

**CITY OF VILLA GROVE, ILLINOIS**  
**FINANCIAL STATEMENTS**  
**WITH SUPPLEMENTARY INFORMATION**  
**For the year ended April 30, 2025**



CITY OF VILLA GROVE  
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## **INDEPENDENT AUDITORS' REPORT**

To the Honorable Mayor  
and City Council  
City of Villa Grove, Illinois

### **Report on the Financial Statements**

#### ***Opinions***

We have audited the financial statements of the governmental activities and each major fund of the City of Villa Grove, Illinois, as of and for the year ended April 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the City of Villa Grove, Illinois, as of April 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

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

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City'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.

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

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Villa Grove'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 City of Villa Grove's ability to continue as a going concern for a reasonable period of time.

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

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

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the Illinois Municipal Retirement Fund – Schedule of Changes in the Net Pension Liability and Related Ratios, Illinois Municipal Retirement Fund – Schedule of Employer Contributions, and budgetary comparison information on pages 32 through 35 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.

### ***Other Information***

Management is responsible for the statistical information on pages 37 through 39 which does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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.

*West & Company, LLC*

Mattoon, Illinois  
October 21, 2025

## **BASIC FINANCIAL STATEMENTS**

CITY OF VILLA GROVE, ILLINOIS  
STATEMENT OF NET POSITION  
APRIL 30, 2025

	Governmental Activities
<b>ASSETS:</b>	
Current assets:	
Cash and cash equivalents	\$ 4,719,733
Investments	66,146
Due from other governments	1,327,745
Accounts receivable	41,737
Prepaid items	134,605
Total current assets	6,289,966
Noncurrent assets:	
Capital assets, non-depreciating	3,177,066
Capital assets, net of accumulated depreciation	10,526,033
Right-of-use asset, net of accumulated amortization	14,648
Total noncurrent assets	13,717,747
Total assets	20,007,713
 <b>DEFERRED OUTFLOWS OF RESOURCES:</b>	
Deferred outflows related to pensions	116,491
 <b>LIABILITIES:</b>	
Current liabilities:	
Accounts payable	323,689
Accrued payroll	40,518
Accrued interest	60,815
Accrued compensated absences - current	24,278
Current portion of long-term debt	98,000
Current portion of lease liability	15,542
Unearned revenue	117,153
Total current liabilities	679,995

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

CITY OF VILLA GROVE, ILLINOIS  
STATEMENT OF NET POSITION (CONCLUDED)  
APRIL 30, 2025

	Governmental Activities
Noncurrent liabilities:	
Accrued compensated absences	\$ 21,480
Net pension liability	31,015
Long-term debt, net of current portion	2,720,000
Total noncurrent liabilities	2,772,495
Total liabilities	3,452,490
DEFERRED INFLOWS OF RESOURCES:	
Deferred inflows related to pensions	96,704
Deferred inflows related to property taxes	1,149,256
Total deferred inflows of resources	1,245,960
NET POSITION:	
Net investment in capital assets	10,559,379
Restricted	1,204,735
Unrestricted	3,661,640
Total net position	\$ 15,425,754

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

CITY OF VILLA GROVE, ILLINOIS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED APRIL 30, 2025

		Program Revenues		Net (Expense) Revenue and Changes in Net Position
Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	
Functions/Programs:				
Primary Government:				
Governmental activities:				
General government	\$ 529,449	\$ 222,067	\$ 179,753	\$ (127,629)
Public safety	992,077	31,872	-	(960,205)
Public works	546,475	-	-	(546,475)
Culture and recreation	700,626	-	12,567	(688,059)
Development	118,324	-	-	(118,324)
Interest on lease liability	163,571	-	-	(163,571)
Total governmental activities	3,050,522	253,939	192,320	(2,604,263)
Total primary government	\$ 3,050,522	\$ 253,939	\$ 192,320	(2,604,263)
General revenues:				
Property taxes				1,021,980
Sales taxes				448,150
State income taxes				440,847
Video gaming taxes				40,406
Replacement taxes				23,700
Motor fuel taxes				111,731
Interest income				199,143
Miscellaneous income				210,360
Total general revenues				2,496,317
Change in net position				(107,946)
Net position, beginning of year				15,533,700
Net position, end of year				\$ 15,425,754

