement Age | Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019. |
| Mortality | For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. |

Note:

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

**Illinois Municipal Retirement Fund**
**Schedule of Changes in the Employer's Net Pension Liability/(Asset)**
**April 30, 2024**

| | 12/31/15 | 12/31/16 |
|---|---|---|
| Total Pension Liability | | |
| Service Cost | $ 150,833 | 148,700 |
| Interest | 516,423 | 538,198 |
| Differences Between Expected and Actual Experience | (187,363) | 227,719 |
| Change of Assumptions | 9,464 | (19,395) |
| Benefit Payments, Including Refunds of Member Contributions | (234,785) | (141,141) |
| Net Change in Total Pension Liability | 254,572 | 754,081 |
| Total Pension Liability - Beginning | 6,936,810 | 7,191,382 |
| Total Pension Liability - Ending | 7,191,382 | 7,945,463 |
| Plan Fiduciary Net Position | | |
| Contributions - Employer | $ 172,475 | 160,327 |
| Contributions - Members | 64,283 | 59,137 |
| Net Investment Income | 31,353 | 397,971 |
| Benefit Payments, Including Refunds of Member Contributions | (234,785) | (141,141) |
| Other (Net Transfer) | (89,367) | (158,289) |
| Net Change in Plan Fiduciary Net Position | (56,041) | 318,005 |
| Plan Net Position - Beginning | 6,269,594 | 6,213,553 |
| Plan Net Position - Ending | 6,213,553 | 6,531,558 |
| Employer's Net Pension Liability/(Asset) | $ 977,829 | 1,413,905 |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 86.40% | 82.20% |
| Covered Payroll | $ 1,404,516 | 1,404,516 |
| Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll | 69.62% | 100.67% |

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

*Changes of Assumptions.* Changes in assumptions related to the discount rate were made in 2015 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017.

| 12/31/17 | 12/31/18 | 12/31/19 | 12/31/20 | 12/31/21 | 12/31/22 | 12/31/23 |
|---|---|---|---|---|---|---|
| 144,853 | 129,198 | 147,943 | 133,978 | 139,376 | 166,367 | 174,339 |
| 590,230 | 609,545 | 645,880 | 664,664 | 705,775 | 740,907 | 769,215 |
| 88,475 | 280,678 | (8,284) | 330,864 | 180,625 | 162,075 | (281,754) |
| (191,817) | 223,465 | — | (24,805) | — | — | (16,864) |
| (296,317) | (436,452) | (505,218) | (533,691) | (547,028) | (562,366) | (803,394) |
| 335,424 | 806,434 | 280,321 | 571,010 | 478,748 | 506,983 | (158,458) |
| 7,945,463 | 8,280,887 | 9,087,321 | 9,367,642 | 9,938,652 | 10,417,400 | 10,924,383 |
| 8,280,887 | 9,087,321 | 9,367,642 | 9,938,652 | 10,417,400 | 10,924,383 | 10,765,925 |
| 150,497 | 177,622 | 172,796 | 202,293 | 220,156 | 223,432 | 187,095 |
| 58,941 | 58,696 | 60,697 | 60,728 | 76,546 | 76,576 | 85,383 |
| 1,111,060 | (437,150) | 1,400,798 | 1,210,884 | 1,645,365 | (1,423,535 | 965,601 |
| (296,317) | (436,452) | (505,218) | (533,691) | (547,028) | (562,366) | (803,394) |
| (46,253) | 253,828 | 2,211 | 244,514 | (11,351) | 15,310 | 174,460 |
| 977,928 | (383,456) | 1,131,284 | 1,184,728 | 1,383,688 | (1,670,583 | 609,145 |
| 6,531,558 | 7,509,486 | 7,126,030 | 8,257,314 | 9,442,042 | 10,825,730 | 9,155,147 |
| 7,509,486 | 7,126,030 | 8,257,314 | 9,442,042 | 10,825,730 | 9,155,147 | 9,764,292 |
| 771,401 | 1,961,291 | 1,110,328 | 496,610 | (408,330) | 1,769,236 | 1,001,633 |
| 90.68% | 78.42% | 88.15% | 95.00% | 103.92% | 83.80% | 90.70% |
| 1,309,804 | 1,301,357 | 1,301,357 | 1,349,512 | 1,399,594 | 1,701,693 | 1,805,933 |
| 58.89% | 150.71% | 85.32% | 36.80% | (29.17%) | 103.97% | 55.46% |

