



VILLAGE OF ITASCA, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2024



SIKICH.COM

VILLAGE OF ITASCA, ILLINOIS
TABLE OF CONTENTS

| | <u>Page(s)</u> |
|--|----------------|
| INTRODUCTORY SECTION | |
| Principal Officials | i |
| Transmittal Letter..... | ii-v |
| Organization Chart..... | vi |
| FINANCIAL SECTION | |
| INDEPENDENT AUDITOR’S REPORT | 1-4 |
| GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS | |
| Management’s Discussion and Analysis..... | MD&A 1-14 |
| Basic Financial Statements | |
| Government-Wide Financial Statements | |
| Statement of Net Position..... | 5-6 |
| Statement of Activities | 7-8 |
| Fund Financial Statements | |
| Governmental Funds | |
| Balance Sheet..... | 9 |
| Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position..... | 10 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances | 11 |
| Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Governmental Activities in the Statement of Activities | 12 |
| Proprietary Fund | |
| Statement of Net Position | 13-14 |
| Statement of Revenues, Expenses, and Changes in Net Position..... | 15 |
| Statement of Cash Flows | 16-17 |

VILLAGE OF ITASCA, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)

Fund Financial Statements (Continued)

Fiduciary Fund

Statement of Fiduciary Net Position..... 18

Statement of Changes in Fiduciary Net Position..... 19

Notes to Financial Statements 20-58

Required Supplementary Information

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual - General Fund 59

Notes to Required Supplementary Information 60

Illinois Municipal Retirement Fund

Schedule of Employer Contributions 61

Schedule of the Village's Proportionate Share of the Net Pension Liability 62

Police Pension Fund

Schedule of Employer Contributions 63

Schedule of Changes in the Employer's Net Pension Liability
and Related Ratios 64-65

Schedule of Investment Returns 66

Other Postemployment Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability
and Related Ratios 67

**COMBINING AND INDIVIDUAL FUND FINANCIAL
STATEMENTS AND SCHEDULES**

MAJOR GOVERNMENTAL FUNDS

Schedule of Expenditures - Budget and Actual - General Fund 68-75

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget and Actual - Capital Projects Fund 76

VILLAGE OF ITASCA, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

NONMAJOR GOVERNMENTAL FUNDS

| | |
|---|-------|
| Combining Balance Sheet | 77-78 |
| Combining Statement of Revenues, Expenditures, and Changes in Fund Balances..... | 79-80 |
| Schedule of Revenues, Expenditures, and Change in Fund Balance - Budget and Actual | |
| Motor Fuel Tax Fund..... | 81 |
| Hotel Tax Fund..... | 82 |
| Stop the CPKC Coalition Fund | 83 |
| Downtown Tax Increment Financing Fund..... | 84 |
| General Obligation 2008 Debt Service Fund | 85 |
| Hamilton Lakes Special Service Area Debt Service Fund..... | 86 |
| Spring Lake Special Service Area Capital Projects Fund | 87 |
| Special Service Area Capital Projects Fund | 88 |
| Hamilton Lakes Special Service Area Capital Projects Fund | 89 |

MAJOR PROPRIETARY FUND

| | |
|---|-------|
| Schedule of Net Position - Water and Sewer Fund by Subaccount | 90 |
| Schedule of Revenues, Expenses, and Changes in Net Position - Water and Sewer Fund by Subaccount | 91 |
| Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual - Water and Sewer Fund - Operating Subaccount..... | 92 |
| Schedule of Operating Expenses - Budget and Actual - Water and Sewer Fund - Operating Subaccount | 93-95 |
| Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual - Water and Sewer Fund - Capital Subaccount | 96 |

SUPPLEMENTAL DATA

| | |
|--|---------|
| Long-Term Debt Requirements | |
| Special Service Area Bonds, Series 2014 | 97 |
| General Obligation Refunding Bonds (ARS), Series 2022A | 98 |
| General Obligation Bonds (ARBs), Series 2022B | 99 |
| Schedule of Insurance in Force | 100-101 |
| Schedule of Assessed Valuations, Tax Rates, and Tax Extensions | 102 |

VILLAGE OF ITASCA, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

SUPPLEMENTAL DATA (Continued)

| | |
|--|---------|
| Schedule of Legal Debt Margin | 103 |
| Net Position by Component | 104-105 |
| Change in Net Position | 106-109 |
| Fund Balances of Governmental Funds | 110-111 |
| Changes in Fund Balances of Governmental Funds | 112-113 |
| Assessed Value and Estimated Actual Value of Taxable Property..... | 114 |
| Legal Debt Margin Information | 115 |
| Direct and Overlapping Sales Tax Rates | 116 |

INTRODUCTORY SECTION

VILLAGE OF ITASCA, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2024

LEGISLATIVE

Jeff Pruyn, President

Board of Trustees

Jeff Aiani

Dino Gavanis

Ellen Leahy

Brendan Daly

Frank Madaras

Patrick Powers

Jodi Conidi, Clerk

ADMINISTRATIVE

Carie Anne Ergo, Village Administrator

Jennifer Mitchell, Finance Director



VILLAGE PRESIDENT
JEFFERY J. PRUYN

VILLAGE CLERK
JODY A. CONIDI

VILLAGE ADMINISTRATOR
CARIE ANNE ERGO

VILLAGE TRUSTEES
JEFF AIANI
BRENDAN DALY
DINO GAVANES
ELLEN LEAHY
FRANK J. MADARAS
PATRICK POWERS

October 15, 2024

To the Honorable Mayor, Members of the Village Board, and Citizens of the Village of Itasca, Illinois:

The annual report for the Village of Itasca, Illinois, for the year ended April 30, 2024, is hereby submitted. The submittal of this report meets the State of Illinois requirement for all general-purpose local governments to publish a complete set of audited financial statements presented in conformity with generally accepted auditing standards.

Responsibility for the accuracy of the data in this report and completeness of its presentation lies solely with the Village of Itasca's management. The Village has established internal controls that are designed to protect the municipality's assets from loss, theft and misuse and to compile total and reliable information. As the cost of internal control should not exceed its benefits, the controls in place have been designed to provide reasonable, rather than absolute assurance, that the financial statements presented are free from material misstatements. To the best of our knowledge, this financial report is accurate and complete in all material aspects and fairly reflects the Village's financial position and changes in financial position of the various funds of the Village and the Village as a whole.

We are pleased to report that independent audit firm Sikich LLC has issued an unmodified opinion on the Village of Itasca' financial statements for the year ended April 30, 2024. The independent auditor's report is located at the front of the financial section of this report.

Included with the financial statements is a narrative overview and analysis of the financial statements in the form of *Management Discussion and Analysis (MD&A)*. The MD&A complements this transmittal letter and should be read in conjunction with it. The financial statements include a view at the government-wide level and the fund level and are supplemented by notes to the financial statements.

Profile of the Government

The Village of Itasca, incorporated in 1890, is located at the junction of Interstate 290, Veterans Memorial Tollway, and the Elgin-O'Hare Expressway. Itasca began with a population of 76, which has since grown to 9,543. The Village covers an area of approximately 5.1 square miles and is located in DuPage County, Illinois, approximately 23 miles northwest of Chicago. Itasca is an upscale, residential community that prides itself on the high quality of living it affords its residents. It also boasts a large Class A office park and two manufacturing districts.

The Village is governed by a Board consisting of a mayor and six trustees, all of whom are elected at-large on a non-partisan basis. Policy-making and legislative authority are vested in the Village Board. The Board is responsible for, but not limited to, passing ordinances, adopting the budget, appointing committees, and hiring both the Village Administrator and Village Attorney. The Mayor is responsible for appointing the heads of various departments with the Village Board's consent. The Mayor is elected to serve a four-year term and the trustees serve four-year staggered terms, with three Board members elected every other two years. The elected officials collectively work as a unified Board, volunteer their time and resources to advance good government, and remain supportive of the professionals who run daily departmental operations of the Village government.

The Village Administrator is responsible for carrying out the policies and ordinances of the Village Board and for overseeing the day-to-day operations of the government. The Village of Itasca provides a full range of services, including but not limited to administrative, financial, police protection, public works, snow plowing, planning and zoning, economic development, a nature center, code enforcement, and community events. The Village also operates a water and sewer utility.

The annual budget serves as the foundation for the Village of Itasca's financial planning and control. The Village Board is required to adopt a final budget and appropriation ordinance by no later than July 31st. The budget is prepared by each departmental Director and reviewed by the Finance Director (as of FY 2023) and Village Administrator. It is reflected at a fund, function and activity level. After administrative review and adjustments, the budget is presented to the Village Board for final review. The Village Board holds a public hearing and may add to, subtract from, or change budgeted amounts. After the budget has been adopted, any revisions that alter the total expenditures of any fund requires special approval of the Village Board.

Local Economy and Finances

Itasca is a mature community located in the O'Hare Industrial corridor of the Chicago metropolitan area, with limited land for new development. Equalized assessed valuation, (EAV) of real property at the end of the fiscal year totaled \$804,524,535, an increase of 6.9% over the previous year. At a rate of 33.3% of market value, the equalized assessed valuation translates into \$2.4 billion of investment in the community.

More than 500 businesses operate in the Village - many located within industrial and business parks in the north and west portions of Itasca. The Village continued to experience substantial permit revenue due to continued construction within Hamilton Lakes and the annexation of development of Andrene Lane (1460 W. Thorndale). As a result, permit revenue was more than \$2 million, an increase of \$362,000 over the prior year. Permit revenue may drop back in line with historical averages in the coming years as the number of development opportunities decrease.

Total Corporate Fund revenue was \$1.26 million over the prior year. Corporate and police pension property tax increased nearly \$220,000 as inflation was 7% and the Village increased the 2022 tax levy to capture the full 5% increase plus growth from new construction. Sales tax was up approximately \$234,000 over last year as inflation remained high. Interest income in the Corporate Fund was up \$915,000 over the prior year as liquid interest rates remained high throughout the fiscal year. Conversely, replacement tax revenue was down nearly 28% due to the State diverting more than \$386 million in the State's Fiscal Year 2024 rather than distributing these funds to local governments as required by the PPRT law enacted in 1979. Moreover, telecommunications tax continued to decline by \$32,000 as these services are being utilized less frequently than in the past.

The Corporate Fund made the budgeted surplus transfer of \$3,061,151 to the Capital Fund to support capital projects. Motor fuel tax was up nearly \$71,000 due to the increase price of gasoline and increase in gasoline consumption. Hotel tax revenue as nearly flat as hotel revenue rebounded in FY 2023.

Although inflation has remained high, which resulted in a 2023 CPI of 6.5%, interest rates were finally cut in September 2024 by .5% as unemployment and inflation fell towards targeted levels. The Village should expect a corresponding decline in interest income and revenues affected by inflation such as sales tax, motor fuel tax, and hotel tax revenues. The decline in interest rates will result in expenditure savings or stabilization as well as savings on future bond issuance.

Long-Term Financial Planning

In the fall of 2015, the Village of Itasca's elected officials, officers and key management staff participated in a strategic planning process. The Village Board reached a collective agreement that maintaining fiscal sustainability, following established policies and procedures, and pursuing intergovernmental relations should be at the core of short-term and long-term decisions in order to support and enhance quality of life and resident satisfaction in the Village. Management is dedicated to pursuing economic development opportunities, addressing staffing priorities, and recommending infrastructure and capital improvements to achieve these goals.

The Village Board has identified projects in its five-year Capital Improvement Plan that supports the desired outcome of resident satisfaction and quality of life. This plan is updated annually prior to the start of the budget process.

As a non-home rule community, the Village is vulnerable to the impacts of declining revenue without sufficient means to raise revenues without voter approval, uncertainty of what Springfield could impose on local governments through unfunded mandates and reduced revenues, and pension expenses that are increasing at a rate faster than what we are able to collect through property tax increases due to PTELL.

The Village Board's directive for the past several years indicated its strong commitment to maintain a healthy fund balance as a priority for long-term financial health. The Village reports that as of April 30, 2024, the fund balance in the general fund is \$13,457,890, which is equal to 103% of the actual FY 2024 Corporate Fund expenditures. The FY 2025 Budget approved a budget transfer of \$3,780,847 of surplus to the Capital Fund which will decrease the fund balance to 67% of the FY 2025 operating budget. This fund balance exceeds the Village's policy of 50% of the following year's annual operating budget.

Major Initiatives

As part of the 5-Year Capital Improvement Plan and FY 2024 Budget, the Village managed several major projects in FY 2024 including:

Administration

- Usher Park – In partnership with the Park District, the Village secured a \$600,000 OSLAD grant for the Usher Park Redesign Project. The Village is in the process of finalizing the design.
- Food Pantry - The Village complete property improvements at the Food Pantry utilizing a \$100,000 grant received for the project.
- Ray Franzen Pathway - In partnership with the Park District, the Village contributed \$500,000 towards the Ray Franzen Pedestrian Pathway Improvement Project.

Police

- Police Intersection Cameras – The Police Department substantially completed the installation of 17 Flock intersection cameras.
- PD Facility – The Police Department was renovated with the installation of new shelving in the evidence room and epoxy flooring.
- PD Operations – The Police Department initiated a project through Lexipol to update and manage Police Department policies.

Community and Economic Development

- Kean's Bakery – The Village acquired the former Kean's Bakery at 217 and 219 Walnut and is in the process of reviewing proposals for the rehabilitation and reuse of the property.
- Development Projects – Community Development continued to support major development projects including the following:
 - Andrene Lane Development – The Village annexed the Andrene Lane development area consisting of approximately 7.5 acres. A 130,500 SF Class-A speculative industrial building was constructed on the site.
 - Itasca Station – The Village approved a planned development and redevelopment agreement for Itasca Station, a five-story downtown mixed-use building consisting of 124,800 square foot, 87 luxury apartments, 4,300 square feet of retail space, and covered parking.
 - NTT Data Center – The Village approved a planned development allowing for the construction of data center CH2 and CH3 along with an electrical substation required to power the facilities. CH2 is currently under construction.

Roadway and Sidewalk Improvements

- Bloomingdale Road – A project to reconstruct Bloomingdale Road with curbs and gutters, storm sewers, and resurfacing from the I-290 bridge to Rohlwing Road was completed.
- Park/Pierce/Devon – The Village continued to move forward with a project to complete intersection capacity improvements at Park/Pierce and Park/Devon Avenue intersections.
- Pierce Road Sidewalk Extension - The Village continued to move forward with a project to construct a sidewalk extension along Pierce Road from Hamilton Parkway to Park Boulevard to provide improved pedestrian access within the Hamilton Lakes Business Park.

- Northside Infrastructure Project – The Village made significant progress on Phase II of the Northside Infrastructure Project. GO Bond 2022B in the amount of \$13.64 million was utilized to complete a significant portion of the project. The project, to be completed in phases, seeks to provide additional drainage relief to residents by removing existing surface drainage from ancient drain tiles and installing curbs and gutters. The project also includes the replacement of water mains. The Village is actively working toward completing Phase II and planning for Phases III and IV.
- Street Maintenance – The Village continued the annual street maintenance program.
- Sidewalk Program –The Village continued the annual sidewalk program.
- CMD SSA –The Village initiated planning for a potential SSA in the Central Manufacturing District (CMD).

Public Works

- Rear Yard Drainage Program –The Village continued to offer the Rear Yard Assistance Program for residents to alleviate their rear yard drainage issues.
- Backflow Program –The Village continued to offer the Sanitary Sewer Backflow Preventive Program to assist residents with the costs associated with the installation of a backflow prevention system.
- PW Facility – The Village completed the repair of the Public Works garage floor.

Vehicles and Equipment

- Vehicles and Equipment – The Village continued to replace vehicles and equipment as identified in the CIP Plan.
- Vacuum/Jet Truck – The Village replaced the vacuum/jet truck.

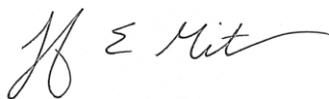
Water and Sewer

- AMI Water Meters - The Village substantially completed the installation of new radio-read water meters throughout the Village.
- WWTP Equipment - The Village replaced necessary equipment in the WWTP.
- Security Fence - The Village installed security fencing at the elevated storage tanks.

Acknowledgements

We express our appreciation to the Village Board of Trustees for their interest and support in planning and conducting the operations of the Village of Itasca in a fiscally responsible manner. The preparation of this report could not have been accomplished without significant staff support and the contributions of Amanda Socha, the Village’s accountant from Selden Fox. We are pleased to present to you the Annual Financial Report for FY 2024.

Respectfully Submitted,

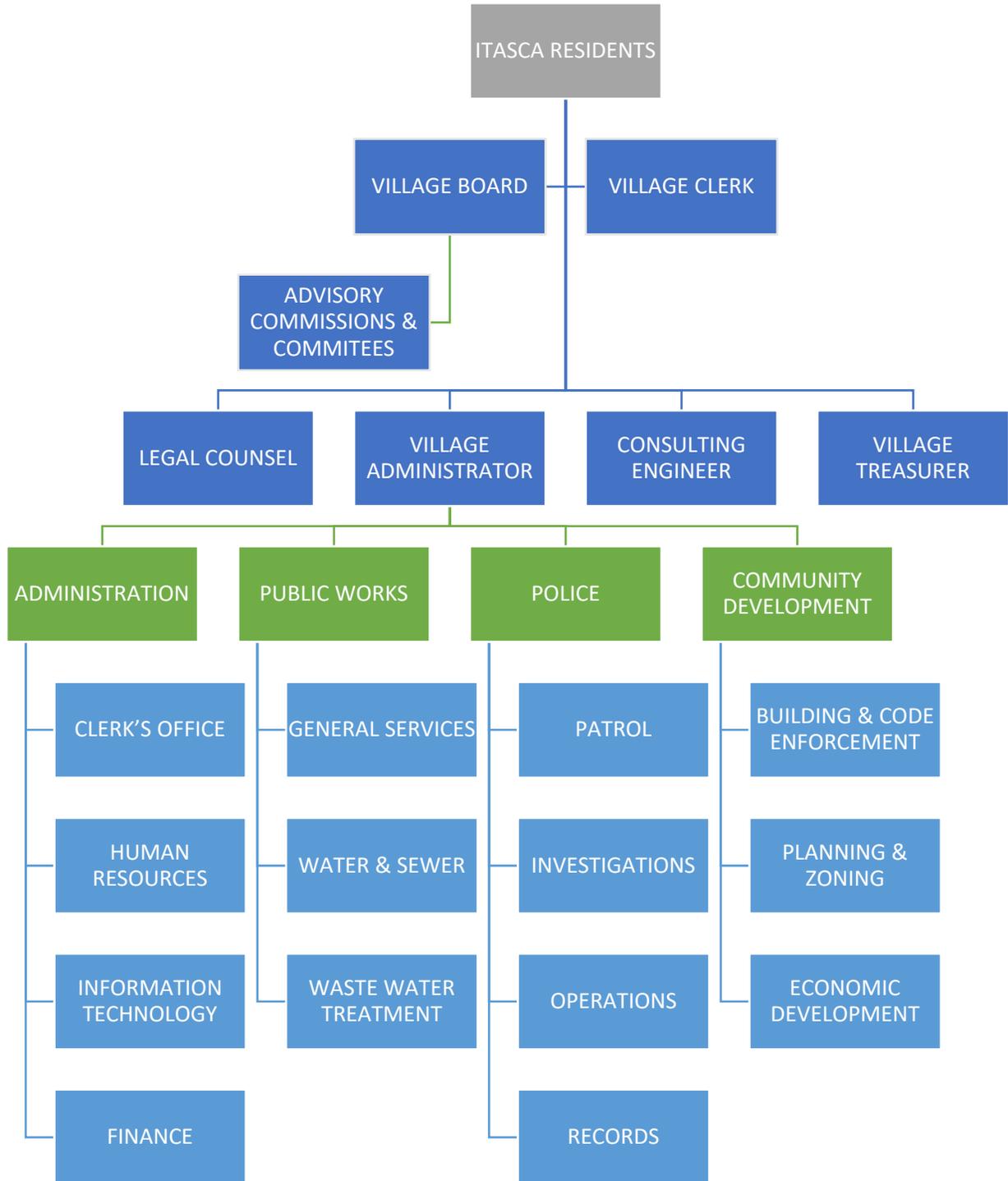


Jennifer Mitchell
Finance Director



Carie Anne Ergo
Village Administrator

Village of Itasca MUNICIPAL ORGANIZATION STRUCTURE



FINANCIAL SECTION

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

The Honorable President
Members of the Board of Trustees
Village of Itasca, 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 Itasca, Illinois (the Village), as of and for the year ended April 30, 2024, and the related notes to 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 Itasca, 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 (GAAS). Our responsibilities under these standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we

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

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

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

This 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 fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Sibich CPA LLC

Naperville, Illinois
October 15, 2024

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

As the management of the Village of Itasca (the "Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2024. Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Letter of Transmittal on pages ii through v and the Village's financial statements beginning on page 5.

FINANCIAL HIGHLIGHTS

- Total Village's net position increased from \$91.1 million as of April 30, 2023 to \$96.5 million as of April 30, 2024.
- As of April 30, 2024, the fund balance for the General fund balance was \$13.5 million or 109% of actual General Fund expenditures and 93% of budgeted FY 2025 expenditures. This is an increase of \$1.54 million from April 30, 2023.

USING THE FINANCIAL SECTION OF THIS ANNUAL REPORT

In accordance with generally accepted accounting principles, the Village presents its financial statements so as to offer two perspectives of its financial position and results of operations. The government-wide perspective presents financial information for the government as a whole. The fund perspective involves the presentation of financial information for individual accounting entities established by the Village for specific purposes. The focus of the fund statements is on major funds. Both perspectives (government-wide and major fund) address likely user questions, provide a broad basis for comparison (year to year or government to government), and enhance the Village's accountability.

Government-wide Financial Statements

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

The Statement of Net Position presents information on all of the Village's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the aggregate difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating. Additionally, one would need to evaluate nonfinancial factors, such as the condition of Village infrastructure, the satisfaction of constituents, and other information beyond the scope of this report to make a more complete assessment of whether the Village as a whole has improved or deteriorated.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

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

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, community development, and public works. The business-type activities of the Village include a water and sewer system. Fiduciary activities, such as employee pension plans, are not available to fund Village programs and, therefore, are not included in government-wide statements.

The Village's financial reporting includes the funds of the Village (primary government). The Village is required to adopt the library tax levy and the budget in the form of the appropriations ordinance. The library has a separate governing board that is elected, and therefore, the Village is not financially accountable for the Library because the Library is not a component unit. The financial information for the Library is reported separately from the financial information of the Village.

The government-wide financial statements can be found on pages 5-8 of this report.

Fund Financial Statements.

A fund is a grouping of related accounts that is used to maintain control over resources segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

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

The Village maintains 12 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Capital Projects Fund, which are considered to be "major" funds. Data from the other 10 governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with the budget.

The basic government fund financial statements are presented on pages 9-12 of this report.

Proprietary funds. The Village maintains one proprietary fund, the enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water and sewer utilities function. Proprietary funds financial statements provide the same type of information as the government-wide financial statements, only in more detail. As the proprietary funds are reported on a full accrual bases, the Village of Itasca fund statements for the Water and Sewer fund mirror the government-wide statements.

The basic proprietary fund financial statements are presented on pages 13-17 of this report.

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

The basic fiduciary fund financial statements are presented on pages 18-19 of this report.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 20 of this report.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning budget to actual comparisons for the General Fund and major governmental funds and the Village's progress in funding its obligation to provide pensions to its employees. Required supplementary information can be found on pages 59-67 of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 68-96 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

Net position may serve over time as a useful indicator of a government's financial position. The following table reflects the condensed Statement of Net Position.

| Condensed Statement of Net Position | | | | | | |
|--|-------------------------|----------------|--------------------------|---------------|----------------|----------------|
| April 30, 2024 | | | | | | |
| | Governmental Activities | | Business Type Activities | | Totals | |
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Current and other assets | \$ 38,892,351 | \$ 38,090,760 | \$ 13,320,946 | \$ 14,309,970 | \$ 52,213,297 | \$ 52,400,730 |
| Capital assets | 80,800,442 | 77,849,547 | 50,789,394 | 46,115,009 | 131,589,836 | 123,964,556 |
| Deferred outflows of resources | 2,435,734 | 4,669,646 | 877,617 | 1,340,858 | 3,313,351 | 6,010,504 |
| Total assets and deferred outflows | \$ 122,128,527 | \$ 120,609,953 | \$ 64,987,957 | \$ 61,765,837 | \$ 187,116,484 | \$ 182,375,790 |
| Current liabilities | \$ 5,581,315 | \$ 2,489,286 | \$ 1,074,040 | \$ 1,293,696 | \$ 6,655,355 | \$ 3,782,982 |
| Noncurrent liabilities | 45,853,662 | 47,427,536 | 32,817,120 | 35,004,647 | 78,670,782 | 82,432,183 |
| Deferred inflows of resources | 3,521,817 | 3,459,392 | 1,761,919 | 1,628,454 | 5,283,736 | 5,087,846 |
| Total liabilities and deferred inflows | \$ 54,956,794 | \$ 53,376,214 | \$ 35,653,079 | \$ 37,926,797 | \$ 90,609,873 | \$ 91,303,011 |
| Net position: | | | | | | |
| Net investment in capital assets | \$ 73,509,647 | \$ 77,717,440 | \$ 19,558,420 | \$ 13,150,089 | \$ 93,068,067 | \$ 90,867,529 |
| Restricted | 8,596,200 | 7,769,971 | - | 995,040 | 8,596,200 | 8,765,011 |
| Unrestricted | (14,934,114) | (18,253,672) | 9,776,458 | 9,693,911 | (5,157,656) | (8,559,761) |
| Total net position | \$ 67,171,733 | \$ 67,233,739 | \$ 29,334,878 | \$ 23,839,040 | \$ 96,506,611 | \$ 91,072,779 |

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

A large portion of the Village's net position, \$93,068,067 or 96.4%, reflects its investment in capital assets (for example, land, buildings and improvements, and equipment and vehicles), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$ 8,596,200 or 8.9%, of the Village's net position represents resources that are subject to external restrictions on how they may be used. As of April 30, 2024, the Village is reporting an unrestricted net position deficit of (\$5,152,857) or (5.3%). Unrestricted net position, if available, may be used to meet the government's ongoing obligations to citizens and creditors.

