

**VILLAGE OF ELKVILLE, ILLINOIS**  
**GENERAL PURPOSE FINANCIAL STATEMENTS**  
**For the Year Ended April 30, 2024**

# VILLAGE OF ELKVILLE, ILLINOIS

## Table of Contents

April 30, 2024

	<u>Page</u>
Independent Auditor's Report	1-3
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	4-5
Management's Discussion and Analysis	6-11
<b><u>Basic Financial Statements</u></b>	
<i>Government-Wide Financial Statements</i>	
Statement of Net Position	12
Statement of Activities	13
<i>Fund Financial Statements</i>	
Governmental Funds	
Balance Sheet	14
Reconciliation of Fund Balance of Governmental Funds to the Governmental Activities in the Statement of Net Position	15
Statement of Revenues, Expenditures, and Changes in Fund Balance	16
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance to the Governmental Activities in the Statement of Activities	17
Proprietary Funds	
Statements of Net Position	18
Statement of Revenues, Expenses, and Changes in Fund Net Position	19
Statement of Cash Flows	20
Notes to Basic Financial Statements	21-41

# VILLAGE OF ELKVILLE, ILLINOIS

## Table of Contents - Concluded

April 30, 2024

---

	<u>Page</u>
--	-------------

### **Required Supplementary Information**

#### *Budgetary Comparison Schedules:*

Schedule of Revenues, Expenditures, and Changes in Fund Balance -  
Original Budget, Final Budget, and Actual - Cash Basis:

General Fund	42-44
Motor Fuel Tax Fund	45
TIF Fund	46
IMRF-Multiyear Schedule of Changes in Net Liability and Related Ratios	47
IMRF-Multiyear Schedule of Employer Contributions	48
Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2023 Contribution Rate	49
Notes to Required Supplementary Information	50

### **Supplementary Information**

#### *Combining and Individual Fund Statements and Schedules:*

Combining Balance Sheet - Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Nonmajor Governmental Funds

Schedule of Revenues, Expenses, and Changes in Net Position -  
Original Budget, Final Budget and Actual - Cash Basis:

Water Fund	53
Sewer Fund	54
Sewer O&M Fund	55

**Schedule of Findings and Recommendations**

**Schedule of Prior Year Findings and Recommendations**

**Corrective Action Plan**



## INDEPENDENT AUDITOR'S REPORT

To the Village Board of Trustees and Mayor  
Village of Elkville, 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 Elkville, 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 Elkville, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 of Elkville, Illinois and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 of Elkville, Illinois' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### Auditor's 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 and *Government 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 and *Government 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 of Elkville, Illinois' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village of Elkville, Illinois' ability to continue as a going concern for a reasonable period of time.

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

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information, pension schedules, and related notes on pages 6 through 11 and 42 through 50 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 Elkville, Illinois' basic financial statements. The accompanying combining and individual nonmajor fund financial statements, and the Schedules of Revenues, Expenses, and Changes in Net Position 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 combining and individual nonmajor fund financial statements, and the Schedules of Revenues, Expenses, and Changes in Net Position are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 28, 2024 on our consideration of the Village of Elkville, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village of Elkville, Illinois' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Village of Elkville, Illinois' internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Rice Sullivan, LLC". The signature is fluid and cursive, with "Rice" and "Sullivan" connected by a single stroke, and "LLC" written in a smaller, separate cursive style.

Rice Sullivan, LLC  
Du Quoin, Illinois  
October 18, 2024



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND  
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Village Board of Trustees and Mayor  
Village of Elkville, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Elkville, Illinois, as of and for the year ended April 30, 2024, and the related notes to the financial statements, which collectively comprise the Village of Elkville, Illinois' basic financial statements, and have issued our report thereon dated October 28, 2024.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Village of Elkville, Illinois' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village of Elkville, Illinois' internal control. Accordingly, we do not express an opinion on the effectiveness of the Village of Elkville, Illinois' internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items 2024:FR-02 through 2024:FR-04 to be material weaknesses.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as item 2024:FR-01 to be a significant deficiency.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Village of Elkville, Illinois' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* as item 2024:CR-01.

### **Village of Elkville, Illinois's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on the Village of Elkville, Illinois' response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The Village of Elkville, Illinois' response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Rice Sullivan, LLC". The signature is fluid and cursive, with "Rice" and "Sullivan" connected by a single stroke, and "LLC" written in a smaller, separate area.

Rice Sullivan, LLC  
Du Quoin, Illinois

October 28, 2024

**Village of Elkville  
405 South 6<sup>th</sup> Street  
Elkville, Illinois 62932**

**Management's Discussion and Analysis**

The management of the Village of Elkville, Illinois offers this overview and analysis of the financial activities of the Village, for the fiscal year ended April 30, 2024.

**Financial Highlights**

The Village's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at April 30, 2024 by \$895,829. Total net position is comprised of the following: Net Investment in Capital Assets, of \$668,776 include property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets. Net position of \$364,202 is restricted by constraints imposed by debt covenants, grantors, laws or regulations, and pension obligations. Unrestricted net position of \$591,255 represents the portion available to maintain the Village's continuing obligations to citizens and creditors. The Village's governmental funds reported total ending fund balance of \$662,633 this year. At the end of the current fiscal year, unassigned fund balance for the General Fund was \$562,400.

**Overview of the Financial Statements**

*Management's Discussion and Analysis* introduces the Village's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements.

The following is a summary of significant capital assets and long-term debt activity of the major governmental and proprietary funds of the Village:

*General Fund*

The General Fund made building improvements in the amount of \$15,000 for the police building and purchased a Dodge Durango for \$37,637. The Village purchased \$59,494 in equipment, which included a fire truck for \$25,000, police equipment for \$6,080, and fire equipment for \$28,414. The General Fund booked depreciation in the amount of \$53,685. A loan was approved with Murphy Wall State Bank for \$37,637, to cover the cost of the new Durango. The Village paid \$17,040 in loan principle on the Durango loan and the previous dump truck loan. The Village paid \$2,437 in interest on these loans for the fiscal year.

*MFT Fund*

No assets or debt payments were made from the MFT Fund. All revenue and expenses were routine.

*TIF Fund*

No assets or debt payments were made from the MFT Fund. All revenue and expenses were routine.

*Water Fund*

The Water Fund made \$62,032 in water system improvements. The Water Fund booked depreciation in the amount of \$14,472. The Water Fund has no debt.

### *Sewer Fund*

The Sewer Fund made \$13,700 in sewer system improvements. The Sewer Fund booked depreciation in the amount of \$10,732. The Sewer Fund has no debt.

### *Sewer O&M Fund*

The Sewer O&M Fund did not purchase any assets or make any improvements. The Sewer O&M Fund has no debt. All revenue and expenses were routine.

\*Please refer to the notes to financial statements for further information on assets and long-term debt.

## **Government-wide Financial Statements**

The Village's audit report includes the *Statement of Net Position* and the *Statement of Activities*, both of which are government wide. The *Statement of Net Position* is the Government-wide statement of financial position presenting information that includes all of the Village's assets and liabilities, with the difference reported as *net position*. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the Village as a whole is improving or deteriorating. Evaluation of the overall economic health of the Village would extend to other non-financial factors such as diversification of the taxpayer base or the condition of the Village infrastructure in addition to the financial information provided in this report. The second government-wide statement is the *Statement of Activities*, which reports how the Village's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the Village's distinct activities or functions on revenues provided by the Village's taxpayers.

Both government-wide financial statements distinctively report governmental activities of the Village that are principally supported by taxes and intergovernmental revenues and business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, public safety, public property, accounts and finance, streets and public improvements. Business-type activities include the water, sewer, and sanitation services.

## **Fund Financial Statements**

A fund is an accountable unit used to maintain control over resources segregated for specific activities or objectives. The Village uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Village's most significant funds rather than the Village as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation.

The Village has two kinds of funds:

*Governmental funds* encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the Village's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources during the year and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

*Proprietary funds* generally report services for which the Village charges customers a fee. Enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Services are provided to customers external to the Village organization such as water and sewer.

## **Notes to the Financial Statements**

The notes to the financial statements are an integral part of the government-wide and fund financial statements and provide essential information necessary for fair presentation of the financial statements.

## **Required Supplementary Information**

This Management's Discussion and Analysis and the Budgetary Comparison Schedules represent financial information, which provides users of this report with additional data that supplements the government-wide statements, fund financial statements, and notes. This report also includes optional financial information such as budgetary comparison information and a schedule of taxes certified and collected. This information is provided to address certain specific needs of various users of the report.

## **Financial Analysis of the Village's Funds**

### *General Fund*

The General Fund saw an increase in long-term assets due to fixed assets purchased and improvements made. Current liabilities decreased due to a reduction in deferred revenue for ARPA funds. Non-current liabilities increased due to IMRF pension liability differences and the new loan added. The decrease in net position is due to liability increases mentioned above. The general fund recognized \$58,603 in ARPA funds this fiscal year. All intergovernmental revenue increases were normal. Large expenditures in the general fund were salaries \$132,428, capital outlay of \$112,131, and insurance \$82,629. The Village does not anticipate any material changes in revenue or expenses for the next fiscal year.

### *MFT Fund*

The MFT revenue decreased from last year due to the absence of Rebuild Illinois income in this fiscal year. All other variances were immaterial and normal. The Village does not anticipate any material changes in revenue or expenses for the next fiscal year.

### *TIF Fund*

The TIF revenue increased slightly from last year due to an increase in property tax revenue. All other variances were immaterial and normal. The Village does not anticipate any material changes in revenue or expenses for the next fiscal year.

### *Water Fund*

The Water Fund revenues increased slightly due to normal variances. The expenses decreased due to a decrease in supplies expense. The largest expenses in this fund were for salaries \$45,183, sanitation \$68,145, and water purchased \$57,790. The Village does not anticipate any material changes in revenue or expenses for the next fiscal year.

### *Sewer Fund*

The Sewer Fund revenues increased slightly due to normal variances. The expenses increased due to an increase in maintenance expense. The largest expenses in this fund were for salaries \$20,391 and professional services \$22,967. The Village does not anticipate any material changes in revenue or expenses for the next fiscal year.

### *Sewer O&M Fund*

The Sewer O&M Fund had comparable revenues as last year. The expenses increased due to an increase in professional fees and maintenance expenses. The largest expenses in this fund were for salaries \$26,740 and professional services of \$27,255. Sewer sales were comparable to last year. The Village does not anticipate any material changes in revenue or expenses for the next fiscal year.

### **General Fund Budgetary Highlights**

The budget is prepared on the cash basis of accounting, which is a basis of accounting other than generally accepted accounting principles. The schedule of revenues, expenditures, and changes in fund balance – original budget, final budget, and actual are prepared on the cash basis of accounting with reconciliations to GAAP figures. This provides a more accurate budget to actual comparison.

The Village does not employ encumbrance accounting, under which purchase orders, contracts, and commitments for the expenditures of monies are recorded in order to reserve that portion of applicable appropriation.

The 2024 Budget has budgeted revenues of \$480,505 and expenditures of \$663,651, respectively for a budgeted deficit of \$183,146. This is a decrease in budgeted revenues of \$34,082 and expenditures of \$353,382 from 2023.

The Village did not budget for capital outlay, causing a large variance between budget and actual of \$112,131. All other variances were routine.

There are no known changes or circumstances that would affect fiscal year 2025 appropriations ordinance.

### **Economic Factors and Next Year's Budgets and Rates**

No conditions were noted that would be expected to have a significant effect on the financial position or results of operations of the Village.

### **Requests for Information**

This financial report is designated to provide a general overview of the Village of Elkville's finances for all those with an interest in the Village's finances. Questions concerning the information provided in this report or requests for additional financial information should be addressed to the Village of Elkville, 102 North 4<sup>th</sup> Street, Elkville, Illinois, 62932.