**Retiree Benefit Plan**
**Schedule of Changes in the Employer's Total OPEB Liability**
**April 30, 2024**

| | 4/30/19 |
|---|---|
| Total OPEB Liability | |
| Service Cost | $ 1,207 |
| Interest | 18,767 |
| Difference Between Expected and Actual Experience | (72,889) |
| Change of Assumptions or Other Inputs | 16,713 |
| Benefit Payments | (34,767) |
| Other Changes | 14,493 |
| Net Change in Total OPEB Liability | (56,476) |
| Total OPEB Liability - Beginning | 534,383 |
| Total OPEB Liability - Ending | 477,907 |
| Covered-Employee Payroll | $ 1,099,728 |
| Total OPEB Liability as a Percentage of Covered-Employee Payroll | 43.46% |

Notes:

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

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

*Changes of Assumptions.* Change of assumption related to the discount rate were made in 2019 through 2024.

| 4/30/20 | 4/30/21 | 4/30/22 | 4/30/23 | 4/30/24 |
|---|---|---|---|---|
| 1,322 | 411 | 483 | 674 | 688 |
| 14,746 | 12,859 | 7,556 | 12,487 | 13,834 |
| — | (46,945) | — | 49,481 | — |
| 12,292 | 27,627 | (72,723) | (3,925) | (7,461) |
| (37,062) | (33,566) | (32,291) | (36,680) | (39,929) |
| (543) | — | — | — | — |
| (9,245) | (39,614) | (96,975) | 22,037 | (32,868) |
| 477,907 | 468,662 | 429,048 | 332,073 | 354,110 |
| 468,662 | 429,048 | 332,073 | 354,110 | 321,242 |
| 1,102,420 | 1,102,420 | 1,215,049 | 1,408,677 | 1,277,812 |
| 42.51% | 38.92% | 27.33% | 25.14% | 25.14% |

**General Fund**
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**
**For the Fiscal Year Ended April 30, 2024**

| | 2024 | | | 2023 |
|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Actual |
| Revenues | | | | |
| Taxes | $ 1,580,700 | 1,580,700 | 1,667,147 | 1,604,805 |
| Intergovernmental | 1,309,859 | 1,309,859 | 1,186,913 | 1,185,263 |
| Licenses and Permits | 318,200 | 318,200 | 329,625 | 296,098 |
| Charges for Services | 7,200 | 7,200 | 10,095 | 11,095 |
| Fines and Forfeitures | 50,750 | 50,750 | 36,601 | 38,946 |
| Interest Income | 55,000 | 55,000 | 117,428 | 70,302 |
| Miscellaneous | 78,800 | 78,800 | 146,916 | 158,200 |
| Total Revenues | 3,400,509 | 3,400,509 | 3,494,725 | 3,364,709 |
| Expenditures | | | | |
| General Government | 791,623 | 791,623 | 805,073 | 794,021 |
| Public Safety | 2,108,328 | 2,108,328 | 1,887,199 | 1,644,281 |
| Public Works | 446,020 | 446,020 | 345,925 | 408,596 |
| Capital Outlay | 168,501 | 168,501 | 58,659 | 95,983 |
| Total Expenditures | 3,514,472 | 3,514,472 | 3,096,856 | 2,942,881 |
| Net Change in Fund Balance | (113,963) | (113,963) | 397,869 | 421,828 |
| Fund Balance - Beginning | | | 1,805,012 | 1,383,184 |
| Fund Balance - Ending | | | 2,202,881 | 1,805,012 |