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

CITY OF VILLA GROVE, ILLINOIS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
APRIL 30, 2025

	General	Tax Increment Financing #1	Tax Increment Financing #2	Motor Fuel Tax	Eliminations	Total
<b>ASSETS:</b>						
Cash and cash equivalents	\$ 3,564,250	\$ 833,475	\$ -	\$ 322,008	\$ -	\$ 4,719,733
Investments	66,146	-	-	-	-	66,146
Due from other governments	638,003	666,980	13,827	8,935	-	1,327,745
Accounts receivable	41,737	-	-	-	-	41,737
Prepaid items	134,513	92	-	-	-	134,605
Due from other funds	23,136	-	-	1,135	(24,271)	-
<b>Total assets</b>	<b>\$ 4,467,785</b>	<b>\$ 1,500,547</b>	<b>\$ 13,827</b>	<b>\$ 332,078</b>	<b>\$ (24,271)</b>	<b>\$ 6,289,966</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICITS):</b>						
<b>Liabilities:</b>						
Accounts payable	\$ 314,416	\$ 9,141	\$ -	\$ 132	\$ -	\$ 323,689
Accrued payroll	40,518	-	-	-	-	40,518
Due to other funds	-	1,135	23,136	-	(24,271)	-
Unearned revenue	117,153	-	-	-	-	117,153
<b>Total liabilities</b>	<b>472,087</b>	<b>10,276</b>	<b>23,136</b>	<b>132</b>	<b>(24,271)</b>	<b>481,360</b>
<b>Deferred inflows of resources:</b>						
Unavailable revenue	468,449	666,980	13,827	-	-	1,149,256
<b>Fund balances (deficits):</b>						
Nonspendable	134,513	92	-	-	-	134,605
<b>Restricted for:</b>						
Restricted for public safety	14,225	-	-	-	-	14,225
Restricted for employee benefits	28,427	-	-	-	-	28,427
Restricted for community development	6,938	-	-	-	-	6,938
Restricted for TIF capital improvements	-	823,199	-	-	-	823,199
Restricted for transportation	-	-	-	331,946	-	331,946
<b>Assigned for:</b>						
Assigned for public safety	1,207,842	-	-	-	-	1,207,842
Assigned for separation benefits	44,177	-	-	-	-	44,177
Assigned for public works	28,839	-	-	-	-	28,839
Assigned for loan reserves	226,202	-	-	-	-	226,202
Unassigned	1,836,086	-	(23,136)	-	-	1,812,950
<b>Total fund balances (deficits)</b>	<b>3,527,249</b>	<b>823,291</b>	<b>(23,136)</b>	<b>331,946</b>	<b>-</b>	<b>4,659,350</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 4,467,785</b>	<b>\$ 1,500,547</b>	<b>\$ 13,827</b>	<b>\$ 332,078</b>	<b>\$ (24,271)</b>	<b>\$ 6,289,966</b>

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

CITY OF VILLA GROVE, ILLINOIS  
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET POSITION OF GOVERNMENTAL ACTIVITIES  
APRIL 30, 2025

Total fund balances, governmental funds		\$ 4,659,350
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities, net of accumulated depreciation, are not financial resources and, therefore, are not reported in the funds.		13,703,099
Lease related asset and liability are recorded net of their associated costs on the statement of net position:		
Right-of-use asset	14,648	
Liability	<u>(15,542)</u>	(894)
Pension-related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore, are not reported in the governmental funds as follows:		
Deferred outflows of resources - pensions		116,491
Deferred inflows of resources - pensions		(96,704)
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds. Those liabilities are as follows:		
Accrued interest		(60,815)
Accrued compensated absences		(45,758)
Net pension liability		(31,015)
Long-term debt		<u>(2,818,000)</u>
Net position of governmental activities		<u>\$ 15,425,754</u>