The Management's Discussion and Analysis for Village of Elkville  
For the Year Ended April 30, 2024

## Financial Analysis of the Governmental Activities

	Governmental Activities		% Change
	2024	2023	
<b>Assets</b>			
Current Assets	\$ 848,602	\$ 793,942	6.44%
Non-Current Assets	<u>499,525</u>	<u>441,079</u>	11.70%
<b>Total Assets</b>	<u>1,348,127</u>	<u>1,235,021</u>	8.39%
 Deferred Outflows of Resources	 88,934	 120,762	 -35.79%
 <b>Liabilities</b>			
Current Liabilities	32,496	84,187	-159.07%
Non-Current Liabilities	<u>638,602</u>	<u>624,694</u>	2.18%
<b>Total Liabilities</b>	<u>671,098</u>	<u>708,881</u>	-5.63%
 Deferred Inflows of Resources	 180,655	 144,864	 19.81%
 <b>Net Position</b>			
Net Investment in Capital Assets	499,525	336,392	32.66%
Restricted Net Position	<u>(364,202)</u>	<u>115,620</u>	131.75%
Unrestricted Net Position	<u>449,985</u>	<u>50,026</u>	88.88%
<b>Total Net Position</b>	<u>585,308</u>	<u>502,038</u>	14.23%
 <b>Revenues</b>			
Program Revenues:			
Charges for Services	25,628	3,916	84.72%
Operating Grants	25,400	-	NA
Capital Grants	58,603	-	NA
General Revenues:			
Taxes	211,656	212,490	-0.39%
Intergovernmental	345,145	336,044	2.64%
Investment Interest	36,148	28,086	22.30%
Miscellaneous	<u>107,283</u>	<u>17,632</u>	83.56%
<b>Total Revenues</b>	<u>809,863</u>	<u>598,168</u>	26.14%
 <b>Expenses</b>			
General Government	275,907	418,360	-51.63%
Public Safety	242,471	181,985	24.95%
Transportation	165,653	105,554	36.28%
Culture and Recreation	8,727	15,583	-78.56%
Pension Expense	36,021	23,840	33.82%
Interest on Long Term Debt	<u>4,112</u>	<u>664</u>	83.85%
<b>Total Expenses</b>	<u>732,891</u>	<u>745,986</u>	-1.79%
 Excess (Deficiency) of Revenues over (under) Expenses	 76,972	 (147,818)	 292.04%
 <b>Other Financing Sources (Uses)</b>			
Transfers (Net)	<u>6,298</u>	<u>8,692</u>	-38.01%
<b>Total Other Financing Sources (Uses)</b>	<u>6,298</u>	<u>8,692</u>	-38.01%
 Net Change in Net Position	 83,270	 (139,126)	 267.08%
 Net Position Beginning of Year	 <u>502,038</u>	 <u>641,164</u>	 -27.71%
 Net Position End of Year	 <u>\$ 585,308</u>	 <u>\$ 502,038</u>	 14.23%

For the fiscal year ended April 30, 2024, governmental net position of the Village increased by 14.23%. Revenues increased by 26.14% due to a sale of fire truck, insurance proceeds, and an increase in grant revenue. Expenses decreased by 1.79%, which was a routine variance.

## Financial Analysis of the Business-Type Activities

	Business-Type Activities		% Change
	2024	2023	
Assets			
Current Assets	\$ 177,612	\$ 318,699	-79.44%
Non-Current Assets	<u>169,251</u>	<u>118,722</u>	29.85%
Total Assets	<u>346,863</u>	<u>437,421</u>	-26.11%
Deferred Outflows of Resources	<u>-</u>	<u>-</u>	0.00%
Liabilities			
Current Liabilities	36,342	35,381	2.64%
Non-Current Liabilities	<u>-</u>	<u>-</u>	0.00%
Total Liabilities	<u>36,342</u>	<u>35,381</u>	2.64%
Deferred Inflows of Resources	<u>-</u>	<u>-</u>	0.00%
Net Position			
Net Investment in Capital Assets	169,251	118,722	29.85%
Restricted Net Position	<u>-</u>	<u>-</u>	0.00%
Unrestricted Net Position	<u>141,270</u>	<u>283,318</u>	-100.55%
Total Net Position	<u>310,521</u>	<u>402,040</u>	-29.47%
Revenues			
Program Revenues:			
Charges for Services	374,677	351,599	6.16%
Operating Grants	<u>-</u>	<u>-</u>	0.00%
Capital Grants	<u>15,000</u>	<u>-</u>	NA
General Revenues:			
Taxes	<u>-</u>	<u>-</u>	0.00%
Intergovernmental	<u>-</u>	<u>-</u>	0.00%
Investment Interest	<u>-</u>	<u>-</u>	0.00%
Other	<u>675</u>	<u>4,228</u>	-526.37%
Total Revenues	<u>390,352</u>	<u>355,827</u>	8.84%
Expenses			
Water Services	264,474	309,560	-17.05%
Sewer Services	<u>110,290</u>	<u>89,446</u>	18.90%
Sewer O&M	<u>100,809</u>	<u>67,264</u>	33.28%
Total Expenses	<u>475,573</u>	<u>466,270</u>	1.96%
Excess (Deficiency) of Revenues over (under) Expenses	(85,221)	(110,443)	29.60%
Other Financing Sources (Uses)			
Transfers (Net)	<u>(6,298)</u>	<u>(8,692)</u>	38.01%
Total Other Financing Sources (Uses)	<u>(6,298)</u>	<u>(8,692)</u>	38.01%
Net Change in Net Position	(91,519)	(119,135)	30.18%
Net Position Beginning of Year	<u>402,040</u>	<u>521,175</u>	-29.63%
Net Position End of Year	<u>\$ 310,521</u>	<u>\$ 402,040</u>	-29.47%

For the fiscal year ended April 30, 2024, business-type net position of the Village decreased by 29.47% due to variances in the due to/due from accounts. Revenues increased by 8.84% due to grant revenue, and expenses increased by 1.96% due to normal variances.

## **BASIC FINANCIAL STATEMENTS**

**VILLAGE OF ELKVILLE, ILLINOIS**

Statement of Net Position

April 30, 2024

	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Assets</b>			
<b>Current Assets</b>			
Cash, Unrestricted	\$ 668,638	\$ -	\$ 668,638
Cash, Restricted	97,154	-	97,154
Internal Balances	(151,741)	151,741	-
Due From State of Illinois	53,715	-	53,715
Property Taxes Receivable	177,362	-	177,362
Utility Receivable	3,474	25,871	29,345
<b>Total Current Assets</b>	<b>848,602</b>	<b>177,612</b>	<b>1,026,214</b>
<b>Non-Current Assets</b>			
Fixed Assets, Depreciable	489,735	169,251	658,986
Fixed Assets, Non-Depreciable	9,790	-	9,790
<b>Total Non-Current Assets</b>	<b>499,525</b>	<b>169,251</b>	<b>668,776</b>
<b>Total Assets</b>	<b>1,348,127</b>	<b>346,863</b>	<b>1,694,990</b>
<b>Deferred Outflows of Resources</b>			
Pension Contribution	88,934	-	88,934
<b>Total Deferred Outflows of Resources</b>	<b>88,934</b>	<b>-</b>	<b>88,934</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts Payable	6,267	17,538	23,805
Water Deposits Payable	-	18,804	18,804
Payroll Tax Payable	2,340	-	2,340
Loan Payable-Current Portion	23,889	-	23,889
<b>Total Current Liabilities</b>	<b>32,496</b>	<b>36,342</b>	<b>68,838</b>
<b>Non-Current Liabilities</b>			
Net Pension Liability	546,997	-	546,997
Loan Payable-Non-Current Portion	91,605	-	91,605
<b>Total Non-Current Liabilities</b>	<b>638,602</b>	<b>-</b>	<b>638,602</b>
<b>Total Liabilities</b>	<b>671,098</b>	<b>36,342</b>	<b>707,440</b>
<b>Deferred Inflows of Resources</b>			
Pension Contribution	3,293	-	3,293
Property Taxes	177,362	-	177,362
<b>Total Deferred Inflows of Resources</b>	<b>180,655</b>	<b>-</b>	<b>180,655</b>
<b>Net Position</b>			
Net Investment in Capital Assets	499,525	169,251	668,776
Restricted-Grant	6,358	-	6,358
Restricted-MFT	58,862	-	58,862
Restricted-TIF	31,934	-	31,934
Restricted-Pension	(461,356)	-	(461,356)
Unrestricted (Deficit)	449,985	141,270	591,255
<b>Total Net Position</b>	<b>\$ 585,308</b>	<b>\$ 310,521</b>	<b>\$ 895,829</b>

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

**VILLAGE OF ELKVILLE, ILLINOIS**

Statement of Activities  
For the Year Ended April 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Business-Type Activities	Total Reporting Entity
					Governmental Activities	Business-Type Activities	
<b>Primary Government</b>							
<b>Governmental Activities</b>							
General Government	\$ 275,907	\$ 25,628	\$ 25,400	\$ 58,603	\$ (166,276)	\$ -	\$ (166,276)
Public Safety	242,471	-	-	-	(242,471)	-	(242,471)
Transportation	165,653	-	-	-	(165,653)	-	(165,653)
Culture and Recreation	8,727	-	-	-	(8,727)	-	(8,727)
Pension Expense	36,021	-	-	-	(36,021)	-	(36,021)
Interest on Long-Term Debt	4,112	-	-	-	(4,112)	-	(4,112)
<b>Total Governmental Activities</b>	<b>732,891</b>	<b>25,628</b>	<b>25,400</b>	<b>58,603</b>	<b>(623,260)</b>	<b>-</b>	<b>(623,260)</b>
<b>Business-Type Activities</b>							
Water	264,474	238,303	-	15,000	-	(11,171)	(11,171)
Sewer	110,290	97,199	-	-	-	(13,091)	(13,091)
Sewer O&M	100,809	39,175	-	-	-	(61,634)	(61,634)
<b>Total Business-Type Activities</b>	<b>475,573</b>	<b>374,677</b>	<b>-</b>	<b>15,000</b>	<b>-</b>	<b>(85,896)</b>	<b>(24,262)</b>
<b>Total Primary Government</b>	<b>\$ 1,208,464</b>	<b>\$ 400,305</b>	<b>\$ 25,400</b>	<b>\$ 73,603</b>	<b>\$ (623,260)</b>	<b>\$ (85,896)</b>	<b>\$ (647,522)</b>
General Revenues:							
Taxes:							
Property Taxes				\$ 132,822	\$ -	\$ 132,822	
Utility Tax				48,795	-	48,795	
Municipal Gas Tax				26,671	-	26,671	
Franchise Tax				3,368	-	3,368	
Intergovernmental:							
Replacement Tax				4,715	-	4,715	
Retailers' Occupation Taxes				61,045	-	61,045	
Income and Use Tax				139,461	-	139,461	
Non Home Rule Sales Tax				47,744	-	47,744	
Telecommunications Tax				5,277	-	5,277	
Cannabis Use Tax				1,320	-	1,320	
Video Gaming Tax				17,132	-	17,132	
Use Tax				31,646	-	31,646	
Motor Fuel Tax				36,805	-	36,805	
Investment Earnings				36,148	-	36,148	
Miscellaneous				107,283	675	107,958	
Total General Revenues				700,232	675	700,907	
Transfers, Net				6,298	(6,298)	-	
Change in Net Position				83,270	(91,519)	(8,249)	
Net Position - Beginning of Year				502,038	402,040	904,078	
Net Position - End of Year				<b>\$ 585,308</b>	<b>\$ 310,521</b>	<b>\$ 895,829</b>	

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

**VILLAGE OF ELKVILLE, ILLINOIS**

**Balance Sheet**  
**GOVERNMENTAL FUNDS**  
April 30, 2024

	<b>Major Funds</b>			<b>Nonmajor Governmental Fund</b>	<b>Total Governmental Funds</b>
	<b>General Fund</b>	<b>Motor Fuel Tax Fund</b>	<b>TIF 1 Fund</b>		
<b>Assets and Deferred Outflows of Resources</b>					
<b>Assets</b>					
Unrestricted Cash	\$ 668,638	\$ -	\$ -	\$ -	\$ 668,638
Restricted Cash	6,358	58,862	8,259	23,675	97,154
Due From State of Illinois	50,701	3,014	-	-	53,715
Due From Other Funds	-	-	65	-	65
Utility Tax Receivable	3,474	-	-	-	3,474
Property Taxes Receivable	85,202	-	90,086	2,074	177,362
<b>Total Assets</b>	<b>814,373</b>	<b>61,876</b>	<b>98,410</b>	<b>25,749</b>	<b>1,000,408</b>
<b>Deferred Outflows of Resources</b>					
None	-	-	-	-	-
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 814,373</b>	<b>\$ 61,876</b>	<b>\$ 98,410</b>	<b>\$ 25,749</b>	<b>\$ 1,000,408</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balance</b>					
<b>Liabilities</b>					
Accounts Payable	\$ 6,267	\$ -	\$ -	\$ -	\$ 6,267
Due To Other Funds	151,806	-	-	-	151,806
Payroll Tax Payable	2,340	-	-	-	2,340
<b>Total Liabilities</b>	<b>160,413</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>160,413</b>
<b>Deferred Inflows of Resources</b>					
Property Taxes	85,202	-	90,086	2,074	177,362
<b>Fund Balance</b>					
Nonspendable	-	-	-	-	-
Restricted	6,358	61,876	8,324	23,675	100,233
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	562,400	-	-	-	562,400
<b>Total Fund Balance</b>	<b>568,758</b>	<b>61,876</b>	<b>8,324</b>	<b>23,675</b>	<b>662,633</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balance</b>	<b>\$ 814,373</b>	<b>\$ 61,876</b>	<b>\$ 98,410</b>	<b>\$ 25,749</b>	<b>\$ 1,000,408</b>

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

**VILLAGE OF ELKVILLE, ILLINOIS**  
Reconciliation of Fund Balance of Governmental Funds  
to the Governmental Activities in the Statement of Net Position  
April 30, 2024

Fund Balance of Governmental Funds	\$	662,633
------------------------------------	----	---------

Amounts reported for governmental activities in the statement of net position differ because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	499,525
---	---------

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(576,850)</u>
--	------------------

Net Position of Governmental Activities	<u><u>\$ 585,308</u></u>
---	--------------------------

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

**VILLAGE OF ELKVILLE, ILLINOIS**  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
GOVERNMENTAL FUNDS  
For the Year Ended April 30, 2024