**Motor Fuel Tax - Special Revenue Fund**
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**
**For the Fiscal Year Ended April 30, 2024**

| | 2024 | | | 2023 |
|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Actual |
| Revenues | | | | |
| Taxes | | | | |
| Local Gas Taxes | $ 30,000 | 30,000 | 35,022 | 34,306 |
| Intergovernmental | | | | |
| Motor Fuel Tax Allotments | 166,136 | 166,136 | 178,536 | 162,460 |
| Grants | — | — | — | 41,838 |
| Total Revenues | 196,136 | 196,136 | 213,558 | 238,604 |
| Expenditures | | | | |
| Public Works | | | | |
| Outside Services | 233,354 | 233,354 | 141,223 | 109,333 |
| Net Change in Fund Balance | (37,218) | (37,218) | 72,335 | 129,271 |
| Fund Balance - Beginning | | | 727,895 | 598,624 |
| Fund Balance - Ending | | | 800,230 | 727,895 |

# OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Budgetary Comparison Schedule - Major Enterprise Fund

# INDIVIDUAL FUND DESCRIPTIONS

## GENERAL FUND

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

## SPECIAL REVENUE FUNDS

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

### Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for state allotments restricted to fund the street maintenance approved by the State of Illinois.

### American Rescue Plan Fund

The American Recovery Plan Fund is used to account for revenue and eligible spending of funds received from the Federal Government for COVID relief.

### Special Parks

The Special Parks Fund is used to account for the South East Association for Special Parks and Recreation (SEASPAR) activity. SEASPAR is a special recreation association that enriches lives through recreation. The Village levies special property taxes for the Village's participation in the regional SEASPAR recreation program. This participation was approved by voter referendum..

## DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

## CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital assets (other than those financed by business-type/proprietary funds).

### Capital Improvements

The Capital Improvements Fund is used to account the resources assigned for capital outlays, including acquisition or construction of capital facilities and other capital assets.

### Bond Fund

The Bond Fund is used to used to account for the accumulation of resources for, and the payment of capital related long-term debt principal and interest.

# INDIVIDUAL FUND DESCRIPTIONS - Continued

## ENTERPRISE FUND

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

### Water and Sewer Fund

The Water and Sewer Fund is used to account for the revenues and expenses related to the sale of water and sewer collection services to the Village's residents and other customers.

VILLAGE OF INDIAN HEAD PARK, ILLINOIS

**General Fund**
**Schedule of Revenues - Budget and Actual**
**For the Fiscal Year Ended April 30, 2024**

| | 2024 | | | |
|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | 2023 Actual |
| Taxes | | | | |
| Property Tax | $ 1,093,000 | 1,093,000 | 1,141,757 | 1,052,621 |
| Non-Home Rule Sales Tax | 173,000 | 173,000 | 186,940 | 182,889 |
| Utility Tax | 179,700 | 179,700 | 180,073 | 214,573 |
| Other Taxes | 135,000 | 135,000 | 158,377 | 154,722 |
| | 1,580,700 | 1,580,700 | 1,667,147 | 1,604,805 |
| Intergovernmental | | | | |
| Sales Taxes | 278,000 | 278,000 | 310,748 | 304,272 |
| State Income Taxes | 633,672 | 633,672 | 665,499 | 656,816 |
| Use Taxes | 156,387 | 156,387 | 148,811 | 164,884 |
| Telecommunications Taxes | 50,000 | 50,000 | 44,811 | 46,651 |
| Replacement Taxes | 3,000 | 3,000 | 3,123 | 4,320 |
| Cannabis Taxes | 6,300 | 6,300 | 6,308 | 6,400 |
| Grants | 182,500 | 182,500 | 7,613 | 1,920 |
| | 1,309,859 | 1,309,859 | 1,186,913 | 1,185,263 |
| Licenses, Permits, and Fees | | | | |
| Business Licenses | 127,500 | 127,500 | 144,570 | 145,699 |
| Liquor Licenses | 24,600 | 24,600 | 24,600 | 25,250 |
| Alarm Licenses | 1,100 | 1,100 | 875 | 200 |
| Building Permit Fees | 70,000 | 70,000 | 75,520 | 32,589 |
| Franchise Fees | 95,000 | 95,000 | 84,060 | 92,360 |
| | 318,200 | 318,200 | 329,625 | 296,098 |
| Charges for Services | | | | |
| Health Inspections | 2,200 | 2,200 | 2,300 | 2,200 |
| Smoke Signals Advertisements | 1,000 | 1,000 | 2,250 | 3,190 |
| Elevator Inspections | 4,000 | 4,000 | 5,545 | 5,705 |
| | 7,200 | 7,200 | 10,095 | 11,095 |
| Fines and Forfeitures | | | | |
| Court and Traffic Fines | 50,750 | 50,750 | 36,601 | 38,946 |
| Interest Income | 55,000 | 55,000 | 117,428 | 70,302 |