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

CITY OF VILLA GROVE, ILLINOIS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED APRIL 30, 2025

	General	Tax Increment Financing #1	Tax Increment Financing #2	Motor Fuel Tax	Total
Revenues:					
Property taxes	\$ 436,331	\$ 585,649	\$ -	\$ -	\$ 1,021,980
State sales taxes	448,150	-	-	-	448,150
State income taxes	440,847	-	-	-	440,847
Video gaming taxes	40,406	-	-	-	40,406
Replacement taxes	23,700	-	-	-	23,700
Motor fuel taxes	-	-	-	111,731	111,731
Grant revenue	2,320,052	-	-	-	2,320,052
Fines and fees	31,872	-	-	-	31,872
Licenses and permits	12,835	-	-	-	12,835
Franchise fee	209,232	-	-	-	209,232
Interest income	133,339	52,122	-	13,682	199,143
Donations	12,567	-	-	-	12,567
Miscellaneous	210,360	-	-	-	210,360
Total revenues	<u>4,319,691</u>	<u>637,771</u>	<u>-</u>	<u>125,413</u>	<u>5,082,875</u>
Expenditures:					
Current					
General government	520,431	-	-	-	520,431
Public safety	952,517	-	-	-	952,517
Public works	421,898	-	-	8,103	430,001
Culture and recreation	511,895	-	-	-	511,895
Development	-	95,188	23,136	-	118,324
Capital outlay	572,221	95,645	-	-	667,866
Debt service:					
Principal	293,000	-	-	-	293,000
Repayment of lease liability	19,888	-	-	-	19,888
Interest	173,548	-	-	-	173,548
Total expenditures	<u>3,465,398</u>	<u>190,833</u>	<u>23,136</u>	<u>8,103</u>	<u>3,687,470</u>
Excess (deficiency) of revenues over (under) expenditures	<u>854,293</u>	<u>446,938</u>	<u>(23,136)</u>	<u>117,310</u>	<u>1,395,405</u>
Fund balances (deficits), beginning of year	<u>2,672,956</u>	<u>376,353</u>	<u>-</u>	<u>214,636</u>	<u>3,263,945</u>
Fund balances (deficits), end of year	<u>\$ 3,527,249</u>	<u>\$ 823,291</u>	<u>\$ (23,136)</u>	<u>\$ 331,946</u>	<u>\$ 4,659,350</u>

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

CITY OF VILLA GROVE, ILLINOIS  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED APRIL 30, 2025

Net change in fund balances, governmental funds \$ 1,395,405

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

Governmental funds report capital outlays as expenditures.

In the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation and amortization expense.

Capital outlay	667,866	
Depreciation	(349,411)	
Amortization - lease	<u>(19,531)</u>	298,924

Some revenues will not be collected for several months after the City's fiscal year ends.

They are considered "unavailable" revenues and are deferred inflows of resources in the governmental funds.

Current year unavailable revenue	-	
Prior year unavailable revenue	<u>(2,140,300)</u>	(2,140,300)

Governmental funds report pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned net of employee contributions is reported as pension expense (benefit).

Pension contributions	60,305	
Cost of benefits earned, net	<u>(37,097)</u>	23,208

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt.

293,000

Governmental funds report lease payments as expenditures. However, in the Statement of Activities, the lease payments reduce the remaining lease liability recorded on the statement of net position.

19,887

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds as follows:

Accrued compensated absences	(8,049)	
Accrued interest	<u>9,979</u>	<u>1,930</u>

Change in net position of governmental activities \$ (107,946)

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

**NOTES TO FINANCIAL STATEMENTS**

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The City of Villa Grove, Illinois, operates under an aldermanic form of government. The City's major operations include public safety, public works, recreation and parks, and general administrative services.