	<b>Major Funds</b>				<b>Nonmajor Governmental Fund</b>	<b>Total Governmental Funds</b>
	<b>General Fund</b>	<b>Motor Fuel Tax Fund</b>	<b>TIF 1 Fund</b>			
<b>Revenues</b>						
Taxes	\$ 146,563	\$ -	\$ 63,678	\$ 1,415	\$ 211,656	
Intergovernmental	333,740	36,805	-	-	370,545	
Licenses and Fees	18,771	-	-	-	18,771	
Fines and Penalties	6,857	-	-	-	6,857	
Investment Earnings	32,239	3,582	16	311	36,148	
Other	107,283	-	-	-	107,283	
<b>Total Revenues</b>	<b>645,453</b>	<b>40,387</b>	<b>63,694</b>	<b>1,726</b>	<b>751,260</b>	
<b>Expenditures</b>						
<i>Current</i>						
General Government	161,422	-	64,912	-	226,334	
Public Safety	242,471	-	-	-	242,471	
Transportation	102,401	63,252	-	-	165,653	
Culture and Recreation	8,727	-	-	-	8,727	
<i>Capital Outlay</i>	112,131	-	-	-	112,131	
<i>Debt Service</i>	17,040	-	-	-	17,040	
<b>Total Expenditures</b>	<b>644,192</b>	<b>63,252</b>	<b>64,912</b>	<b>-</b>	<b>772,356</b>	
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>1,261</b>	<b>(22,865)</b>	<b>(1,218)</b>	<b>1,726</b>	<b>(21,096)</b>	
<b>Other Financing Sources (Uses)</b>						
Loan Proceeds	37,637	-	-	-	37,637	
Transfers In	14,901	-	-	-	14,901	
Transfers Out	(8,603)	-	-	-	(8,603)	
<b>Total Other Financing Sources (Uses)</b>	<b>43,935</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>43,935</b>	
<b>Net Change in Fund Balance</b>	<b>45,196</b>	<b>(22,865)</b>	<b>(1,218)</b>	<b>1,726</b>	<b>22,839</b>	
<b>Fund Balance at Beginning of Year</b>	<b>523,562</b>	<b>84,741</b>	<b>9,542</b>	<b>21,949</b>	<b>639,794</b>	
<b>Fund Balance at End of Year</b>	<b>\$ 568,758</b>	<b>\$ 61,876</b>	<b>\$ 8,324</b>	<b>\$ 23,675</b>	<b>\$ 662,633</b>	

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

**VILLAGE OF ELKVILLE, ILLINOIS**  
**Reconciliation of the Governmental Funds Statement of Revenues,  
 Expenditures, and Changes in Fund Balance to the Governmental  
 Activities in the Statement of Activities**  
 For the Year Ended April 30, 2024

Amounts reported for governmental activities in the statement of activities are different because:

Net Change in Fund Balance - Total Governmental Funds	\$ 22,839
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. This is the amount by which capital outlays exceeded depreciation in the current period.	58,446
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	-
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which proceeds exceeded repayments.	(37,637)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	39,622
Change in Net Position of Governmental Activities	\$ 83,270

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

**VILLAGE OF ELKVILLE, ILLINOIS**

**Statement of Net Position**

**PROPRIETARY FUNDS**

April 30, 2024

	<b>Business-Type Activities - Enterprise Funds</b>			
	<b>Water Fund</b>	<b>Sewer Fund</b>	<b>Sewer O&amp;M Fund</b>	<b>Total Enterprise Funds</b>
<b>Assets</b>				
<b>Current Assets</b>				
Cash, Unrestricted	\$ -	\$ -	\$ -	\$ -
Due From Other Funds	92,839	225,521	-	318,360
Utility Receivable	17,940	7,204	727	25,871
<b>Total Current Assets</b>	<b>110,779</b>	<b>232,725</b>	<b>727</b>	<b>344,231</b>
<b>Non-Current Assets</b>				
Fixed Assets, Depreciable	100,582	68,669	-	169,251
Fixed Assets, Non-Depreciable	-	-	-	-
<b>Total Non-Current Assets</b>	<b>100,582</b>	<b>68,669</b>	<b>-</b>	<b>169,251</b>
<b>Total Assets</b>	<b>211,361</b>	<b>301,394</b>	<b>727</b>	<b>513,482</b>
<b>Deferred Outflows of Resources</b>				
None	-	-	-	-
<b>Liabilities</b>				
<b>Current Liabilities</b>				
Accounts Payable	9,081	5,065	3,392	17,538
Due To Other Funds	-	-	166,619	166,619
Water Deposits Payable	18,804	-	-	18,804
<b>Total Current Liabilities</b>	<b>27,885</b>	<b>5,065</b>	<b>170,011</b>	<b>202,961</b>
<b>Non-Current Liabilities</b>				
None	-	-	-	-
<b>Total Non-Current Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Liabilities</b>	<b>27,885</b>	<b>5,065</b>	<b>170,011</b>	<b>202,961</b>
<b>Deferred Inflows of Resources</b>				
None	-	-	-	-
<b>Net Position</b>				
Net Investment in Capital Assets	100,582	68,669	-	169,251
Unrestricted (Deficit)	82,894	227,660	(169,284)	141,270
<b>Total Net Position</b>	<b>\$ 183,476</b>	<b>\$ 296,329</b>	<b>\$ (169,284)</b>	<b>\$ 310,521</b>

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

**VILLAGE OF ELKVILLE, ILLINOIS**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**PROPRIETARY FUNDS**  
For the Year Ended April 30, 2024

<b>Business-Type Activities - Enterprise Funds</b>				
	Water Fund	Sewer Fund	Sewer O&M Fund	Total Enterprise Funds
<b>Operating Revenue</b>				
Water Revenue	\$ 151,244	\$ -	\$ -	\$ 151,244
Sanitation Revenue	87,059	-	-	87,059
Sewer Revenue	-	97,199	39,175	136,374
Miscellaneous Revenue	675	-	-	675
<b>Total Operating Revenues</b>	<b>238,978</b>	<b>97,199</b>	<b>39,175</b>	<b>375,352</b>
<b>Operating Expenses</b>				
General & Administrative	109,507	79,565	87,282	276,354
Maintenance & Supplies	15,706	19,993	13,527	49,226
Production & Distribution	122,860	-	-	122,860
Depreciation	14,472	10,732	-	25,204
Other	1,929	-	-	1,929
<b>Total Operating Expenses</b>	<b>264,474</b>	<b>110,290</b>	<b>100,809</b>	<b>475,573</b>
<b>Operating Income (Loss)</b>	<b>(25,496)</b>	<b>(13,091)</b>	<b>(61,634)</b>	<b>(100,221)</b>
<b>Non-Operating Revenue/(Expenses)</b>				
Grant Income	15,000	-	-	15,000
<b>Total Non-Operating Revenues/(Expenses)</b>	<b>15,000</b>	<b>-</b>	<b>-</b>	<b>15,000</b>
<b>Operating Transfers</b>				
Transfers In	4,610	3,993	-	8,603
Transfers Out	(4,967)	(4,967)	(4,967)	(14,901)
<b>Total Operating Transfers</b>	<b>(357)</b>	<b>(974)</b>	<b>(4,967)</b>	<b>(6,298)</b>
Net Change in Net Position	(10,853)	(14,065)	(66,601)	(91,519)
Net Position at Beginning of Year	194,329	310,394	(102,683)	402,040
Net Position at End of Year	<b>\$ 183,476</b>	<b>\$ 296,329</b>	<b>\$ (169,284)</b>	<b>\$ 310,521</b>

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

**VILLAGE OF ELKVILLE, ILLINOIS**

Statement of Cash Flows  
PROPRIETARY FUNDS  
For the Year Ended April 30, 2024

	<b>Business-Type Activities - Enterprise Funds</b>			Total Enterprise Funds
	Water Fund	Sewer Fund	Sewer O&M Fund	
<b>Cash Flows From Operating Activities:</b>				
Receipts from Customers	\$ 238,303	\$ 97,199	\$ 39,175	\$ 374,677
Payments to Suppliers	(122,860)	-	-	(122,860)
Payments to Employees	(45,183)	(20,391)	-	(65,574)
Payments for Operating Expenses	(101,397)	(79,167)	(105,776)	(286,340)
Miscellaneous Receipts/Expenses	<u>78,526</u>	<u>17,033</u>	<u>71,568</u>	<u>167,127</u>
<b>Net Cash Flows Provided (Used) By Operating Activities</b>	<u>47,389</u>	<u>14,674</u>	<u>4,967</u>	<u>67,030</u>
<b>Net Cash Flows From Non-Capital Financing Activities:</b>				
Grant Income	15,000	-	-	15,000
Transfers In/Out	(357)	(974)	(4,967)	(6,298)
<b>Net Cash Flows Provided (Used) By Non-Capital Financing Activities</b>	<u>14,643</u>	<u>(974)</u>	<u>(4,967)</u>	<u>8,702</u>
<b>Cash Flows From Capital and Related Financing Activities:</b>				
Purchase of Assets	(62,032)	(13,700)	-	(75,732)
<b>Net Cash Flows Provided (Used) By Capital &amp; Related Financing Activities</b>	<u>(62,032)</u>	<u>(13,700)</u>	<u>-</u>	<u>(75,732)</u>
<b>Cash Flows From Investing Activities:</b>				
None	-	-	-	-
<b>Net Cash Flows Provided (Used) By Investing Activities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Increase (Decrease) in Cash	-	-	-	-
Cash at Beginning of Year	-	-	-	-
Cash at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (used) by Operating Activities:</b>				
Operating Income (Loss)	\$ (25,496)	\$ (13,091)	\$ (61,634)	\$ (100,221)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Depreciation Expense	14,472	10,732	-	25,204
Change in Assets and Liabilities				
Utilities Receivable	1,392	(798)	125	719
Due From Other Funds	60,096	14,850	65,422	140,368
Accounts Payable	(2,680)	2,981	1,054	1,355
Water Deposits Payable	<u>(395)</u>	<u>-</u>	<u>-</u>	<u>(395)</u>
<b>Net Cash Provided (Used) By Operating Activities</b>	<u>\$ 47,389</u>	<u>\$ 14,674</u>	<u>\$ 4,967</u>	<u>\$ 67,030</u>

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

**NOTES TO BASIC FINANCIAL STATEMENTS**

## VILLAGE OF ELKVILLE, ILLINOIS

### Notes to Basic Financial Statements

April 30, 2024

#### **NOTE A - Statement of Significant Accounting Policies**

##### Introduction

The Village of Elkville (the "Village") is located in Jackson County where citizens elect a mayor and six trustees to preside as the Board of Trustees. The accompanying statements present the Village's governmental and business-type funds over which this Board of Trustees exercises significant influence. Significant influence is based on operational or financial relations with the Village.

##### Financial Reporting Entity

In evaluating how to define the Village, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations and accountability for fiscal matters. The Village has no potential component units.

##### Government-Wide Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

##### Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are intended to fund. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within thirty-one days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE A - Statement of Significant Accounting Policies – continued**

*Fund Accounting*

The accounts of the Village are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into categories as follows:

*Governmental Funds*

Governmental funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The Village reports the following major governmental funds:

**General Fund** - This fund is used to account for all financial resources of the Village except those required to be accounted for in another fund. The general fund balance is available to the Village for any purpose provided it is expanded or transferred according to the general laws of Illinois and the bylaws of the Village.

**Motor Fuel Tax Fund** - This special revenue fund is used to account for the major repairs and maintenance of the Village's roads. Revenues come from the Illinois Department of Transportation. All cash in this fund is restricted by State bylaws.

**TIF Fund** - This special revenue fund is used to account for the receipts and expense of the Tax Increment Financing Fund. Revenues come from property taxes and interest income. All cash in this fund is restricted by State bylaws.

*Proprietary Funds*

Proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises-where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges. The Village reports water, gas and sewer proprietary funds, as well as grants associated with water and sewer operations.

The Village reports the following major proprietary funds:

**Water Fund** - This proprietary fund accounts for the operation and maintenance of the Village's water treatment and distribution systems. All money comes from utility bills.

**Sewer Fund** - This proprietary fund accounts for the operation and maintenance of the Village's sewer treatment and distribution systems. All money comes from utility bills.

**Sewer O&M Fund** - This proprietary fund accounts for the collection of sewer revenue related to operations and maintenance.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE A - Statement of Significant Accounting Policies - continued**

*Revenues - Exchange and Non-Exchange Transactions*

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the Village, available means expected to be received within thirty-one days of fiscal year-end. Under the modified accrual basis, only interest is considered to be both measurable and available at fiscal year-end.

Non-exchange transactions, in which the Village receives value without directly giving value in return, includes grants and donations. On an accrual basis, revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Village must provide local resources are provided to the Village on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must be available before it can be recognized.

*Expenses/Expenditures*

On an accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable.

*Operating Revenues/Expenses*

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues result from providing goods and services in connection with a proprietary fund's principal ongoing operations; they usually come from exchange or exchange-like transactions. All other revenues are non-operating. Operating expenses can be tied specifically to the production of the goods and services, such as materials and labor and direct overhead. Other expenses are non-operating.