**General Fund**
**Schedule of Revenues - Budget and Actual - Continued**
**For the Fiscal Year Ended April 30, 2024**

| | 2024 | | | 2023 |
| --- | --- | --- | --- | --- |
| | Original Budget | Final Budget | Actual | Actual |
| Miscellaneous | | | | |
| Reimbursements | $ — | — | 6,701 | (4,075) |
| Donations | — | — | 3,013 | 8,400 |
| Other | 78,800 | 78,800 | 137,202 | 153,875 |
| | 78,800 | 78,800 | 146,916 | 158,200 |
| Total Revenues | 3,400,509 | 3,400,509 | 3,494,725 | 3,364,709 |

VILLAGE OF INDIAN HEAD PARK, ILLINOIS

**General Fund**
**Schedule of Expenditures - Budget and Actual**
**For the Fiscal Year Ended April 30, 2024**

| | 2024 | | | 2023 |
|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Actual |
| General Government | | | | |
| President and Village Board | | | | |
| Outside Services | $ 17,250 | 17,250 | 13,409 | 12,147 |
| Equipment | 2,000 | 2,000 | 347 | 6,239 |
| | 19,250 | 19,250 | 13,756 | 18,386 |
| Administration | | | | |
| Personnel Services | 387,548 | 387,548 | 399,393 | 356,336 |
| Outside Services | 87,500 | 87,500 | 88,777 | 66,845 |
| Materials and Supplies | 5,650 | 5,650 | 5,814 | 6,115 |
| | 480,698 | 480,698 | 493,984 | 429,296 |
| Building and Grounds | | | | |
| Outside Services | 78,000 | 78,000 | 79,977 | 116,792 |
| Materials and Supplies | 24,000 | 24,000 | 26,345 | 17,399 |
| | 102,000 | 102,000 | 106,322 | 134,191 |
| Building Department | | | | |
| Outside Services | 34,700 | 34,700 | 37,884 | 35,287 |
| Fire and Police Commission | | | | |
| Outside Services | 4,975 | 4,975 | 950 | 3,395 |
| Planning and Zoning | | | | |
| Outside Services | 1,000 | 1,000 | 71 | 604 |
| Other | | | | |
| Outside Services | 149,000 | 149,000 | 152,106 | 172,862 |
| Total General Government | 791,623 | 791,623 | 805,073 | 794,021 |

**General Fund**
**Schedule of Expenditures - Budget and Actual - Continued**
**For the Fiscal Year Ended April 30, 2024**

| | 2024 | | | 2023 |
|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Actual |
| Public Safety | | | | |
| Police | | | | |
| Personnel Services | $ 1,864,778 | 1,864,778 | 1,645,981 | 1,439,005 |
| Outside Services | 166,350 | 166,350 | 184,269 | 130,528 |
| Materials and Supplies | 77,200 | 77,200 | 56,949 | 74,748 |
| Total Public Safety | 2,108,328 | 2,108,328 | 1,887,199 | 1,644,281 |
| Public Works | | | | |
| Personnel Services | 220,220 | 220,220 | 165,692 | 185,005 |
| Outside Services | 177,800 | 177,800 | 146,996 | 180,366 |
| Materials and Supplies | 48,000 | 48,000 | 33,237 | 43,225 |
| Total Public Works | 446,020 | 446,020 | 345,925 | 408,596 |
| Capital Outlay | 168,501 | 168,501 | 58,659 | 95,983 |
| Total Expenses | 3,514,472 | 3,514,472 | 3,096,856 | 2,942,881 |