As required by U.S. generally accepted accounting principles, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. In accordance with governmental accounting standards, financial accountability is determined on the basis of authoritative appointments of a voting majority of the potential component unit's board, imposition of its will on the potential component unit, the existence of a financial benefit or burden, fiscal dependency, and the designation of management. Entities may also be part of the financial reporting entity if their inclusion is necessary to prevent the financial statements from being misleading or incomplete or if the entities are closely related to or financially integrated with the primary government. Pursuant to these criteria, no component units were identified for inclusion in the accompanying financial statements.

Government-wide and Fund Financial Statements

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. The effect of interfund activity has been removed from these statements. Governmental activities normally 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 net position includes all of the government's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets. The statement of activities demonstrates the degree to which the direct expenses of a given function or activity are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or activity. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or activity. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds, if any, are aggregated and presented in a single column. The City has decided all funds will be presented as major funds.

Fund Accounting

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

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

Fund Accounting - Continued

Major Governmental Funds

General Fund – The General Fund accounts for all financial resources, except those required to be accounted for in another fund.

Special Revenue Funds – To account for the proceeds of specific revenue sources that are either legally restricted to expenditures for specified purposes or designated to finance particular functions or activities of the City. The reporting entity includes the following major special revenue funds:

Tax Increment Financing Fund #1 (TIF #1) – This fund is used to account for revenues and expenditures relating to TIF #1’s District including incremental property taxes received. TIF #1’s District includes Pheasant Pointe subdivision and the downtown business district.

Tax Increment Financing Fund #2 (TIF #2) – This fund is used to account for revenues and expenditures relating to TIF #2’s District including incremental property taxes received. TIF #2’s District is focused on the east side of town, including Tri City Country Club.

Motor Fuel Tax Fund – The Motor Fuel Tax Fund is used to account for motor fuel taxes and Rebuild IL funds received that are legally restricted to expenditures for street maintenance.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues from exchange transactions are recognized when they are earned, and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows. Revenues from taxes or assessments on exchange transactions (sales taxes, utility taxes) are recognized when the underlying exchange transaction occurs. Revenues from shared nonexchange transactions (state income taxes, motor fuel taxes, replacement taxes) are also recognized in the period when the underlying transaction occurs, provided the state is required to share the revenues under act of law. Property taxes are recognized as revenues in the year for which they are collected. Grants and similar items are recognized as revenues when all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The government considers revenues to be available if they are collectible within 60 days after year-end. Expenditures are generally recognized when the related fund liability is incurred, with the exception of principal and interest payments on general long-term debt which are recognized as liabilities when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Revenues susceptible to accrual are recognized in the current fiscal period. Those revenues include property taxes, franchise fees, interest, charges for services, and various taxes collected by the state or other parties on behalf of the government. In general, other revenues, such as permit revenues and miscellaneous revenues are considered to be measurable and available only when cash is received. Unearned revenues arise when resources are received prior to the government having a legal claim to them. The revenues are subsequently recognized when the government has legal claim to the resources. Revenues received after the City’s availability period are reported as deferred inflows of resources in the governmental fund statements and are reported as current revenues in the statement of activities.

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

Measurement Focus and Basis of Accounting - Concluded

Property taxes are deferred in the fiscal year that they are levied and are recorded as revenue when they become measurable and available. The government considers property tax revenues to be available if they are collectible within 60 days after year-end. Taxes levied are carried as deferred inflows of the appropriate fund.

The City's property tax is levied and attached as an enforceable lien on January 1 of each year on property values assessed as of the same date. The 2023 tax levy is recorded as revenue in the year ended April 30, 2025.

Taxes levied in one year become due and payable in two installments during the following year. The first installment is due around June 1 and the second installment is due around September 1. Property taxes are collected by the Douglas County Collector, who remits to each taxing unit its respective share of the collections.