Cash and Investments

For the purpose of financial reporting, "cash and cash equivalents" includes all demand, savings, and money market and certificate of deposit accounts with a liquidity date less than one year. Certificates of Deposit are valued by current fair market value. There are no current investments falling under the Fair Value measurement requirements. Illinois Revised Statutes authorize the Village to invest in securities guaranteed by full faith and credit of the United States of America, interest-bearing savings accounts, certificates of deposit or any other investments constituting direct obligations of any bank as defined by the Illinois Bank Act, the State's Treasurer investment pool (authorized by ILCS 30, 235-2), and other permitted investment under paragraph 2, chapter 85 of the statutes as amended by Public Act 86-426. Investments may only be made in banks, which are insured by the Federal Deposit Insurance Corporation.

Due From State of Illinois

The receivable due from the State of Illinois represents Personal Property Replacement Tax, Income Tax, Sales Tax, and Use Tax that has been collected by the State of Illinois during the Village's fiscal year end but not yet distributed to the Village. The amounts listed are expected to be collected within 60 days of the Village's year end. These amounts are recorded as revenue in the year earned and available.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE A - Statement of Significant Accounting Policies – continued**

**Property Taxes Receivable**

The Village's property tax levy is requested each year on all taxable real property on or before the last Tuesday in December. The 2023 levy was passed by the Village on October 11, 2023. Property taxes attach as an enforceable lien on property on January 1 and are payable in two installments. The Village receives significant distributions of tax receipts approximately one month after these due dates.

Property taxes receivable are reported at gross value and, when appropriate, are reduced by estimated portion expected to be uncollectible. Property taxes receivable includes amounts for property taxes due from the 2023 tax levy, enforceable by lien, but not yet collected. The amounts estimated due from the 2023 levy have been recorded as property taxes receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements since they do not meet the available criteria.

**Interfund Receivables and Payables**

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

**Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide statement of net position but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The Village maintains the capitalization threshold of \$2,500. The Village does possess infrastructure. Improvements above \$50,000 are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized. Donated capital assets are recorded at estimated fair market value at the date of donation.

Major outlays for capital assets and improvements above \$10,000 are capitalized as projects are constructed. Cost includes labor, material, and similar items, and indirect charges for such items as transportation and supervision.

Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	40 years
Improvements	10-20 years
Machinery and Equipment	7 years
Automobiles	5 years

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE A - Statement of Significant Accounting Policies - continued**

**Net Position**

Net position represents the difference between all other elements in a statement of financial position should be displayed in three components - net investment in capital assets, restricted (distinguishing between major categories of restrictions), and unrestricted.

*Net Investment in Capital Assets* - This component of net position consists of capital assets, net of accumulated depreciation, reduced by outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included in this component of net position. If there are significant unspent related debt proceeds or deferred inflows of resources at the end of the reporting period, the portion of the debt of deferred inflow of resources attributable to the unspent amount is not included in the calculation of net investment in capital assets. Instead, that portion of the debt or deferred inflow of resources is included in the same net position component (restricted or unrestricted) as the unspent amount.

*Restricted* - This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources directly related to those assets. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or if the liability will be liquidated with the restricted assets reported.

*Unrestricted* - This component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

When an expense is incurred that both restricted and unrestricted net position are available to meet, the Village's policy states to first use the restricted net position until exhausted, then apply the unrestricted net position.

**Fund Balance**

Expandable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are to be paid; and the difference between governmental fund assets and deferred outflows of resources, and liabilities and deferred inflow of resources is referred to as fund balance.

In the fund financial statements, governmental funds report up to five components of fund balance from most restrictive in nature to least restrictive:

*Nonspendable* - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE A - Statement of Significant Accounting Policies - continued**

*Restricted* - includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors and grantors, or amounts constrained due to constitutional provisions or enabling legislation.

General Fund	\$ 6,358	Restricted by grant compliance
Motor Fuel Tax Fund	\$61,876	Restricted by Illinois legislature for motor fuel tax allotments
TIF 1 Fund	\$ 8,324	Restricted by Illinois legislature for TIF revenues and expenses
TIF 2 Fund	\$23,675	Restricted by Illinois legislature for TIF revenues and expenses

*Committed* - includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision-making authority (governing board). The same formal action must be taken to remove or change the limitations placed on the funds.

The Village Board authorizes and approves the property tax levies annually providing a “committed” balance for property tax revenues. In addition, the Village Board must approve any action to modify or rescind a fund balance commitment.

*Assigned* - includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. The Village Board will determine if a fund should be assigned based on intended uses of resources that the fund receives.

*Unassigned* - includes positive fund balance within the General Fund which has not been classified within the above-mentioned categories and negative fund balances in other governmental funds.

General Fund	\$562,400	Unassigned for general purposes
--------------	-----------	---------------------------------

The Village uses restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents or contracts that prohibit doing this, such as a grant agreement requiring dollar for dollar spending. Additionally, the Village would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made. The Village does not have a formal stabilization policy or minimum fund balance policy.

As outlined by GASB54, *Fund Balance Reporting and Governmental Fund Type Definition*, the Village can formally set a Stabilization Policy to ensure sound financial management and fiscal accountability. The Village can formally set aside amounts for use in emergency situations or when revenue shortages or budgetary imbalances arise. However, these emergency situations should not be routine and should be sufficiently detailed to outline the types of nonrecurring circumstances that merit the use of funds. As of the fiscal year ended April 30, 2024, the Village Board has not formally set aside funds to these types of emergency situations.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE A - Statement of Significant Accounting Policies-concluded**

Reconciliation of Government-Wide and Fund Financial Statements

The governmental fund balance short includes a reconciliation between *total governmental fund balance* and *net position of governmental activities* as reported in the government-wide balance sheet. The difference of (\$77,325) is summarized as follows:

Capital Assets	\$ 499,525
Pension Deferred Inflows/Outflows	(461,356)
Long-Term Liabilities	<u>(115,494)</u>
Total	<u><u>\$ (77,325)</u></u>

The governmental fund statement of revenues, expenditures, and changes in fund balance includes reconciliation between *net changes in fund balances-total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. The difference of \$60,431 is as follows:

Depreciation Expense	\$ (53,685)
Assets Purchased	112,131
Loan Proceeds	(37,637)
Pension Expense	22,582
Debt Payments	<u>17,040</u>
Total	<u><u>\$ 60,431</u></u>

Encumbrances

The Village does not use encumbrance accounting, in which purchase orders, contracts, and other commitments for the expenditures of funds are recorded in order to reserve that portion of the applicable appropriation. Therefore, not amounts for encumbrances are reported in the financial statements.

**NOTE B - Cash and Investments**

State statutes authorize the Village to make deposits in interest bearing depository accounts in federally insured and/or state chartered banks and savings and loan associations, or other financial institutions as designed by ordinances, and to invest available funds in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, money market, mutual funds whose portfolios consist of government securities, Illinois Public Treasurers' Investment Pool, and annuities.

At April 30, 2024, the carrying amount of the Village's deposits was \$765,617 and the bank balance was \$794,687. The Village has petty cash on hand of \$175. The deposits are categorized in accordance with risk factors created by governmental reporting standards.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE B - Cash and Investments - concluded**

Governmental Activities	Category			Bank Balance	Carrying Amount
	1	2	3		
<i>Major Funds</i>					
General Fund	\$ 702,841	\$ 0	\$ 0	\$ 702,841	\$ 674,821
Motor Fuel Tax	59,912	0	0	59,912	58,862
TIF	8,259	0	0	8,259	8,259
<i>Non-Major Funds</i>					
TIF 2	23,675	0	0	23,675	23,675
Total Government	<u>\$ 794,687</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 794,687</u>	<u>\$ 765,617</u>

The categories are described as follows: Category 1 - Insured or collateralized with securities held by the Village or by its agent in the Village's name; Category 2 - Collateralized with securities held by the pledging financial institution's trust department or by its agents in the Village's name; Category 3 - Uncollateralized.

Interest Rate Risk - In accordance with its investment policy, the Village's investments limit its exposure to interest rate risk by structuring the portfolio so that securities mature to meet cash requirements for ongoing operations thereby avoiding the open market prior to maturity and investing operating funds primarily in shorter-term securities, money market funds or similar investment pools. Due to the Village's type of investments at April 30, 2024, Certificates of Deposits and Illinois Funds, interest rate risk is not significant.

Credit Risk - Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Village's investment policy limits its exposure to credit risk by limiting investments to the safest type of securities with qualified local financial institutions.

Concentration of Credit Risk - The Village holds only certificates of deposit and Illinois Funds with local financial institutions with balances under the FDIC insured limit, therefore concentration of credit risk does not apply.

Custodial Credit Risk - Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Village's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits and securities lending transactions: The State of Illinois statute requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law. The market value of the pledged securities in the collateral pool must equal to at least 100% of the total amount deposited by the public agencies.

**NOTE C - Receivables**

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Uncollectible accounts receivable is written off at the Village's judgment. Major receivable balances for the governmental activities include state income, sales, and use taxes. Business-type activities report billings for utility services provided but not collected as their major receivables.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE C – Receivables-concluded**

In the fund financial statements, material receivable in governmental funds include revenue accruals such as sales tax and other similar intergovernmental revenues since they are usually both measurable and available. Interest and investment earnings are recorded when earned only if paid within sixty days since they would be considered both measurable and available. Proprietary fund material receivables consist of all revenues earned at year-end and not yet received. Billings for utility services provided but not collected compose the majority of proprietary fund receivable. The Village does not record bad debts. Accounts receivable related to business-type activities consists of billings for utility services provided but not collected. Receivables related to governmental activities consist of property taxes, state income, personal property replacement tax, sales/use and telecommunication taxes of which all is due from other governments.

	Governmental Activities	Business-Type Activities	Total
Utility Receivable	\$ 3,474	\$ 25,871	\$ 29,345
Real Estate Tax Receivable	177,362	0	177,362
Due From State of IL	53,715	0	53,715
<b>Total</b>	<b><u>\$ 234,551</u></b>	<b><u>\$ 25,871</u></b>	<b><u>\$ 260,422</u></b>

**NOTE D - Water Deposits Payable**

Village of Elkville water and sewer utility customers are required to pay a deposit. When a customer closes their account with the Village, the customer's deposit is used to pay off any outstanding customer balance. Since this money is due to the customer, it is listed as a liability on the basic financial statements. The balance of \$18,804 consists entirely of water customer deposits. The Village does not have a separate bank account for customer utility deposits.

**NOTE E - Capital Assets**

	Balance May 1, 2023	Additions	Deletions	Balance April 30, 2024
<b>Governmental Funds</b>				
<u>Non-Depreciable</u>				
Land	\$ 9,790	\$ 0	\$ 0	\$ 9,790
<u>Depreciable</u>				
Buildings	560,702	15,000	0	575,702
Vehicles	47,900	37,637	0	85,537
Equipment	491,820	59,494	0	551,314
Accumulated Depreciation	<u>(669,133)</u>	<u>(53,685)</u>	<u>0</u>	<u>(722,818)</u>
<b>Total Governmental Funds</b>	<b><u>441,079</u></b>	<b><u>58,446</u></b>	<b><u>0</u></b>	<b><u>499,525</u></b>
<b>Proprietary Funds</b>				
<u>Depreciable</u>				
Buildings	54,200	0	0	54,200
Equipment	110,529	0	0	110,529
Plant & Distribution System	1,891,957	75,732	0	1,967,689
Accumulated Depreciation	<u>(1,937,963)</u>	<u>(25,204)</u>	<u>0</u>	<u>(1,963,167)</u>
<b>Total Proprietary Funds</b>	<b><u>118,723</u></b>	<b><u>50,528</u></b>	<b><u>0</u></b>	<b><u>169,251</u></b>
<b>Total</b>	<b><u>\$ 559,802</u></b>	<b><u>\$ 108,974</u></b>	<b><u>\$ 0</u></b>	<b><u>\$ 668,776</u></b>

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
 April 30, 2024

**NOTE E - Capital Assets-concluded**

Depreciation Expense Breakdown:

**Governmental Funds**

General Government	\$ 53,685
Total	<u>\$ 53,685</u>

**Proprietary Funds**

Water Fund	\$ 14,472
Sewer Fund	<u>10,732</u>
Total	<u>\$ 25,204</u>

**NOTE F – Direct Borrowings and Direct Placements**

The accounting treatment for long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements. All long-term debt that is to be repaid from governmental and business-type resources is reported as liabilities in the government-wide statements. The long-term debt consists of general loan payable.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as expenditures. The accounting for proprietary funds is the same in the fund statements as it is in the government-wide statements. The Village utilizes the General Fund bank accounts to service the long-term debt.