**Capital Improvements - Capital Projects Fund**
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**
**For the Fiscal Year Ended April 30, 2024**

| | 2024 | | | 2023 |
|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Actual |
| Revenues | | | | |
| Intergovernmental | | | | |
| Grants | $ 10,000 | 10,000 | 16,683 | 165,429 |
| Charges for Services | 671,000 | 671,000 | 367,967 | 179,206 |
| Total Revenues | 681,000 | 681,000 | 384,650 | 344,635 |
| Expenditures | | | | |
| Public Works | | | | |
| Materials and Supplies | 2,000 | 2,000 | 3,786 | 3,669 |
| Capital Outlay | 2,145,910 | 2,145,910 | 628,280 | 961,933 |
| Total Expenditures | 2,147,910 | 2,147,910 | 632,066 | 965,602 |
| Net Change in Fund Balance | (1,466,910) | (1,466,910) | (247,416) | (620,967) |
| Fund Balance - Beginning | | | (597,515) | 23,452 |
| Fund Balance - Ending | | | (844,931) | (597,515) |

**Nonmajor Governmental Funds**
**Combining Balance Sheet**
**April 30, 2024**

| | Special Revenue: Special Parks | Debt Service: Bond Debt Service | Capital Projects: Bond | Totals |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Cash and Investments | $ 118,779 | 187,706 | 64,411 | 370,896 |
| Receivables - Net of Allowances | | | | |
| Taxes | 12,946 | 108,613 | — | 121,559 |
| Total Assets | 131,725 | 296,319 | 64,411 | 492,455 |
| **LIABILITIES** | | | | |
| Due to Other Funds | 64,422 | — | — | 64,422 |
| **DEFERRED INFLOWS OF RESOURCES** | | | | |
| Property Taxes | 12,946 | 108,613 | — | 121,559 |
| Total Liabilities and Deferred Inflows of Resources | 77,368 | 108,613 | — | 185,981 |
| **FUND BALANCES** | | | | |
| Restricted | 54,357 | 187,706 | 64,411 | 306,474 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | 131,725 | 296,319 | 64,411 | 492,455 |

**Nonmajor Governmental Funds**
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**
**For the Fiscal Year Ended April 30, 2024**

| | Special Revenue | Debt Service | | |
|---|---|---|---|---|
| | | Bond | Capital Projects | |
| | Special Parks | Debt Service | Bond | Totals |
| Revenues | | | | |
| Taxes | $ 26,175 | 222,817 | — | 248,992 |
| Expenditures | | | | |
| Parks and Recreation | 20,673 | — | — | 20,673 |
| Debt Service | | | | |
| Principal Retirement | — | 170,000 | — | 170,000 |
| Interest and Fiscal Charges | — | 42,495 | — | 42,495 |
| Total Expenditures | 20,673 | 212,495 | — | 233,168 |
| Net Change in Fund Balances | 5,502 | 10,322 | — | 15,824 |
| Fund Balances - Beginning | 48,855 | 177,384 | 64,411 | 290,650 |
| Fund Balances - Ending | 54,357 | 187,706 | 64,411 | 306,474 |

**Special Parks - Special Revenue Fund**
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**
**For the Fiscal Year Ended April 30, 2024**

| | 2024 | | | 2023 |
|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Actual |
| Revenues | | | | |
| Taxes | | | | |
| Property Tax | $ 25,000 | 25,000 | 26,175 | 25,207 |
| Expenditures | | | | |
| Parks and Recreation | | | | |
| Outside Services | 23,000 | 23,000 | 20,673 | 22,474 |
| Net Change in Fund Balance | 2,000 | 2,000 | 5,502 | 2,733 |
| Fund Balance - Beginning | | | 48,855 | 46,122 |
| Fund Balance - Ending | | | 54,357 | 48,855 |