Activities

| Condensed Statement of Activities | | | | | | |
|---|-------------------------|----------------------|--------------------------|----------------------|----------------------|----------------------|
| April 30, 2024 | | | | | | |
| | Governmental Activities | | Business Type Activities | | Totals | |
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Program revenues | | | | | | |
| Charges for services | \$ 2,524,389 | \$ 2,101,692 | \$ 10,972,499 | \$ 10,526,759 | \$ 13,496,888 | \$ 12,628,451 |
| Grants and contributions | | | | | | |
| Operating | 687,387 | 444,135 | - | - | 689,387 | 444,135 |
| Capital | 11,819 | 100,958 | - | 1,675,746 | 11,819 | 1,776,704 |
| General revenues | | | | | | |
| Property taxes | 3,360,605 | 3,117,855 | - | - | 3,360,605 | 3,117,855 |
| Other taxes | 13,371,478 | 13,017,920 | 14,709 | - | 13,386,187 | 13,017,920 |
| Other | 2,725,867 | 1,773,119 | 354,147 | 355,333 | 3,080,014 | 2,128,452 |
| Total revenues | \$ 22,683,545 | \$ 20,555,679 | \$ 11,341,355 | \$ 12,557,838 | \$ 34,024,900 | \$ 33,113,517 |
| Expenses | | | | | | |
| General government | \$ 3,688,343 | \$ 2,826,819 | \$ - | \$ - | \$ 3,688,343 | \$ 2,826,819 |
| Public safety | 8,395,554 | 8,042,406 | - | - | 8,395,554 | 8,042,406 |
| Community development | 1,078,201 | 1,142,742 | - | - | 1,078,201 | 1,142,742 |
| Public works | 5,059,683 | 5,737,016 | - | - | 5,059,683 | 5,737,016 |
| Water and sewer | - | - | 9,793,367 | 9,463,654 | 9,793,367 | 9,463,654 |
| Interest | 575,920 | 547,714 | - | - | 575,920 | 547,714 |
| Total expenses | \$ 18,797,701 | \$ 18,296,697 | \$ 9,793,367 | \$ - | \$ 28,591,068 | \$ 27,760,351 |
| Change in net position before transfers | 3,885,844 | 2,258,982 | 1,547,988 | 3,094,184 | 5,433,832 | 5,353,166 |
| Transfers | (3,947,850) | (2,820,166) | 3,947,850 | 2,820,166 | - | - |
| Change in net position | (62,006) | (561,184) | 5,495,838 | 5,914,350 | 5,433,832 | 5,353,166 |
| Net position, May 1 | 67,233,739 | 67,794,923 | 23,839,040 | 17,924,690 | 91,072,779 | 85,719,613 |
| Net position, April 30 | \$ 67,171,733 | \$ 67,233,739 | \$ 29,334,878 | \$ 23,839,040 | \$ 96,506,611 | \$ 91,072,779 |

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

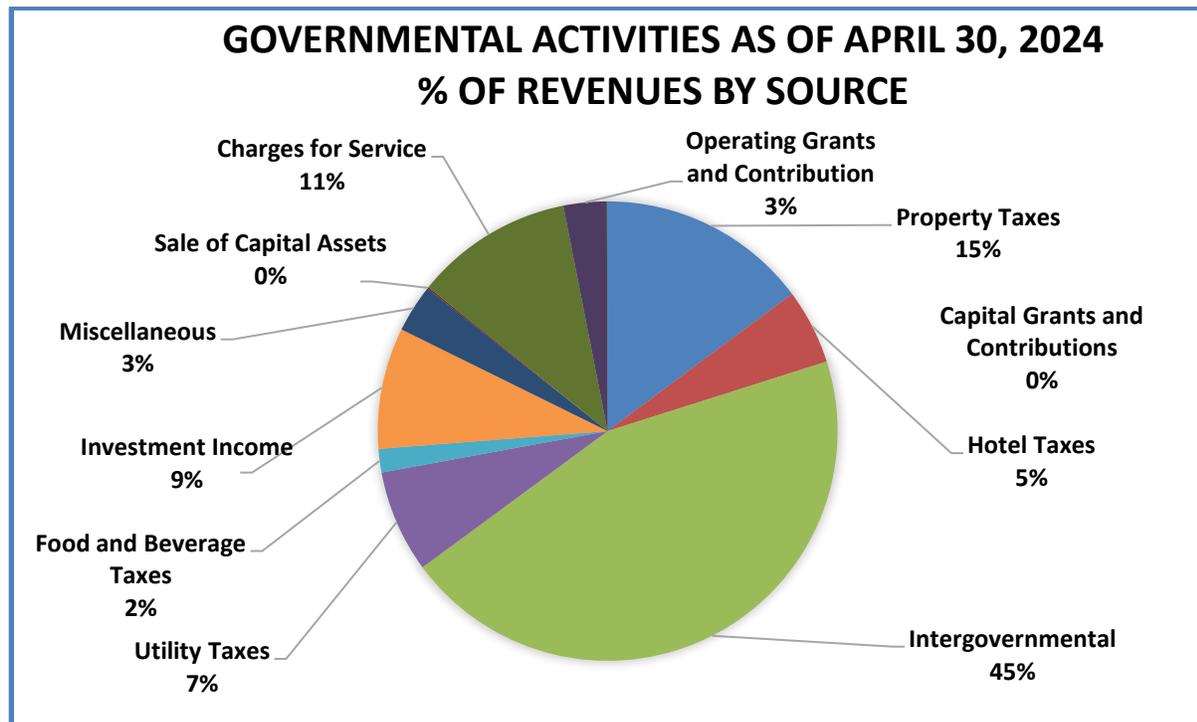
GOVERNMENT-WIDE FINANCIAL ANALYSIS (cont.)

The Village's combined net position increased by \$5.4 million from \$91.1 million to \$96.5 million during 2024. This change is the result of \$62,000 decrease and \$5.5 million increase in the net position of governmental activities and business-type activities, respectively. The change in net position was significantly impacted several years ago by the Village's implementation of Statement No. 68, Accounting and Financial Reporting for Pensions, of the Governmental Accounting Standards Board. These items pertain to the Village's participation in the Itasca Police Pension Fund and Illinois Municipal Retirement Fund. Under previous financial reporting standards, the Village was only required to report its obligations to the pension funds as required supplementary information (i.e., the obligations did not affect the statement of net position). In addition, the Village was required to implement GASB Statement No. 75 in FY 2019. This requires the reporting of the other postemployment liability resulting in an additional \$1.9 million liability on the financial statements.

For more detailed information, see the Statement of Net Position on pages 5 and 6.

Governmental Activities

Revenues for governmental activities totaled \$22.7 million, while the cost of all governmental functions totaled \$18.8 million. This results in a net position before transfers of \$3.9 million. The following table graphically depicts the major revenue sources of the Village. It depicts very clearly the reliance on intergovernmental revenues and property taxes to fund governmental activities.

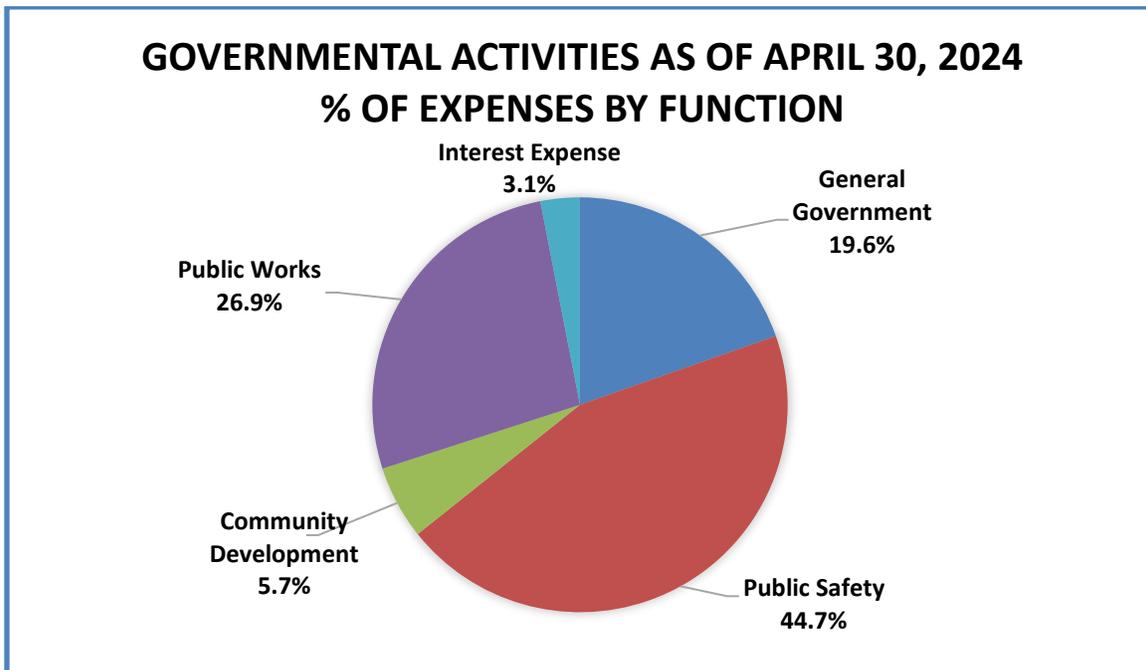


VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS (cont.)

FY 2024 expenses for governmental activities totaled \$18.8 million, increasing by \$.5 million or 2.7% compared to FY 2023 expenses.

Itasca's largest share of costs allocated to governmental activities was in the area of Public Safety (law enforcement), accounting for 44.7% of total governmental expenses. This was followed by Public Works activities, making up 26.9% of total governmental spending, which includes Public Works operating and maintenance activities as well as the Village's infrastructure rehabilitation and replacement program. General Government activities round out total governmental activities at 19.6% which includes legislative boards and commissions, general administration, legal services, financial management, engineering services, employee relations, and building maintenance. Community Development, accounts for 5.7% of total government spending, and Interest Expense accounts for 3.1% of total government spending.



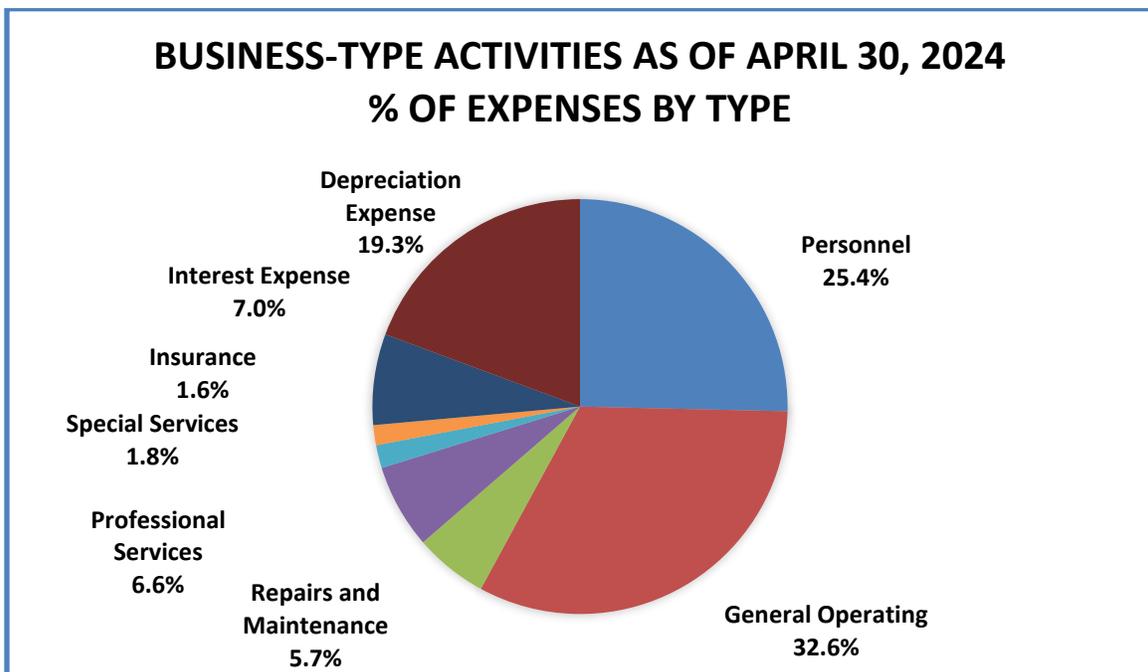
Business-Type Activities

Business-Type activities posted total revenues of \$11.3 million, while the cost of all business-type activities totaled \$9.8 million. This results in an increase in net position before transfers of \$1.2 million. For the prior year ending April 30, 2023, revenues were \$9.5 million, while the cost of all business-type activities totaled \$10.2 million. This resulted in an increase in net position before transfers of \$1 million.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

Itasca's total business-type activities are limited to the activities of its sole enterprise fund, the Water and Sewer Fund. Total expenses for water and sewer activities for FY 2024 totaled \$9.8 million, an increase of \$.3 million or 3.5% from the prior year. Water and sewer activities include the purchase of Lake Michigan water through the Village's participation in the DuPage Water Commission, maintaining the Village's water distribution systems including mains, pumps, reservoirs, metering and billing, as well as the maintenance of the Village's sanitary sewage collection system and its treatment at the Wastewater Treatment Plan. Total system expenses can be categorized in the following manner:



Governmental Funds

As noted earlier, the focus of fund reporting is the short-term inflow and outflow of expendable resources. Fund balance is a useful indicator in assessing available resources with respect to meeting future obligations.

At April 30, 2024 governmental funds reported combined fund balances of \$30.2 million. Of this amount, approximately \$8.3 million is assigned to capital projects. About \$8.6 million is restricted: \$3.9 million for Special Service Areas, \$2.7 million for highways and streets, \$1.6 million for tourism generated by hotel tax, \$0.4 million for debt service, \$34,852 for public safety, and \$4,978 for Stop the CPKC Fund.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS (cont.)

Major Governmental Funds

The General Fund is the Village's primary operating fund and the largest source of day-to-day service delivery. For the fiscal year ended April 30, 2024, fund balance in the General Fund increased by \$1.5 million. The change to the fund balance is a combination of revenues of \$16.8 million compared to expenditures of \$12.4 million, adjusted for net other financing uses of \$2.9 million. After all activity and adjustments are accounted for, the General Fund has an ending fund balance of \$13.5 million.

Proprietary Funds

The focus for the proprietary fund at the fund level is synonymous with that found at the government-wide level. Reporting is on a full-accrual basis with short-term and long-term emphasis on financial data. The Water and Sewer Fund is the sole proprietary fund for the Village of Itasca. This fund records all financial activity relating to the municipality's water and sewer operations. The Water and Sewer Fund provides the same type of information in the government-wide financial statements reflected as "Business-type" activities, but in more detail.

At April 30, 2024, net position of the proprietary fund totaled \$29.3 million. Cash and investments totaled \$9.8 million, decreasing from the from prior year by \$.8 million. Operating revenues increased 4.1% from the previous year to \$11.3 million. Operating expenses (including depreciation and interest) of \$9.1 million were 4.3% higher than the previous year. On January 1, 2017, the volumetric rate was increased and the fixed revenue rate structure was adjusted to bring in an additional \$500,000 annually to offset the predicted shortfall the fund would experience to meet the service demands to maintain and operate a water and sewer system. The rate structure was designed to account for a consistent decline of 2.5% in water usage, debt repayment, engineering expenses, increasing resources dedicated to capital expenditures, and the accumulation of sufficient reserves to meet the fund's current liabilities. On January 1, 2022, rates were frozen so that the Village could undergo a comprehensive water and sewer rate study to establish sustainable rate increases going forward.

Fiduciary Funds

The Village's one single-employer pension plan experienced an increase in the Net Position of \$1.9 million in the fiscal year ended April 30, 2024 due primarily to an increase of \$1.8 million in net investment income as interest earnings were high during the fiscal year. Deductions for benefits and other smaller items increased about 5.2%, from \$2.1 million in the prior year to \$2.2 million this year. As of April 30, 2024, total net position was \$20.2 million.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS (cont.)

General Fund Budgetary Highlights

The original budget for the General Fund was not amended during the year. Actual expenditures were under the budgeted amount by \$.7 million. The General Fund budget was balanced with revenues budgeted at \$13.0 million and expenses at \$13.0 million. Actual revenues in the General Fund were \$3.8 million over budget. The majority of the increase was a result of favorable budget variances in investment income, building permit revenue, sales tax, income tax, replacement tax, and utility tax due to a recovering economic and high inflation and interest rates. As a result, actual revenues received exceeded actual expenses by \$4.5 million. The net increase in fund balance was \$1.5 million.

General Fund Budgetary Highlights
April 30, 2024

| | General Fund | |
|---------------------------------------|----------------|----------------|
| | Final Budget | Actual |
| Revenues | | |
| Taxes | \$ 4,478,662 | \$ 4,870,705 |
| Licenses and permits | 1,318,000 | 2,287,642 |
| Intergovernmental | 6,505,103 | 7,340,137 |
| Charges for services | 56,700 | 129,166 |
| Fines and forfeits | 112,200 | 107,581 |
| Other revenue | 597,400 | 2,114,382 |
| Total revenues | \$ 13,068,065 | \$ 16,849,613 |
| Expenditures | | |
| General government | \$ 2,120,277 | \$ 1,840,762 |
| Public safety | 6,982,084 | 6,973,469 |
| Community development | 1,261,965 | 1,071,095 |
| Public works | 2,681,154 | 2,477,391 |
| Total expenditures | \$ 13,045,480 | \$ 12,362,717 |
| Other financing sources (uses) | | |
| Transfers in | \$ 210,700 | \$ 160,266 |
| Transfers (out) | (3,350,523) | (3,135,267) |
| Proceeds from sale of capital assets | - | 27,357 |
| Total other financing sources (uses) | \$ (3,139,823) | \$ (2,947,644) |
| Net change in fund balance | \$ (3,117,238) | 1,539,252 |
| Fund balance, May 1 | | 11,918,638 |
| Fund balance, April 30 | | \$ 13,457,890 |

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets

The Village's investment in capital assets for both its governmental and business-type activities as of April 30, 2024 is \$131.6 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, vehicles and equipment, infrastructure, sewer lines, water lines, water towers, water wells and water treatment facilities as well as intangible assets. The following schedule reflects the Village's capital asset balances as of April 30, 2024.

| | Capital Assets Net of Accumulated Depreciation | | | | | |
|--|---|----------------------|--------------------------|----------------------|----------------------|----------------------|
| | Governmental Activities | | Business Type Activities | | Totals | |
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Land and improvements | \$ 40,473,800 | \$ 40,473,800 | \$ 1,335,645 | \$ 1,335,645 | \$ 41,809,445 | \$ 41,809,445 |
| Construction in progress | 5,215,279 | 1,766,241 | 6,426,118 | 680,582 | 11,641,397 | 2,446,823 |
| Capital assets not being depreciated | <u>\$ 45,689,079</u> | <u>\$ 42,240,041</u> | <u>\$ 7,761,763</u> | <u>\$ 2,016,227</u> | <u>\$ 53,450,842</u> | <u>\$ 44,256,268</u> |
| Building and improvements | \$ 12,256,413 | \$ 12,212,862 | \$ 202,532 | \$ 102,241 | \$ 12,458,945 | \$ 12,315,103 |
| Machinery and equipment | \$ 816,822 | \$ 934,489 | \$ 1,090,084 | \$ 923,397 | 1,906,906 | 1,857,886 |
| Transportation equipment | 526,135 | 286,151 | - | - | 526,135 | 286,151 |
| Infrastructure | 21,511,993 | 22,176,004 | - | - | 21,511,993 | 22,176,004 |
| Water and sewer systems | - | - | 41,735,015 | 43,073,144 | 41,735,015 | 43,073,144 |
| Total capital assets being depreciated | <u>\$ 35,111,363</u> | <u>\$ 35,609,506</u> | <u>\$ 43,027,631</u> | <u>\$ 44,098,782</u> | <u>\$ 78,138,994</u> | <u>\$ 79,708,288</u> |
| Capital assets, net | <u>\$ 80,800,442</u> | <u>\$ 77,849,547</u> | <u>\$ 50,789,394</u> | <u>\$ 46,115,009</u> | <u>\$131,589,836</u> | <u>\$123,964,556</u> |

Capital additions for the year totaled \$11.3 million. Net capital assets for governmental activities and business-type activities increased \$3.0 million and \$4.7 million, respectively. Additional information on the Village's capital assets is presented in the notes to the basic financial statements on pages 33 and 34.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

CAPITAL ASSETS AND DEBT ADMINISTRATION (continued.)

Long-Term debt

During the fiscal year, the Village's total debt obligation for governmental activities decreased by \$1.6 million and \$2.2 million for business-type activities. During FY 2022, the Village refunded GO Bond 2009A to GO Bond 2022A and authorized the issuance of GO Bond 2022B in the amount of \$13.64 million which resulted in the increase of the debt obligation affecting governmental activities. At the end of the fiscal year, the Village's total debt obligation was \$78.7 million. Of that, \$44.9 million is bonded debt. A total of \$2.0 million is funded directly from property taxes revived from the Village's special services areas.

As a non-home rule government, under Illinois Law, the Village is limited to issuing debt to a level no greater than 8.625% of the equalized assessed value. As of April 30, 2024, the net debt applicable to the debt limit was 0%.

Long-Term Outstanding Debt

| | Governmental Activities | | Business Type Activities | | Totals | |
|------------------------------------|-------------------------|----------------------|--------------------------|----------------------|----------------------|----------------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| General obligation bonds | \$ 13,310,000 | \$ 13,640,000 | \$ 18,445,000 | \$ 18,880,000 | \$ 31,755,000 | \$ 32,520,000 |
| Special service area bonds | 2,020,000 | 2,175,000 | - | - | 2,020,000 | 2,175,000 |
| IEPA loan | - | - | 11,156,551 | 12,204,498 | 11,156,551 | 12,204,498 |
| Bonded debt total | \$ 15,330,000 | \$ 15,815,000 | \$ 29,601,551 | \$ 31,084,498 | \$ 44,931,551 | \$ 46,899,498 |
| Compensated absences | \$ 463,890 | \$ 421,724 | \$ 147,025 | \$ 136,713 | \$ 610,915 | \$ 558,437 |
| Installment contracts | 170,934 | 243,388 | - | - | 170,934 | 243,388 |
| Total postemployment benefit | 1,535,110 | 1,648,400 | 398,035 | 427,409 | 1,933,145 | 2,075,809 |
| Net pension liability | 27,389,206 | 28,292,566 | 1,156,514 | 1,741,099 | 28,545,720 | 30,033,665 |
| Other | 964,522 | 1,006,458 | 1,513,995 | 1,614,928 | 2,478,517 | 2,621,386 |
| Other long term liabilities | \$ 30,523,662 | \$ 31,612,536 | \$ 3,215,569 | \$ 3,920,149 | \$ 33,739,231 | \$ 35,532,685 |
| Total long term debt | \$ 45,853,662 | \$ 47,427,536 | \$ 32,817,120 | \$ 35,004,647 | \$ 78,670,782 | \$ 82,432,183 |

Bond Ratings

During FY2022, the Village engaged S&P Global Ratings and received a bond rating of AA+ long-term rating to GO Bonds 2022A and 2022B. In addition, the Spring of 2016, the Village was able to maintain its Aa2, very strong credit position, bond rating from Moody's. Additional information on the Village's long-term debt is presented in the notes to the basic financial statements on pages 33 to 36.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

ECONOMIC FACTORS

The local Village economy strengthened as the economy recovered from the COVID-19 Pandemic while also experiencing a period of high inflation and interest rates. The Village of Itasca is primarily an affluent residential community heavily reliant on sales taxes, income taxes, property taxes and utility sales.

- The Village is directly impacted by the financial condition of the State of Illinois. The political environment in Springfield is being closely monitored for legislation that could reduce or eliminate the shared revenue, and in turn impact the level of service to the residents.
- The Illinois Department of Revenue certified the CPI used for calculating the Village's 2023 Tax Levy to be 6.5%. The Village levied over 5% in order to capture tax revenue generated from new construction. The increase in property taxes will be used to offset the growing cost of funding for the Police Pension Fund and maintain the corporate property tax levy utilized for operating costs.
- The Village has a strong reliance on sales tax revenue. The Village will continue to monitor economic trends relating to retail sales and adjust forecasts/spending as appropriate.
- The COVID-19 Pandemic caused uncertainty, unplanned expenses, and significant revenue decreases in sales tax, hotel tax, and income tax. Revenues significantly rebounded during FY 2023 and continued through FY 2024. However, high inflation and a CPI of 6.5% in 2022 and 3.4% in 2024, have caused significant expenditure increases and uncertainty in industries operating within the Village. The Village will continue to monitor economic trends to plan appropriately for any potential impact to revenue sources.

The above factors were taken into consideration for funding and planning purposes for current and future fiscal years. As of April 30, 2024, the fund balance of the General Fund was \$13.5 million or 93% of total expenditures of the current year, exceeding the current policy of 50%. A FY 2025 budgeted transfer of \$3.8 million from the General Fund to the Capital Fund is intended to reduce this fund balance to 60% of total expenditures to align with the Village's adopted fiscal policy.

The Water/Sewer Fund had cash and investments of \$9.8 million as of April 30, 2024. The Village monitors both revenues and expenses to determine the utility rate levels necessary to cover the maintenance and long-term replacement infrastructure needs of the Water/Sewer Fund. During FY 2024, the Village began and has since completed a comprehensive water and sewer rate study as part of the task.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2024

CONTACTING THE VILLAGE'S FINANCIAL MANGEMENT

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional information, should be directed to Carie Anne Ergo, Village Administrator or Jennifer Mitchell, Finance Director, at Village of Itasca, 550 N. Irving Park Road, Itasca, IL.

BASIC FINANCIAL STATEMENTS

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2024

| | Primary Government | | |
|---|------------------------------------|-------------------------------------|--------------------|
| | Governmental Activities | Business-Type Activities | Total |
| ASSETS | | | |
| Cash and investments | \$ 32,902,617 | \$ 9,754,924 | \$ 42,657,541 |
| Receivables | | | |
| Property taxes | 3,259,734 | - | 3,259,734 |
| Accounts receivable | - | 1,905,646 | 1,905,646 |
| Sales taxes | 1,663,662 | - | 1,663,662 |
| Other | 777,719 | - | 777,719 |
| Intergovernmental | 164,988 | - | 164,988 |
| Lease | - | 1,656,095 | 1,656,095 |
| Accrued interest | - | 4,281 | 4,281 |
| Due from other governments | 123,631 | - | 123,631 |
| Capital assets | | | |
| Capital assets not being depreciated | 45,689,079 | 7,761,763 | 53,450,842 |
| Capital assets being depreciated (net of accumulated depreciation) | 35,111,363 | 43,027,631 | 78,138,994 |
| Total assets | 119,692,793 | 64,110,340 | 183,803,133 |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Pension items - IMRF | 667,256 | 730,150 | 1,397,406 |
| Pension items - Police Pension | 1,768,478 | - | 1,768,478 |
| Unamortized loss on refunding | - | 147,467 | 147,467 |
| Total deferred outflows of resources | 2,435,734 | 877,617 | 3,313,351 |
| Total assets and deferred outflows of resources | 122,128,527 | 64,987,957 | 187,116,484 |

(This statement is continued on the following page.)

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF NET POSITION (Continued)

April 30, 2024

| | Primary Government | | |
|--|------------------------------------|-------------------------------------|---------------|
| | Governmental Activities | Business-Type Activities | Total |
| LIABILITIES | | | |
| Accounts payable | \$ 703,931 | \$ 797,541 | \$ 1,501,472 |
| Accrued payroll | 145,378 | 68,341 | 213,719 |
| Accrued interest | 161,368 | 208,158 | 369,526 |
| Intergovernmental payables | 25,189 | - | 25,189 |
| Unearned revenue | 301,120 | - | 301,120 |
| Escrow deposits | 4,218,090 | - | 4,218,090 |
| Due to library | 10,971 | - | 10,971 |
| Due to fiduciary fund | 15,268 | - | 15,268 |
| Noncurrent liabilities | | | |
| Due within one year | 787,753 | 1,585,565 | 2,373,318 |
| Due in more than one year | 45,065,909 | 31,231,555 | 76,297,464 |
| | 51,434,977 | 33,891,160 | 85,326,137 |
| Total liabilities | | | |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Pension items - IMRF | 185,889 | 203,411 | 389,300 |
| Pension items - Police Pension | 76,194 | - | 76,194 |
| Property taxes | 3,259,734 | - | 3,259,734 |
| Leases | - | 1,558,508 | 1,558,508 |
| | 3,521,817 | 1,761,919 | 5,283,736 |
| Total deferred inflows of resources | | | |
| | 54,956,794 | 35,653,079 | 90,609,873 |
| Total liabilities and deferred inflows of resources | | | |
| NET POSITION | | | |
| Net investment in capital assets* | 73,509,647 | 19,558,420 | 85,566,067 |
| Restricted | | | |
| Public safety | 34,852 | - | 34,852 |
| Highways and streets | 2,660,643 | - | 2,660,643 |
| Tourism | 1,594,715 | - | 1,594,715 |
| Debt service | 384,027 | - | 384,027 |
| Special service areas | 3,917,165 | - | 3,917,165 |
| Specific purpose | 4,798 | - | 4,798 |
| Unrestricted (deficit)* | (14,934,114) | 9,776,458 | 2,344,344 |
| | \$ 67,171,733 | \$ 29,334,878 | \$ 96,506,611 |
| TOTAL NET POSITION | | | |

*General Obligation Alternate Revenue Bonds Series 2022B were issued by Governmental Activities to fund capital asset acquisitions. In addition, a portion of the bonds were used for the Business-Type Activities. Therefore, the total column includes the outstanding balance for these bonds, while the Governmental Activities do not include these outstanding balances in the calculation of Net Investment in Capital Assets.