*Governmental Funds*

**Note Payable-Dump Truck**

As of May 1, 2022, the Village had a Note Payable with Murphy Wall State Bank for the purchase of a dump truck. The note was signed on September 2, 2022 and will mature on September 2, 2028. The original amount of the note was \$105,824 with a 4.0% interest rate. The amount of interest paid this fiscal year was \$2,278. The truck is collateral on the loan. The following is a schedule of maturity payments:

Fiscal Year Ended	Principal	Interest	Total
2025	\$ 16,964	\$ 2,904	\$ 19,868
2026	17,655	2,213	19,868
2027	18,374	1,493	19,867
2028	19,123	745	19,868
2029	<u>6,342</u>	<u>82</u>	<u>6,424</u>
Total	<u>\$ 78,458</u>	<u>\$ 7,437</u>	<u>\$ 85,895</u>
Balance, May 1, 2023	\$ 94,897		
Reductions	<u>(16,439)</u>		
Balance, April 30, 2024	<u>\$ 78,458</u>		

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
 April 30, 2024

**NOTE F – Direct Borrowings and Direct Placements-concluded**

**Note Payable-Dodge Durango**

As of March 14, 2024, the Village had a Note Payable with Murphy Wall State Bank for the purchase of a Dodge Durango. The note was signed on March 14, 2024 and will mature on March 14, 2029. The original amount of the note was \$38,205 with a 5.0% interest rate. The amount of interest paid this fiscal year was \$159. The vehicle is collateral on the loan. The following is a schedule of maturity payments:

<u>Fiscal Year Ended</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 6,925	\$ 1,728	\$ 8,653
2026	7,280	1,373	8,653
2027	7,654	1,000	8,654
2028	8,046	608	8,654
2029	<u>7,131</u>	<u>195</u>	<u>7,326</u>
<b>Total</b>	<b><u>\$ 37,036</u></b>	<b><u>\$ 4,904</u></b>	<b><u>\$ 41,940</u></b>
Balance, May 1, 2023	\$ 0		
Loan Proceeds	37,637		
Reductions	<u>(601)</u>		
Balance, April 30, 2024	<b><u>\$ 37,036</u></b>		

Total Loan Payable for the Village are as follows:

<u>Fiscal Year Ended</u>	<u>Dumptruck</u>	<u>Durango</u>	<u>Total</u>
2025	\$ 19,868	\$ 8,653	\$ 28,521
2026	19,868	8,653	28,521
2027	19,867	8,654	28,521
2028	19,868	8,654	28,522
2029	<u>6,424</u>	<u>7,326</u>	<u>13,750</u>
Total	85,895	41,940	127,835
Less Interest	<u>(7,437)</u>	<u>(4,904)</u>	<u>(12,341)</u>
Outstanding Principal	<b><u>\$ 78,458</u></b>	<b><u>\$ 37,036</u></b>	<b><u>\$ 115,494</u></b>

**NOTE G - Computation of Legal Debt Margin**

2022 Equalized Assessed Valuation	\$ 4,512,863
Statutory Debt Limit (8.625% of EAV)	389,234
Long Term Debt Obligations	<u>(115,494)</u>
Legal Debt Margin	<b><u>\$ 273,740</u></b>

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE H - Illinois Municipal Retirement Fund**

**IMRF Plan Description**

The Village of Elkville's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Village of Elkville's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

**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 prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three benefit plans have two tiers. 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 earning. 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
- $\frac{1}{2}$  of the increase in the Consumer Price Index of the original pension amount.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE H - Illinois Municipal Retirement Fund-continued**

Employees Covered by Benefit Terms

As of April 30, 2024, the following employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	8
Inactive Plan Members entitle to but not year receiving benefits	11
Active Plan Members	<u>9</u>
Total	<u><u>28</u></u>

Contributions

As set by statute, the Village of Elkville's Regular Plan Members are required to contribute 4.5% 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. The Village of Elkville's annual contribution rate for calendar year 2023 was 21.17%. For the fiscal year ended April 30, 2024, the Village of Elkville contributed \$53,637 to the plan. The Village of Elkville also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contributions rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The Village of Elkville's net pension liability was measured as of April 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at April 30, 2024:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Fair Value of Assets.
- The Inflation Rate was assumed to be 2.25%.
- Salary increases were expected to be 2.85% to 13.75%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2023 valuation according to an experience study from years 2020 to 2022.
- For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE H - Illinois Municipal Retirement Fund-continued**

- For Disabled Retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.
- For Active Members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.
- There were no benefit changes during the year.

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2023 Illinois Municipal Retirement Fund annual actuarial valuation report.

- 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	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	34.5%	5.00%
International Equity	18.00%	6.35%
Fixed Income	24.50%	4.75%
Real Estate	10.50%	6.30%
Alternative Investments	11.50%	6.05-8.65%
Cash Equivalents	1.00%	3.80%
<b>Total</b>	<b>100%</b>	

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE H - Illinois Municipal Retirement Fund-continued**

2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 3.77%, and the resulting single discount rate is 7.25%.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
<b>Balances at April 30, 2023</b>	\$ 1,311,418	\$ 765,321	\$ 546,097
<b>Changes for the year:</b>			
Service Cost	22,896	0	22,896
Interest on the Total Pension Liability	93,905	0	93,905
Changes of Benefit Terms	0	0	0
Difference Between Expected and Actual			
Experience of the Total Pension Liability	39,391	0	39,391
Changes of Assumptions	(5,567)	0	(5,567)
Contributions – Employer	0	53,657	(53,657)
Contributions – Employees	0	11,404	(11,404)
Net Investment Income	0	86,285	(86,285)
Benefit Payments, including Refunds			
of Employee Contributions	(55,241)	(55,241)	0
Other (Net Transfer)	0	(1,621)	1,621
Net Changes	<u>95,384</u>	<u>94,484</u>	<u>900</u>
<b>Balances at April 30, 2024</b>	<u>\$ 1,406,802</u>	<u>\$ 859,805</u>	<u>\$ 546,997</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease 6.25%	Current Single Discount Rate Assumption 7.25%	1% Increase 8.25%
Net Pension Liability	<u>\$ 704,850</u>	<u>\$ 546,997</u>	<u>\$ 416,898</u>

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
 April 30, 2024

**NOTE H - Illinois Municipal Retirement Fund-concluded**

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

Deferred Amounts Related to Pensions	<u>Deferred Outflows Of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred Amounts to be Recognized in Pension Expense in Future Periods:		
Differences between expected and actual experience	\$ 25,735	\$ 0
Changes of assumptions	0	3,293
Net difference between projected and actual earnings on pension plan investments	<u>46,740</u>	<u>0</u>
Total Deferred Amounts to be recognized in pension expense in future periods to the Measurement Date	<u>72,475</u>	<u>3,293</u>
	<u>16,459</u>	<u>0</u>
Total Deferred Amounts Related to Pensions	<u><u>88,934</u></u>	<u><u>3,293</u></u>

The deferred outflows of resources of \$16,459 related to pensions resulting from employer contributions made after the measurement date will be recognized in pension expense in the following year.

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:

Year Ending April 30,	<u>Net Deferred Outflows Of Resources</u>
2025	\$ 24,458
2026	22,369
2027	28,457
2028	(6,102)
2029	0
Thereafter	0
<b>Total</b>	<b><u>69,182</u></b>

The employer pension expense for the fiscal year was \$54,147.

**NOTE I - Interfund Operating Transfers**

Interfund transfers in the year ended April 30, 2024 were as follows:

	<u>In</u>	<u>Out</u>
General	\$ 14,901	\$ 8,603
Water	4,610	4,967
Sewer	3,993	4,967
Sewer O&M	<u>0</u>	<u>4,967</u>
<b>TOTAL</b>	<b><u>\$ 23,504</u></b>	<b><u>\$ 23,504</u></b>

\*All transfers used for operating expenses.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE J - Interfund Due To/Due From**

Interfund activities between governmental funds and proprietary funds appear as due to/due from on the governmental fund balance sheet and proprietary fund statement of net position and as other resources and other uses on the governmental fund statement of revenues, expenditures and changes in fund balance and on the proprietary fund statement of revenues, expenses and changes in fund net position. All inter-fund transactions between governmental funds and internal service funds are eliminated on the government-wide statements. The following is a summary of due to/due from:

	<u>Due To</u>	<u>Due From</u>
General	\$ 151,741	\$ 65
TIF Fund	65	0
Water	0	92,839
Sewer O&M	166,619	0
Sewer	<u>0</u>	<u>225,521</u>
<b>TOTAL</b>	<b>\$ 318,425</b>	<b>\$ 318,425</b>

The due to/due from reflects amounts due to Water and Sewer funds in regards to cash balances due from General.

**NOTE K - Commitments and Contingencies**

The Village receives State Grants for specific purposes that are subject to review and audit by State Agencies. Such audits could result in a request for reimbursement by the State for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the Village management, such disallowance, if any, will not be significant.

**NOTE L - Fund Equity**

At April 30, 2024 the following funds had a deficit in the fund balance or net position:

Sewer O&M

**NOTE M - 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; injuries to employees; and natural disasters.

For liability risks, the Village is a member of the Illinois Counties Risk Management Trust (ICRMT). ICRMT is an intergovernmental joint insurance pool that provides loss controls, claims, and litigation coverage for Illinois Public Entities. The policy covers liability for general liability, violent event response coverage, law enforcement liability, auto liability and physical damage, public officials' liability, excess liability, cyber liability, property liability, mobile equipment and miscellaneous articles, equipment liability, crime liability, and workers compensation. Each coverage type has varying coverage limits and deductible amounts. During the year, there were no reductions in coverage. There have been no settlement amounts which have exceeded insurance coverage in the past three years.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE N - Restricted Cash**

Restricted assets consist of cash in local banks that is for special revenue funds. These items are included in current assets on the Statement of Net Position. The total amount of restricted cash is \$97,154.

**Governmental Funds**

General Fund – The money from the grant account located in the general fund is restricted due to grant compliance \$6,358.

Motor Fuel Tax Fund – The monies in this special revenue fund shall be used to pay for any street and sidewalk expenses associated with the motor fuel tax program. Restricted cash amount is \$58,862.

TIF Fund – The monies in this special revenue fund shall be used to pay for TIF expenses. Restricted cash amount is \$8,259.

TIF 2 Fund – The monies in this special revenue fund shall be used to pay for TIF 2 expenses. Restricted cash amount is \$23,675.

**NOTE O - Economic Dependence**

The Village of Elkville, Illinois is fiscally dependent on funding from Federal and State of Illinois sources. Due to State of Illinois financial restraints, state payment delays or eliminations are possible in the future. Changes in the amounts received, or timing of amounts received, from the State of Illinois, could result in cash flow problems for the Village of Elkville, Illinois, and may require budget amendments and cuts of services.

**NOTE P - Subsequent Events**

The Village has evaluated subsequent events through October 28, 2024, the date which the financial statements were available to be issued.

**NOTE Q - GASB Pronouncements**

During the year ended April 30, 2024, the Village implemented the following GASB Pronouncements. An explanation is provided of each GASB Pronouncement.

**GASB 77 - Tax Abatement Disclosures**

The requirements of this Statement improve financial reporting by giving users of financial statements essential information that is not consistently or comprehensively reported to the public at present. Disclosure of information about the nature and magnitude of tax abatements will make these transactions more transparent to financial statement users. As a result, users will be better equipped to understand (1) how tax abatements affect a government's future ability to raise resources and meet its financial obligations and (2) the impact those abatements have on a government's financial position and economic condition.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
April 30, 2024

**NOTE Q - GASB Pronouncements-concluded**

**GASB 101 - Compensated Absences**

The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The Village has no compensated absences for fiscal year ended April 30, 2024.

**NOTE R - Use of Estimates**

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources at the date of the financial statements and the reported amounts of revenues, expenses/expenditures, gains, losses, and other changes in fund equity during the reporting period. Actual result could differ from these estimates.

**NOTE S – Tax Abatements**

Tax abatements are agreements between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. This Statement requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues. Illinois's Tax Increment Financing Act enables cities to finance certain redevelopment costs with the revenue generated from (i) payments in lieu of real estate taxes, as measured by the net increase in assessed valuation resulting from redevelopment and (ii) a portion of the increase in other local tax revenue associated with new economic activity. When a tax increment financing (TIF) plan is adopted, real estate taxes in the redevelopment are frozen at their current level. By applying the real estate tax rate of all taxing districts having taxing power within the redevelopment area to the increased assessed valuation resulting from redevelopment, a tax "increment" is produced. The Village does not have any estimated net reduced tax revenue resulting from the TIF districts adopted within the County for tax year 2022.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Notes to Basic Financial Statements - Continued  
 April 30, 2024

**NOTE T - Assessed Valuation and Taxes Levied**

The Village of Elkville's property taxes are levied annually on all taxable real property located in the Village of Elkville. The taxes are collected and paid in four installments to the Village of Elkville by Jackson County, Illinois. The tax levy ordinance was approved on October 11, 2023. The Village of Elkville normally receives distributions of taxes one month after Jackson County's collection dates. Jackson County collection dates were August 30, 2023 and October 30, 2023. The tax sale date was in November 2023. The Village received installments on September 14, 2023, October 17, 2023, November 13, 2023, December 18, 2023, and March 3, 2024. Following is a summary of the assessed valuation, rates, extensions, and collections for the Village's property taxes.