**Bond Debt Service - Debt Service Fund**
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**
**For the Fiscal Year Ended April 30, 2024**

| | 2024 | | | 2023 |
|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Actual |
| Revenues | | | | |
| Taxes | $ 211,968 | 211,968 | 222,817 | 217,853 |
| Expenditures | | | | |
| Debt Service | | | | |
| Principal Retirement | 170,000 | 170,000 | 170,000 | 165,000 |
| Interest and Fiscal Charges | 43,319 | 43,319 | 42,495 | 47,445 |
| Total Expenditures | 213,319 | 213,319 | 212,495 | 212,445 |
| Net Change in Fund Balance | (1,351) | (1,351) | 10,322 | 5,408 |
| Fund Balance - Beginning | | | 177,384 | 171,976 |
| Fund Balance - Ending | | | 187,706 | 177,384 |

**Bond - Capital Projects Fund**
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**
**For the Fiscal Year Ended April 30, 2024**

| | 2024 | | | 2023 |
|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Actual |
| Revenues | | | | |
| Charges for Services | $ — | — | — | — |
| Expenditures | — | — | — | — |
| Net Change in Fund Balance | — | — | — | — |
| Fund Balance - Beginning | | | 64,411 | 64,411 |
| Fund Balance - Ending | | | 64,411 | 64,411 |

**Water and Sewer - Enterprise Fund**
**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual**
**For the Fiscal Year Ended April 30, 2024**

| | 2024 | | | 2023 |
|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Actual |
| Operating Revenues | | | | |
| Water Charges | $ 1,490,042 | 1,490,042 | 1,450,474 | 1,406,891 |
| Sewer Charges | 280,753 | 280,753 | 279,253 | 267,373 |
| Total Operating Revenues | 1,770,795 | 1,770,795 | 1,729,727 | 1,674,264 |
| Operating Expenses | | | | |
| Operations | | | | |
| Water | | | | |
| Personnel Services | 259,728 | 259,728 | 283,676 | 306,847 |
| Outside Services | 230,150 | 230,150 | 195,265 | 168,649 |
| Materials and Supplies | 650,104 | 650,104 | 676,886 | 566,802 |
| Capital Outlay | 353,551 | 353,551 | — | 117,208 |
| Sewer | | | | |
| Personnel Services | 183,548 | 183,548 | 82,726 | 140,370 |
| Outside Services | 62,200 | 62,200 | 64,827 | 62,775 |
| Materials and Supplies | 2,200 | 2,200 | 1,378 | 2,673 |
| Capital Outlay | 40,000 | 40,000 | — | 28,417 |
| Depreciation and Amortization | — | — | 190,567 | 193,702 |
| Total Operating Expenses | 1,781,481 | 1,781,481 | 1,495,325 | 1,587,443 |
| Operating Income (Loss) | (10,686) | (10,686) | 234,402 | 86,821 |
| Nonoperating Revenues (Expenses) | | | | |
| Investment Income | — | — | 81,293 | — |
| Other Income | 15,000 | 15,000 | 8,420 | 4,565 |
| Investment Expense | (950,000) | (950,000) | (17,415) | (77,579) |
| | (935,000) | (935,000) | 72,298 | (73,014) |
| Change in Net Position | (945,686) | (945,686) | 306,700 | 13,807 |
| Net Position - Beginning | | | 3,373,066 | 3,359,259 |
| Net Position - Ending | | | 3,679,766 | 3,373,066 |