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2024

| FUNCTIONS/PROGRAMS | Program Revenues | | | |
|---------------------------------|-------------------------|---------------------------------|---|---|
| | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| PRIMARY GOVERNMENT | | | | |
| Governmental Activities | | | | |
| General government | \$ 3,688,343 | \$ - | \$ - | \$ - |
| Public safety | 8,395,554 | 173,276 | 49,161 | - |
| Community development | 1,078,201 | 2,287,643 | - | 11,819 |
| Public works | 5,059,683 | 63,470 | 640,226 | - |
| Interest expense | 575,920 | - | - | - |
| Total governmental activities | 18,797,701 | 2,524,389 | 689,387 | 11,819 |
| Business-Type Activities | | | | |
| Water and sewer | 9,793,367 | 10,972,499 | - | - |
| TOTAL PRIMARY GOVERNMENT | \$ 28,591,068 | \$ 13,496,888 | \$ 689,387 | \$ 11,819 |

| | Net (Expense) Revenue and Changes in Net Position Primary Government | | |
|-------------------------------|---|-------------------------------------|----------------------|
| | Governmental Activities | Business-Type Activities | Total |
| | \$ (3,688,343) | \$ - | \$ (3,688,343) |
| | (8,173,117) | - | (8,173,117) |
| | 1,221,261 | - | 1,221,261 |
| | (4,355,987) | - | (4,355,987) |
| | (575,920) | - | (575,920) |
| | <u>(15,572,106)</u> | - | <u>(15,572,106)</u> |
| | - | 1,179,132 | 1,179,132 |
| | <u>(15,572,106)</u> | <u>1,179,132</u> | <u>(14,392,974)</u> |
| General Revenues | | | |
| Taxes | | | |
| Property | 3,360,605 | - | 3,360,605 |
| Hotel | 1,200,050 | - | 1,200,050 |
| Utility | 1,636,384 | - | 1,636,384 |
| Food and beverage | 374,782 | - | 374,782 |
| Intergovernmental | 10,160,262 | 14,709 | 10,174,971 |
| Miscellaneous | 762,744 | 288,830 | 1,051,574 |
| Investment income | 1,935,766 | 62,792 | 1,998,558 |
| Sale of capital assets | 27,357 | 2,525 | 29,882 |
| Transfers | (3,947,850) | 3,947,850 | - |
| Total | <u>15,510,100</u> | <u>4,316,706</u> | <u>19,826,806</u> |
| CHANGE IN NET POSITION | (62,006) | 5,495,838 | 5,433,832 |
| NET POSITION, MAY 1 | <u>67,233,739</u> | <u>23,839,040</u> | <u>91,072,779</u> |
| NET POSITION, APRIL 30 | <u>\$ 67,171,733</u> | <u>\$ 29,334,878</u> | <u>\$ 96,506,611</u> |

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2024

| | General | Capital Projects | Nonmajor Governmental Funds | Total Governmental Funds |
|--|----------------------|---------------------|-----------------------------------|--------------------------------|
| ASSETS | | | | |
| Cash and investments | \$ 16,399,081 | \$ 8,104,053 | \$ 8,399,483 | \$ 32,902,617 |
| Receivables | | | | |
| Property taxes | 2,786,068 | - | 473,666 | 3,259,734 |
| Other | 606,643 | - | 171,076 | 777,719 |
| Sales taxes | 1,190,338 | 473,324 | - | 1,663,662 |
| Intergovernmental | 9,405 | 155,583 | - | 164,988 |
| Due from other governments | - | - | 123,631 | 123,631 |
| Due from other funds | 68,690 | - | - | 68,690 |
| Advance to other funds | 82,423 | - | - | 82,423 |
| TOTAL ASSETS | \$ 21,142,648 | \$ 8,732,960 | \$ 9,167,856 | \$ 39,043,464 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | | | | |
| LIABILITIES | | | | |
| Accounts payable | \$ 482,674 | \$ 157,105 | \$ 64,152 | \$ 703,931 |
| Accrued payroll | 145,378 | - | - | 145,378 |
| Intergovernmental payables | 25,189 | - | - | 25,189 |
| Unearned revenue | 1,120 | 300,000 | - | 301,120 |
| Escrow deposits | 4,218,090 | - | - | 4,218,090 |
| Due to other funds | - | - | 68,690 | 68,690 |
| Advance from other funds | - | - | 82,423 | 82,423 |
| Due to library | 10,971 | - | - | 10,971 |
| Due to fiduciary fund | 15,268 | - | - | 15,268 |
| Total liabilities | 4,898,690 | 457,105 | 215,265 | 5,571,060 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Property taxes | 2,786,068 | - | 473,666 | 3,259,734 |
| Total deferred inflows of resources | 2,786,068 | - | 473,666 | 3,259,734 |
| Total liabilities and deferred inflows of resources | 7,684,758 | 457,105 | 688,931 | 8,830,794 |
| FUND BALANCES | | | | |
| Nonspendable | | | | |
| Advance to other funds | 82,423 | - | - | 82,423 |
| Restricted | | | | |
| Public safety | 34,852 | - | - | 34,852 |
| Debt service | - | - | 384,027 | 384,027 |
| Highway and streets | - | - | 2,660,643 | 2,660,643 |
| Tourism | - | - | 1,594,715 | 1,594,715 |
| Special service areas | - | - | 3,917,165 | 3,917,165 |
| Capital projects | - | - | - | - |
| Specific purpose | - | - | 4,798 | 4,798 |
| Unrestricted | | | | |
| Assigned | | | | |
| Capital projects | - | 8,275,855 | - | 8,275,855 |
| Subsequent year's budget | 3,656,684 | - | - | 3,656,684 |
| Unassigned (deficit) | 9,683,931 | - | (82,423) | 9,601,508 |
| Total fund balances | 13,457,890 | 8,275,855 | 8,478,925 | 30,212,670 |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ 21,142,648 | \$ 8,732,960 | \$ 9,167,856 | \$ 39,043,464 |

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION

April 30, 2024

| | |
|---|-----------------------------|
| FUND BALANCES OF GOVERNMENTAL FUNDS | \$ 30,212,670 |
| Amounts reported for governmental activities in the statement of net position are different because: | |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds | 80,800,442 |
| Premiums (discounts) on bonds are expensed in governmental funds but capitalized and amortized in the statement of net position | |
| Premium on issuance of bonds | (964,522) |
| Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds | |
| General obligation bonds | (13,310,000) |
| Special service area bonds | (2,020,000) |
| Installment contracts | (170,934) |
| Accrued interest payable | (161,368) |
| Compensated absences | (463,890) |
| Total OPEB liability | (1,535,110) |
| Net pension liability for the Illinois Municipal Retirement Fund is shown as a liability on the statement of net position | (1,056,895) |
| Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings, and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows and inflows of resources on the statement of net position | 481,367 |
| Net pension liability for the Police Pension Fund is shown as a liability on the statement of net position | (26,332,311) |
| Differences between expected and actual experiences, assumption changes, and net differences between projected, and actual earnings for the Police Pension Fund are recognized as deferred outflows and inflows of resources on the statement of net position | <u>1,692,284</u> |
| NET POSITION OF GOVERNMENTAL ACTIVITIES | <u><u>\$ 67,171,733</u></u> |

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2024

| | General | Capital Projects | Nonmajor Governmental Funds | Total Governmental Funds |
|--|----------------------|---------------------|-----------------------------------|--------------------------------|
| REVENUES | | | | |
| Property taxes | \$ 2,859,539 | \$ - | \$ 501,065 | \$ 3,360,604 |
| Hotel taxes | - | - | 1,200,050 | 1,200,050 |
| Licenses and permits | 2,287,642 | - | - | 2,287,642 |
| Intergovernmental | 7,272,646 | 1,881,491 | 506,125 | 9,660,262 |
| Other taxes | 2,011,166 | - | - | 2,011,166 |
| Grants | 67,491 | 691,854 | 448,371 | 1,207,716 |
| Charges for services | 129,166 | - | - | 129,166 |
| Fines | 107,581 | - | - | 107,581 |
| Investment income | 1,463,509 | 132,674 | 339,583 | 1,935,766 |
| Miscellaneous | 650,873 | 45,000 | 60,362 | 756,235 |
| Total revenues | 16,849,613 | 2,751,019 | 3,055,556 | 22,656,188 |
| EXPENDITURES | | | | |
| Current | | | | |
| General government | 1,840,762 | - | 1,663,339 | 3,504,101 |
| Public safety | 6,973,469 | - | - | 6,973,469 |
| Community development | 1,071,095 | - | - | 1,071,095 |
| Public works | 2,477,391 | 12,812 | - | 2,490,203 |
| Debt service | | | | |
| Principal | - | 402,454 | 155,000 | 557,454 |
| Interest and fiscal agent fees | - | 525,919 | 98,678 | 624,597 |
| Capital outlay | - | 5,625,827 | 88,062 | 5,713,889 |
| Total expenditures | 12,362,717 | 6,567,012 | 2,005,079 | 20,934,808 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 4,486,896 | (3,815,993) | 1,050,477 | 1,721,380 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 160,266 | 3,801,690 | 477,593 | 4,439,549 |
| Transfer (out) | (3,135,267) | (4,681,834) | (570,298) | (8,387,399) |
| Proceeds from sale of capital assets | 27,357 | - | - | 27,357 |
| Total other financing sources (uses) | (2,947,644) | (880,144) | (92,705) | (3,920,493) |
| NET CHANGE IN FUND BALANCES | 1,539,252 | (4,696,137) | 957,772 | (2,199,113) |
| FUND BALANCES, MAY 1 | 11,918,638 | 12,971,992 | 7,521,153 | 32,411,783 |
| FUND BALANCES, APRIL 30 | \$ 13,457,890 | \$ 8,275,855 | \$ 8,478,925 | \$ 30,212,670 |

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2024

| | |
|--|-----------------------|
| NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS | \$ (2,199,113) |
| Amounts reported for governmental activities in the statement of activities are different because: | |
| Governmental funds report capital outlays as expenditures; however, they are capitalized and depreciated in the statement of activities | 4,913,229 |
| The repayment of the principal portion long-term debt is reported as an expenditure when due in governmental funds but as a decrease of principal outstanding in the statement of activities | 557,454 |
| The change in the net pension liability for the Illinois Municipal Retirement Fund is reported only in the statement of activities | 534,231 |
| The change in deferred outflows and inflows of resources for the Illinois Municipal Retirement Fund is reported only in the statement of activities | (600,245) |
| The change in the net pension liability for the Police Pension Fund is reported only in the statement of activities | 369,129 |
| The change in deferred outflows and inflows of resources for the Police Pension Fund is reported only in the statement of activities | (1,794,158) |
| The change in the OPEB liability is reported only in the statement of activities | 113,290 |
| Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds | |
| Depreciation | (1,962,334) |
| Change in compensated absences payable | (42,166) |
| Amortization of bond premium | 41,936 |
| Change in accrued interest payable | 6,741 |
| CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES | \$ (62,006) |

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF NET POSITION
 PROPRIETARY FUND

April 30, 2024

| | <u>Water and Sewer</u> |
|---|----------------------------|
| CURRENT ASSETS | |
| Cash and investments | \$ 9,754,924 |
| Accounts receivable | 1,905,646 |
| Lease receivable | 1,656,095 |
| Accrued interest receivable | <u>4,281</u> |
| Total current assets | <u>13,320,946</u> |
| NONCURRENT ASSETS | |
| Capital assets | |
| Cost | 90,059,308 |
| Less accumulated depreciation | <u>39,269,914</u> |
| Total noncurrent assets | <u>50,789,394</u> |
| Total assets | <u>64,110,340</u> |
| DEFERRED OUTFLOWS OF RESOURCES | |
| Pension items - IMRF | 730,150 |
| Unamortized loss on refunding | <u>147,467</u> |
| Total deferred outflows of resources | <u>877,617</u> |
| Total assets and deferred outflows of resources | <u>64,987,957</u> |
| CURRENT LIABILITIES | |
| Accounts payable | 797,541 |
| Accrued payroll | 68,341 |
| Bonds and loans payable - current portion | 1,521,893 |
| Compensated absences payable | 14,703 |
| Total OPEB liability | 48,969 |
| Accrued interest | <u>208,158</u> |
| Total current liabilities | <u>2,659,605</u> |
| NONCURRENT LIABILITIES | |
| Bonds payable | 19,488,995 |
| IEPA loan payable | 10,104,658 |
| Compensated absences payable | 132,322 |
| Net pension liability | 1,156,514 |
| Total OPEB liability | <u>349,066</u> |
| Total noncurrent liabilities | <u>31,231,555</u> |
| Total liabilities | <u>33,891,160</u> |
| DEFERRED INFLOWS OF RESOURCES | |
| Pension items - IMRF | 203,411 |
| Unavailable revenue - leases | <u>1,558,508</u> |
| Total deferred inflows of resources | <u>1,761,919</u> |
| Total liabilities and deferred inflows of resources | <u>35,653,079</u> |

(This statement is continued on the following page.)

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF NET POSITION (Continued)
PROPRIETARY FUND

April 30, 2024

| | <u>Water and Sewer</u> |
|----------------------------------|----------------------------|
| NET POSITION | |
| Net investment in capital assets | \$ 19,558,420 |
| Unrestricted | <u>9,776,458</u> |
| TOTAL NET POSITION | <u>\$ 29,334,878</u> |

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 PROPRIETARY FUND

For the Year Ended April 30, 2024

| | Water and Sewer |
|---|----------------------------|
| OPERATING REVENUES | |
| Charges for services | |
| Water fees | \$ 5,582,350 |
| Sewer fees | 5,390,149 |
| Miscellaneous | 288,830 |
| Total operating revenues | 11,261,329 |
| OPERATING EXPENSES EXCLUDING DEPRECIATION | |
| Salaries/stipends | 1,846,389 |
| Payroll taxes | 308,355 |
| Employee benefits | 328,752 |
| General operating | 3,188,947 |
| Repairs and maintenance | 560,777 |
| Professional services | 643,629 |
| Special services | 175,018 |
| Insurance | 153,278 |
| Total operating expenses excluding depreciation | 7,205,145 |
| OPERATING INCOME BEFORE DEPRECIATION AND AMORTIZATION | 4,056,184 |
| Depreciation and amortization | 1,894,159 |
| OPERATING INCOME | 2,162,025 |
| NON-OPERATING REVENUES (EXPENSES) | |
| Interest expense | (694,063) |
| Investment income | 62,792 |
| Intergovernmental | 14,709 |
| Sale of capital assets | 2,525 |
| Total non-operating revenues (expenses) | (614,037) |
| INCOME BEFORE TRANSFERS AND CONTRIBUTIONS | 1,547,988 |
| TRANSFERS | |
| Transfers in | 4,681,834 |
| Transfers (out) | (733,984) |
| Total transfers | 3,947,850 |
| CHANGE IN NET POSITION | 5,495,838 |
| NET POSITION, MAY 1 | 23,839,040 |
| NET POSITION, APRIL 30 | \$ 29,334,878 |

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

**STATEMENT OF CASH FLOWS
PROPRIETARY FUND**

For the Year Ended April 30, 2024

| | Water and Sewer |
|---|----------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Receipts from customers and users | \$ 11,268,014 |
| Receipts from intergovernmental revenue | 14,709 |
| Payments to suppliers | (4,771,994) |
| Payments to employees | (2,432,196) |
| | <hr/> |
| Net cash from operating activities | 4,078,533 |
| | <hr/> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | |
| Interfunds | 3,684,457 |
| Intergovernmental revenue | 360,916 |
| | <hr/> |
| Net cash from noncapital financing activities | 4,045,373 |
| | <hr/> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | |
| Acquisition of capital assets | (6,728,442) |
| Proceeds from sale of capital assets | 2,525 |
| IEPA loan principal payments | (1,047,947) |
| Bond principal payments | (435,000) |
| Interest paid on bonds payable | (789,570) |
| | <hr/> |
| Net cash from capital and related financing activities | (8,998,434) |
| | <hr/> |
| CASH FLOWS FROM INVESTING ACTIVITIES | |
| Interest received | 62,915 |
| | <hr/> |
| Net cash from investing activities | 62,915 |
| | <hr/> |
| NET (DECREASE) IN CASH AND CASH EQUIVALENTS | (811,613) |
| | <hr/> |
| CASH AND CASH EQUIVALENTS, MAY 1 | 10,566,537 |
| | <hr/> |
| CASH AND CASH EQUIVALENTS, APRIL 30 | \$ 9,754,924 |
| | <hr/> <hr/> |
| NONCASH TRANSACTIONS | |
| Capital asset additions in accounts payable | \$ 262,895 |
| | <hr/> |
| TOTAL NONCASH TRANSACTIONS | \$ 262,895 |
| | <hr/> <hr/> |

(This statement is continued on the following page.)

VILLAGE OF ITASCA, ILLINOIS

**STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUND**

For the Year Ended April 30, 2024

| | Water and Sewer |
|---|----------------------------|
| | <hr/> |
| RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES | |
| Operating income | \$ 2,162,025 |
| Intergovernmental revenues | 14,709 |
| Adjustments to reconcile operating income to net cash used in operating activities | |
| Depreciation and amortization | 1,894,159 |
| Changes in assets and liabilities | |
| Accounts receivable | 52,044 |
| Lease receivable | 24,587 |
| Prepaid items | 3,133 |
| Accounts payable | (53,478) |
| Accrued payroll | (1,874) |
| Compensated absences | 10,312 |
| Deferred inflows of resources - leases | (69,946) |
| Pension items - IMRF | 72,236 |
| OPEB items | (29,374) |
| | <hr/> |
| NET CASH FROM OPERATING ACTIVITIES | \$ 4,078,533 |
| | <hr/> <hr/> |

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

**STATEMENT OF FIDUCIARY NET POSITION
POLICE PENSION TRUST FUND**

April 30, 2024

| ASSETS | |
|--|-----------------------------|
| Cash and short-term investments | \$ 980,686 |
| Investments held in Illinois Police Officers' Pension Investment Fund | 19,270,492 |
| Due from Village | 15,268 |
| Prepays | <u>5,027</u> |
| Total assets | 20,271,473 |
| LIABILITIES | |
| Accounts payable | <u>655</u> |
| NET POSITION RESTRICTED FOR PENSIONS | <u><u>\$ 20,270,818</u></u> |

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
POLICE PENSION TRUST FUND**

For the Year Ended April 30, 2024

ADDITIONS

Contributions

Employer contributions \$ 2,157,174

Employee contributions 283,168

Total contributions 2,440,342

Investment income

Interest and dividend income 130,553

Net increase in fair value of investments 1,629,854

Total investment income 1,760,407

Less investment expense (10,250)

Net investment income 1,750,157

Total additions 4,190,499

DEDUCTIONS

Benefit payments 2,209,493

Administrative expenses 39,191

Total deductions 2,248,684

NET INCREASE 1,941,815

**NET POSITION RESTRICTED
FOR PENSIONS**

May 1 18,329,003

April 30 \$ 20,270,818

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

a. Reporting Entity

The Village operates under a Board of Trustees-President-Administrator form of government and provides the following services as authorized by its charter: public safety (police), highways and streets, water and sanitation, culture-recreation, public improvements, planning and zoning, and general administrative services. As required by GAAP, these financial statements present the Village (the primary government). The Police Pension Fund has been included as a fiduciary component unit reported as a Pension Trust Fund. The Police Pension Fund functions for the benefit of the Village's sworn police employees and is governed by a five-member pension board. Two members appointed by the Mayor, the Village Treasurer and two elected police officers constitute the pension board. The Village and the Police Pension Fund participants are obligated to fund all the Police Pension Fund costs based upon actuarial valuations, including administrative costs. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of the contribution levels. Accordingly, the Police Pension Fund is fiscally dependent on the Village. Separate financial statements are available for the Police Pension Fund.

b. Fund Accounting

The Village uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain Village functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts.

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

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Governmental funds are used to account for all or most of the Village's general activities. Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The General Fund is used to account for all activities of the general government not accounted for in some other fund.

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

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments. The Village utilizes pension trust funds which are generally used to account for assets that the Village holds in a fiduciary capacity.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity has been eliminated from these financial statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment, or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and 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.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

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

The Village reports the following major governmental funds:

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

The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays.

The Village reports the following major proprietary fund:

The Water and Sewer Fund accounts for the provision of potable water services and sewer services to the residential, commercial, and industrial users. All activities necessary to provide such services are accounted for in this fund, including but not limited to: administration, operations, maintenance, billing, and collection.

The Village reports the following fiduciary component unit:

The Police Pension Fund accounts for the accumulation of resources to pay police pension costs. Resources are contributed by members at rates fixed by state statutes and by the government through an annual property tax levy.

d. Measurement Focus, Basis of Accounting, and Basis of 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 and pension fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Non-operating revenue/expenses are incidental to the operations of these funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes and telecommunications taxes which use a 90-day period. The Village recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

Sales taxes owed to the state at year end; franchise taxes, licenses, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Income and motor fuel taxes and fines collected and held by the state or county at year end on behalf of the Village are also recognized as revenue. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

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

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash and Investments

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Village's proprietary funds consider all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

Short-term investments are stated at cost or amortized cost plus accrued interest. Long-term investments (those with original maturities greater than one year from the date of purchase) are recorded at fair value.

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

f. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

g. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report, if any, are recorded as prepaid items/expenses.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as having a useful life greater than one year with an initial, individual cost of more than \$55,000 for streets, bridges, storm sewers, and sidewalks, and \$5,000 for all other capital assets. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

| Assets | Years |
|------------------------------------|-------|
| Buildings and improvements | 10-50 |
| Machinery, vehicles, and equipment | 7-20 |
| Transportation equipment | 10 |
| Infrastructure | 20-50 |
| Water and sewer system | 40 |

i. Compensated Absences

The Village's employees earn vacation leave pay, which generally must be taken within the next year following its accumulation. Nine paid holidays are granted to full-time employees. Employees also earn personal leave pay, which must be taken in the calendar year granted. It is also the Village's policy to allow employees to earn sick leave up to a maximum of 72 days. An employee may be compensated for any unused accumulated sick leave upon separation, provided that the employee meets certain criteria. All pay due in the event of termination is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured; for example, as a result of employee resignations and retirements.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Long-Term Obligations

In the government-wide financial statements and proprietary fund in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

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

k. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. Committed fund balance is constrained by formal actions of the Village Board of Trustees, which is considered the Village's highest level of decision-making authority. Formal actions include ordinances approved by the Village Board of Trustees. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Village Administrator. Any residual fund balance of the General Fund or any deficit fund balance in other governmental funds are reported as unassigned.

The Village has not adopted a flow of funds policy and, therefore, applies the flow of funds from GASB Statement No. 54, which prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Village considers committed funds to be expended first followed by assigned and then unassigned funds. For net position, restricted funds are spent first then unrestricted funds.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the Village's investment in the book value of capital assets, less any outstanding debt that was issued to construct or acquire the capital asset.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Fund Balances/Net Position (Continued)

None of the restricted net position or restricted fund balance results from enabling legislation adopted by the Village.

l. Interfund Transactions

Interfund services are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

m. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

n. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. DEPOSITS AND INVESTMENTS

The Village's investment policy authorizes the Village to invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services. The Village's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

The Illinois Metropolitan Investment Fund (IMET) is a local government investment pool. Created in 1996 as a not-for-profit trust formed under the Intergovernmental Cooperation Act and the Illinois Municipal Code. IMET was formed to provide Illinois government agencies with safe, liquid, attractive alternatives for investing and is managed by a Board of Trustees elected from the participating members. IMET offers participants two separate vehicles to meet their investment needs. The IMET Core Fund is designed for public funds that may be invested for longer than one year. The Core Fund carries the highest rating available (AAAf/bf) from Moody's for such funds. Member withdrawals can be made from the core fund with a five-day notice. The IMET Convenience Fund (CVF) is designed to accommodate funds requiring high liquidity, including short term cash management programs and temporary investment of bond proceeds. It is comprised of collateralized and FHLB LoC backed bank deposits, FDIC insured certificates of deposit and U.S. Government securities. Member withdrawals are generally on the same day as requested. Investments in IMET are valued at IMET's share price, which is the price the investment could be sold.

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and yield.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

The Village maintains a cash and investment pool that is available for use by most funds. The deposits and investments of the Police Pension Fund are held separately from those of other funds. Each fund’s portion of this pool is displayed on the financial statements as “cash and investments.”

a. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank’s failure, the Village’s deposits may not be return to it. The Village’s investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with the collateral held by an agent of the Village in the Village’s name.

b. Investments

As of April 30, 2024, the Village has the following investments and maturities in debt securities:

| Investment Type | Fair Value | Investment Maturities (in Years) | |
|--|---------------------|-------------------------------------|---------------------|
| | | Less than 1 | 1-5 |
| Illinois Metropolitan Investment Trust | \$ 1,558,706 | \$ - | \$ 1,558,706 |
| TOTAL | \$ 1,558,706 | \$ - | \$ 1,558,706 |

c. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the market value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

e. Credit Risk

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity: The Village primarily invests in negotiable certificates of deposit and external investment pools. The Illinois Funds, the money market mutual funds, and IMET are all rated AAA.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

f. Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village investment policy requires third party safekeeping based on a written agreement.

g. Concentration of Credit Risk

Concentration of credit risk is the risk that the Village has a high percentage of their investments invested in one type of investment. It is the policy of the Village to diversify its investment portfolio. Investments shall be diversified to eliminate the risk of loss resulting in over-concentration in a security, maturity, issuer, or class of securities. The Village's investment policy requires the Village to diversify its investments by security instrument and institution. Diversification by security instrument is as follows: U.S. Treasury obligations - 100% maximum; United States Government agency securities and instrumentalities of government sponsored corporations - 100% maximum; certificates of deposit (CDs) commercial banks - 33% maximum, the exception would be when the CDs are being invested using the Certificate of Deposit Account Registry Service (CDARS) or similar system; Illinois Governmental Cash Investment Fund - 20% maximum; and Illinois Metropolitan Investment Fund - 15%. Diversification by institution is as follows: CDs - no more than 15% of the total portfolio with any one institution.