<b>Assessed Valuations</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
Jackson County	\$ 4,512,863	\$ 4,367,115	\$ 4,416,098

**Rate per \$1 - Valuation**

Corporation	0.3782	0.3995	0.3506
Social Security	0.2446	0.2502	0.2356
Fire Protection	0.0951	0.0936	0.0881
Police Protection	0.0951	0.0936	0.0881
Garbage	0.2127	0.2094	0.1972
Audit	0.0524	0.0515	0.0485
Tort Judgment	0.3114	0.3065	0.2887
Street Lighting	0.0532	0.0524	0.0493
<b>Total Tax Rates</b>	<b>1.4426</b>	<b>1.4565</b>	<b>1.3462</b>

**Extensions**

Corporation	\$ 17,067	\$ 20,083	\$ 18,068
Social Security	11,039	12,745	12,144
Fire Protection	4,289	4,766	4,541
Police Protection	4,289	4,766	4,541
Garbage	9,600	10,666	10,163
Audit	2,363	2,625	2,501
Tort Judgment	14,052	15,613	14,878
Street Lighting	2,400	2,667	2,541
<b>Total Extensions</b>	<b>\$ 65,099</b>	<b>\$ 73,931</b>	<b>\$ 69,377</b>

<b>Collections</b>	<b>\$ 67,729</b>	<b>\$ 73,491</b>	<b>\$ 62,507</b>
--------------------	------------------	------------------	------------------

**VILLAGE OF ELKVILLE, ILLINOIS**  
**Notes to Basic Financial Statements - Concluded**  
April 30, 2024

**NOTE U - Components of Fund Balance**

The following presents the various components of fund balance within the governmental funds:

<b>Major Funds</b>						Total Governmental Funds
	General Fund	Motor Fuel Tax Fund	TIF Fund	Nonmajor Governmental Funds		
<b>Fund Balances:</b>						
<b><u>Nonspendable</u></b>						
None	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Nonspendable	-	-	-	-	-	-
<b><u>Restricted</u></b>						
General Government	6,358	-	8,324	23,675	38,357	
MFT Maintenance	-	61,876	-	-	61,876	
Total Restricted	6,358	61,876	8,324	23,675	100,233	
<b><u>Committed</u></b>						
None	-	-	-	-	-	-
Total Committed	-	-	-	-	-	-
<b><u>Unassigned</u></b>						
General Government	562,400	-	-	-	-	562,400
Total Unassigned	562,400	-	-	-	-	562,400
<b>Total Governmental Fund Balance</b>	<b>\$ 568,758</b>	<b>\$ 61,876</b>	<b>\$ 8,324</b>	<b>\$ 23,675</b>	<b>\$ 662,633</b>	

**REQUIRED SUPPLEMENTARY INFORMATION**

**VILLAGE OF ELKVILLE, ILLINOIS**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Original Budget, Final Budget, and Actual - Cash Basis**  
**GENERAL FUND**  
For the Year Ended April 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance With Final Budget Positive or (Negative)
<b>Revenues</b>				
Taxes				
Property	\$ 87,706	\$ 87,706	\$ 67,729	\$ (19,977)
Utility	-	-	45,321	45,321
Municipal Gas Tax	-	-	26,671	26,671
Franchise	35,226	35,226	3,368	(31,858)
Intergovernmental				
Replacement Tax	-	-	5,295	5,295
Sales Tax	293,140	293,140	59,344	(233,796)
Income Tax	-	-	137,193	137,193
Non Home Rule Sales Tax	-	-	47,394	47,394
Telecommunications Tax	-	-	5,315	5,315
Cannabis Use Tax	-	-	1,301	1,301
Grant Income	-	-	25,400	25,400
Video Gaming Tax	-	-	16,694	16,694
Use Tax	-	-	32,010	32,010
Fines and Penalties	6,216	6,216	6,857	641
Interest	26,019	26,019	32,239	6,220
Licenses and Fees	765	765	18,771	18,006
Donations	-	-	100	100
Insurance Proceeds	1,863	1,863	50,042	48,179
Sale of Fire Truck	-	-	30,000	30,000
Other	29,570	29,570	27,141	(2,429)
<b>Total Revenues</b>	<b>480,505</b>	<b>480,505</b>	<b>638,185</b>	<b>157,680</b>
<b>Expenditures</b>				
General Government				
<i>Current</i>				
Payroll	93,582	93,582	39,724	53,858
Payroll Taxes	-	-	22,126	(22,126)
IMRF	16,836	16,836	9,794	7,042
Telephone	630	630	470	160
Rent	2,369	2,369	2,718	(349)
Travel	276	276	677	(401)
Utilities	694	694	830	(136)
Insurance	24,760	24,760	24,630	130
Professional Fees	28,557	28,557	25,303	3,254
Office Supplies	1,830	1,830	19,751	(17,921)
Supplies	-	-	124	(124)
Repairs and Maintenance	25,832	25,832	813	25,019
Interest Expense	-	-	4,112	(4,112)
Donations	-	-	8,190	(8,190)
Miscellaneous	32,868	32,868	906	31,962
<i>Capital Outlay</i>	-	-	112,131	(112,131)
<i>Debt Service</i>	-	-	17,040	(17,040)
<b>Total General Government</b>	<b>228,234</b>	<b>228,234</b>	<b>289,339</b>	<b>(61,105)</b>

See accompanying notes to required supplementary information.

**VILLAGE OF ELKVILLE, ILLINOIS**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Original Budget, Final Budget, and Actual - Cash Basis**  
**GENERAL FUND-CONTINUED**  
**For the Year Ended April 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance With Final Budget Positive or (Negative)
Public Safety				
Police				
<i>Current</i>				
Payroll	87,310	87,310	92,704	(5,394)
Professional Fees	1,905	1,905	1,500	405
Repairs and Maintenance	15,811	15,811	21,614	(5,803)
Insurance	24,760	24,760	24,630	130
Utilities	694	694	3,182	(2,488)
IMRF	23,247	23,247	19,427	3,820
Telephone	2,700	2,700	2,186	514
Dues	1,000	1,000	-	1,000
Fuel	15,130	15,130	13,356	1,774
Equipment	15,453	15,453	4,719	10,734
Uniforms	10,000	10,000	-	10,000
Supplies	3,500	3,500	5,701	(2,201)
Miscellaneous	11,023	11,023	305	10,718
Total Police	<u>212,533</u>	<u>212,533</u>	<u>189,324</u>	<u>23,209</u>
Fire				
<i>Current</i>				
Repairs and Maintenance	14,543	14,543	28,438	(13,895)
Insurance	9,054	9,054	8,527	527
Utilities	6,007	6,007	4,743	1,264
Professional Fees	456	456	1,500	(1,044)
Dues	200	200	-	200
Fuel	1,977	1,977	1,965	12
Training	300	300	-	300
Uniforms	4,000	4,000	-	4,000
Supplies	13,000	13,000	7,974	5,026
Miscellaneous	5,000	5,000	-	5,000
Total Fire	<u>54,537</u>	<u>54,537</u>	<u>53,147</u>	<u>1,390</u>
Total Public Safety	<u>267,070</u>	<u>267,070</u>	<u>242,471</u>	<u>24,599</u>

See accompanying notes to required supplementary information.

**VILLAGE OF ELKVILLE, ILLINOIS**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Original Budget, Final Budget, and Actual - Cash Basis**  
**GENERAL FUND-CONCLUDED**  
**For the Year Ended April 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance With Final Budget Positive or (Negative)
<b>Transportation</b>				
<i>Current</i>				
Payroll	71,331	71,331	62,972	8,359
Repairs and Maintenance	5,306	5,306	6,355	(1,049)
Utilities	13,895	13,895	12,881	1,014
IMRF	11,237	11,237	-	11,237
Telephone	222	222	188	34
Insurance	16,907	16,907	16,315	592
Professional Services	2,068	2,068	1,861	207
Fuel	2,470	2,470	1,752	718
Vehicle	25,000	25,000	-	25,000
Supplies	4,016	4,016	77	3,939
<b>Total Transportation</b>	<u>152,452</u>	<u>152,452</u>	<u>102,401</u>	<u>50,051</u>
<b>Culture and Recreation</b>				
<i>Current</i>				
Insurance	9,054	9,054	8,527	527
Miscellaneous	6,841	6,841	200	6,641
<b>Total Services</b>	<u>15,895</u>	<u>15,895</u>	<u>8,727</u>	<u>7,168</u>
<b>Total Expenditures</b>	<u>663,651</u>	<u>663,651</u>	<u>642,938</u>	<u>20,713</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(183,146)</u>	<u>(183,146)</u>	<u>(4,753)</u>	<u>136,967</u>
<b>Other Financing Sources (Uses)</b>				
Loan Proceeds	-	-	37,637	37,637
Transfers In	-	-	14,901	14,901
Transfers Out	-	-	(8,603)	(8,603)
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>43,935</u>	<u>43,935</u>
<b>Net Change in Fund Balance</b>	<u>\$ (183,146)</u>	<u>\$ (183,146)</u>	<u>39,182</u>	<u>\$ 222,328</u>
<b>Fund Balance at Beginning of Year</b>			523,562	
GAAP Adjustments:				
Accounts Receivable			7,267	
Payroll Tax Payable			(304)	
Accounts Payable			(949)	
<b>Total GAAP Adjustments</b>			<u>6,014</u>	
<b>Fund Balance at End of Year</b>			<u>\$ 568,758</u>	

See accompanying notes to required supplementary information.

**VILLAGE OF ELKVILLE, ILLINOIS**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
Original Budget, Final Budget, and Actual - Cash Basis  
**MOTOR FUEL TAX FUND**  
For the Year Ended April 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance With Final Budget Positive or (Negative)
<b>Revenues</b>				
Intergovernmental				
State Allotments	\$ 46,670	\$ 46,670	\$ 36,768	\$ (9,902)
Interest	<u>2,507</u>	<u>2,507</u>	<u>3,582</u>	<u>1,075</u>
<b>Total Revenues</b>	<b><u>49,177</u></b>	<b><u>49,177</u></b>	<b><u>40,350</u></b>	<b><u>(8,827)</u></b>
<b>Expenditures</b>				
Transportation				
<i>Current</i>				
Repairs and Maintenance	<u>36,090</u>	<u>36,090</u>	<u>65,183</u>	<u>(29,093)</u>
<b>Total Expenditures</b>	<b><u>36,090</u></b>	<b><u>36,090</u></b>	<b><u>65,183</u></b>	<b><u>(29,093)</u></b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b><u>13,087</u></b>	<b><u>13,087</u></b>	<b><u>(24,833)</u></b>	<b><u>20,266</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Net Change in Fund Balance</b>	<b><u>\$ 13,087</u></b>	<b><u>\$ 13,087</u></b>	<b><u>(24,833)</u></b>	<b><u>\$ (37,920)</u></b>
<b>Fund Balance at Beginning of Year</b>			84,741	
GAAP Adjustments:				
Accounts Receivable			37	
Accounts Payable			<u>1,931</u>	
Total GAAP Adjustments			<u>1,968</u>	
<b>Fund Balance at End of Year</b>			<b><u>\$ 61,876</u></b>	

See accompanying notes to required supplementary information.

**VILLAGE OF ELKVILLE, ILLINOIS**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
Original Budget, Final Budget, and Actual - Cash Basis  
**TIF FUND**  
For the Year Ended April 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance With Final Budget Positive or (Negative)
<b>Revenues</b>				
Taxes				
Property Tax	\$ 45,438	\$ 45,438	\$ 63,678	\$ 18,240
Interest	<u>35</u>	<u>35</u>	<u>16</u>	<u>(19)</u>
<b>Total Revenues</b>	<b><u>45,473</u></b>	<b><u>45,473</u></b>	<b><u>63,694</u></b>	<b><u>18,221</u></b>
<b>Expenditures</b>				
<i>Current</i>				
General Government				
TIF Expenses	<u>78,800</u>	<u>78,800</u>	<u>64,912</u>	<u>13,888</u>
<b>Total Expenditures</b>	<b><u>78,800</u></b>	<b><u>78,800</u></b>	<b><u>64,912</u></b>	<b><u>13,888</u></b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b><u>(33,327)</u></b>	<b><u>(33,327)</u></b>	<b><u>(1,218)</u></b>	<b><u>4,333</u></b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	-	-	-	-
Operating Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Net Change in Fund Balance</b>	<b><u>\$ (33,327)</u></b>	<b><u>\$ (33,327)</u></b>	<b><u>(1,218)</u></b>	<b><u>\$ 32,109</u></b>
<b>Fund Balance at Beginning of Year</b>			9,542	
GAAP Adjustments:				
Accounts Receivable			-	
Accounts Payable			-	
Total GAAP Adjustments			<u>-</u>	<u>-</u>
<b>Fund Balance at End of Year</b>			<b><u>\$ 8,324</u></b>	

See accompanying notes to required supplementary information.