## SUPPLEMENTAL SCHEDULE

## Schedule of Assessed Valuations, Tax Rates, and Extensions - Last Ten Tax Levy Years
April 30, 2024

See Following Page

VILLAGE OF INDIAN HEAD PARK, ILLINOIS

**Schedule of Assessed Valuations, Tax Rates, and Extensions - Last Ten Tax Levy Years**
**April 30, 2024**

| Tax Levy Year | 2014 | 2015 | 2016 |
|---|---|---|---|
| Total Assessed Valuation | $ 123,631,035 | 123,631,035 | 125,433,381 |
| Tax Rates | | | |
| Corporate | 0.3957 | 0.3947 | 0.4202 |
| IMRF | 0.1479 | 0.1601 | 0.1379 |
| Social Security | 0.1109 | 0.1200 | 0.0992 |
| Audit | 0.0296 | 0.0320 | 0.0212 |
| Police Protection | — | — | — |
| Liability Insurance | 0.0592 | 0.0640 | 0.0679 |
| Debt Service | 0.1803 | 0.1861 | 0.1761 |
| Special Parks | 0.0200 | 0.0214 | 0.0205 |
| Total Tax Rates | 0.9436 | 0.9783 | 0.9430 |
| Tax Extensions | | | |
| Corporate | $ 489,250 | 475,155 | 527,109 |
| IMRF | 182,854 | 192,734 | 172,916 |
| Social Security | 137,136 | 144,460 | 124,430 |
| Audit | 36,571 | 38,522 | 26,583 |
| Police Protection | — | — | — |
| Liability Insurance | 73,141 | 77,045 | 85,167 |
| Debt Service | 222,912 | 223,995 | 220,940 |
| Special Parks | 24,720 | 25,750 | 25,750 |
| Total Tax Extensions | 1,166,584 | 1,177,661 | 1,182,895 |

| | | | | | | |
|---|---|---|---|---|---|---|
| 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 |
| 155,155,702 | 148,142,238 | 146,721,960 | 166,471,081 | 153,130,566 | 148,716,626 | 194,516,929 |
| 0.3499 | 0.3706 | 0.3796 | 0.3468 | 0.3904 | 0.4244 | 0.3392 |
| 0.0712 | 0.0676 | 0.0840 | 0.0662 | 0.0653 | 0.0639 | 0.0593 |
| 0.0563 | 0.0564 | 0.0525 | 0.0486 | 0.0686 | 0.0671 | 0.0620 |
| 0.0070 | 0.0073 | 0.0056 | 0.0042 | 0.0065 | 0.0091 | 0.0079 |
| 0.0572 | 0.0790 | 0.0826 | 0.0849 | 0.0958 | 0.1272 | 0.0661 |
| 0.0754 | 0.0814 | 0.0785 | 0.0662 | 0.0568 | 0.0536 | 0.0399 |
| 0.1438 | 0.1520 | 0.1513 | 0.1336 | 0.1453 | 0.1497 | 0.1144 |
| 0.0166 | 0.0179 | 0.0181 | 0.0155 | 0.0168 | 0.0173 | 0.0136 |
| 0.7774 | 0.8322 | 0.8522 | 0.7660 | 0.8455 | 0.9123 | 0.7024 |
| 542,922 | 549,036 | 556,919 | 577,373 | 597,742 | 631,078 | 659,803 |
| 110,475 | 100,112 | 123,277 | 110,263 | 100,060 | 95,026 | 115,360 |
| 87,396 | 83,581 | 77,004 | 80,912 | 105,063 | 99,759 | 120,510 |
| 10,822 | 10,753 | 8,175 | 7,017 | 10,006 | 13,603 | 15,450 |
| 88,720 | 116,975 | 121,141 | 141,337 | 146,633 | 189,179 | 128,490 |
| 116,925 | 120,609 | 115,116 | 110,263 | 87,052 | 79,675 | 77,546 |
| 223,145 | 225,245 | 221,990 | 222,357 | 222,567 | 222,620 | 222,515 |
| 25,750 | 26,523 | 26,523 | 25,750 | 25,750 | 25,750 | 26,523 |
| 1,206,155 | 1,232,834 | 1,250,145 | 1,275,272 | 1,294,873 | 1,356,690 | 1,366,197 |