3. RECEIVABLES

a. Property Taxes

Property taxes for 2023 attached as an enforceable lien on January 1, 2023 on property values assessed as of the same date and are recorded as receivables and unavailable revenue at April 30, 2024. The levy is intended to finance operations of the next fiscal year. Taxes are levied by December 2023 (by passage of a Tax Levy Ordinance). Tax bills are prepared by DuPage County payable in two installments, on or about June 1 and September 1, 2024. The County collects such taxes and remits them periodically. The 2024 tax levy, which attached as an enforceable lien on property as of January 1, 2024, has not been recorded as a receivable as of April 30, 2024 as the tax has not yet been levied by the Village and will not be levied until December 2024 and, therefore, the levy is not measurable at April 30, 2024.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. RECEIVABLES (Continued)

b. Other Receivables

Other receivables consist of the following receivables at April 30, 2024:

| GOVERNMENTAL ACTIVITIES | |
|--------------------------------------|-------------------|
| Other miscellaneous receivables | \$ 51,079 |
| IPBC terminal reserve | 115,546 |
| Hotel tax | 136,754 |
| Food and beverage tax | 28,631 |
| Utility tax | 153,803 |
| Telecommunication tax | 130,929 |
| Use tax | 87,723 |
| Cable TV franchise fee | 38,932 |
| Motor fuel tax | 34,322 |
| | <hr/> |
| TOTAL GOVERNMENTAL ACTIVITIES | \$ 777,719 |
| | <hr/> <hr/> |

4. CAPITAL ASSETS

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

| | Balances May 1 | Increases | Decreases | Balances April 30 |
|---|---------------------------|--------------|------------|---------------------------|
| | <hr/> | | | <hr/> |
| GOVERNMENTAL ACTIVITIES | | | | |
| Capital assets not being depreciated | | | | |
| Land | \$ 40,473,800 | \$ - | \$ - | \$ 40,473,800 |
| Construction in progress | 1,766,241 | 4,158,098 | 709,060 | 5,215,279 |
| Total capital assets not being depreciated | <hr/> 42,240,041 | 4,158,098 | 709,060 | <hr/> 45,689,079 |
| Capital assets being depreciated | | | | |
| Buildings and improvements | 20,480,424 | 340,039 | - | 20,820,463 |
| Machinery and equipment | 2,275,200 | 15,752 | 3,100 | 2,287,852 |
| Transportation equipment | 2,335,143 | 328,261 | 179,971 | 2,483,433 |
| Infrastructure | 115,248,351 | 780,139 | - | 116,028,490 |
| Total capital assets being depreciated | <hr/> 140,339,118 | 1,464,191 | 183,071 | <hr/> 141,620,238 |
| Less accumulated depreciation for | | | | |
| Buildings and improvements | 8,267,562 | 296,488 | - | 8,564,050 |
| Machinery, vehicles, and equipment | 1,340,711 | 133,419 | 3,100 | 1,471,030 |
| Transportation equipment | 2,048,992 | 88,277 | 179,971 | 1,957,298 |
| Infrastructure | 93,072,347 | 1,444,150 | - | 94,516,497 |
| Total accumulated depreciation | <hr/> 104,729,612 | 1,962,334 | 183,071 | <hr/> 106,508,875 |
| Total capital assets being depreciated, net | <hr/> 35,609,506 | (498,143) | - | <hr/> 35,111,363 |
| GOVERNMENTAL ACTIVITIES | | | | |
| CAPITAL ASSETS, NET | <hr/> <hr/> \$ 77,849,547 | \$ 3,659,955 | \$ 709,060 | <hr/> <hr/> \$ 80,800,442 |

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

| | Balances May 1 | Increases | Decreases | Balances April 30 |
|---|----------------------|---------------------|------------------|----------------------|
| BUSINESS-TYPE ACTIVITIES | | | | |
| Capital assets not being depreciated | | | | |
| Land and improvements | \$ 1,335,645 | \$ - | \$ - | \$ 1,335,645 |
| Construction in progress | 680,582 | 5,775,886 | 30,350 | 6,426,118 |
| Total capital assets not being depreciated | 2,016,227 | 5,775,886 | 30,350 | 7,761,763 |
| Capital assets being depreciated | | | | |
| Buildings and improvements | 615,240 | 106,045 | - | 721,285 |
| Equipment | 2,950,625 | 295,361 | 17,792 | 3,228,194 |
| Water and sewer system | 77,926,464 | 421,602 | - | 78,348,066 |
| Total capital assets being depreciated | 81,492,329 | 823,008 | 17,792 | 82,297,545 |
| Less accumulated depreciation for | | | | |
| Buildings and improvements | 512,999 | 5,754 | - | 518,753 |
| Equipment | 2,027,228 | 128,674 | 17,792 | 2,138,110 |
| Water and sewer system | 34,853,320 | 1,759,731 | - | 36,613,051 |
| Total accumulated depreciation | 37,393,547 | 1,894,159 | 17,792 | 39,269,914 |
| Total capital assets being depreciated, net | 44,098,782 | (1,071,151) | - | 43,027,631 |
| BUSINESS-TYPE ACTIVITIES | | | | |
| CAPITAL ASSETS, NET | \$ 46,115,009 | \$ 4,704,735 | \$ 30,350 | \$ 50,789,394 |

Depreciation expense related to governmental activities was charged to functions/programs of the primary government as follows:

GOVERNMENTAL ACTIVITIES

| | |
|-----------------------|------------|
| General government | \$ 190,609 |
| Public safety | 107,518 |
| Community development | 5,968 |
| Public works | 1,658,239 |

**TOTAL DEPRECIATION EXPENSE -
GOVERNMENTAL ACTIVITIES**

\$ 1,962,334

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. In addition, general obligation bonds have been issued to refund both general obligation bonds and revenue bonds. General obligation bonds are direct obligations and pledge the full faith and credit of the government. The Village also issued bonds where the government pledges income derived from the special service areas to pay debt service.

A summary of changes in long-term debt reported in the governmental activities of the Village for the year ended April 30, 2024 is as follows:

Governmental Activities

| Issue | Interest Rate | Final Maturity Date | Beginning Balances | Additions | Retirements | Ending Balances | Due Within One Year |
|---|----------------|---------------------|----------------------|------------------|---------------------|----------------------|---------------------|
| General obligation bonds Series 2022B (ARB) | 3.00% to 5.00% | 2/1/2047 | \$ 13,640,000 | \$ - | \$ 330,000 | \$ 13,310,000 | \$ 345,000 |
| Plus amortized premium Series 2022B (ARB) | | | 1,006,458 | - | 41,936 | 964,522 | - |
| Special service area bonds Series 2014 | 4.50% | 12/15/2033 | 2,175,000 | - | 155,000 | 2,020,000 | 165,000 |
| Installment contracts | 0.00% | 11/1/2027 | 243,388 | - | 72,454 | 170,934 | 42,502 |
| Compensated absences payable | | | 421,724 | 84,338 | 42,172 | 463,890 | 46,389 |
| Total OPEB liability | | | 1,648,400 | - | 113,290 | 1,535,110 | 188,862 |
| Net pension liability - IMRF | | | 1,591,126 | - | 534,231 | 1,056,895 | - |
| Net pension liability - Police Pension | | | 26,701,440 | - | 369,129 | 26,332,311 | - |
| TOTAL GOVERNMENTAL ACTIVITIES | | | \$ 47,427,536 | \$ 84,338 | \$ 1,658,212 | \$ 45,853,662 | \$ 787,753 |

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Business-Type Activities

| Issue | Beginning Balances | Additions | Retirements/ Refundings | Ending Balances | Due Within One Year |
|--|-----------------------|------------------|----------------------------|----------------------|------------------------|
| General obligation bonds - Series 2022A (ARS) | \$ 18,880,000 | \$ - | \$ 435,000 | \$ 18,445,000 | \$ 470,000 |
| IEPA loans | | | | | |
| EPA loan I | 6,750,000 | - | 750,000 | 6,000,000 | 750,000 |
| EPA loan II | 5,454,498 | - | 297,947 | 5,156,551 | 301,893 |
| Unamortized bond premium | 1,614,928 | - | 100,933 | 1,513,995 | - |
| Compensated absences payable | 136,713 | 23,983 | 13,671 | 147,025 | 14,703 |
| Net pension liability - IMRF | 1,741,099 | - | 584,585 | 1,156,514 | - |
| Total OPEB liability | 427,409 | - | 29,374 | 398,035 | 48,969 |
| TOTAL BUSINESS-TYPE ACTIVITIES | \$ 35,004,647 | \$ 23,983 | \$ 2,211,510 | \$ 32,817,120 | \$ 1,585,565 |

b. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

| Fiscal Year | Installment Contracts | | SSA Bonds | |
|----------------|-----------------------|-------------|---------------------|-------------------|
| | Principal | Interest | Principal | Interest |
| 2025 | \$ 42,502 | \$ - | \$ 165,000 | \$ 90,900 |
| 2026 | 56,978 | - | 170,000 | 83,475 |
| 2027 | 56,978 | - | 180,000 | 75,825 |
| 2028 | 14,476 | - | 185,000 | 67,725 |
| 2029 | - | - | 195,000 | 59,400 |
| 2030 | - | - | 205,000 | 50,625 |
| 2031 | - | - | 215,000 | 41,400 |
| 2032 | - | - | 225,000 | 31,725 |
| 2033 | - | - | 235,000 | 21,600 |
| 2034 | - | - | 245,000 | 11,025 |
| TOTAL | \$ 170,934 | \$ - | \$ 2,020,000 | \$ 533,700 |

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

b. Debt Service Requirements to Maturity (Continued)

| Fiscal Year | Alternate Revenue Bonds | |
|----------------|-------------------------|---------------------|
| | Principal | Interest |
| 2025 | \$ 345,000 | \$ 509,119 |
| 2026 | 360,000 | 491,869 |
| 2027 | 380,000 | 473,869 |
| 2028 | 400,000 | 454,869 |
| 2029 | 420,000 | 434,869 |
| 2030 | 440,000 | 413,869 |
| 2031 | 460,000 | 391,869 |
| 2032 | 485,000 | 368,869 |
| 2033 | 510,000 | 344,619 |
| 2034 | 535,000 | 319,119 |
| 2035 | 555,000 | 297,719 |
| 2036 | 580,000 | 275,519 |
| 2037 | 600,000 | 252,319 |
| 2038 | 625,000 | 228,319 |
| 2039 | 650,000 | 203,319 |
| 2040 | 670,000 | 183,819 |
| 2041 | 690,000 | 163,719 |
| 2042 | 710,000 | 143,019 |
| 2043 | 730,000 | 121,719 |
| 2044 | 755,000 | 98,906 |
| 2045 | 780,000 | 75,313 |
| 2046 | 800,000 | 50,938 |
| 2047 | 830,000 | 25,938 |
| TOTAL | \$ 13,310,000 | \$ 6,323,506 |

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

b. Debt Service Requirements to Maturity (Continued)

| Fiscal Year | Business-Type Activities | | | |
|----------------|--------------------------|---------------------|----------------------|-------------------|
| | Alternate Revenue Source | | IEPA Loan | |
| | Principal | Interest | Principal | Interest |
| 2025 | \$ 470,000 | \$ 696,500 | \$ 1,051,893 | \$ 67,073 |
| 2026 | 505,000 | 673,000 | 1,055,892 | 63,076 |
| 2027 | 540,000 | 647,750 | 1,059,942 | 59,024 |
| 2028 | 570,000 | 620,750 | 1,064,047 | 54,919 |
| 2029 | 615,000 | 592,250 | 1,068,206 | 50,761 |
| 2030 | 660,000 | 561,500 | 1,072,420 | 46,546 |
| 2031 | 705,000 | 528,500 | 1,076,690 | 42,276 |
| 2032 | 1,140,000 | 493,250 | 1,081,017 | 37,949 |
| 2033 | 1,580,000 | 447,650 | 335,401 | 33,566 |
| 2034 | 1,680,000 | 384,450 | 339,842 | 29,124 |
| 2035 | 1,785,000 | 317,250 | 344,343 | 24,623 |
| 2036 | 1,895,000 | 245,850 | 348,904 | 20,063 |
| 2037 | 1,990,000 | 189,000 | 353,525 | 15,443 |
| 2038 | 2,100,000 | 129,300 | 358,206 | 10,760 |
| 2039 | 2,210,000 | 66,300 | 362,950 | 6,016 |
| 2040 | - | - | 183,273 | 1,210 |
| TOTAL | \$ 18,445,000 | \$ 6,593,300 | \$ 11,156,551 | \$ 562,429 |

c. Alternate Revenue Bonds Payable

Revenue bonds currently outstanding are shown in the table above. The issuance is collateralized by the revenue of the water and sewer system and the various restricted accounts established by the bond ordinances. The amount of pledge remaining as of April 30, 2024, is as follows:

| | Pledged Revenue Source | Pledge Remaining | Commitment End Date | Pledged Revenue Collected | Principal and Interest Paid |
|--|--|---------------------|------------------------|---------------------------------|-----------------------------------|
| Water and Sewer System Revenue Bonds of Series 2022A | Revenues of the System | \$ 25,038,300 | 2/1/39 | \$ 10,972,499 | \$ 1,153,250 |
| Alternative Revenue Bonds of Series 2022B | Revenues of the sales, income, telecom, and utility taxes | 19,633,506 | 2/1/47 | 8,414,170 | 855,619 |

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LESSOR DISCLOSURES

In accordance with GASB Statement No. 87, *Leases*, the Village’s lessor activity is as follows:

The Village entered into two lease arrangements with start dates ranging from October 2015 to July 2021, to lease cell tower property. Payments ranging from \$1,637 to \$8,330 are due to the Village in monthly installments, through September 30, 2055, which reflects all renewal options being exercised for these arrangements. The lease arrangements are noncancelable and maintain interest rates ranging from 3.26% to 3.65%. During the fiscal year, the Village collected \$24,587 and recognized a \$69,946 reduction in the related deferred inflow of resources. The remaining lease receivable and deferred inflow of resources for these arrangements, recorded in the Water and Sewer Fund, is \$1,656,095 and \$1,558,508 as of April 30, 2024, respectively.

7. INDIVIDUAL FUND DISCLOSURES

a. Due To/Due From

Individual interfund due to/due from as of April 30, 2024 were as follows:

| | Due To | Due From |
|--------------------------|------------------|------------------|
| General | \$ 15,268 | \$ 68,690 |
| Fiduciary component unit | - | 15,268 |
| Nonmajor Funds | 68,690 | - |
| TOTAL | \$ 83,958 | \$ 83,958 |

These amounts will be repaid after year end.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. INDIVIDUAL FUND DISCLOSURES (Continued)

b. Transfers In/Out

Individual interfund transfers during the fiscal year ended April 30, 2024 were as follows:

| | Transfers In | Transfers Out |
|------------------|---------------------|---------------------|
| General | \$ 160,266 | \$ 3,135,267 |
| Capital Projects | 3,801,690 | 4,681,834 |
| Water and Sewer | 4,681,834 | 733,984 |
| Nonmajor Funds | 477,593 | 570,298 |
| TOTAL | \$ 9,121,383 | \$ 9,121,383 |

The transfer from the Hotel Tax Fund was to transfer excess funds. The transfer to the Stop the CPKC Coalition is to transfer the Village's portion of expenditures.

The transfer from the Capital Projects Fund to the Water and Sewer Fund was to transfer a portion of the Series 2022B Bonds. The transfer from the Water and Sewer Fund to the Capital Projects was to transfer the debt service of the Series 2022B Bonds.

The transfer from the General Fund to the Capital Projects Fund was to transfer excess funds for capital projects.

c. Advance To/Advance From

Individual interfund advance to/advance from as of April 30, 2024 were as follows:

| | Advance To | Advance From |
|----------------|------------------|------------------|
| General | \$ 82,423 | \$ - |
| Nonmajor Funds | - | 82,423 |
| TOTAL | \$ 82,423 | \$ 82,423 |

The advance is to establish the Tax Increment Financing Fund and will be repaid in over one year.

8. CONTINGENT LIABILITIES

a. Litigation

The Village is a defendant in various lawsuits. Although the outcomes of these lawsuits are not presently determinable, in the opinion of the Village's management, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

b. Grants

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

9. COMMITMENTS

a. DuPage Water Commission

The Village is a customer of the DuPage Water Commission (the Commission) and has executed a Water Supply Contract with the Commission for a term ending in the year 2024 and was extended for a period of not less than 15 years and not more than 20 years. The contract provides that the Village pay its proportionate share of "fixed costs" (debt service and capital costs) to the Commission, such obligation being unconditional and irrevocable whether or not water is delivered.

The Village's water supply agreement with the Commission provides that the Village is responsible for water usage under the contract. Additionally, each customer is liable for its proportionate share of any costs arising from defaults in payment obligations by other customers.

10. RISK MANAGEMENT

The Village is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health; injuries to employees; and net income losses. The Village purchases private insurance for its workers' compensation and liability coverages.

The Village participates in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs (primarily medical, dental, and life insurance coverage) offered by these members to their officers and employees and to the officers and employees of certain other governmental, quasi-governmental, and nonprofit public service entities.

10. RISK MANAGEMENT (Continued)

IPBC maintains specific reinsurance coverage for claims in excess of \$50,000 per individual employee participant. The Village pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into the subsequent years' experience factor for premiums.

IPBC receives, processes, and pays such claims as may come within the benefit program of each member. Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers: A Benefit Administrator and a Treasurer. The Village does not exercise any control over the activities of IPBC beyond its representation on the Board of Directors.

11. TAX ABATEMENTS

The Village rebates sales taxes to recruit, retain, or improve local business facilities or their supporting public infrastructure under certain circumstances. The terms of these rebate arrangements are specified within written agreements with the businesses concerned.

The Village has an agreement with a local retailer based upon sales tax revenue generated and paid by this retailer during the calendar year. The Village will remit 40% of sales tax revenue in excess of \$376,373 paid by this retailer. The agreement expires on March 26, 2034 or when total payments to the retailer are \$1,000,000. As of and for the year ended April 30, 2024, a liability of \$10,431 has been accrued and payments of \$109,348 were made. As of April 30, 2024, the Village has incurred total incentives of \$989,569.

12. DEFINED BENEFIT PENSION PLANS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system; and the Police Pension Plan, which is a single-employer pension plan. The benefits, benefit levels, employee contributions, and employer contributions for both plans are governed by ILCS and can only be amended by the Illinois General Assembly. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or at www.IMRF.org. The Police Pension Plan also issues a separate report which is available on the Village's website at www.itasca.com/1913/Annual-Financial-Reports.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions

Illinois Municipal Retirement Fund

Plan Administration

All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. The plan is treated as a cost sharing plan by the Village and Itasca Community Library (the Library). Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2023, most recent information available, IMRF membership consisted of:

| | |
|--|------------|
| Inactive plan members currently receiving benefits | 84 |
| Inactive plan members entitled to but not yet receiving benefits | 62 |
| Active plan members | 52 |
| TOTAL | 198 |

The IMRF data included in the table above includes membership of both the Village and the Library.

Benefits Provided

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

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Benefits Provided (Continued)

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions and all are established by state statute.

Contributions

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the year ended April 30, 2024 was 9.64% of covered payroll.

Actuarial Assumptions

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

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions

| | |
|----------------------------|-------------------|
| Actuarial valuation date | December 31, 2023 |
| Actuarial cost method | Entry-age normal |
| Assumptions | |
| Inflation | 2.25% |
| Salary increases | 2.85% to 13.75% |
| Interest rate | 7.25% |
| Cost of living adjustments | 3.00% |
| Asset valuation method | Fair value |

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

Discount Rate

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

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability (Asset)

| | (a) Total Pension Liability | (b) Plan Fiduciary Net Position | (a) - (b) Net Pension Liability (Asset) |
|--|--------------------------------------|--|--|
| BALANCES AT JANUARY 1, 2023 | \$ 30,572,746 | \$ 26,418,370 | \$ 4,154,376 |
| Changes for the period | | | |
| Service cost | 342,109 | - | 342,109 |
| Interest | 2,169,268 | - | 2,169,268 |
| Difference between expected and actual experience | (758,020) | - | (758,020) |
| Changes in assumptions | 7,526 | - | 7,526 |
| Employer contributions | - | 371,198 | (371,198) |
| Employee contributions | - | 173,998 | (173,998) |
| Net investment income | - | 2,972,552 | (2,972,552) |
| Benefit payments and refunds | (1,645,735) | (1,645,735) | - |
| Other (net transfer) | - | (362,006) | 362,006 |
| Net changes | 115,148 | 1,510,007 | (1,394,859) |
| BALANCES AT DECEMBER 31, 2023 | \$ 30,687,894 | \$ 27,928,377 | \$ 2,759,517 |

There was a change in assumptions related to mortality rates.

The table presented includes amounts for both the Village and the Library. The Village's proportionate share of the net pension liability at January 1, 2023, the employer contributions, and net pension liability at December 31, 2023 was \$3,332,225, \$297,738, and \$2,213,409, respectively. The Library's proportionate share of the net pension liability at January 1, 2023, the employer contributions, and net pension liability at December 31, 2023 was \$822,151, \$73,460, and \$546,108, respectively.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2024, the Village recognized pension expense of \$439,794.

At April 30, 2024, the Village reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|--------------------------------------|-------------------------------------|
| Difference between expected and actual experience | \$ 104,498 | \$ 485,351 |
| Changes in assumption | 4,819 | - |
| Contributions made after measurement date | 117,327 | - |
| Net difference between projected and actual earnings on pension plan investments | 1,515,540 | - |
| TOTAL | \$ 1,742,184 | \$ 485,351 |

The deferred outflows presented in the table above include amounts for both the Village and the Library. The Village's proportionate share of the deferred outflows and deferred inflows of resources at April 30, 2024 were \$1,397,406 and \$389,300, respectively. The Library's proportionate share of the deferred outflows and deferred inflows of resources at April 30, 2024 were \$344,778 and \$96,051, respectively.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

The \$117,327 contributed after the measurement date of the plan will be recognized as a reduction of net pension liability for the fiscal year ended April 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized as pension expense by the Village as follows:

| Year Ending April 30, | |
|--------------------------|---------------------|
| 2025 | \$ 3,047 |
| 2026 | 305,353 |
| 2027 | 1,053,155 |
| 2028 | (222,049) |
| 2029 | - |
| Thereafter | - |
| | <hr/> |
| TOTAL | <u>\$ 1,139,506</u> |

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village and the Library calculated using the discount rate of 7.25% as well as what the Village and the Library's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

| | 1% Decrease (6.25%) | Current Discount Rate (7.25%) | 1% Increase (8.25%) |
|--|------------------------|-------------------------------------|------------------------|
| Net pension liability(asset) (Village) | \$ 5,102,664 | \$ 2,213,409 | \$ (78,609) |
| Net pension liability(asset) (Library) | 1,258,967 | 546,108 | (19,395) |
| | <hr/> | | |
| Net pension liability(asset) (Total) | <u>\$ 6,361,631</u> | <u>\$ 2,759,517</u> | <u>\$ (98,004)</u> |

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan

Plan Administration

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

The plan is governed by a five-member Board of Trustees. Two members of the Board of Trustees are appointed by the Village’s Mayor, one member is elected by pension beneficiaries, and two members are elected by active police employees.

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

Plan Membership

At April 30, 2024, membership consisted of:

| | |
|--|-------------------------|
| Inactive plan members currently receiving benefits | 28 |
| Inactive plan members entitled to but not yet receiving benefits | 3 |
| Active plan members | <u>23</u> |
| TOTAL | <u><u>54</u></u> |

Benefits Provided

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and received a reduced benefit.

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Benefits Provided (Continued)

The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension, and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the greater of the average monthly salary obtaining by dividing the total salary during the 48 consecutive months of service within the last of 60 months in which the total salary was the highest by the number of months in that period; or the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period.. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan, including the costs of administering the plan, as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. However, the Village has been contributing 100% of the past service costs by 2040. For the year ended April 30, 2024, the Village's contribution was 88.68% of covered payroll.

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Illinois Police Officers' Pension Investment Fund

The Illinois Police Officers' Pension Investment Fund (IPOPIF) is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate police pension funds. IPOPIF was created by Public Act 101-0610 and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds as defined in 40 ILCS 5/22B-105. Participation in IPOPIF by Illinois suburban and downstate police pension funds is mandatory.

Deposits with Financial Institutions

The plan retains all of its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the plan. The excess of available cash is required to be transferred to IPOPIF for purposes of the long-term investment for the Plan.

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the plan's deposits may not be returned to it. The plan's investment policy requires pledging of collateral for all bank balances held in the plan's name in excess of federal depository insurance, at amounts ranging from 110% to 115% of the fair market value of the funds secured, with the collateral held by an independent third party or the Federal Reserve Bank.

Investments

Investments of the plan are combined in a commingled external investment pool and held by IPOPIF. A schedule of investment expenses is included in IPOPIF's annual comprehensive financial report. For additional information on IPOPIF's investments, please refer to their annual comprehensive financial report as of June 30, 2023. A copy of that report can be obtained from IPOPIF at 456 Fulton Street, Suite 402, Peoria, Illinois 61602 or at www.ipopif.org.

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Fair Value Measurement

The plan categorizes fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The plan held no investments subject to fair value measurement at April 30, 2024.

Net Asset Value

The net asset value (NAV) of the plan's pooled investment in IPOPIF was \$19,270,492 at April 30, 2024. The pooled investments consist of the investments as noted in the target allocation table below. Investments in IPOPIF are valued at IPOPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at April 30, 2024. The plan may redeem shares with a seven-calendar day notice. IPOPIF may, at its sole discretion and based on circumstances, process redemption requests with fewer than a seven-calendar day notice. Regular redemptions of the same amount on a particular day of the month may be arranged with IPOPIF.