**VILLAGE OF ELKVILLE, ILLINOIS**

IMRF - Multiyear Schedule of Changes in Net Pension Liability and Related Ratios

April 30, 2024

Last 10 Calendar Years

Calendar Year Ending April 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Total Pension Liability</b>										
Service Cost	\$ 22,896	\$ 19,023	\$ 10,221	\$ 9,053	\$ 8,428	\$ 12,783	\$ 11,453	\$ 9,787	\$ 17,201	
Interest on the Total Pension Liability	93,905	86,607	80,045	78,169	74,205	67,856	65,538	65,414	59,396	
Changes of Benefit Terms	-	-	-	-	-	-	-	-	-	
Differences Between Expected and Actual Experience of the Total Pension Liability	39,391	47,863	49,376	(11,255)	13,552	52,469	15,383	(49,864)	36,353	
Changes of Assumptions	(5,567)	-	-	(3,104)	-	29,352	(27,619)	(44,272)	12,809	
Benefit Payments, including										
Refunds of Employee Contributions	(55,241)	(54,278)	(52,806)	(42,321)	(41,320)	(41,720)	(27,284)	(28,914)	(22,735)	
<b>Net Change in Total Pension Liability</b>	<b>95,384</b>	<b>99,215</b>	<b>86,836</b>	<b>30,542</b>	<b>54,865</b>	<b>120,740</b>	<b>37,471</b>	<b>(47,849)</b>	<b>103,024</b>	
<b>Total Pension Liability-Beginning</b>	<b>1,311,418</b>	<b>1,212,203</b>	<b>1,125,367</b>	<b>1,094,825</b>	<b>1,039,960</b>	<b>919,220</b>	<b>881,749</b>	<b>929,598</b>	<b>826,574</b>	
<b>Total Pension Liability-Ending (a)</b>	<b>\$ 1,406,802</b>	<b>\$ 1,311,418</b>	<b>\$ 1,212,203</b>	<b>\$ 1,125,367</b>	<b>#####</b>	<b>#####</b>	<b>\$ 919,220</b>	<b>\$ 881,749</b>	<b>\$ 929,598</b>	
<b>Plan Fiduciary Net Position</b>										
Employer Contributions	\$ 53,657	\$ 78,624	\$ 63,374	\$ 52,010	\$ 25,954	\$ 27,519	\$ 49,754	\$ 28,668	\$ 17,943	
Employee Contributions	11,404	9,858	6,319	5,015	4,220	3,950	5,688	4,814	4,199	
Net Investment Income	86,285	(110,687)	112,660	82,871	93,063	(25,735)	72,560	26,489	1,848	
Benefit Payments, including										
Refunds of Employee Contributions	(55,241)	(54,278)	(52,806)	(42,321)	(41,320)	(41,720)	(27,284)	(28,914)	(22,735)	
Other (Net Transfer)	(1,621)	4,653	18,554	10,147	5,322	7,583	(7,271)	6,870	19,973	
<b>Net Change in Plan Fiduciary Net Position</b>	<b>94,484</b>	<b>(71,830)</b>	<b>148,101</b>	<b>107,722</b>	<b>87,239</b>	<b>(28,403)</b>	<b>93,447</b>	<b>37,927</b>	<b>21,228</b>	
<b>Plan Fiduciary Net Position-Beginning</b>	<b>765,321</b>	<b>837,151</b>	<b>689,050</b>	<b>581,328</b>	<b>494,089</b>	<b>522,492</b>	<b>429,045</b>	<b>391,118</b>	<b>369,890</b>	
<b>Plan Fiduciary Net Position-Ending (b)</b>	<b>\$ 859,805</b>	<b>\$ 765,321</b>	<b>\$ 837,151</b>	<b>\$ 689,050</b>	<b>\$ 581,328</b>	<b>\$ 494,089</b>	<b>\$ 522,492</b>	<b>\$ 429,045</b>	<b>\$ 391,118</b>	
<b>Net Pension Liability/(Asset) - Ending (a-b)</b>	<b>546,997</b>	<b>546,097</b>	<b>375,052</b>	<b>436,317</b>	<b>513,497</b>	<b>545,871</b>	<b>396,728</b>	<b>452,704</b>	<b>538,480</b>	
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>										
	61.12%	58.36%	69.06%	61.23%	53.10%	47.51%	56.84%	48.66%	42.07%	
<b>Covered Valuation Payroll</b>	<b>\$ 253,364</b>	<b>\$ 219,071</b>	<b>\$ 140,425</b>	<b>\$ 111,444</b>	<b>\$ 93,766</b>	<b>\$ 87,784</b>	<b>\$ 118,265</b>	<b>\$ 106,970</b>	<b>\$ 93,308</b>	
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>										
	215.89%	249.28%	267.08%	391.51%	621.83%	335.46%	423.21%	577.10%		

See accompanying notes to required supplementary information.

**VILLAGE OF ELKVILLE, ILLINOIS**  
**IMRF - Multiyear Schedule of Employer Contributions**  
**April 30, 2024**

Last 10 Calendar Years

Calendar Year Ending April 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2016	\$17,943	\$ 17,943	\$ -	\$ 93,308	19.23%
2017	28,668	28,668	-	106,970	26.80%
2018	49,754	49,754	-	118,265	42.07%
2019	27,520	27,519	1	87,784	31.35%
2020	25,954	25,954	-	93,766	27.68%
2021	2,011	52,010	1	111,444	46.67%
2022	63,374	63,374	-	140,425	45.13%
2023	78,625	78,624	1	219,071	35.89%
2024	53,637	53,657	(20)	253,364	21.18%

See accompanying notes to required supplementary information.

## VILLAGE OF ELKVILLE, ILLINOIS

### Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2023 Contribution Rate

April 30, 2024

**Valuation Date:**

Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

**Methods and Assumptions Used to Determine 2023 Contribution Rates:****Actuarial Cost Method:**

Entry Age Normal

**Asset Valuation Method:**

Market Value of Assets

**Price Inflation:**

2.25%

**Salary Increases:**

2.85% to 13.75%

**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 to 2019.

**Mortality:**

For non-disabled retirees, the Pub-2020, 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-2020, 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.

**Notes:**

There were no benefit changes during the year.

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2023 IMRF annual actuarial valuation report.

See accompanying notes to required supplementary information.

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

**VILLAGE OF ELKVILLE, ILLINOIS**  
**Notes to Required Supplementary Information**  
April 30, 2024

**NOTE A - Budgets and Budgetary Accounting**

The Village Board follows these procedures in establishing the budgetary data reflected in the financial statements:

- A. Budget adoption procedures:
  - (1) In accordance with the Village of Elkville's Code of Ordinances, prior to August 1, the Village Clerk submits to the Village Board a proposed budget for the fiscal year commencing May 1. The Village Board is required to adopt a budget prior to the beginning of the fiscal year to which it applies.
  - (2) The budget is made available for public inspection for at least 10 days prior to passage.
  - (3) At least one public hearing is conducted to obtain taxpayer comment.
  - (4) The annual budget may be revised by a 2/3 vote of the members of the board.
- B. The combined statements of revenues, expenditures, and changes in fund balance - budget and actual for the General, Special Revenues, and Enterprise Funds present comparisons of legally adopted budgets with actual data.
- C. The budget amounts shown in the financial statements are the final authorized amounts for the year. The budget is prepared on the cash basis of accounting. The schedules of revenues, expenditures, and changes in fund balance - original budget, final budget, and actual are prepared on the cash basis of accounting with reconciliation to GAAP figures. This provides a more accurate comparison.
- D. The final budget was adopted June 2, 2023.

**NOTE B - Stewardship, Compliance, and Accountability**

The following funds' expenditures exceeded the budget amount for such expenditures:

MFT Fund	\$27,162
Sewer O&M	\$23,873
Sewer	\$15,959

**SUPPLEMENTARY INFORMATION**  
*Combining and Individual Fund Statements and Schedules*

**VILLAGE OF ELKVILLE, ILLINOIS**

**Combining Balance Sheet**

Nonmajor Governmental Funds

April 30, 2024

	<b>Special Revenue</b>
	<b>TIF 2</b>
	<b>Fund</b>
<b>Assets and Deferred Outflows of Resources</b>	
<b>Assets</b>	
Restricted Cash	\$ 23,675
Taxes Receivable	2,074
<b>Total Assets</b>	<b><u>25,749</u></b>
<b>Deferred Outflows of Resources</b>	
None	-
<b>Total Assets and Deferred Outflows of Resources</b>	<b><u>25,749</u></b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balance</b>	
<b>Liabilities</b>	
None	\$ -
<b>Total Liabilities</b>	<b><u>-</u></b>
<b>Deferred Inflows of Resources</b>	
Property Taxes	2,074
<b>Fund Balance</b>	
Nonspendable	-
Restricted	-
Committed	23,675
Assigned	-
Unassigned	-
<b>Total Fund Balance</b>	<b><u>23,675</u></b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balance</b>	<b><u>25,749</u></b>

**VILLAGE OF ELKVILLE, ILLINOIS**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Nonmajor Governmental Funds  
 For the Year Ended April 30, 2024

	<b>Special Revenue</b>
	<b>TIF 2</b>
	<b>Fund</b>
<b>Revenues</b>	
Taxes	
Property Taxes	\$ 1,415
Interest Income	311
<b>Total Revenues</b>	<b>1,726</b>
<b>Expenditures</b>	
<i>Current</i>	
General	-
Culture and Recreation	-
<i>Capital Outlay</i>	
<b>Total Expenditures</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues</b>	
<b>Over (Under) Expenditures</b>	<b>1,726</b>
<b>Other Financing Sources (Uses)</b>	
Operating Transfers In	-
Operating Transfers Out	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>1,726</b>
<b>Fund Balance at Beginning of Year</b>	<b>21,949</b>
<b>Fund Balance at End of Year</b>	<b>\$ 23,675</b>

**VILLAGE OF ELKVILLE, ILLINOIS**  
Schedule of Revenues, Expenses, and Changes in Net Position  
Original Budget, Final Budget, and Actual - Cash Basis  
WATER FUND  
For the Year Ended April 30, 2024

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive or (Negative)
<b>Operating Revenues</b>				
Water Revenue	\$ 139,490	\$ 139,490	\$ 152,636	\$ 13,146
Sanitation Revenue	82,900	82,900	87,059	4,159
Miscellaneous Revenue	1,773	1,773	675	(1,098)
<b>Total Operating Revenues</b>	<b>224,163</b>	<b>224,163</b>	<b>240,370</b>	<b>16,207</b>
<b>Operating Expenses</b>				
General & Administration				
Payroll	39,814	39,814	45,183	(5,369)
Payroll Taxes	-	-	4,610	(4,610)
Utilities	3,862	3,862	3,368	494
IMRF	11,237	11,237	14,423	(3,186)
Telephone	272	272	188	84
Professional Services	23,462	23,462	23,291	171
Insurance	16,907	16,907	16,315	592
Supplies	63,273	63,273	1,108	62,165
Repairs and Maintenance	13,719	13,719	14,598	(879)
Fuel	2,400	2,400	2,129	271
Sanitation	118,422	118,422	68,145	50,277
Water Purchases	19,003	19,003	57,790	(38,787)
Vehicle	25,000	25,000	-	25,000
Miscellaneous	1,040	1,040	1,929	(889)
<b>Total Operating Expenses</b>	<b>338,411</b>	<b>338,411</b>	<b>253,077</b>	<b>85,334</b>
<b>Operating Income (Loss)</b>	<b>(114,248)</b>	<b>(114,248)</b>	<b>(12,707)</b>	<b>101,541</b>
<b>Non-Operating Revenues/(Expenses)</b>				
Grant Income	-	-	15,000	15,000
<b>Total Non-Operating Revenues/(Expenses)</b>	<b>-</b>	<b>-</b>	<b>15,000</b>	<b>-</b>
<b>Operating Transfers</b>				
Transfers In	-	-	4,610	4,610
Transfers Out	-	-	(4,967)	(4,967)
<b>Total Operating Transfers</b>	<b>-</b>	<b>-</b>	<b>(357)</b>	<b>(357)</b>
<b>Net Change in Net Position</b>	<b>\$ (114,248)</b>	<b>\$ (114,248)</b>	<b>1,936</b>	<b>\$ 101,184</b>
<b>Net Position at Beginning of Year</b>			194,329	
GAAP Adjustments:				
Accounts Receivable			(1,392)	
Water Deposits Payable			395	
Depreciation			(14,472)	
Accounts Payable			2,680	
Net GAAP Adjustments			<u>(12,789)</u>	
<b>Net Position at End of Year</b>			<b>\$ 183,476</b>	