Investment Policy

IPOPIF's investment policy was originally adopted by the Board of Trustees on December 17, 2021. IPOPIF has the authority to invest trust fund assets in any type of security subject to the requirements and restrictions set forth in the Illinois Pension Code and is not restricted by the Pension Code sections that pertain exclusively to the Article 3 participating police pension funds. IPOPIF shall be subject to the provisions of the Illinois Pension Code including, but not limited to, utilization of emerging investment managers and utilization of businesses owned by minorities, women and persons with disabilities.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Investment Rate of Return

For the year ended April 30, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 9.54%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount Rate

The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate of 6.50% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

| | 1% Decrease (5.50%) | Current Discount Rate (6.50%) | 1% Increase (7.50%) |
|-----------------------|------------------------|-------------------------------------|------------------------|
| Net pension liability | \$ 32,796,844 | \$ 26,332,311 | \$ 21,042,548 |

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation using the following actuarial methods and assumptions.

| | |
|----------------------------|----------------------------------|
| Actuarial valuation date | April 30, 2024 |
| Actuarial cost method | Entry-age normal |
| Assumptions | |
| Inflation | 2.50% |
| Salary increases | 3.50% to 11.00% |
| Interest rate | 6.50% |
| Cost of living adjustments | 3.00% (Tier 1) 1.25% (Tier 2) |
| Asset valuation method | Fair value |

Mortality rates were based on the PubS-2010 mortality projected five years past the valuation date with Scale MP-2021. The actuarial assumptions used in the April 30, 2022 valuation were based on the results of a 2022 actuarial experience study conducted by IPOPIF.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Changes in the Net Pension Liability

| | (a) Total Pension Liability | (b) Plan Fiduciary Net Position | (a) - (b) Net Pension Liability |
|--|--------------------------------------|--|--|
| BALANCES AT MAY 1, 2023 | \$ 45,030,443 | \$ 18,329,003 | \$ 26,701,440 |
| Changes for the period | | | |
| Service cost | 550,890 | - | 550,890 |
| Interest | 2,890,978 | - | 2,890,978 |
| Difference between expected and actual experience | 298,197 | - | 298,197 |
| Changes of assumptions | - | - | - |
| Buy back contributions | 42,114 | - | 42,114 |
| Changes of benefit terms | - | - | - |
| Employer contributions | - | 2,157,174 | (2,157,174) |
| Employee contributions | - | 241,054 | (241,054) |
| Buy back contributions | - | 42,114 | (42,114) |
| Net investment income | - | 1,750,157 | (1,750,157) |
| Benefit payments and refunds | (2,209,493) | (2,209,493) | - |
| Administrative expense | - | (39,191) | 39,191 |
| Net changes | 1,572,686 | 1,941,815 | (369,129) |
| BALANCES AT APRIL 30, 2024 | \$ 46,603,129 | \$ 20,270,818 | \$ 26,332,311 |

The funded status of the plan was 43.50% at April 30, 2024.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2024, the Village recognized police pension expense of \$3,582,203. At April 30, 2024, the Village reported deferred outflows of resources and deferred inflows of resources related to the fund from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|---|---|--|
| Difference between expected and actual experience | \$ 697,855 | \$ 23,478 |
| Changes in assumption | - | 52,716 |
| Net difference between projected and actual earnings on pension plan investments | <u>1,070,623</u> | - |
| TOTAL | <u>\$ 1,768,478</u> | <u>\$ 76,194</u> |

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

| <u>Year Ending April 30,</u> | |
|----------------------------------|---------------------|
| 2025 | \$ 397,773 |
| 2026 | 984,206 |
| 2027 | 271,895 |
| 2028 | (11,290) |
| 2029 | 49,700 |
| Thereafter | <u>-</u> |
| TOTAL | <u>\$ 1,692,284</u> |

13. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the Village's governmental and business-type activities.

b. Benefits Provided

The Village provides postemployment health care benefits to its retirees and certain disabled employees. To be eligible for benefits, an employee must qualify for retirement under one of the Village's retirement plans or meet COBRA requirements. All health care benefits are provided through the Village's insured health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous and substance abuse care; vision care; dental care; and prescriptions. Once reaching Medicare age, retirees are covered by a Medicare supplement plan as opposed to the Village's active employee health plan. For certain disabled employees who qualify for health insurance benefits under the Public Safety Employee Benefits Act (PSEBA), the Village is required to pay 100% of the cost of basic health insurance for the employee and their dependents until they are Medicare eligible. All retirees contribute 100% of the actuarially determined premium to the plan to cover the cost of providing the benefits to the current members via the insured plan (pay-as-you-go) which results in an implicit subsidy to the Village.

c. Membership

At April 30, 2023, (most recent information) membership consisted of:

| | |
|---|------------------|
| Retirees and beneficiaries currently receiving benefits | 23 |
| Terminated employees entitled to benefits by not yet receiving them | - |
| Active employees | <u>62</u> |
| TOTAL | <u>85</u> |
| Participating employers | <u>1</u> |

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

13. OTHER POSTEMPLOYMENT BENEFITS (Continued)

d. Total OPEB Liability

The Village’s total OPEB liability of \$1,933,145 was measured as of April 30, 2024, determined by an actuarial valuation as of April 30, 2023 and was rolled forward to April 30, 2024.

e. Actuarial Assumptions and Other Inputs

The total OPEB liability at April 30, 2024, as determined by an actuarial valuation as of April 30, 2023, was determined using the alternative measurement method using following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|---|---------------------------------|
| Actuarial cost method | Entry-age normal |
| Actuarial value of assets | N/A |
| Inflation | 3.00% |
| Salary increases | 3.00% |
| Discount rate | 4.42% |
| Healthcare cost trend rates | 7.00% initial 4.50% ultimate |
| Retirees share of benefit-related costs | 100% regular plan |

The discount rate was based on the index rate for tax exempt general obligation municipal bonds rated AA or better at April 30, 2024. The discount rate at April 30, 2024 was 4.42%.

IMRF mortality follows the Sex Distinct Raw Rates as developed in the PubG.H-2010 Study, with Blue Collar Adjustment. These rates are improved generationally using MP-2020 Improvement Rates. Police mortality follows the Sex Distinct Raw Rates as developed in the PubS.H-2010 Study, with Blue Collar Adjustment. These rates are improved generationally using MP-2020 Improvement Rates. Spousal mortality follows the Sex Distinct Raw Rates as developed in the PubS.H-2010 Study. These rates are improved generationally using MP-2020 Improvement Rates. Disabled mortality follows the Sex Distinct Raw Rates as developed in the PubS.H-2010 Study for Disabled Pensioners. These rates are improved generationally using MP-2020 Improvement Rates.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

13. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Actuarial Assumptions and Other Inputs (Continued)

The actuarial assumptions used in the April 30, 2024, valuation are based on 35% participation assumed, with 50% electing spouse coverage.

f. Changes in the Total OPEB Liability

| | <u>Total OPEB Liability</u> |
|--|---------------------------------|
| BALANCES AT MAY 1, 2023 | <u>\$ 2,075,809</u> |
| Changes for the period | |
| Service cost | 43,946 |
| Interest | 81,015 |
| Difference between expected and actual experience | - |
| Changes in benefit terms | - |
| Changes in assumptions | (29,794) |
| Benefit payments | <u>(237,831)</u> |
| Net changes | <u>(142,664)</u> |
| BALANCES AT APRIL 30, 2024 | <u>\$ 1,933,145</u> |

The changes in assumptions were related to the discount rate changing from 4.14% to 4.42%.

g. Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the Village calculated using the discount rate of 4.42% as well as what the Village total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.42%) or 1 percentage point higher (5.42%) than the current rate:

| | 1% Decrease (3.42%) | Current Discount Rate (4.42%) | 1% Increase (5.42%) |
|----------------------|------------------------|-------------------------------------|------------------------|
| Total OPEB liability | \$ 2,043,344 | \$ 1,933,145 | \$ 1,833,074 |

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

13. OTHER POSTEMPLOYMENT BENEFITS (Continued)

g. Rate Sensitivity (Continued)

The table below presents the total OPEB liability of the Village calculated using the healthcare rate of 7.00% to 4.50% as well as what the Village’s total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (6.00% to 3.50%) or 1 percentage point higher (8.00% to 5.50%) than the current rate:

| | 1% Decrease (6.00% to 3.50%) | Current Healthcare Rate (7.00% to 4.50%) | 1% Increase (8.00% to 5.50%) |
|----------------------|---------------------------------|--|---------------------------------|
| Total OPEB liability | \$ 1,816,626 | \$ 1,933,145 | \$ 2,065,834 |

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

For the year ended April 30, 2024, the Village recognized OPEB expense of \$95,167. At April 30, 2024, the Village did not report deferred outflows of resources or deferred inflows of resources related to OPEB as the Village uses the alternative measurement method.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2024

| | Original and Final Budget | Actual |
|--|--------------------------------------|---------------|
| REVENUES | | |
| Property taxes | \$ 2,724,662 | \$ 2,859,539 |
| Licenses | 155,000 | 138,853 |
| Building and other permits | 1,163,000 | 2,148,789 |
| Intergovernmental | | |
| Sales | 4,019,779 | 4,634,988 |
| Less incentives | (119,779) | (95,088) |
| State income | 1,482,000 | 1,562,335 |
| Replacement | 165,723 | 230,011 |
| Local use | 372,000 | 359,936 |
| Telecommunications | 565,000 | 580,464 |
| Utility tax | 1,415,000 | 1,636,384 |
| Food and beverage tax | 339,000 | 374,782 |
| Grants | 20,380 | 67,491 |
| Parking and other fees | 56,700 | 129,166 |
| Police fines and other receipts | 112,200 | 107,581 |
| Investment income | 12,000 | 1,463,509 |
| Miscellaneous | 585,400 | 650,873 |
| | 13,068,065 | 16,849,613 |
| EXPENDITURES | | |
| Current | | |
| General government | | |
| Administrative | 1,909,577 | 1,675,996 |
| Nature center | 210,700 | 164,766 |
| Public safety | 6,982,084 | 6,973,469 |
| Community development | 1,261,965 | 1,071,095 |
| Public works | 2,681,154 | 2,477,391 |
| | 13,045,480 | 12,362,717 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 22,585 | 4,486,896 |
| OTHER FINANCING SOURCES (USES) | | |
| Transfers in | 210,700 | 160,266 |
| Transfers (out) | (3,350,523) | (3,135,267) |
| Proceeds from sale of capital assets | - | 27,357 |
| | (3,139,823) | (2,947,644) |
| NET CHANGE IN FUND BALANCE | \$ (3,117,238) | 1,539,252 |
| FUND BALANCE, MAY 1 | | 11,918,638 |
| FUND BALANCE, APRIL 30 | | \$ 13,457,890 |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2024

1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

The Village Board of Trustees passes and approves an annual appropriation ordinance and an operating budget. The operating budget proposes expenditures and a means to finance them. The appropriations ordinance determines the legal level at which expenditures/expenses may not exceed appropriations. The legal level of control is administered at the fund level. All appropriations lapse at year end.

The following procedures have been established in approving the budget and passing the appropriation ordinance:

- a. A proposed budget is prepared by the Village President and Village Administrator and is reviewed by the Village Board of Trustees. Public meetings are held to obtain citizen comment.
- b. The proposed budget is approved by motion of the Village Board of Trustees.
- c. An annual appropriation ordinance with the same level of revenues and expenditures is prepared based upon the approved budget. A public hearing is held to obtain citizen comment.
- d. The appropriation ordinance is passed and approved by the Village Board of Trustees.
- e. The Village Board of Trustees may modify the appropriation ordinance through a supplemental appropriation ordinance. There were no supplemental appropriation ordinances during the year.

The approved budget is reflected in these schedules to provide a more meaningful comparison of planned to actual operations. The budget is adopted for the General, Special Revenue, Debt Service, Capital Projects, and Enterprise Funds. The Spring Lake Special Service Area Debt Service Fund and Old Thorndale Special Service Area Capital Projects Fund were not budgeted.

2. EXPENDITURES OVER BUDGET OF INDIVIDUAL FUNDS

Expenditures may not legally exceed budgeted appropriations at the fund level. The Hamilton Lakes Special Service Area Debt Service Fund had expenditures of \$253,678 with a budget of \$253,410.

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Nine Fiscal Years

| FISCAL YEAR ENDED APRIL 30, | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Actuarially determined contribution | \$ 365,966 | \$ 349,848 | \$ 376,298 | \$ 340,546 | \$ 297,843 | \$ 358,871 | \$ 318,803 | \$ 364,166 | \$ 305,131 |
| Contributions in relation to the actuarially determined contribution | 365,966 | 349,848 | 376,298 | 340,546 | 297,843 | 358,871 | 318,803 | 364,166 | 305,131 |
| CONTRIBUTION DEFICIENCY (Excess) | \$ - |
| Covered payroll | \$ 3,106,255 | \$ 2,913,041 | \$ 3,096,736 | \$ 2,818,935 | \$ 2,645,757 | \$ 2,709,658 | \$ 2,650,513 | \$ 3,589,121 | \$ 3,166,800 |
| Contributions as a percentage of covered payroll | 11.78% | 12.01% | 12.15% | 12.08% | 11.26% | 13.24% | 12.03% | 10.15% | 9.64% |

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 20 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.75% to 13.75% compounded annually, and inflation of 2.25%.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF THE VILLAGE'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Nine Calendar Years

| MEASUREMENT DATE DECEMBER 31, | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 |
|--|--------------|--------------|------------|--------------|--------------|--------------|----------------|--------------|--------------|
| Employer's proportion of net pension liability | 83.39% | 82.72% | 83.20% | 83.20% | 80.21% | 80.21% | 80.21% | 80.21% | 80.21% |
| Employer's proportionate share of net pension liability (asset) | \$ 2,624,791 | \$ 2,872,854 | \$ 663,736 | \$ 3,272,708 | \$ 1,416,012 | \$ (231,919) | \$ (1,758,013) | \$ 3,332,225 | \$ 2,213,409 |
| Employer's covered payroll | 2,988,468 | 2,921,014 | 2,923,088 | 2,848,140 | 2,723,425 | 2,679,866 | 2,738,877 | 2,771,839 | 3,101,434 |
| Employer's proportionate share of the net pension liability as a percentage of its covered payroll | 87.83% | 98.35% | 22.71% | 114.91% | 51.99% | (8.65%) | (64.19%) | 120.22% | 71.37% |
| Plan fiduciary net position as a percentage of the total pension liability | 86.14% | 85.70% | 96.67% | 84.96% | 93.50% | 101.03% | 107.47% | 86.41% | 91.01% |

Notes to Required Supplementary Information

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

Last Ten Fiscal Years

| FISCAL YEAR ENDED APRIL 30, | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|-------------------|--------------------|--------------------|--------------------|--------------------|------------------|-----------------|-------------------|-----------------|------------------|
| Actuarially determined contribution | \$ 676,543 | \$ 694,619 | \$ 906,688 | \$ 1,131,221 | \$ 1,188,065 | \$ 1,630,283 | \$ 1,815,820 | \$ 1,979,295 | \$ 2,055,042 | \$ 2,167,503 |
| Contributions in relation to the actuarially determined contribution | 677,725 | 704,812 | 925,806 | 1,168,415 | 1,220,168 | 1,617,305 | 1,813,835 | 1,982,876 | 2,052,589 | 2,157,174 |
| CONTRIBUTION DEFICIENCY (Excess) | \$ (1,182) | \$ (10,193) | \$ (19,118) | \$ (37,194) | \$ (32,103) | \$ 12,978 | \$ 1,985 | \$ (3,581) | \$ 2,453 | \$ 10,329 |
| Covered payroll | \$ 2,148,640 | \$ 1,977,927 | \$ 1,869,508 | \$ 2,021,561 | \$ 2,132,165 | \$ 2,097,039 | \$ 2,131,862 | \$ 2,102,331 | \$ 2,270,918 | \$ 2,432,432 |
| Contributions as a percentage of covered payroll | 31.54% | 35.63% | 49.52% | 57.80% | 57.23% | 77.12% | 85.08% | 94.32% | 90.39% | 88.68% |

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of May 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 16 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 6.50% annually, projected salary increases assumption of 5.10% compounded annually, and postretirement benefit increases of 3.25% compounded annually.

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION FUND

Last Ten Fiscal Years

| MEASUREMENT DATE APRIL 30, | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| TOTAL PENSION LIABILITY | | | | | | | | | | |
| Service cost | \$ 360,963 | \$ 409,850 | \$ 397,093 | \$ 386,940 | \$ 409,935 | \$ 534,501 | \$ 528,569 | \$ 528,950 | \$ 546,790 | \$ 550,890 |
| Interest | 1,739,122 | 2,074,655 | 2,358,281 | 2,311,466 | 2,404,613 | 2,492,055 | 2,621,669 | 2,725,672 | 2,794,193 | 2,890,978 |
| Changes of benefit terms | - | - | - | - | - | 165,740 | - | - | - | - |
| Differences between expected and actual experience | 814,832 | 316,067 | (1,824,410) | 132,389 | 70,553 | 655,973 | 425,848 | (46,955) | 297,112 | 298,197 |
| Changes of assumptions* | 1,724,772 | 1,935,023 | - | - | 5,192,883 | - | - | (105,433) | - | - |
| Contributions - buy back | - | - | - | - | - | - | - | - | - | 42,114 |
| Benefit payments, including refunds of member contributions | (1,041,152) | (1,256,271) | (1,495,834) | (1,585,898) | (1,650,229) | (1,778,605) | (1,917,950) | (2,034,898) | (2,096,898) | (2,209,493) |
| Net change in total pension liability | 3,598,537 | 3,479,324 | (564,870) | 1,244,897 | 6,427,755 | 2,069,664 | 1,658,136 | 1,067,336 | 1,541,197 | 1,572,686 |
| Total pension liability - beginning | 24,508,467 | 28,107,004 | 31,586,328 | 31,021,458 | 32,266,355 | 38,694,110 | 40,763,774 | 42,421,910 | 43,489,246 | 45,030,443 |
| TOTAL PENSION LIABILITY - ENDING | \$ 28,107,004 | \$ 31,586,328 | \$ 31,021,458 | \$ 32,266,355 | \$ 38,694,110 | \$ 40,763,774 | \$ 42,421,910 | \$ 43,489,246 | \$ 45,030,443 | \$ 46,603,129 |
| PLAN FIDUCIARY NET POSITION | | | | | | | | | | |
| Contributions - employer | \$ 677,725 | \$ 704,812 | \$ 925,806 | \$ 1,168,415 | \$ 1,220,168 | \$ 1,617,305 | \$ 1,813,835 | \$ 1,982,876 | \$ 2,052,589 | \$ 2,157,174 |
| Contributions - member | 215,723 | 219,289 | 199,897 | 196,565 | 207,939 | 207,795 | 209,393 | 208,341 | 225,048 | 241,054 |
| Contributions - buy back | - | - | - | - | - | - | - | - | - | 42,114 |
| Net investment income | 759,851 | (410,736) | 1,035,795 | 758,725 | 689,505 | (284,242) | 4,502,741 | (1,884,046) | (334,354) | 1,750,157 |
| Benefit payments, including refunds of member contributions | (1,041,152) | (1,256,271) | (1,495,834) | (1,585,898) | (1,650,229) | (1,778,605) | (1,917,950) | (2,034,898) | (2,096,898) | (2,209,493) |
| Administrative expense | (25,762) | (45,250) | (41,300) | (43,576) | (37,014) | (36,819) | (37,783) | (38,378) | (40,534) | (39,191) |
| Net change in plan fiduciary net position | 586,385 | (788,156) | 624,364 | 494,231 | 430,369 | (274,566) | 4,570,236 | (1,766,105) | (194,149) | 1,941,815 |
| Plan fiduciary net position - beginning | 14,646,394 | 15,232,779 | 14,444,623 | 15,068,987 | 15,563,218 | 15,993,587 | 15,719,021 | 20,289,257 | 18,523,152 | 18,329,003 |
| PLAN FIDUCIARY NET POSITION - ENDING | \$ 15,232,779 | \$ 14,444,623 | \$ 15,068,987 | \$ 15,563,218 | \$ 15,993,587 | \$ 15,719,021 | \$ 20,289,257 | \$ 18,523,152 | \$ 18,329,003 | \$ 20,270,818 |
| EMPLOYER'S NET PENSION LIABILITY | \$ 12,874,225 | \$ 17,141,705 | \$ 15,952,471 | \$ 16,703,137 | \$ 22,700,523 | \$ 25,044,753 | \$ 22,132,653 | \$ 24,966,094 | \$ 26,701,440 | \$ 26,332,311 |

| MEASUREMENT DATE APRIL 30, | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Plan fiduciary net position as a percentage of the total pension liability | 54.20% | 45.70% | 48.60% | 48.20% | 41.30% | 38.60% | 47.80% | 42.60% | 40.70% | 43.50% |
| Covered payroll | \$ 2,148,640 | \$ 1,977,927 | \$ 1,869,508 | \$ 2,021,561 | \$ 2,132,165 | \$ 2,097,039 | \$ 2,131,862 | \$ 2,102,331 | \$ 2,270,918 | \$ 2,432,432 |
| Employer's net pension liability as a percentage of covered payroll | 599.20% | 866.70% | 853.30% | 826.20% | 1,064.70% | 1,194.30% | 1,038.20% | 1,187.50% | 1,175.80% | 1,082.60% |

Notes to Required Supplementary Information

*There was a change in assumptions in 2015 and 2016 to reflect revised mortality rates.

*There was a change in assumptions in 2019 to reflect the change in interest rate assumption from 7.55% to 6.50%.

*Change of benefit terms in 2020 was related to the use of actual spousal data and Tier II benefit changes.

*There was a change in assumptions in 2022 to reflect changes in mortality, retirement, disability, termination, salary increases, and assumed payroll growth rates.

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND**

Last Ten Fiscal Years

| FISCAL YEAR ENDED APRIL 30, | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Annual money-weighted rate of return, net of investment expense | 5.19% | (2.68%) | 7.33% | 5.00% | 4.44% | (1.73%) | 27.68% | (9.02%) | (1.80%) | 9.54% |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFIT PLAN

Last Six Fiscal Years

| MEASUREMENT DATE APRIL 30, | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| TOTAL PENSION LIABILITY | | | | | | |
| Service cost | \$ 31,867 | \$ 34,067 | \$ 60,130 | \$ 71,889 | \$ 43,237 | \$ 43,946 |
| Interest | 90,617 | 85,953 | 63,071 | 42,667 | 77,309 | 81,015 |
| Differences between expected and actual experience | - | - | (127,616) | - | 100,746 | - |
| Changes of benefit terms | - | - | - | - | - | - |
| Changes of assumptions | 29,466 | 253,265 | 62,196 | (296,712) | 23,837 | (29,794) |
| Benefit payments | (165,815) | (166,516) | (189,460) | (190,424) | (223,490) | (237,831) |
| Net change in total OPEB liability | (13,865) | 206,769 | (131,679) | (372,580) | 21,639 | (142,664) |
| Total OPEB liability - beginning | 2,365,525 | 2,351,660 | 2,558,429 | 2,426,750 | 2,054,170 | 2,075,809 |
| TOTAL OPEB LIABILITY - ENDING | \$ 2,351,660 | \$ 2,558,429 | \$ 2,426,750 | \$ 2,054,170 | \$ 2,075,809 | \$ 1,933,145 |
| Covered payroll | \$ 4,730,470 | \$ 4,872,384 | \$ 4,438,864 | \$ 4,571,934 | \$ 5,312,541 | \$ 5,471,681 |
| Employer's total OPEB liability as a percentage of covered payroll | 49.70% | 52.50% | 54.70% | 44.90% | 39.10% | 35.30% |

Notes to Required Supplementary Information

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

The change in assumptions in 2019 relate to the discount rate.

The change in assumptions in 2020 relate to the discount rate.

The change in assumptions in 2021 relate to the discount rate, inflation rate, and health care trend rates.

The change in assumptions in 2022 relate to the discount rate.

The change in assumptions in 2023 relate to the discount rate, mortality rates, and health care trend rates.

The change in assumptions in 2024 relate to the discount rate.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented for as many years as is available.

(See independent auditor's report.)

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

MAJOR GOVERNMENTAL FUNDS

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2024

| | Budget | Actual |
|-----------------------------------|-----------|-----------|
| ADMINISTRATIVE | | |
| Salaries/stipends | | |
| Village board | \$ 43,000 | \$ 42,334 |
| Administration department | 460,000 | 391,888 |
| | 503,000 | 434,222 |
| | | |
| Payroll taxes | | |
| FICA | 35,300 | 31,571 |
| Unemployment tax | 4,700 | 920 |
| IMRF | 46,300 | 39,776 |
| | 86,300 | 72,267 |
| | | |
| Employee benefits | | |
| Group insurance | 74,300 | 146 |
| Wellness program | 1,000 | 149 |
| Uniforms | 500 | - |
| | 75,800 | 295 |
| | | |
| Operating | | |
| Gas heating/electric | 30,000 | 28,386 |
| Telephone | 21,000 | 20,705 |
| Postage | 5,000 | 5,442 |
| Publication legal notices | 2,000 | 1,362 |
| Codification | 5,000 | 7,537 |
| Operating supplies - general | 10,000 | 7,976 |
| Conferences | 10,500 | 7,937 |
| Office supplies | 17,000 | 14,454 |
| Employee recruitment | 4,350 | 4,078 |
| Training | 6,500 | 1,924 |
| Travel | 2,000 | 358 |
| Employee assistance program | 2,000 | 1,833 |
| Tuition reimbursement | 6,000 | - |
| Dues, subscriptions, and meetings | 61,150 | 33,128 |
| Rentals | 1,000 | - |
| Safety program | 21,287 | 43,626 |
| Software | 47,400 | 37,082 |
| Support agreements - IT | 95,400 | 85,620 |
| Bad debt expense | - | 4,646 |
| Miscellaneous | 8,000 | 14,513 |
| Haymarket | 156,000 | 166,102 |
| | 511,587 | 486,709 |

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2024

| | Budget | Actual |
|-----------------------------------|-----------|-----------|
| ADMINISTRATIVE (Continued) | | |
| Repairs and maintenance | | |
| Building | \$ 46,000 | \$ 27,377 |
| Total repairs and maintenance | 46,000 | 27,377 |
| Professional services | | |
| Legal and accounting | 236,000 | 257,689 |
| Payroll | 19,000 | 20,498 |
| Audit | 37,800 | 39,996 |
| Marketing | 58,990 | 46,306 |
| Janitorial | 34,500 | 31,173 |
| Consulting services | 127,900 | 120,932 |
| Other | 2,800 | 10,482 |
| Total professional services | 516,990 | 527,076 |
| Insurance | | |
| Liability | 71,600 | 46,750 |
| Workers' compensation | 7,000 | 7,335 |
| Total insurance | 78,600 | 54,085 |
| Capital expenditures | | |
| Equipment | 91,300 | 73,965 |
| Total capital expenditures | 91,300 | 73,965 |
| Total administrative | 1,909,577 | 1,675,996 |
| NATURE CENTER | | |
| Salaries/stipends | | |
| General labor | 104,000 | 104,000 |
| Total salaries/stipends | 104,000 | 104,000 |
| Operating | | |
| Gas heating | 3,000 | 2,114 |
| Telephone | 5,000 | 3,807 |
| Operating supplies | 1,500 | 361 |
| Office supplies | 400 | - |
| Rentals | 100 | - |
| Non-capital program engineering | 2,500 | - |
| Program supplies | 12,250 | 13,712 |
| Total operating | 24,750 | 19,994 |

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2024

| | Budget | Actual |
|----------------------------------|---------------|---------------|
| NATURE CENTER (Continued) | | |
| Repair and maintenance | | |
| Structures | \$ 28,500 | \$ 20,867 |
| Total repairs and maintenance | 28,500 | 20,867 |
| Professional services | | |
| Veterinary | 3,300 | 1,560 |
| Janitorial | 16,000 | 13,325 |
| Other services | 31,000 | 1,903 |
| Total professional services | 50,300 | 16,788 |
| Insurance | | |
| Liability | 3,150 | 3,117 |
| Total insurance | 3,150 | 3,117 |
| Total nature center | 210,700 | 164,766 |
| Total general government | 2,120,277 | 1,840,762 |
| PUBLIC SAFETY | | |
| Salaries/stipends | | |
| Sergeant | 662,000 | 679,448 |
| Patrol officer | 1,535,000 | 1,473,116 |
| Non-union | 677,000 | 704,588 |
| Police overtime | 250,000 | 349,225 |
| Total salaries/stipends | 3,124,000 | 3,206,377 |
| Payroll taxes | | |
| FICA | 239,000 | 235,137 |
| Unemployment tax | 16,000 | 3,698 |
| IMRF | 23,000 | 20,853 |
| Total payroll taxes | 278,000 | 259,688 |
| Employee benefits | | |
| Group insurance | 584,000 | 528,645 |
| Uniforms | 19,850 | 34,322 |
| Pension contribution | 2,038,000 | 2,118,466 |
| Total employee benefits | 2,641,850 | 2,681,433 |

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2024

| | Budget | Actual |
|---|-----------|-----------|
| PUBLIC SAFETY (Continued) | | |
| Operating | | |
| Telephone | \$ 18,360 | \$ 26,811 |
| Postage | 3,000 | 842 |
| Operating supplies | 5,000 | 4,808 |
| Motor fuel and lubrication | 37,000 | 35,920 |
| Office supplies | 10,000 | 9,698 |
| Court, meetings, local, and miscellaneous | 3,750 | 2,142 |
| Dues, subscriptions, and conferences | 21,945 | 16,873 |
| Training | 38,000 | 20,445 |
| Employee screenings | 1,000 | 1,870 |
| Shooting expenditure | 13,300 | 13,264 |
| Evidence | 4,000 | 2,852 |
| D.A.R.E. | 15,920 | 16,745 |
| Crime prevention | 9,400 | 12,373 |
| DUI technology | 800 | - |
| Addison dispatch center | 262,984 | 262,984 |
| Safety program | 4,800 | 4,971 |
| Elder services | 1,000 | - |
| Other operating expenditures | 2,500 | 2,008 |
| | 452,759 | 434,606 |
| Repairs and maintenance | | |
| Vehicles | 25,000 | 27,026 |
| Hand-held equipment | 3,100 | 3,173 |
| Equipment | 75,780 | 55,248 |
| Building maintenance | 39,000 | 37,139 |
| | 142,880 | 122,586 |
| Professional services | | |
| Prosecution cost | 70,000 | 49,275 |
| Police social services | 18,000 | 17,500 |
| IT support agreements | 14,500 | 15,911 |
| Janitorial services | 37,000 | 27,776 |
| Accounting and legal | 150 | - |
| Police commission | 10,000 | 9,980 |
| | 149,650 | 120,442 |
| Insurance | | |
| Liability | 62,945 | 77,917 |
| Workers' compensation | 70,000 | 70,420 |
| | 132,945 | 148,337 |

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2024

| | Budget | Actual |
|----------------------------------|---------------|---------------|
| PUBLIC SAFETY (Continued) | | |
| Capital expenditures | | |
| Equipment | \$ 60,000 | \$ - |
| Total capital expenditures | 60,000 | - |
| Total public safety | 6,982,084 | 6,973,469 |
| COMMUNITY DEVELOPMENT | | |
| Salaries/stipends | | |
| Community development | 446,000 | 392,435 |
| Total salaries/stipends | 446,000 | 392,435 |
| Payroll taxes | | |
| FICA | 35,000 | 29,414 |
| Unemployment tax | 3,600 | 870 |
| IMRF | 45,000 | 37,424 |
| Total payroll taxes | 83,600 | 67,708 |
| Employee benefits | | |
| Group insurance | 97,200 | 52,881 |
| Employee screenings | 200 | 139 |
| Uniforms | 1,500 | - |
| Total employee benefits | 98,900 | 53,020 |
| Operating | | |
| Telephone | 3,500 | 2,904 |
| Postage | 2,000 | 1,283 |
| Publication legal notices | 2,000 | 1,484 |
| Operating supplies | - | 1,570 |
| Motor fuel and lubrication | 1,000 | 1,190 |
| Travel | 19,500 | 5,979 |
| Dues and subscriptions | 22,190 | 21,111 |
| Office supplies | 8,000 | 7,966 |
| Conferences | 2,000 | 5,719 |
| Training | 1,000 | 1,534 |
| Meetings | 1,200 | 132 |
| Other | 3,000 | 753 |
| Total operating | 65,390 | 51,625 |

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2024

| | Budget | Actual |
|--|------------|------------|
| COMMUNITY DEVELOPMENT (Contineud) | | |
| Repairs and maintenance | | |
| Vehicles | \$ 2,000 | \$ 997 |
| Buildings | 4,875 | 16 |
| Equipment | 8,000 | 10,189 |
| Total repairs and maintenance | 14,875 | 11,202 |
| Professional services | | |
| Planning | 50,000 | 12,135 |
| Engineering | 125,000 | 155,526 |
| Inspections | 225,000 | 275,149 |
| GIS mapping | 1,000 | - |
| Consulting | 55,000 | 6,240 |
| Total professional services | 456,000 | 449,050 |
| Commissions | | |
| Planning | 14,000 | 1,571 |
| Historical | 4,000 | 256 |
| Itasca youth | 5,300 | 3,961 |
| Legislative | 27,500 | - |
| Economic development | 12,000 | 5,064 |
| Total commissions | 62,800 | 10,852 |
| Insurance | | |
| Liability | 24,400 | 24,933 |
| Workers' compensation | 10,000 | 10,270 |
| Total insurance | 34,400 | 35,203 |
| Total community development | 1,261,965 | 1,071,095 |
| PUBLIC WORKS | | |
| Salaries/stipends | | |
| Union | \$ 236,000 | \$ 240,248 |
| Non-union | 246,000 | 250,262 |
| Overtime | 45,000 | 21,415 |
| Total salaries/stipends | 527,000 | 511,925 |
| Payroll taxes | | |
| FICA | 37,000 | 37,917 |
| Unemployment tax | 7,300 | 944 |
| IMRF | 50,000 | 46,602 |
| Total payroll taxes | 94,300 | 85,463 |

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2024

| | Budget | Actual |
|-----------------------------------|------------|------------|
| PUBLIC WORKS (Continued) | | |
| Employee benefits | | |
| Group insurance | \$ 115,400 | \$ 121,239 |
| Uniforms | 6,720 | 6,791 |
| Total employee benefits | 122,120 | 128,030 |
| Operating | | |
| Electricity | 40,000 | 62,771 |
| Gas heating | 30,000 | 11,793 |
| Telephone | 7,060 | 4,264 |
| Postage | 500 | 574 |
| Conferences | 3,000 | - |
| Operating supplies | 5,400 | 5,931 |
| Motor fuel and lubrication | 40,000 | 23,399 |
| Office supplies | 3,000 | 2,495 |
| Training | 2,000 | 722 |
| Dues, subscriptions, and meetings | 2,150 | 1,995 |
| Rentals | 3,000 | 954 |
| Employee screenings | 2,400 | 1,908 |
| Rubbish removal | 6,600 | 6,249 |
| Streets - bulk materials | 18,000 | 19,186 |
| Other | - | 499 |
| Total operating | 163,110 | 142,740 |
| Repairs and maintenance | | |
| Vehicles | 35,000 | 51,440 |
| Building | 37,350 | 29,083 |
| Equipment | 27,000 | 30,801 |
| Street lights | 55,000 | 22,979 |
| Parking lots | 59,800 | 9,863 |
| Storm sewers | 22,000 | 9,761 |
| Parkways and parks | 32,000 | 21,588 |
| Street signs | 9,500 | 9,617 |
| Street sweeping | 61,948 | 40,005 |
| Other repairs and maintenance | 46,500 | 22,046 |
| Total repairs and maintenance | 386,098 | 247,183 |
| Professional services | | |
| Engineering | 25,000 | 38,384 |
| Consulting | 600 | 586 |
| Landscape services | 15,000 | 12,950 |
| Total professional services | 40,600 | 51,920 |

(This schedule is continued on the following page.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2024

| | <u>Budget</u> | <u>Actual</u> |
|---------------------------------|---------------|---------------|
| PUBLIC WORKS (Continued) | | |
| Special services | | |
| Veterinary and animal control | \$ 4,000 | \$ 7,876 |
| Mosquito abatement | 59,300 | 59,300 |
| Snow removal | 116,000 | 76,742 |
| Refuse and recycling | 850,000 | 855,141 |
| Resident reimbursement programs | 37,000 | 4,587 |
| SCADA | 5,000 | 1,040 |
| Lawn maintenance | 87,276 | 99,104 |
| Tree trimming | 69,500 | 68,601 |
| Tree planting | 18,750 | 20,151 |
| Traffic signals | 51,500 | 56,995 |
| | <hr/> | <hr/> |
| Total special services | 1,298,326 | 1,249,537 |
| | | |
| Insurance | | |
| Liability | 30,600 | 46,750 |
| Workers' compensation | 13,000 | 13,204 |
| | <hr/> | <hr/> |
| Total insurance | 43,600 | 59,954 |
| | | |
| Capital expenditures | | |
| Streets (not MFT) | 6,000 | 639 |
| | <hr/> | <hr/> |
| Total capital expenditures | 6,000 | 639 |
| | | |
| Total public works | <hr/> | <hr/> |
| | 2,681,154 | 2,477,391 |
| | | |
| TOTAL EXPENDITURES | <hr/> | <hr/> |
| | \$ 13,045,480 | \$ 12,362,717 |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND**

For the Year Ended April 30, 2024

| | Budget | Actual |
|--|------------------------|---------------------|
| REVENUES | | |
| Intergovernmental | | |
| Sales tax | \$ 1,553,000 | \$ 1,881,491 |
| Grants | 500,000 | 691,854 |
| Investment income | 1,000 | 132,674 |
| Miscellaneous | 45,000 | 45,000 |
| | 2,099,000 | 2,751,019 |
| EXPENDITURES | | |
| Public works | | |
| Salaries/stipends | - | 7,083 |
| Payroll taxes | - | 602 |
| Operating | - | 5,127 |
| Capital outlay | 10,008,397 | 5,625,827 |
| Debt service | | |
| Principal | 330,000 | 402,454 |
| Interest and fiscal charges | 526,419 | 525,919 |
| | 10,864,816 | 6,567,012 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (8,765,816) | (3,815,993) |
| OTHER FINANCING SOURCES (USES) | | |
| Transfers in | 4,234,289 | 3,801,690 |
| Transfers (out) | (6,426,000) | (4,681,834) |
| | (2,191,711) | (880,144) |
| NET CHANGE IN FUND BALANCE | \$ (10,957,527) | (4,696,137) |
| FUND BALANCE, MAY 1 | | 12,971,992 |
| FUND BALANCE, APRIL 30 | | \$ 8,275,855 |

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

VILLAGE OF ITASCA, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2024

| | Special Revenue | | | |
|--|-------------------------------|----------------------|--|---|
| | Motor Fuel Tax | Hotel Tax | Stop the CPKC Coalition | Downtown Tax Increment Financing |
| ASSETS | | | | |
| Cash and investments | \$ 2,626,321 | \$ 1,470,786 | \$ - | \$ - |
| Receivables | | | | |
| Property taxes | - | - | - | 1,142 |
| Other | 34,322 | 136,754 | - | - |
| Due from other governments | - | - | 123,631 | - |
| TOTAL ASSETS | \$ 2,660,643 | \$ 1,607,540 | \$ 123,631 | \$ 1,142 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | | | | |
| LIABILITIES | | | | |
| Accounts payable | \$ - | \$ 12,825 | \$ 50,143 | \$ - |
| Accrued payroll | - | - | - | - |
| Due to other funds | - | - | 68,690 | - |
| Advance from other funds | - | - | - | 82,423 |
| Total liabilities | - | 12,825 | 118,833 | 82,423 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Property taxes | - | - | - | 1,142 |
| Total deferred inflows of resources | - | - | - | 1,142 |
| Total liabilities and deferred inflows of resources | - | 12,825 | 118,833 | 83,565 |
| FUND BALANCES | | | | |
| Restricted | | | | |
| Debt service | - | - | - | - |
| Highway and streets | 2,660,643 | - | - | - |
| Tourism | - | 1,594,715 | - | - |
| Special service areas | - | - | - | - |
| Specific purpose | - | - | 4,798 | - |
| Unassigned (deficit) | - | - | - | (82,423) |
| Total fund balances (deficit) | 2,660,643 | 1,594,715 | 4,798 | (82,423) |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ 2,660,643 | \$ 1,607,540 | \$ 123,631 | \$ 1,142 |

| General Obligation 2008 | Debt Service | | | Capital Projects | | | Total Nonmajor Governmental Funds |
|-------------------------------|--|---|--|---|---|--|--|
| | Spring Lake Special Service Area | Hamilton Lakes Special Service Area | Spring Lake Special Service Area | Special Service Area Capital Projects | Hamilton Lakes Special Service Area | Old Thorndale Special Service Area | |
| \$ - | \$ 94,992 | \$ 289,035 | \$ 769,517 | \$ 13,517 | \$ 2,716,722 | \$ 418,593 | \$ 8,399,483 |
| - | - | 258,462 | 69,455 | - | 144,607 | - | 473,666 |
| - | - | - | - | - | - | - | 171,076 |
| - | - | - | - | - | - | - | 123,631 |
| \$ - | \$ 94,992 | \$ 547,497 | \$ 838,972 | \$ 13,517 | \$ 2,861,329 | \$ 418,593 | \$ 9,167,856 |
| \$ - | \$ - | \$ - | \$ - | \$ 1,184 | \$ - | \$ - | \$ 64,152 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | 68,690 |
| - | - | - | - | - | - | - | 82,423 |
| - | - | - | - | 1,184 | - | - | 215,265 |
| - | - | 258,462 | 69,455 | - | 144,607 | - | 473,666 |
| - | - | 258,462 | 69,455 | - | 144,607 | - | 473,666 |
| - | - | 258,462 | 69,455 | 1,184 | 144,607 | - | 688,931 |
| - | 94,992 | 289,035 | - | - | - | - | 384,027 |
| - | - | - | - | - | - | - | 2,660,643 |
| - | - | - | - | - | - | - | 1,594,715 |
| - | - | - | 769,517 | 12,333 | 2,716,722 | 418,593 | 3,917,165 |
| - | - | - | - | - | - | - | 4,798 |
| - | - | - | - | - | - | - | (82,423) |
| - | 94,992 | 289,035 | 769,517 | 12,333 | 2,716,722 | 418,593 | 8,478,925 |
| \$ - | \$ 94,992 | \$ 547,497 | \$ 838,972 | \$ 13,517 | \$ 2,861,329 | \$ 418,593 | \$ 9,167,856 |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2024

| | Special Revenue | | | |
|--|----------------------|---------------------|-------------------------------|---|
| | Motor Fuel Tax | Hotel Tax | Stop the CPKC Coalition | Downtown Tax Increment Financing |
| REVENUES | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| Hotel tax | - | 1,200,050 | - | - |
| Intergovernmental | 46,602 | - | 459,523 | - |
| Operating grants | 448,371 | - | - | - |
| Investment income | 145,748 | 95,822 | - | - |
| Miscellaneous | - | 60,362 | - | - |
| | | | | |
| Total revenues | 640,721 | 1,356,234 | 459,523 | - |
| | | | | |
| EXPENDITURES | | | | |
| General government | - | 1,292,818 | 356,063 | 14,458 |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest and fiscal agent fees | - | - | - | - |
| Capital outlay | | | | |
| Streets and highways | 71,281 | - | - | - |
| | | | | |
| Total expenditures | 71,281 | 1,292,818 | 356,063 | 14,458 |
| | | | | |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 569,440 | 63,416 | 103,460 | (14,458) |
| | | | | |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | 74,116 | - |
| Transfers (out) | - | (160,266) | - | - |
| | | | | |
| Total other financing sources (uses) | - | (160,266) | 74,116 | - |
| | | | | |
| NET CHANGE IN FUND BALANCES | 569,440 | (96,850) | 177,576 | (14,458) |
| | | | | |
| FUND BALANCES (DEFICIT), MAY 1 | 2,091,203 | 1,691,565 | (172,778) | (67,965) |
| | | | | |
| FUND BALANCES (DEFICIT), APRIL 30 | \$ 2,660,643 | \$ 1,594,715 | \$ 4,798 | \$ (82,423) |

| General Obligation 2008 | Debt Service | | Capital Projects | | | | Total Nonmajor Governmental Funds |
|-------------------------------|--|---|--|---|---|--|--|
| | Spring Lake Special Service Area | Hamilton Lakes Special Service Area | Spring Lake Special Service Area | Special Service Area Capital Projects | Hamilton Lakes Special Service Area | Old Thorndale Special Service Area | |
| \$ - | \$ - | \$ 255,457 | \$ 66,144 | \$ - | \$ 179,464 | \$ - | \$ 501,065 |
| - | - | - | - | - | - | - | 1,200,050 |
| - | - | - | - | - | - | - | 506,125 |
| - | - | - | - | - | - | - | 448,371 |
| 6 | 90 | 15,009 | 18,413 | 19 | 49,360 | 15,116 | 339,583 |
| - | - | - | - | - | - | - | 60,362 |
| 6 | 90 | 270,466 | 84,557 | 19 | 228,824 | 15,116 | 3,055,556 |
| - | - | - | - | - | - | - | 1,663,339 |
| - | - | 155,000 | - | - | - | - | 155,000 |
| - | - | 98,678 | - | - | - | - | 98,678 |
| - | - | - | - | 16,781 | - | - | 88,062 |
| - | - | 253,678 | - | 16,781 | - | - | 2,005,079 |
| 6 | 90 | 16,788 | 84,557 | (16,762) | 228,824 | 15,116 | 1,050,477 |
| - | - | - | - | - | - | 403,477 | 477,593 |
| (6,555) | - | - | - | (403,477) | - | - | (570,298) |
| (6,555) | - | - | - | (403,477) | - | 403,477 | (92,705) |
| (6,549) | 90 | 16,788 | 84,557 | (420,239) | 228,824 | 418,593 | 957,772 |
| 6,549 | 94,902 | 272,247 | 684,960 | 432,572 | 2,487,898 | - | 7,521,153 |
| \$ - | \$ 94,992 | \$ 289,035 | \$ 769,517 | \$ 12,333 | \$ 2,716,722 | \$ 418,593 | \$ 8,478,925 |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOTOR FUEL TAX FUND**

For the Year Ended April 30, 2024

| | <u>Budget</u> | <u>Actual</u> |
|---|---------------------|---------------------|
| REVENUES | | |
| Intergovernmental allotments - operating grants | \$ 385,000 | \$ 448,371 |
| Intergovernmental revenue | - | 46,602 |
| Investment income | 25,000 | 145,748 |
| Miscellaneous | 53,300 | - |
| | <hr/> | |
| Total revenues | 463,300 | 640,721 |
| | <hr/> | |
| EXPENDITURES | | |
| Capital outlay | | |
| Streets and highways | 855,000 | 71,281 |
| | <hr/> | |
| Total expenditures | 855,000 | 71,281 |
| | <hr/> | |
| NET CHANGE IN FUND BALANCE | <u>\$ (391,700)</u> | 569,440 |
| FUND BALANCE, MAY 1 | | <u>2,091,203</u> |
| FUND BALANCE, APRIL 30 | | <u>\$ 2,660,643</u> |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HOTEL TAX FUND

For the Year Ended April 30, 2024

| | <u>Budget</u> | <u>Actual</u> |
|--|---------------------|---------------------|
| REVENUES | | |
| Hotel tax | \$ 1,200,000 | \$ 1,200,050 |
| Investment income | 25,000 | 95,822 |
| Miscellaneous | 12,000 | 60,362 |
| Total revenues | <u>1,237,000</u> | <u>1,356,234</u> |
| EXPENDITURES | | |
| General government | | |
| Operation staff | 150,200 | 125,449 |
| Public relations | 476,225 | 489,152 |
| Professional services | 10,200 | 25,878 |
| Marketing | 145,000 | 89,091 |
| Equipment | 555,000 | 563,248 |
| Total expenditures | <u>1,336,625</u> | <u>1,292,818</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>(99,625)</u> | <u>63,416</u> |
| OTHER FINANCING SOURCES (USES) | | |
| Transfers (out) | <u>(210,700)</u> | <u>(160,266)</u> |
| Total other financing sources (uses) | <u>(210,700)</u> | <u>(160,266)</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (310,325)</u> | <u>(96,850)</u> |
| FUND BALANCE, MAY 1 | | <u>1,691,565</u> |
| FUND BALANCE, APRIL 30 | | <u>\$ 1,594,715</u> |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
STOP THE CPKC COALITION FUND**

For the Year Ended April 30, 2024

| | Budget | Actual |
|--|---------------|---------------|
| REVENUES | | |
| Intergovernmental | \$ 400,000 | \$ 459,523 |
| Total revenues | 400,000 | 459,523 |
| EXPENDITURES | | |
| General government | | |
| Professional services | 450,000 | 356,063 |
| Total expenditures | 450,000 | 356,063 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (50,000) | 103,460 |
| OTHER FINANCING SOURCES (USES) | | |
| Transfers in | 50,000 | 74,116 |
| Total other financing sources (uses) | 50,000 | 74,116 |
| NET CHANGE IN FUND BALANCE | \$ - | 177,576 |
| FUND BALANCE (DEFICIT), MAY 1 | | (172,778) |
| FUND BALANCE, APRIL 30 | | \$ 4,798 |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DOWNTOWN TAX INCREMENT FINANCING FUND**

For the Year Ended April 30, 2024

| | Budget | Actual |
|--|---------------|--------------------|
| REVENUES | | |
| None | \$ - | \$ - |
| Total revenues | - | - |
| EXPENDITURES | | |
| General government | | |
| Operating | 100,000 | - |
| Professional services | 75,000 | 14,458 |
| Total expenditures | 175,000 | 14,458 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (175,000) | (14,458) |
| OTHER FINANCING SOURCES (USES) | | |
| Transfers in | 239,372 | - |
| Total other financing sources (uses) | 239,372 | - |
| NET CHANGE IN FUND BALANCE | \$ 64,372 | (14,458) |
| FUND BALANCE (DEFICIT), MAY 1 | | (67,965) |
| FUND BALANCE (DEFICIT), APRIL 30 | | \$ (82,423) |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL OBLIGATION 2008 DEBT SERVICE FUND**

For the Year Ended April 30, 2024

| | Budget | Actual |
|--|-------------------|----------------|
| REVENUES | | |
| Investment income | \$ - | \$ 6 |
| Total revenues | - | 6 |
| EXPENDITURES | | |
| None | - | - |
| Total expenditures | - | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | 6 |
| OTHER FINANCING SOURCES (USES) | | |
| Transfers (out) | (6,548) | (6,555) |
| Total other financing sources (uses) | (6,548) | (6,555) |
| NET CHANGE IN FUND BALANCE | \$ (6,548) | (6,549) |
| FUND BALANCE, MAY 1 | | 6,549 |
| FUND BALANCE, APRIL 30 | | \$ - |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HAMILTON LAKES SPECIAL SERVICE AREA DEBT SERVICE FUND**

For the Year Ended April 30, 2024

| | <u>Budget</u> | <u>Actual</u> |
|----------------------------|-----------------|-------------------|
| REVENUES | | |
| Property taxes | \$ 255,457 | \$ 255,457 |
| Investment income | 3,000 | 15,009 |
| | <hr/> | |
| Total revenues | 258,457 | 270,466 |
| | <hr/> | |
| EXPENDITURES | | |
| Debt service | | |
| Principal | 155,000 | 155,000 |
| Interest | 97,875 | 97,875 |
| Bond agent fees | 535 | 803 |
| | <hr/> | |
| Total expenditures | 253,410 | 253,678 |
| | <hr/> | |
| NET CHANGE IN FUND BALANCE | <u>\$ 5,047</u> | 16,788 |
| FUND BALANCE, MAY 1 | | <u>272,247</u> |
| FUND BALANCE, APRIL 30 | | <u>\$ 289,035</u> |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPRING LAKE SPECIAL SERVICE AREA CAPITAL PROJECTS FUND**

For the Year Ended April 30, 2024

| | <u>Budget</u> | <u>Actual</u> |
|----------------------------|------------------|-------------------|
| REVENUES | | |
| Property taxes | \$ 66,144 | \$ 66,144 |
| Investment income | 3,500 | 18,413 |
| | <hr/> | |
| Total revenues | 69,644 | 84,557 |
| | <hr/> | |
| EXPENDITURES | | |
| Highways and streets | | |
| Professional services | 1,000 | - |
| Capital outlay | | |
| Capital maintenance | 50,000 | - |
| | <hr/> | |
| Total expenditures | 51,000 | - |
| | <hr/> | |
| NET CHANGE IN FUND BALANCE | <u>\$ 18,644</u> | 84,557 |
| FUND BALANCE, MAY 1 | | <u>684,960</u> |
| FUND BALANCE, APRIL 30 | | <u>\$ 769,517</u> |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL SERVICE AREA CAPITAL PROJECTS FUND**

For the Year Ended April 30, 2024

| | <u>Budget</u> | <u>Actual</u> |
|--|--------------------|------------------|
| REVENUES | | |
| Investment income | \$ 4,000 | \$ 19 |
| EXPENDITURES | | |
| Capital outlay | 50,000 | 16,781 |
| Total expenditures | 50,000 | 16,781 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>(46,000)</u> | <u>(16,762)</u> |
| OTHER FINANCING SOURCES (USES) | | |
| Transfers (out) | - | (403,477) |
| Total other financing sources (uses) | - | (403,477) |
| NET CHANGE IN FUND BALANCE | <u>\$ (46,000)</u> | (420,239) |
| FUND BALANCE, MAY 1 | | <u>432,572</u> |
| FUND BALANCE, APRIL 30 | | <u>\$ 12,333</u> |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HAMILTON LAKES SPECIAL SERVICE AREA CAPITAL PROJECTS FUND**

For the Year Ended April 30, 2024

| | Budget | Actual |
|--|---------------|---------------|
| REVENUES | | |
| Property taxes | \$ 169,626 | \$ 179,464 |
| Investment income | 10,000 | 49,360 |
| Total revenues | 179,626 | 228,824 |
| EXPENDITURES | | |
| Capital outlay | 50,000 | - |
| Total expenditures | 50,000 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 129,626 | 228,824 |
| OTHER FINANCING SOURCES (USES) | | |
| Transfers (out) | (696,000) | - |
| Total other financing sources (uses) | (696,000) | - |
| NET CHANGE IN FUND BALANCE | \$ (566,374) | 228,824 |
| FUND BALANCE, MAY 1 | | 2,487,898 |
| FUND BALANCE, APRIL 30 | | \$ 2,716,722 |

(See independent auditor's report.)