**VILLAGE OF ELKVILLE, ILLINOIS**  
Schedule of Revenues, Expenses, and Changes in Net Position  
Original Budget, Final Budget, and Actual - Cash Basis  
SEWER FUND  
For the Year Ended April 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance With Final Budget Positive or (Negative)
<b>Operating Revenues</b>				
Sewer Revenue	\$ 91,329	\$ 91,329	\$ 97,253	\$ 5,924
<b>Total Operating Revenues</b>	<u>91,329</u>	<u>91,329</u>	<u>97,253</u>	<u>5,924</u>
<b>Operating Expenses</b>				
General & Administrative				
Payroll	15,090	15,090	20,391	(5,301)
Payroll Taxes	-	-	3,993	(3,993)
Utilities	5,239	5,239	5,910	(671)
Telephone	2,212	2,212	159	2,053
IMRF	12,119	12,119	7,700	4,419
Professional Services	21,180	21,180	22,967	(1,787)
Insurance	16,907	16,907	16,315	592
Maintenance	4,818	4,818	15,933	(11,115)
Supplies	-	-	1,078	(1,078)
Fuel	2,399	2,399	2,130	269
Miscellaneous	653	653	-	653
<b>Total Operating Expenses</b>	<u>80,617</u>	<u>80,617</u>	<u>96,576</u>	<u>(15,959)</u>
<b>Operating Income (Loss)</b>	<u>10,712</u>	<u>10,712</u>	<u>677</u>	<u>(10,035)</u>
<b>Operating Transfers</b>				
Transfers In	-	-	3,993	3,993
Transfers Out	-	-	(4,967)	(4,967)
<b>Total Operating Transfers</b>	<u>-</u>	<u>-</u>	<u>(974)</u>	<u>(974)</u>
<b>Net Change in Net Position</b>	<u>\$ 10,712</u>	<u>\$ 10,712</u>	<u>(297)</u>	<u>\$ (11,009)</u>
<b>Net Position at Beginning of Year</b>			310,394	
GAAP Adjustments:				
Accounts Receivable			(54)	
Depreciation			(10,732)	
Accounts Payable			(2,982)	
Net GAAP Adjustments			<u>(13,768)</u>	
<b>Net Position at End of Year</b>	<u>\$ 296,329</u>			

**VILLAGE OF ELKVILLE, ILLINOIS**  
**Schedule of Revenues, Expenses, and Changes in Net Position**  
**Original Budget, Final Budget, and Actual - Cash Basis**  
**SEWER O&M FUND**  
For the Year Ended April 30, 2024

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive or (Negative)
<b>Operating Revenues</b>				
Sewer Revenue	\$ 40,086	\$ 40,086	\$ 39,300	\$ (786)
<b>Total Operating Revenues</b>	<u>40,086</u>	<u>40,086</u>	<u>39,300</u>	<u>(786)</u>
<b>Operating Expenses</b>				
General & Administrative				
Payroll	18,280	18,280	26,740	(8,460)
Utilities	4,754	4,754	5,078	(324)
Telephone	220	220	159	61
IMRF	11,237	11,237	8,551	2,686
Professional Services	17,355	17,355	27,255	(9,900)
Insurance	16,907	16,907	16,315	592
Maintenance	4,730	4,730	13,527	(8,797)
Fuel	2,399	2,399	2,130	269
<b>Total Operating Expenses</b>	<u>75,882</u>	<u>75,882</u>	<u>99,755</u>	<u>(23,873)</u>
<b>Operating Income (Loss)</b>	<u>(35,796)</u>	<u>(35,796)</u>	<u>(60,455)</u>	<u>(24,659)</u>
<b>Operating Transfers</b>				
Transfers In	-	-	-	-
Transfers Out	-	-	(4,967)	(4,967)
<b>Total Operating Transfers</b>	<u>-</u>	<u>-</u>	<u>(4,967)</u>	<u>(4,967)</u>
<b>Net Change in Net Position</b>	<u>\$ (35,796)</u>	<u>\$ (35,796)</u>	<u>(65,422)</u>	<u>\$ (29,626)</u>
<b>Net Position at Beginning of Year</b>			(102,683)	
GAAP Adjustments:				
Accounts Receivable			(125)	
Accounts Payable			(1,054)	
Net GAAP Adjustments			<u>(1,179)</u>	
<b>Net Position at End of Year</b>	<u>\$ (169,284)</u>			

**VILLAGE OF ELKVILLE, ILLINOIS**  
Schedule of Findings and Recommendations  
April 30, 2024

**Internal Control Over Financial Reporting**

**2024:FR-01**

(same as previous year)

Criteria:	There is limited segregation of duties over cash receipts and disbursements, receiving and purchasing, recording of transactions and reconciliations of bank accounts.
Condition:	Duties should be segregated or rotated so that no one individual handles a transaction from its inception to its completion.
Cause:	The cost versus benefit of hiring additional staff is not conducive for the Village.
Effect or Potential Effect:	Transaction and reporting errors could occur and not be detected in a timely manner.
Recommendation:	Duties should be segregated or rotated. While the Village's current staffing arrangement may not permit an adequate segregation of duties in all respects for an effective system of internal control procedures, it is important that you are aware of this condition.
Views of Responsible Officials and Planned Corrective Action:	They are aware of this condition. They will review their staffing arrangements, and assignment of duties.

**2024:FR-02**

(same as previous year)

Criteria:	Transactions should be reported correctly in the accounting software in order for Management to have accurate and complete financial statements.
Condition:	One company file holds all funds. Errors are easily made when making transfers.
Cause:	Quickbooks did not generate balanced financial statements causing inaccurate reporting.
Effect or Potential Effect:	The Village's unaudited financial statements generated from Quickbooks are incorrect causing unreliable information.
Recommendation:	We recommend the Village create a separate Quickbooks file for each fund to ensure accurate reporting.
Views of Responsible Officials and Planned Corrective Action:	Management agrees with the finding. The Village is taking steps to correct this issue.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Schedule of Findings and Recommendations - continued  
April 30, 2024

**2024:FR-03**

(same as previous year)

Criteria: A properly designed cash collection process would enable a third party to trace the collection of a customer payment to the bank deposit.

Condition: Inability to properly trace customer payments per the billing system to the bank deposit.

Cause: The pooling of cash accounts in the water and sewer funds into the general fund made it impossible to trace billing system amounts to bank deposits.

Effect or Potential Effect: The cash receipt procedures should be designed to mitigate any potential risk.

Recommendation: The Village should open water and sewer bank accounts and reconcile all deposits in the water billing system to the bank statement.

Views of Responsible Officials and Planned Corrective Action:

Management agrees with the finding. The Village is taking steps to correct this issue.

**2024:FR-04**

(same as previous year)

Criteria: All funds should have their own bank account.

Condition: The water and sewer fund bank accounts were pooled with the general fund bank account.

Cause: The Village did not account for the balances of the water and sewer funds in the pooled bank account.

Effect or Potential Effect: The Village's unaudited financial statements generated from Quickbooks are incorrect causing unreliable information.

Recommendation: The Village should open water and sewer bank accounts to ensure reliable financial statements.

Views of Responsible Officials and Planned Corrective Action:

Management agrees with the finding. The Village is taking steps to correct this issue.

## VILLAGE OF ELKVILLE, ILLINOIS

### Schedule of Findings and Recommendations - concluded

April 30, 2024

#### **Compliance**

##### **2024:CR-01**

(same as previous year)

Criteria:

The Village does not have a bank account designated for water deposits from customers.

Condition:

It is required that the Water Fund set aside funds in a separate bank account to cover the water deposit payable balance.

Cause:

The Village does not have a customer water deposits bank account.

Effect or

Potential Effect:

Without a separate bank account, the Village cannot determine if enough funds are set aside for water deposits.

Recommendation:

We recommend the Village open an interest-bearing water deposit account that is restricted for the repayment of customer's water deposits.

Views of Responsible  
Officials and Planned  
Corrective Action:

Management agrees with the finding. The Village is taking steps to correct this issue.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Schedule of Prior Year Findings and Recommendations  
April 30, 2024

**Internal Control Over Financial Reporting**

**2023:FR-01**

Criteria: There is limited segregation of duties over cash receipts and disbursements, receiving and purchasing, recording of transactions and reconciliations of bank accounts.

Condition: Duties should be segregated or rotated so that no one individual handles a transaction from its inception to its completion.

Cause: The cost versus benefit of hiring additional staff is not conducive for the Village.

Effect or Potential Effect: Transaction and reporting errors could occur and not be detected in a timely manner.

Recommendation: Duties should be segregated or rotated. While the Village's current staffing arrangement may not permit an adequate segregation of duties in all respects for an effective system of internal control procedures, it is important that you are aware of this condition.

Action Taken: Not corrected.

**2023:FR-02**

Criteria: Transactions should be reported correctly in the accounting software in order for Management to have accurate and complete financial statements.

Condition: One company file holds all funds. Errors are easily made when making transfers.

Cause: Quickbooks did not generate balanced financial statements causing inaccurate reporting.

Effect or Potential Effect: The Village's unaudited financial statements generated from Quickbooks are incorrect causing unreliable information.

Recommendation: We recommend the Village create a separate Quickbooks file for each fund to ensure accurate reporting.

Action Taken: Not corrected.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Schedule of Prior Year Findings and Recommendations - continued  
April 30, 2024

**2023:FR-03**

Criteria: A properly designed cash collection process would enable a third party to trace the collection of a customer payment to the bank deposit.

Condition: Inability to properly trace customer payments per the billing system to the bank deposit.

Cause: The pooling of cash accounts in the water and sewer funds into the general fund made it impossible to trace billing system amounts to bank deposits.

Effect or Potential Effect: The cash receipt procedures should be designed to mitigate any potential risk.

Recommendation: The Village should open water and sewer bank accounts and reconcile all deposits in the water billing system to the bank statement.

Action Taken: Not corrected.

**2023:FR-04**

Criteria: All funds should have their own bank account.

Condition: The water and sewer fund bank accounts were pooled with the general fund bank account.

Cause: The Village did not account for the balances of the water and sewer funds in the pooled bank account.

Effect or Potential Effect: The Village's unaudited financial statements generated from Quickbooks are incorrect causing unreliable information.

Recommendation: The Village should open water and sewer bank accounts to ensure reliable financial statements.

Action Taken: Not corrected.

**VILLAGE OF ELKVILLE, ILLINOIS**  
Schedule of Prior Year Findings and Recommendations - concluded  
April 30, 2024

**Compliance**

**2023:CR-01**

Criteria: The Village does not have a bank account designated for water deposits from customers.

Condition: It is required that the Water Fund set aside funds in a separate bank account to cover the water deposit payable balance.

Cause: The Village does not have a customer water deposits bank account.

Effect or Potential Effect: Without a separate bank account, the Village cannot determine if enough funds are set aside for water deposits.

Recommendation: We recommend the Village open an interest-bearing water deposit account that is restricted for the repayment of customer's water deposits.

Action Taken: Not corrected.

**VILLAGE OF ELKVILLE  
102 North 4<sup>th</sup> Street  
Elkville, Illinois 62932**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS  
Year Ending April 30, 2024**

**Corrective Action Plan**

Finding No.: 2024:FR-01

**Condition:**

There is limited segregation of duties over cash receipts and disbursements, receiving and purchasing, recording of transactions and reconciliations of bank accounts. The Village employs too few individuals to perform all of the before mentioned functions.

**Plan:**

The Village will segregate or rotate duties so that no one individual handles a transaction from its inception to its completion.

Anticipated Date of Completion: Unknown

Name of Contact Person: Jim Cravens, Treasurer

Management Response: The Village is aware of this condition. They will review their staffing arrangements, assignment of duties, and employee bonding.

**VILLAGE OF ELKVILLE  
102 North 4<sup>th</sup> Street  
Elkville, Illinois 62932**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS  
Year Ending April 30, 2024**

**Corrective Action Plan**

Finding No.: 2024:FR-02

**Condition:**

Transactions should be reported correctly in the accounting software in order for Management to have accurate and complete financial statements.

**Plan:**

The Village is aware of this condition and is taking steps to separate the Quickbooks file into funds.

Anticipated Date of Completion: Unknown

Name of Contact Person: Jim Cravens, Treasurer

Management Response: The Village is aware of this condition. They are taking steps to correct the issues.

**VILLAGE OF ELKVILLE  
102 North 4<sup>th</sup> Street  
Elkville, Illinois 62932**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS  
Year Ending April 30, 2024**

**Corrective Action Plan**

Finding No.: 2024:FR-03

**Condition:**

A properly designed cash collection process would enable a third party to trace the collection of a customer payment to the bank deposit. The pooling of cash accounts in the water and sewer funds into the general fund made it impossible to trace billing system amounts to bank deposits.

**Plan:**

The Village is aware of this condition and is taking steps to correct the issue.

Anticipated Date of Completion: Unknown

Name of Contact Person: Jim Cravens, Treasurer

Management Response: The Village is aware of this condition. They are taking steps to correct the issue.

**VILLAGE OF ELKVILLE  
102 North 4<sup>th</sup> Street  
Elkville, Illinois 62932**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS  
Year Ending April 30, 2024**

**Corrective Action Plan**

Finding No.: 2024:FR-04

**Condition:**

The Village did not account for the balances of water and sewer cash accounts in the pooled bank account.

**Plan:**

The Village is aware of this condition and is taking steps to correct the issue.

Anticipated Date of Completion: Unknown

Name of Contact Person: Jim Cravens, Treasurer

Management Response: The Village is aware of this condition. They are taking steps to correct the issue.

**VILLAGE OF ELKVILLE  
102 North 4<sup>th</sup> Street  
Elkville, Illinois 62932**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS  
Year Ending April 30, 2024**

**Corrective Action Plan**

Finding No.: 2024:CR-01

**Condition:**

The Village does not have a bank account designated for water deposits from customers.

**Plan:**

The Village is aware of this condition and is taking steps to open a separate bank account.

Anticipated Date of Completion: Unknown

Name of Contact Person: Jim Cravens, Treasurer

Management Response: The Village is aware of this condition. They are taking steps to correct the issue.