MAJOR PROPRIETARY FUND

VILLAGE OF ITASCA, ILLINOIS
SCHEDULE OF NET POSITION
WATER AND SEWER FUND BY SUBACCOUNT

April 30, 2024

| | Operating and Maintenance | Capital | Total |
|--|--------------------------------------|---------------------|----------------------|
| CURRENT ASSETS | | | |
| Cash and investments | \$ 4,380,538 | \$ 5,374,386 | \$ 9,754,924 |
| Accounts receivable | 1,905,646 | - | 1,905,646 |
| Lease receivable | 1,656,095 | - | 1,656,095 |
| Accrued interest receivable | 4,281 | - | 4,281 |
| Total current assets | 7,946,560 | 5,374,386 | 13,320,946 |
| NONCURRENT ASSETS | | | |
| Capital assets | | | |
| Cost | 90,059,308 | - | 90,059,308 |
| Less accumulated depreciation | 39,269,914 | - | 39,269,914 |
| Total noncurrent assets | 50,789,394 | - | 50,789,394 |
| Total assets | 58,735,954 | 5,374,386 | 64,110,340 |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Pension items - IMRF | 730,150 | - | 730,150 |
| Unamortized loss on refunding | 147,467 | - | 147,467 |
| Total deferred outflows of resources | 877,617 | - | 877,617 |
| Total assets and deferred outflows of resources | 59,613,571 | 5,374,386 | 64,987,957 |
| CURRENT LIABILITIES | | | |
| Accounts payable | 470,938 | 326,603 | 797,541 |
| Accrued payroll | 68,341 | - | 68,341 |
| Bonds and loans payable - current portion | 1,521,893 | - | 1,521,893 |
| Compensated absences payable | 14,703 | - | 14,703 |
| Total OPEB liability | 48,969 | - | 48,969 |
| Accrued interest | 208,158 | - | 208,158 |
| Total current liabilities | 2,333,002 | 326,603 | 2,659,605 |
| NONCURRENT LIABILITIES | | | |
| Bonds payable | 19,488,995 | - | 19,488,995 |
| IEPA loan payable | 10,104,658 | - | 10,104,658 |
| Compensated absences payable | 132,322 | - | 132,322 |
| Net pension liability | 1,156,514 | - | 1,156,514 |
| Total OPEB liability | 349,066 | - | 349,066 |
| Total noncurrent liabilities | 31,231,555 | - | 31,231,555 |
| Total liabilities | 33,564,557 | 326,603 | 33,891,160 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Pension items - IMRF | 203,411 | - | 203,411 |
| Unavailable revenue - leases | 1,558,508 | - | 1,558,508 |
| Total deferred inflows of resources | 1,761,919 | - | 1,761,919 |
| Total liabilities and deferred inflows of resources | 35,326,476 | 326,603 | 35,653,079 |
| NET POSITION | | | |
| Net investment in capital assets | 19,558,420 | - | 19,558,420 |
| Unrestricted | 4,728,675 | 5,047,783 | 9,776,458 |
| TOTAL NET POSITION | \$ 24,287,095 | \$ 5,047,783 | \$ 29,334,878 |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
WATER AND SEWER FUND BY SUBACCOUNT

For the Year Ended April 30, 2024

| | Operating and Maintenance | Capital | Eliminations | Total |
|---|--------------------------------------|----------------|---------------------|---------------|
| OPERATING REVENUES | | | | |
| Charges for services | | | | |
| Water fees | \$ 5,582,350 | \$ - | \$ - | \$ 5,582,350 |
| Sewer fees | 5,390,149 | - | - | 5,390,149 |
| Other revenues | 288,830 | - | - | 288,830 |
| | <hr/> | | | |
| Total operating revenues | 11,261,329 | - | - | 11,261,329 |
| OPERATING EXPENSES EXCLUDING DEPRECIATION | | | | |
| Salaries and stipends | 1,846,389 | - | - | 1,846,389 |
| Payroll taxes | 308,355 | - | - | 308,355 |
| Employee benefits | 328,752 | - | - | 328,752 |
| General operating | 3,188,947 | - | - | 3,188,947 |
| Repairs and maintenance | 473,677 | - | - | 473,677 |
| Professional services | 643,629 | - | - | 643,629 |
| Special services | 175,018 | - | - | 175,018 |
| Insurance | 153,278 | - | - | 153,278 |
| Capital | - | 87,100 | - | 87,100 |
| | <hr/> | | | |
| Total operating expenses excluding depreciation | 7,118,045 | 87,100 | - | 7,205,145 |
| OPERATING INCOME (LOSS) BEFORE DEPRECIATION AND AMORTIZATION | | | | |
| | 4,143,284 | (87,100) | - | 4,056,184 |
| Depreciation and amortization | 1,894,159 | - | - | 1,894,159 |
| | <hr/> | | | |
| OPERATING INCOME (LOSS) | 2,249,125 | (87,100) | - | 2,162,025 |
| NON-OPERATING REVENUES (EXPENSES) | | | | |
| Investment income | 61,634 | 1,158 | - | 62,792 |
| Intergovernmental | 14,709 | - | - | 14,709 |
| Sale of capital assets | 2,525 | - | - | 2,525 |
| Interest expense | (694,063) | - | - | (694,063) |
| | <hr/> | | | |
| Total non-operating revenues (expenses) | (615,195) | 1,158 | - | (614,037) |
| INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS | | | | |
| | 1,633,930 | (85,942) | - | 1,547,988 |
| TRANSFERS | | | | |
| Transfers in | 6,559,051 | 5,877,730 | (7,754,947) | 4,681,834 |
| Transfers (out) | (1,195,896) | (7,293,035) | 7,754,947 | (733,984) |
| | <hr/> | | | |
| Total transfers | 5,363,155 | (1,415,305) | - | 3,947,850 |
| CHANGE IN NET POSITION | | | | |
| | 6,997,085 | (1,501,247) | - | 5,495,838 |
| NET POSITION, MAY 1 | | | | |
| | 17,290,010 | 6,549,030 | - | 23,839,040 |
| | <hr/> | | | |
| NET POSITION, APRIL 30 | \$ 24,287,095 | \$ 5,047,783 | \$ - | \$ 29,334,878 |
| | <hr/> | | | |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER FUND -
OPERATING SUBACCOUNT

For the Year Ended April 30, 2024

| | <u>Budget</u> | <u>Actual</u> |
|---|--------------------|----------------------|
| OPERATING REVENUES | | |
| Charges for services | | |
| Water fees | \$ 5,391,144 | \$ 5,582,350 |
| Sewer fees | 5,204,493 | 5,390,149 |
| Other revenues | 169,907 | 288,830 |
| Total operating revenues | <u>10,765,544</u> | <u>11,261,329</u> |
| OPERATING EXPENSES EXCLUDING DEPRECIATION | | |
| Salaries and stipends | 1,785,550 | 1,803,528 |
| Payroll taxes | 327,500 | 308,355 |
| Employee benefits | 352,640 | 328,752 |
| General operating | 2,880,170 | 3,188,947 |
| Repairs and maintenance | 516,718 | 473,677 |
| Professional services | 755,198 | 643,629 |
| Special services | 130,000 | 175,018 |
| Insurance | 119,300 | 153,278 |
| Total operating expenses excluding depreciation | <u>6,867,076</u> | <u>7,075,184</u> |
| OPERATING INCOME BEFORE DEPRECIATION AND AMORTIZATION | 3,898,468 | 4,186,145 |
| Depreciation and amortization | - | 1,894,159 |
| OPERATING INCOME | <u>3,898,468</u> | <u>2,291,986</u> |
| NON-OPERATING REVENUES (EXPENSES) | | |
| Investment income | 12,000 | 61,634 |
| Intergovernmental | - | 14,709 |
| Sale of capital assets | - | 2,525 |
| Debt service | | |
| Principal repayment | (1,482,947) | (1,482,947) |
| Interest expense | (790,069) | (694,063) |
| Total non-operating revenues (expenses) | <u>(2,261,016)</u> | <u>(2,098,142)</u> |
| INCOME BEFORE TRANSFERS | <u>1,637,452</u> | <u>193,844</u> |
| TRANSFERS | | |
| Transfers in | - | 6,559,051 |
| Transfers (out) | (1,195,896) | (1,195,896) |
| Total transfers | <u>(1,195,896)</u> | <u>5,363,155</u> |
| NET INCOME BUDGETARY BASIS | <u>\$ 441,556</u> | <u>\$ 5,556,999</u> |
| ADJUSTMENTS TO GAAP BASIS | | |
| Increase in net pension liability and related deferred inflows and outflows | | (72,236) |
| Decrease in OPEB liability | | 29,375 |
| Principal repayment | | 1,482,947 |
| Total adjustments to GAAP basis | | <u>1,440,086</u> |
| CHANGE IN NET POSITION | | 6,997,085 |
| NET POSITION, MAY 1 | | <u>17,290,010</u> |
| NET POSITION, APRIL 30 | | <u>\$ 24,287,095</u> |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
WATER AND SEWER FUND -
OPERATING SUBACCOUNT

For the Year Ended April 30, 2024

| | Budget | Actual |
|-----------------------------------|-----------|-----------|
| OPERATING EXPENSES | | |
| Salaries and stipends | | |
| Trustees | \$ 19,100 | \$ 18,143 |
| Administration | 362,000 | 359,375 |
| Non-union | 350,000 | 364,236 |
| Union | 924,450 | 926,208 |
| Overtime | 130,000 | 135,566 |
| | 1,785,550 | 1,803,528 |
| Payroll taxes | | |
| FICA | 135,500 | 133,061 |
| Unemployment taxes | 17,000 | 2,320 |
| IMRF | 175,000 | 172,974 |
| | 327,500 | 308,355 |
| Employee benefits | | |
| Group insurance | 339,200 | 322,246 |
| Uniforms | 13,440 | 6,506 |
| | 352,640 | 328,752 |
| General operating | | |
| Gas heat | 27,000 | 16,075 |
| Electricity | 212,000 | 382,213 |
| Telephone | 17,560 | 28,163 |
| Postage | 7,000 | 8,958 |
| Payroll services | 5,500 | 7,494 |
| Supplies - operating | 10,800 | 11,516 |
| Supplies - office | 6,500 | 4,348 |
| Supplies - sewer treatment | 113,000 | 112,048 |
| Supplies - water treatment | 11,575 | 6,148 |
| Motor fuel and lubrication | 27,000 | 38,122 |
| Conferences | 8,880 | 3,399 |
| Dues, subscriptions, and meetings | 5,188 | 3,140 |
| Training | 5,000 | 3,195 |
| Tuition reimbursement | 3,000 | - |
| Rentals | 7,500 | 3,000 |
| Employee physicals | 2,410 | 633 |

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)
WATER AND SEWER FUND -
OPERATING SUBACCOUNT

For the Year Ended April 30, 2024

| | Budget | Actual |
|---------------------------------------|-----------|-----------|
| OPERATING EXPENSES (Continued) | | |
| General operating (Continued) | | |
| Rubbish removal | \$ 16,200 | \$ 12,376 |
| Water meters | 10,000 | 17,249 |
| Safety program | 6,200 | 1,026 |
| Lab tests pretreatment | 10,000 | 7,068 |
| Operating software | 42,875 | 37,658 |
| Hardware | 46,800 | 10,177 |
| Bad debt expense | - | 1,821 |
| Other | 4,382 | 336 |
| Residential sewer programs | 10,000 | 5,000 |
| DuPage Water Commission | 2,263,800 | 2,467,784 |
| | 2,880,170 | 3,188,947 |
| | | |
| Repairs and maintenance | | |
| Vehicles | 21,000 | 24,701 |
| Equipment | 79,800 | 37,691 |
| Structures | 112,768 | 105,438 |
| Bulk material | 15,000 | 28,491 |
| Wells | 35,600 | 26,204 |
| Treatment plant | 72,000 | 96,854 |
| Lift stations | 56,000 | 28,589 |
| Sanitary sewers | 36,500 | 17,816 |
| Water systems | 63,050 | 99,438 |
| Meter repair | 25,000 | 8,455 |
| | 516,718 | 473,677 |
| | | |
| Professional services | | |
| Legal | 15,300 | 12,849 |
| Engineering | 183,000 | 98,739 |
| Accounting | 73,666 | 80,588 |
| IT services | 181,150 | 133,362 |
| Utility billing services | 54,000 | 59,603 |
| Water and sewer consulting | 50,916 | 49,430 |
| SCADA | 151,750 | 167,734 |
| GIS mapping | 4,000 | 4,120 |
| Audit | 25,416 | 19,029 |
| Janitorial | 16,000 | 18,175 |
| | 755,198 | 643,629 |

(This schedule is continued on the following page.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)
WATER AND SEWER FUND -
OPERATING SUBACCOUNT

For the Year Ended April 30, 2024

| | <u>Budget</u> | <u>Actual</u> |
|---------------------------------------|---------------------|---------------------|
| OPERATING EXPENSES (Continued) | | |
| Special services | | |
| Sludge removal | \$ 30,000 | \$ 21,208 |
| Industrial pre-treatment | 100,000 | 153,810 |
| | <hr/> | <hr/> |
| Total special services | 130,000 | 175,018 |
| | <hr/> | <hr/> |
| Insurance | | |
| Liability | 78,900 | 112,200 |
| Workers' compensation | 40,400 | 41,078 |
| | <hr/> | <hr/> |
| Total insurance | 119,300 | 153,278 |
| | <hr/> | <hr/> |
| TOTAL OPERATING EXPENSES | \$ 6,867,076 | \$ 7,075,184 |
| | <hr/> <hr/> | <hr/> <hr/> |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER FUND -
CAPITAL SUBACCOUNT

For the Year Ended April 30, 2024

| | Budget | Actual |
|--|-----------------------|---------------------|
| OPERATING REVENUES | | |
| None | \$ - | \$ - |
| Total operating revenues | - | - |
| OPERATING EXPENSES | | |
| Capital | 9,287,400 | 6,646,151 |
| Total operating expenses | 9,287,400 | 6,646,151 |
| OPERATING INCOME (LOSS) | (9,287,400) | (6,646,151) |
| NON-OPERATING REVENUES (EXPENSES) | | |
| Investment income | - | 1,158 |
| Total non-operating revenues (expenses) | - | 1,158 |
| INCOME (LOSS) BEFORE TRANSFERS | (9,287,400) | (6,644,993) |
| TRANSFERS | | |
| Transfers in | 7,621,896 | 5,877,730 |
| Transfers (out) | (470,590) | (7,293,035) |
| Total transfers | 7,151,306 | (1,415,305) |
| NET INCOME (LOSS) BUDGETARY BASIS | \$ (2,136,094) | (8,060,298) |
| ADJUSTMENTS TO GAAP BASIS | | |
| Capitalized assets | | 6,559,051 |
| Total adjustments to GAAP basis | | 6,559,051 |
| CHANGE IN NET POSITION | | (1,501,247) |
| NET POSITION, MAY 1 | | 6,549,030 |
| NET POSITION, APRIL 30 | | \$ 5,047,783 |

(See independent auditor's report.)

SUPPLEMENTAL DATA

VILLAGE OF ITASCA, ILLINOIS

**LONG-TERM DEBT REQUIREMENTS
SPECIAL SERVICE AREA BONDS, SERIES 2014**

April 30, 2024

| | |
|-------------------------|---------------------------------------|
| Date of Issue | February 11, 2014 |
| Date of Maturity | December 15, 2033 |
| Authorized Issue | \$ 3,340,000 |
| Denomination of Bonds | \$ 5,000 |
| Interest Rates | 4.50% |
| Interest Dates | June 15 and December 15 |
| Principal Maturity Date | December 15 |
| Payable at | Bank of New York Chicago, Illinois |

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year Ending | Principal | Interest | Total | Interest Due On | | | |
|--------------------------|---------------------|-------------------|---------------------|-----------------|-------------------|-------------|-------------------|
| | | | | June 15 | Amount | December 15 | Amount |
| 2025 | \$ 165,000 | \$ 90,900 | \$ 255,900 | 2024 | \$ 45,450 | 2024 | \$ 45,450 |
| 2026 | 170,000 | 83,475 | 253,475 | 2025 | 41,738 | 2025 | 41,738 |
| 2027 | 180,000 | 75,825 | 255,825 | 2026 | 37,913 | 2026 | 37,913 |
| 2028 | 185,000 | 67,725 | 252,725 | 2027 | 33,863 | 2027 | 33,863 |
| 2029 | 195,000 | 59,400 | 254,400 | 2028 | 29,700 | 2028 | 29,700 |
| 2030 | 205,000 | 50,625 | 255,625 | 2029 | 25,312 | 2029 | 25,312 |
| 2031 | 215,000 | 41,400 | 256,400 | 2030 | 20,700 | 2030 | 20,700 |
| 2032 | 225,000 | 31,725 | 256,725 | 2031 | 15,862 | 2031 | 15,862 |
| 2033 | 235,000 | 21,600 | 256,600 | 2032 | 10,800 | 2032 | 10,800 |
| 2034 | 245,000 | 11,025 | 256,025 | 2033 | 5,512 | 2033 | 5,512 |
| | <u>\$ 2,020,000</u> | <u>\$ 533,700</u> | <u>\$ 2,553,700</u> | | <u>\$ 266,850</u> | | <u>\$ 266,850</u> |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING BONDS (ARS), SERIES 2022A**

April 30, 2024

| | |
|-------------------------|--|
| Date of Issue | March 3, 2022 |
| Date of Maturity | February 1, 2039 |
| Authorized Issue | \$ 19,345,000 |
| Denomination of Bonds | \$ 5,000 |
| Interest Rates | 3% to 5% |
| Interest Dates | August 1 and February 1 |
| Principal Maturity Date | February 1 |
| Payable at | Amalgamated Bank of Chicago Chicago, Illinois |

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year Ending | Principal | Interest | Total | Interest Due On | | | |
|--------------------------|----------------------|---------------------|----------------------|-----------------|---------------------|------------|---------------------|
| | | | | August 1 | Amount | February 1 | Amount |
| 2025 | \$ 470,000 | \$ 696,500 | \$ 1,166,500 | 2024 | \$ 348,250 | 2025 | \$ 348,250 |
| 2026 | 505,000 | 673,000 | 1,178,000 | 2025 | 336,500 | 2026 | 336,500 |
| 2027 | 540,000 | 647,750 | 1,187,750 | 2026 | 323,875 | 2027 | 323,875 |
| 2028 | 570,000 | 620,750 | 1,190,750 | 2027 | 310,375 | 2028 | 310,375 |
| 2029 | 615,000 | 592,250 | 1,207,250 | 2028 | 296,125 | 2029 | 296,125 |
| 2030 | 660,000 | 561,500 | 1,221,500 | 2029 | 280,750 | 2030 | 280,750 |
| 2031 | 705,000 | 528,500 | 1,233,500 | 2030 | 264,250 | 2031 | 264,250 |
| 2032 | 1,140,000 | 493,250 | 1,633,250 | 2031 | 246,625 | 2032 | 246,625 |
| 2033 | 1,580,000 | 447,650 | 2,027,650 | 2032 | 223,825 | 2033 | 223,825 |
| 2034 | 1,680,000 | 384,450 | 2,064,450 | 2033 | 192,225 | 2034 | 192,225 |
| 2035 | 1,785,000 | 317,250 | 2,102,250 | 2034 | 158,625 | 2035 | 158,625 |
| 2036 | 1,895,000 | 245,850 | 2,140,850 | 2035 | 122,925 | 2036 | 122,925 |
| 2037 | 1,990,000 | 189,000 | 2,179,000 | 2036 | 94,500 | 2037 | 94,500 |
| 2038 | 2,100,000 | 129,300 | 2,229,300 | 2037 | 64,650 | 2038 | 64,650 |
| 2039 | 2,210,000 | 66,300 | 2,276,300 | 2038 | 33,150 | 2039 | 33,150 |
| | \$ 18,445,000 | \$ 6,593,300 | \$ 25,038,300 | | \$ 3,296,650 | | \$ 3,296,650 |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BONDS (ARBs), SERIES 2022B**

April 30, 2024

| | |
|-------------------------|--|
| Date of Issue | March 3, 2022 |
| Date of Maturity | February 1, 2047 |
| Authorized Issue | \$ 13,640,000 |
| Denomination of Bonds | \$ 5,000 |
| Interest Rates | 3% to 5% |
| Interest Dates | August 1 and February 1 |
| Principal Maturity Date | February 1 |
| Payable at | Amalgamated Bank of Chicago Chicago, Illinois |

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year Ending | Principal | Interest | Total | Interest Due On | | | |
|--------------------------|----------------------|---------------------|----------------------|-----------------|---------------------|------------|---------------------|
| | | | | August 1 | Amount | February 1 | Amount |
| 2025 | \$ 345,000 | \$ 509,118 | \$ 854,118 | 2024 | \$ 254,559 | 2025 | \$ 254,559 |
| 2026 | 360,000 | 491,868 | 851,868 | 2025 | 245,934 | 2026 | 245,934 |
| 2027 | 380,000 | 473,868 | 853,868 | 2026 | 236,934 | 2027 | 236,934 |
| 2028 | 400,000 | 454,868 | 854,868 | 2027 | 227,434 | 2028 | 227,434 |
| 2029 | 420,000 | 434,868 | 854,868 | 2028 | 217,434 | 2029 | 217,434 |
| 2030 | 440,000 | 413,868 | 853,868 | 2029 | 206,934 | 2030 | 206,934 |
| 2031 | 460,000 | 391,868 | 851,868 | 2030 | 195,934 | 2031 | 195,934 |
| 2032 | 485,000 | 368,868 | 853,868 | 2031 | 184,434 | 2032 | 184,434 |
| 2033 | 510,000 | 344,618 | 854,618 | 2032 | 172,309 | 2033 | 172,309 |
| 2034 | 535,000 | 319,118 | 854,118 | 2033 | 159,559 | 2034 | 159,559 |
| 2035 | 555,000 | 297,718 | 852,718 | 2034 | 148,859 | 2035 | 148,859 |
| 2036 | 580,000 | 275,518 | 855,518 | 2035 | 137,759 | 2036 | 137,759 |
| 2037 | 600,000 | 252,318 | 852,318 | 2036 | 126,159 | 2037 | 126,159 |
| 2038 | 625,000 | 228,318 | 853,318 | 2037 | 114,159 | 2038 | 114,159 |
| 2039 | 650,000 | 203,318 | 853,318 | 2038 | 101,659 | 2039 | 101,659 |
| 2040 | 670,000 | 183,818 | 853,818 | 2039 | 91,909 | 2040 | 91,909 |
| 2041 | 690,000 | 163,718 | 853,718 | 2040 | 81,859 | 2041 | 81,859 |
| 2042 | 710,000 | 143,018 | 853,018 | 2041 | 71,509 | 2042 | 71,509 |
| 2043 | 730,000 | 121,718 | 851,718 | 2042 | 60,859 | 2043 | 60,859 |
| 2044 | 755,000 | 98,906 | 853,906 | 2043 | 49,453 | 2044 | 49,453 |
| 2045 | 780,000 | 75,312 | 855,312 | 2044 | 37,656 | 2045 | 37,656 |
| 2046 | 800,000 | 50,938 | 850,938 | 2045 | 25,469 | 2046 | 25,469 |
| 2047 | 830,000 | 25,938 | 855,938 | 2046 | 12,969 | 2047 | 12,969 |
| | <u>\$ 13,310,000</u> | <u>\$ 6,323,486</u> | <u>\$ 19,633,486</u> | | <u>\$ 3,161,743</u> | | <u>\$ 3,161,743</u> |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF INSURANCE IN FORCE

April 30, 2024

| Type of Coverage | Amount of Coverage | Deductibles | Expiration Date |
|--|--------------------|-------------|-----------------|
| Commercial Property | | | 5/1/2024 |
| Business real property, business personal property | \$94,316,333 | \$25,000 | |
| Extra expense | 2,000,000 | | |
| General Liability | | | 5/1/2024 |
| Each occurrence | \$1,000,000 | \$10,000 | |
| General aggregate | 3,000,000 | | |
| Products and completed operations aggregate | 3,000,000 | | |
| Personal and advertising injury | 1,000,000 | | |
| Damage to premises rented to Village | 500,000 | | |
| Premises medical limit | 5,000 | | |
| Liquor liability included for short term events | Included | | |
| Volunteers as unsecured | Included | | |
| Employee Benefit Liability | | \$10,000 | 5/1/2024 |
| Annual aggregate | \$3,000,000 | | |
| Each occurrence | 1,000,000 | | |
| Crisis management | 30,000 | | |
| Law Enforcement | | \$50,000 | 5/1/2024 |
| Annual aggregate | \$2,000,000 | | |
| Per occurrence limit | 1,000,000 | | |
| Sexual abuse and molestation | Limited | | |
| Line of duty death coverage | Included | | |
| Auto liability and Auto Physical Damage | | \$10,000 | 5/1/2024 |
| Liability limit - combined single limit | \$1,000,000 | | |
| Hired & non-owned auto | 1,000,000 | | |
| Medial payments | 10,000 | | |
| Garagekeepers legal liability (415 N. Prospect Ave.) | 100,000 | | |
| Garagekeepers legal liability (411 N. Prospect Ave.) | 100,000 | | |
| Garagekeepers legal liability (550 W. Irving Park Rd.) | 100,000 | | |
| Uninsured/underinsured motorist | 1,000,000 | | |
| Auto physical damage: comprehensive | Included | \$1,000 | |
| Auto physical damage: collision | Included | \$1,000 | |
| Public Officials' Liability | | \$50,000 | 5/1/2024 |
| Each wrongful act | \$1,000,000 | | |
| Annual aggregate | 3,000,000 | | |
| Land use planning and zoning | Included | | |
| Employment Practices Liability | | \$50,000 | 5/1/2024 |
| Each claim | \$1,000,000 | | |
| Annual aggregate | 3,000,000 | | |
| Back-front wages | Included | | |
| Excess Liability | | \$10,000 | 5/1/2024 |
| Each wrongful act | \$10,000,000 | \$10,000 | |
| Workers' Compensation | | | 1/1/2025 |
| Each accident | \$3,000,000 | | |
| Disease - policy limit | 3,000,000 | | |
| Disease - each employee | 3,000,000 | | |
| Cyber Liability | | | 5/1/2024 |
| Annual aggregate | \$2,000,000 | \$5,000 | |
| Cyber crime | 250,000 | | |
| Ransomware/extortion | 2,000,000 | | |

(This schedule is continued on the following page.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF INSURANCE IN FORCE (Continued)

April 30, 2024

| Type of Coverage | Amount of Coverage | Deductibles | Expiration Date |
|---|--------------------|-------------|-----------------|
| Storage Tank Liability Annual aggregate (deductible per storage tank incident) | \$2,000,000 | \$10,000 | 5/1/2024 |
| Crime | | | 5/1/2024 |
| Annual aggregate | \$2,000,000 | | |
| Employee theft - per loss | 1,000,000 | | |
| Faithful performance of duty | 1,000,000 | | |
| Forgery or alteration | 2,000,000 | | |
| Forgery - payment cards | 2,000,000 | | |
| Inside the premises - theft of money and securities | 2,000,000 | | |
| Inside the premises - robbery or safe burglary of other property | 2,000,000 | | |
| Outside the premises | 2,000,000 | | |
| Computer transfer fraud | 2,000,000 | | |
| Funds transfer fraud | Included | | |
| Money orders and counterfeit money | 2,000,000 | | |
| Malicious Assailant | | | 5/1/2024 |
| Any one occurrence or in the aggregate | \$1,000,000 | \$10,000 | |

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF ASSESSED VALUATIONS,
TAX RATES, AND TAX EXTENSIONS**

April 30, 2024

| Levy Year | 2023 | 2022 |
|------------------|-----------------------|-----------------------|
| Residential | \$ 336,493,884 | \$ 337,407,260 |
| Farms | 10,196 | 9,265 |
| Commercial | 183,487,250 | 180,709,175 |
| Industrial | 283,849,271 | 234,742,490 |
| Railroad | 683,934 | - |
| | \$ 804,524,535 | \$ 752,868,190 |

| Levy Year | 2023 | | 2022 | |
|-------------------|--------------------------|---------------------------|--------------------------|---------------------------|
| | Rate Extended | Taxes Extended | Rate Extended | Taxes Extended |
| Corporate | 0.0690 | \$ 555,122 | 0.0618 | \$ 465,273 |
| Police Pension | 0.2763 | 2,222,901 | 0.2821 | 2,123,841 |
| Aggregate refunds | 0.0010 | 8,045 | 0.0036 | 27,103 |
| TOTAL | 0.3463 | \$ 2,786,068 | 0.3475 | \$ 2,616,217 |

The Village also collects taxes from Special Service Areas within the Village for the payment of principal and interest on bonds and maintenance of roads. The taxes extended for the Special Service Areas for 2023 and 2022 were \$472,524 and \$501,065, respectively.

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF LEGAL DEBT MARGIN

April 30, 2024

| | |
|---|-----------------------|
| Assessed valuation - 2023 | <u>\$ 804,524,535</u> |
| Legal debt limit - 8.625% of assessed valuation | \$ 69,390,241 |
| Amount of debt applicable to debt limit | |
| Village's general obligation debt | <u>-</u> |
| LEGAL DEBT MARGIN | <u>\$ 69,390,241</u> |

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

VILLAGE OF ITASCA, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

| Fiscal Year | 2015 | 2016 | 2017 | 2018 |
|---------------------------------------|-----------------------|----------------------|----------------------|----------------------|
| GOVERNMENTAL ACTIVITIES | | | | |
| Net investment in capital assets | \$ 78,202,970 | \$ 77,774,223 | \$ 76,396,437 | \$ 75,511,028 |
| Restricted | 5,503,700 | 5,315,395 | 5,751,234 | 5,770,684 |
| Unrestricted | 7,584,042 | (7,187,454) | (7,651,157) | (7,935,629) |
| TOTAL GOVERNMENTAL ACTIVITIES | \$ 91,290,712 | \$ 75,902,164 | \$ 74,496,514 | \$ 73,346,083 |
| BUSINESS-TYPE ACTIVITIES | | | | |
| Net investment in capital assets | \$ 9,467,059 | \$ 8,705,616 | \$ 8,453,494 | \$ 8,596,642 |
| Restricted | - | - | - | - |
| Unrestricted | 1,523,896 | 474,563 | 542,401 | 5,157,187 |
| TOTAL BUSINESS-TYPE ACTIVITIES | \$ 10,990,955 | \$ 9,180,179 | \$ 8,995,895 | \$ 13,753,829 |
| PRIMARY GOVERNMENT | | | | |
| Net investment in capital assets | \$ 87,670,029 | \$ 86,479,839 | \$ 84,849,931 | \$ 84,107,670 |
| Restricted | 5,503,700 | 5,315,395 | 5,751,234 | 5,770,684 |
| Unrestricted | 9,107,938 | (6,712,891) | (7,108,756) | (2,778,442) |
| TOTAL PRIMARY GOVERNMENT | \$ 102,281,667 | \$ 85,082,343 | \$ 83,492,409 | \$ 87,099,912 |

*General Obligation Alternate Revenue Bonds Series 2022B were issued by Governmental Activities to fund capital asset acquisitions. In addition, a portion of the bonds were used for the Business-Type Activities. Therefore, the total column includes the outstanding balance for these bonds, while the Governmental Activities do not include these outstanding balances in the calculation of Net Investment in Capital Assets.

The Village implemented GASB Statement No. 68 during 2016.

The Village implemented GASB Statement No. 75 during 2019.

Data Source

Audited Financial Statements

| | 2019 | 2020 | 2021 | 2022 | 2023* | 2024* |
|----|--------------|---------------|---------------|---------------|---------------|---------------|
| \$ | 74,833,102 | \$ 73,774,645 | \$ 73,204,865 | \$ 74,433,776 | \$ 77,717,440 | \$ 73,509,647 |
| | 5,996,480 | 6,732,265 | 6,977,134 | 7,061,388 | 7,769,971 | 8,596,200 |
| | (10,328,256) | (11,471,621) | (12,084,452) | (13,700,241) | (18,253,672) | (14,934,114) |
| \$ | 70,501,326 | \$ 69,035,289 | \$ 68,097,547 | \$ 67,794,923 | \$ 67,233,739 | \$ 67,171,733 |
| \$ | 8,868,512 | \$ 9,870,801 | \$ 10,048,531 | \$ 10,683,252 | \$ 13,150,089 | \$ 19,558,420 |
| | - | - | - | - | 995,040 | - |
| | 6,331,285 | 5,905,898 | 6,245,122 | 7,241,438 | 9,693,911 | 9,776,458 |
| \$ | 15,199,797 | \$ 15,776,699 | \$ 16,293,653 | \$ 17,924,690 | \$ 23,839,040 | \$ 29,334,878 |
| \$ | 83,701,614 | \$ 83,645,446 | \$ 83,253,396 | \$ 85,117,028 | \$ 84,360,569 | \$ 85,566,067 |
| | 5,996,480 | 6,732,265 | 6,977,134 | 7,061,388 | 7,769,971 | 8,596,200 |
| | (3,996,971) | (5,565,723) | (5,839,330) | (6,458,803) | (1,057,761) | 2,344,344 |
| \$ | 85,701,123 | \$ 84,811,988 | \$ 84,391,200 | \$ 85,719,613 | \$ 91,072,779 | \$ 96,506,611 |

VILLAGE OF ITASCA, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

| Fiscal Year | 2015 | 2016 | 2017 | 2018 |
|---|------------------------|------------------------|------------------------|------------------------|
| EXPENSES | | | | |
| Governmental activities | | | | |
| General government | \$ 4,703,106 | \$ 3,479,155 | \$ 3,501,654 | \$ 3,078,537 |
| Public safety | 5,440,539 | 6,058,119 | 6,699,549 | 6,037,115 |
| Community development | 753,760 | 942,210 | 936,669 | 935,802 |
| Public works | 6,281,524 | 5,642,221 | 5,134,979 | 5,862,683 |
| Interest | 567,260 | 478,048 | 424,318 | 354,732 |
| Total governmental activities expenses | 17,746,189 | 16,599,753 | 16,697,169 | 16,268,869 |
| Business-type activities | | | | |
| Water and sewer | 8,637,501 | 9,558,386 | 9,926,958 | 9,818,624 |
| Total business-type activities expenses | 8,637,501 | 9,558,386 | 9,926,958 | 9,818,624 |
| TOTAL PRIMARY GOVERNMENT EXPENSES | \$ 26,383,690 | \$ 26,158,139 | \$ 26,624,127 | \$ 26,087,493 |
| PROGRAM REVENUES | | | | |
| Governmental activities | | | | |
| Charges for services | | | | |
| General government | \$ - | \$ - | \$ - | \$ - |
| Public safety | 390,293 | 309,180 | 343,201 | 297,328 |
| Community development | 905,238 | 756,655 | 1,154,448 | 854,757 |
| Public works | 132,778 | 148,505 | 151,463 | 135,463 |
| Operating grants and contributions | 211,962 | 221,232 | 274,105 | 220,835 |
| Capital grants and contributions | 153,613 | 32,399 | 13,314 | 18,300 |
| Total governmental activities program revenues | 1,793,884 | 1,467,971 | 1,936,531 | 1,526,683 |
| Business-type activities | | | | |
| Charges for services | | | | |
| Water and sewer | 6,561,926 | 7,568,954 | 9,127,908 | 9,185,357 |
| Capital grants and contributions | - | - | - | - |
| Total business-type activities program revenues | 6,561,926 | 7,568,954 | 9,127,908 | 9,185,357 |
| TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES | \$ 8,355,810 | \$ 9,036,925 | \$ 11,064,439 | \$ 10,712,040 |
| NET REVENUE (EXPENSE) | | | | |
| Governmental activities | \$ (15,952,305) | \$ (15,131,782) | \$ (14,760,638) | \$ (14,742,186) |
| Business-type activities | (2,075,575) | (1,989,432) | (799,050) | (633,267) |
| TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE) | \$ (18,027,880) | \$ (17,121,214) | \$ (15,559,688) | \$ (15,375,453) |

| | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|----|--------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| \$ | 2,794,474 | \$ 3,142,895 | \$ 2,890,712 | \$ 3,105,174 | \$ 2,826,819 | \$ 3,688,343 |
| | 7,106,336 | 8,236,535 | 6,236,191 | 7,286,046 | 8,042,406 | 8,395,554 |
| | 875,237 | 1,055,720 | 1,265,851 | 1,208,084 | 1,142,742 | 1,078,201 |
| | 5,493,643 | 5,263,337 | 3,572,225 | 5,145,922 | 5,737,016 | 5,059,683 |
| | 270,596 | 214,126 | 158,525 | 527,767 | 547,714 | 575,920 |
| | 16,540,286 | 17,912,613 | 14,123,504 | 17,272,993 | 18,296,697 | 18,797,701 |
| | 8,927,147 | 10,310,812 | 9,019,885 | 9,271,978 | 9,463,654 | 9,793,367 |
| | 8,927,147 | 10,310,812 | 9,019,885 | 9,271,978 | 9,463,654 | 9,793,367 |
| \$ | 25,467,433 | \$ 28,223,425 | \$ 23,143,389 | \$ 26,544,971 | \$ 27,760,351 | \$ 28,591,068 |
| \$ | - | \$ - | \$ - | \$ - | \$ - | \$ - |
| | 276,435 | 318,018 | 203,296 | 158,350 | 169,469 | 173,276 |
| | 781,566 | 1,632,091 | 1,141,434 | 1,263,328 | 1,883,446 | 2,287,643 |
| | 157,894 | 98,109 | 46,891 | 53,716 | 48,777 | 63,470 |
| | 219,551 | 827,453 | 349,935 | 619,150 | 444,135 | 689,387 |
| | 19,342 | 15,425 | 325,818 | 190,001 | 100,958 | 11,819 |
| | 1,454,788 | 2,891,096 | 2,067,374 | 2,284,545 | 2,646,785 | 3,225,595 |
| | 9,574,693 | 10,176,156 | 8,993,296 | 10,246,643 | 10,526,759 | 10,972,499 |
| | - | - | - | - | 1,675,746 | - |
| | 9,574,693 | 10,176,156 | 8,993,296 | 10,246,643 | 12,202,505 | 10,972,499 |
| \$ | 11,029,481 | \$ 13,067,252 | \$ 11,060,670 | \$ 12,531,188 | \$ 14,849,290 | \$ 14,198,094 |
| \$ | (15,085,498) | \$ (15,021,517) | \$ (12,056,130) | \$ (14,988,448) | \$ (15,649,912) | \$ (15,572,106) |
| | 647,546 | (134,656) | (26,589) | 974,665 | 2,738,851 | 1,179,132 |
| \$ | (14,437,952) | \$ (15,156,173) | \$ (12,082,719) | \$ (14,013,783) | \$ (12,911,061) | \$ (14,392,974) |

VILLAGE OF ITASCA, ILLINOIS

CHANGE IN NET POSITION (Continued)

Last Ten Fiscal Years

| Fiscal Year | 2015 | 2016 | 2017 | 2018 |
|---|-----------------------|-----------------------|-----------------------|----------------------|
| GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS | | | | |
| Governmental activities | | | | |
| Taxes | | | | |
| Property | \$ 3,269,634 | \$ 3,529,622 | \$ 3,577,481 | \$ 3,585,363 |
| Hotel | 1,260,731 | 1,237,362 | 1,235,160 | 1,252,114 |
| Other taxes | - | - | - | - |
| Intergovernmental | 8,300,237 | 7,548,238 | 7,693,436 | 8,279,986 |
| Miscellaneous | 713,792 | 995,486 | 765,799 | 663,313 |
| Investment income | 50,016 | 62,813 | 83,112 | 138,479 |
| Sale of capital assets | - | - | - | - |
| Transfers in (out) | (490,777) | - | - | (327,500) |
| Total governmental activities | 13,103,633 | 13,373,521 | 13,354,988 | 13,591,755 |
| Business-type activities | | | | |
| Intergovernmental | 451,761 | 448,652 | 444,939 | 440,224 |
| Miscellaneous | 288,910 | 183,328 | 165,165 | 4,151,940 |
| Investment income | 1,394 | 1,135 | 4,662 | 12,591 |
| Sale of capital assets | - | - | - | - |
| Transfers in (out) | 490,777 | - | - | 327,500 |
| Total business-type activities | 1,232,842 | 633,115 | 614,766 | 4,932,255 |
| TOTAL PRIMARY GOVERNMENT | \$ 14,336,475 | \$ 14,006,636 | \$ 13,969,754 | \$ 18,524,010 |
| CHANGE IN NET POSITION | | | | |
| Governmental activities | \$ (2,848,672) | \$ (1,758,261) | \$ (1,405,650) | \$ (1,150,431) |
| Business-type activities | (842,733) | (1,356,317) | (184,284) | 4,298,988 |
| TOTAL PRIMARY GOVERNMENT CHANGE IN NET POSITION | \$ (3,691,405) | \$ (3,114,578) | \$ (1,589,934) | \$ 3,148,557 |

Data Source

Audited Financial Statements

| | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|----|------------|----------------|---------------|---------------|---------------|---------------|
| \$ | 3,678,582 | \$ 2,984,457 | \$ 3,053,181 | \$ 3,114,474 | \$ 3,117,855 | \$ 3,360,605 |
| | 1,251,032 | 1,042,126 | 102,320 | 718,542 | 1,177,816 | 1,200,050 |
| | - | 1,549,901 | 1,402,943 | 1,695,296 | 1,867,627 | 2,011,166 |
| | 8,253,059 | 5,713,451 | 5,933,442 | 8,320,295 | 9,972,477 | 10,160,262 |
| | 857,878 | 1,743,144 | 521,812 | 881,970 | 658,699 | 762,744 |
| | 484,838 | 522,401 | 104,690 | (44,753) | 1,114,420 | 1,935,766 |
| | - | - | - | - | - | 27,357 |
| | - | - | - | - | (2,820,166) | (3,947,850) |
| | 14,525,389 | 13,555,480 | 11,118,388 | 14,685,824 | 15,088,728 | 15,510,100 |
| | 436,150 | 431,533 | 428,546 | 464,989 | - | 14,709 |
| | 395,788 | 275,558 | 111,435 | 190,170 | 293,993 | 288,830 |
| | 18,526 | 4,467 | 3,562 | 1,213 | 61,340 | 62,792 |
| | - | - | - | - | - | 2,525 |
| | - | - | - | - | 2,820,166 | 3,947,850 |
| | 850,464 | 711,558 | 543,543 | 656,372 | 3,175,499 | 4,316,706 |
| \$ | 15,375,853 | \$ 14,267,038 | \$ 11,661,931 | \$ 15,342,196 | \$ 18,264,227 | \$ 19,826,806 |
| \$ | (560,109) | \$ (1,466,037) | \$ (937,742) | \$ (302,624) | \$ (561,184) | \$ (62,006) |
| | 1,498,010 | 576,902 | 516,954 | 1,631,037 | 5,914,350 | 5,495,838 |
| \$ | 937,901 | \$ (889,135) | \$ (420,788) | \$ 1,328,413 | \$ 5,353,166 | \$ 5,433,832 |

VILLAGE OF ITASCA, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

| Fiscal Year | 2015 | 2016 | 2017 | 2018 |
|---|----------------------|---------------------|----------------------|----------------------|
| GENERAL FUND | | | | |
| Nonspendable | \$ - | \$ - | \$ - | \$ - |
| Restricted | 35,375 | 35,375 | 39,975 | 40,131 |
| Unreserved - undesignated | - | - | - | - |
| Nonspendable | - | - | - | - |
| Unrestricted | | | | |
| Assigned | - | - | - | - |
| Unassigned | 10,128,426 | 9,642,012 | 10,279,454 | 10,050,956 |
| TOTAL GENERAL FUND | \$ 10,163,801 | \$ 9,677,387 | \$ 10,319,429 | \$ 10,091,087 |
| ALL OTHER GOVERNMENTAL FUNDS | | | | |
| Nonspendable | \$ - | \$ - | \$ - | \$ - |
| Restricted | | | | |
| Debt Service Funds | 393,413 | 485,254 | 351,541 | 353,087 |
| Highways and streets | 300,244 | 320,821 | 524,709 | 229,601 |
| Tourism | 2,409,882 | 2,252,892 | 2,490,265 | 2,712,547 |
| Special service areas | 2,364,786 | 2,221,053 | 2,344,744 | 2,435,318 |
| Capital projects | - | - | - | - |
| Specific purpose | - | - | - | - |
| Unrestricted | | | | |
| Assigned | - | - | 637,802 | 1,569,980 |
| Unassigned | (80,615) | (62,891) | (66,250) | (1,253) |
| TOTAL ALL OTHER GOVERNMENTAL FUNDS | \$ 5,387,710 | \$ 5,217,129 | \$ 6,282,811 | \$ 7,299,280 |

Data Source

Audited Financial Statements

| | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|----|------------|---------------|---------------|---------------|---------------|---------------|
| \$ | - | \$ 7,195 | \$ 11,386 | \$ - | \$ 73,003 | \$ 82,423 |
| | 40,056 | 40,113 | 7,156 | 8,362 | 8,388 | 34,852 |
| | - | - | - | - | - | - |
| | - | - | - | - | - | - |
| | - | 2,183,448 | 1,020,779 | - | 3,117,238 | 3,656,684 |
| | 7,332,176 | 6,108,712 | 6,321,418 | 8,234,563 | 8,720,009 | 9,683,931 |
| | | | | | | |
| \$ | 7,372,232 | \$ 8,339,468 | \$ 7,360,739 | \$ 8,242,925 | \$ 11,918,638 | \$ 13,457,890 |
| | | | | | | |
| \$ | - | \$ - | \$ - | \$ 143,030 | \$ 313 | \$ - |
| | 366,575 | 368,903 | 372,418 | 369,361 | 373,698 | 384,027 |
| | 464,975 | 884,339 | 1,475,224 | 1,998,156 | 2,091,203 | 2,660,643 |
| | 2,450,382 | 2,535,838 | 2,006,714 | 1,359,686 | 1,691,252 | 1,594,715 |
| | 2,674,492 | 2,903,072 | 3,115,622 | 3,325,823 | 3,605,430 | 3,917,165 |
| | - | - | - | - | 7,266,309 | - |
| | - | - | - | - | - | 4,798 |
| | 5,751,496 | 6,264,973 | 6,603,673 | 18,359,133 | 5,705,683 | 8,275,855 |
| | - | - | - | (178,563) | (240,743) | (82,423) |
| | | | | | | |
| \$ | 11,707,920 | \$ 12,957,125 | \$ 13,573,651 | \$ 25,376,626 | \$ 20,493,145 | \$ 16,754,780 |

VILLAGE OF ITASCA, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

| Fiscal Year | 2015 | 2016 | 2017 | 2018 |
|--|-----------------------|---------------------|---------------------|-------------------|
| REVENUES | | | | |
| Taxes | \$ 3,269,634 | \$ 3,529,623 | \$ 3,577,481 | \$ 3,585,363 |
| Hotel taxes | 1,260,731 | 1,236,684 | 1,235,160 | 1,252,114 |
| Licenses and permits | 905,238 | 756,655 | 1,154,448 | 854,757 |
| Intergovernmental | 8,019,155 | 7,391,561 | 7,519,339 | 8,115,684 |
| Food and beverage tax | 281,082 | 303,324 | 325,824 | 321,108 |
| Grants | 365,575 | 253,631 | 287,419 | 239,135 |
| Charges for services | 132,778 | 148,505 | 214,973 | 170,948 |
| Fines and forfeits | 390,293 | 309,180 | 279,691 | 261,843 |
| Investment income | 50,016 | 62,813 | 83,112 | 138,479 |
| Miscellaneous | 848,792 | 996,163 | 765,799 | 663,313 |
| Total revenues | 15,523,294 | 14,988,139 | 15,443,246 | 15,602,744 |
| EXPENDITURES | | | | |
| General government | 2,956,224 | 3,551,876 | 3,125,227 | 2,860,511 |
| Public safety | 5,092,099 | 5,543,869 | 4,813,666 | 5,179,348 |
| Community development | 746,902 | 895,383 | 916,163 | 873,106 |
| Public works | 3,545,124 | 3,241,538 | 1,571,269 | 1,917,068 |
| Debt service | | | | |
| Principal | 1,440,000 | 1,460,000 | 1,525,000 | 1,585,000 |
| Interest | 560,577 | 531,468 | 473,300 | 411,613 |
| Capital outlay | 2,325,235 | 421,000 | 1,310,997 | 1,660,371 |
| Total expenditures | 16,666,161 | 15,645,134 | 13,735,622 | 14,487,017 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (1,142,867) | (656,995) | 1,707,624 | 1,115,727 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 315,130 | 240,038 | 564,554 | 473,255 |
| Transfers (out) | (805,907) | (240,038) | (564,554) | (800,755) |
| Sale of capital assets | - | - | - | - |
| Bonds issued at par | - | - | - | - |
| Installment contract proceeds | - | - | - | - |
| Premium on bonds issued | - | - | - | - |
| Payment to escrow agent | - | - | - | - |
| Discount on bonds issued | - | - | - | - |
| Proceeds from sale of capital assets | - | - | - | - |
| Total other financing sources (uses) | (490,777) | - | - | (327,500) |
| NET CHANGE IN FUND BALANCES | \$ (1,633,644) | \$ (656,995) | \$ 1,707,624 | \$ 788,227 |
| DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES | 10.53% | 12.40% | 13.28% | 12.36% |

Data Source

Audited Financial Statements

| | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|----|-------------|--------------|--------------|---------------|----------------|----------------|
| \$ | 3,678,582 | \$ 2,984,457 | \$ 3,053,181 | \$ 3,114,474 | \$ 3,117,855 | \$ 3,360,604 |
| | 1,251,032 | 1,042,126 | 102,320 | 718,542 | 1,177,816 | 1,200,050 |
| | 781,566 | 1,632,092 | 1,141,434 | 1,263,328 | 1,877,548 | 2,287,642 |
| | 8,101,301 | 7,902,433 | 5,933,442 | 7,653,140 | 9,305,322 | 9,660,262 |
| | 320,973 | 285,919 | 1,402,943 | 1,695,296 | 1,867,627 | 2,011,166 |
| | 238,893 | 334,587 | 1,184,045 | 1,476,306 | 1,212,249 | 1,207,716 |
| | 205,024 | 176,732 | 86,769 | 85,489 | 68,296 | 129,166 |
| | 229,305 | 239,395 | 163,417 | 126,577 | 155,848 | 107,581 |
| | 484,838 | 522,401 | 104,690 | (44,753) | 1,114,420 | 1,935,766 |
| | 857,878 | 1,743,143 | 521,812 | 881,970 | 658,698 | 756,235 |
| | 16,149,392 | 16,863,285 | 13,694,053 | 16,970,369 | 20,555,679 | 22,656,188 |
| | 2,873,888 | 2,990,360 | 2,943,325 | 3,422,498 | 4,023,470 | 3,504,101 |
| | 5,378,662 | 5,838,556 | 5,944,953 | 6,185,993 | 6,661,052 | 6,973,469 |
| | 902,330 | 1,042,210 | 1,335,861 | 1,267,674 | 1,105,867 | 1,071,095 |
| | 1,665,392 | 1,526,065 | 1,680,853 | 1,944,805 | 1,564,128 | 2,490,203 |
| | 1,640,000 | 1,725,000 | 835,000 | 865,000 | 857,502 | 557,454 |
| | 363,239 | 250,226 | 204,510 | 466,224 | 611,760 | 624,597 |
| | 1,654,349 | 1,274,427 | 1,111,754 | 4,821,408 | 4,405,392 | 5,713,889 |
| | 14,477,860 | 14,646,844 | 14,056,256 | 18,973,602 | 19,229,171 | 20,934,808 |
| | 1,671,532 | 2,216,441 | (362,203) | (2,003,233) | 1,326,508 | 1,721,380 |
| | 4,263,852 | 352,846 | 296,791 | 590,620 | 215,487 | 4,439,549 |
| | (4,263,852) | (352,846) | (296,791) | (590,620) | (3,035,653) | (8,387,399) |
| | - | - | - | - | - | 27,357 |
| | 925,000 | - | - | 13,640,000 | - | - |
| | - | - | - | - | 285,890 | - |
| | - | - | - | 1,048,394 | - | - |
| | (906,747) | - | - | - | - | - |
| | - | - | - | - | - | - |
| | - | - | - | - | 18,253 | - |
| | 18,253 | - | - | 14,688,394 | (2,534,276) | (3,920,493) |
| \$ | 1,689,785 | \$ 2,216,441 | \$ (362,203) | \$ 12,685,161 | \$ (1,207,768) | \$ (2,199,113) |
| | 12.42% | 12.41% | 6.85% | 5.59% | 6.22% | 4.44% |

VILLAGE OF ITASCA, ILLINOIS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

| Levy Year | Fiscal Year | Farm | Residential Property | Commercial Property | Industrial Property | Railroad | Total Taxable Assessed Value | Total Direct Tax Rate | Estimated Actual Taxable Value | Estimated Actual Taxable Value |
|-----------|-------------|-----------|----------------------|---------------------|---------------------|----------|------------------------------|-----------------------|--------------------------------|--------------------------------|
| 2014 | 2015 | \$ 13,170 | \$ 218,227,923 | \$ 137,943,310 | \$ 156,149,166 | \$ - | \$ 512,333,569 | \$ 0.5479 | \$ 1,538,539,246 | 33.30% |
| 2015 | 2016 | 12,895 | 233,030,760 | 154,191,190 | 169,739,280 | - | 556,974,125 | 0.5084 | 1,672,594,970 | 33.30% |
| 2016 | 2017 | 14,184 | 254,122,990 | 156,800,640 | 178,471,620 | - | 589,409,434 | 0.4832 | 1,769,998,300 | 33.30% |
| 2017 | 2018 | 14,360 | 276,548,139 | 167,944,170 | 186,620,260 | - | 631,126,929 | 0.4611 | 1,895,276,063 | 33.30% |
| 2018 | 2019 | 15,791 | 287,468,474 | 167,422,416 | 191,697,040 | - | 646,603,721 | 0.3438 | 1,941,752,916 | 33.30% |
| 2019 | 2020 | 17,374 | 293,305,529 | 171,864,320 | 203,379,920 | - | 668,567,143 | 0.3391 | 2,007,709,138 | 33.30% |
| 2020 | 2021 | 12,069 | 305,497,029 | 175,708,210 | 214,927,470 | - | 696,144,778 | 0.3348 | 2,090,524,859 | 33.30% |
| 2021 | 2022 | 8,420 | 319,354,300 | 180,849,800 | 225,858,760 | - | 726,071,280 | 0.3325 | 2,180,394,234 | 33.30% |
| 2022 | 2023 | 9,265 | 337,407,260 | 180,709,175 | 234,742,490 | - | 752,868,190 | 0.3475 | 2,260,865,435 | 33.30% |
| 2023 | 2024 | 10,196 | 336,493,884 | 183,487,250 | 283,849,271 | 683,934 | 804,524,535 | 0.3463 | 2,415,989,595 | 33.30% |

Note: Property in the Village is reassessed each year. Property is assessed at 33.30% of actual value.

Data Source

Dupage County Clerk

VILLAGE OF ITASCA, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

| Fiscal Year | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Debt limit | \$ 44,188,770 | \$ 48,039,018 | \$ 50,836,564 | \$ 54,434,698 | \$ 55,769,571 | \$ 57,663,916 | \$ 60,042,487 | \$ 62,623,648 | \$ 64,934,881 | \$ 69,390,241 |
| Total net debt applicable to limit | 8,890,000 | 7,600,000 | 6,255,000 | 4,855,000 | 3,440,000 | 1,920,000 | 1,305,000 | 665,000 | - | - |
| LEGAL DEBT MARGIN | \$ 35,298,770 | \$ 40,439,018 | \$ 44,581,564 | \$ 49,579,698 | \$ 52,329,571 | \$ 55,743,916 | \$ 58,737,487 | \$ 61,958,648 | \$ 64,934,881 | \$ 69,390,241 |
| TOTAL NET DEBT APPLICABLE TO THE LIMIT AS A PERCENTAGE OF DEBT LIMIT | 20.12% | 15.82% | 12.30% | 8.92% | 6.17% | 3.33% | 2.17% | 1.06% | 0.00% | 0.00% |

Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin.

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

VILLAGE OF ITASCA, ILLINOIS

DIRECT AND OVERLAPPING SALES TAX RATES

Last Ten Calendar Years

| Calendar Year | Village Direct Rate | Non-Home Rule Sales Tax Rate | DuPage County Water Commission | DuPage County | Regional Transportation Authority | State Rate | Total |
|----------------------|----------------------------|-------------------------------------|---------------------------------------|----------------------|--|-------------------|--------------|
| 2015 | 1.00% | 0.50% | 0.25% | 0.25% | 0.75% | 5.00% | 7.75% |
| 2016 | 1.00% | 0.50% | 0.25% | 0.25% | 0.75% | 5.00% | 7.75% |
| 2017 | 1.00% | 0.50% | 0.25% | 0.25% | 0.75% | 5.00% | 7.75% |
| 2018 | 1.00% | 0.50% | 0.00% | 0.25% | 0.75% | 5.00% | 7.50% |
| 2019 | 1.00% | 0.50% | 0.00% | 0.25% | 0.75% | 5.00% | 7.50% |
| 2020 | 1.00% | 0.50% | 0.00% | 0.25% | 0.75% | 5.00% | 7.50% |
| 2021 | 1.00% | 0.50% | 0.00% | 0.25% | 0.75% | 5.00% | 7.50% |
| 2022 | 1.00% | 0.50% | 0.00% | 0.25% | 0.75% | 5.00% | 7.50% |
| 2023 | 1.00% | 0.50% | 0.00% | 0.25% | 0.75% | 5.00% | 7.50% |
| 2024 | 1.00% | 0.50% | 0.00% | 0.25% | 0.75% | 5.00% | 7.50% |

Data Source

Department of Revenue