Budgets and Budgetary Accounting

The City Council prepares its annual operating budget under the provisions of the Illinois Finance Code. In accordance with those provisions, the following process is used to adopt the annual budget:

- 1) Prior to the end of the end of each fiscal year, the budget officer submits to the City Council a proposed operating budget for the year commencing on May 1. The operating budget includes proposed expenditures and the means of financing them. The operating budget is approved by the City Council prior to the end of the fiscal year.
- 2) Public hearings are conducted to obtain citizen comments. At least one public hearing must be held no later than 10 days prior to final approval of the budget.
- 3) The budget ordinance was adopted on April 22, 2024.
- 4) The budget officer is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. The budget was not amended during the fiscal year.
- 5) Formal budgetary integration is employed as a management control device during the year for the General and Special Revenue Funds.
- 6) Budgets for General and Special Revenue Funds, are adopted on the modified accrual basis and lapse at year end.

Cash, Cash Equivalents, and Investments

For the purpose of the Statement of Net Position, "cash and cash equivalents" includes all demand and savings accounts of the City. Cash deposits are reported at cost.

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

Cash, Cash Equivalents, and Investments - Concluded

Investments are classified as available-for-sale securities and reported at fair value, with unrealized gains and losses included in interest income. Securities traded on a national exchange are valued at the last reported sales price at current exchange rates. Investments consist of common stock.

Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “due to/from other funds” in the fund financial statements.

Accounts receivable have been adjusted for all known uncollectible accounts. No allowance for uncollectibles is considered necessary at year-end.

Capital Assets

The City’s modified accrual basis of accounting reports capital assets and depreciation when appropriate. The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are reported in the government-wide or fund financial statements.

In the government-wide financial statements, capital assets are accounted for as capital assets in the Statement of Net Position. All capital assets are valued at historical cost or estimated historical cost if actual cost is unavailable, except for donated capital assets. Estimated historical cost was used to value the majority of the assets acquired prior to May 1, 2004. Prior to May 1, 2004, governmental funds’ infrastructure assets were not capitalized. Infrastructure assets acquired since May 1, 2004, are recorded at cost. Prior to May 1, 2004, donated capital assets were recorded at their estimated fair value at the date of donation. Contributed capital assets received since May 1, 2004 are recorded at acquisition value on the date donated. The City’s capitalization policy is to capitalize all asset expenditures greater than \$5,000.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset’s life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Net revenue bond interest cost incurred during construction periods is capitalized when material.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets’ estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	10 to 50 years
Improvements other than buildings	5 to 50 years
Machinery, furniture, and equipment	5 to 15 years
Vehicles	5 to 25 years
Streets	20 to 25 years
Storm/sanitary sewer	15 to 75 years
Water system	15 to 80 years

In the fund financial statements, capital assets acquired for use in the governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

Prepaid Items

In the government-wide and fund financial statements, prepaid expenditures/expenses are deferred and expensed over the term when the services are received.

Deferred Outflows/Inflows of Resources

Deferred Outflows of Resources - Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred outflows of resources consist of unrecognized items not yet charged to pension expense and contributions from the City after the measurement date but before the end of the City's reporting period.

Deferred Inflows of Resources - Deferred inflows of resources represent an acquisition of net position/fund balance that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. Although certain revenues are measurable, they are not available. Available means collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources reported in the governmental fund balance sheet represent the amount of assets that have been recognized, but the related revenue has not been recognized since the assets are not collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources reported in the government-wide statement of net position consist of current year taxes levied and unrecognized items related to pensions.

Leases

The City of Villa Grove determines if an arrangement is a lease at the inception of the contract. If a lease is present and the City of Villa Grove is the lessee, a right-of-use asset and lease liability should be recognized, unless the lease is a short-term lease. The right-of-use assets represent the right to use the underlying assets for the lease term and the lease liabilities represent the obligation to make lease payments arising from the leases. Right-of-use assets and lease liabilities are recognized at the commencement date based on the present value of lease payments over the lease term. Short-term leases have a maximum term of 12 months or less, including options to extend, regardless of whether the extension is expected to be exercised. If a lease is cancelable by either the lessee or lessor, the lease term is the noncancelable period of the lease, including any notice periods. Short-term leases do not require the reporting of a right-of-use asset or lease liability. Instead, the lease payments are reported as expenditures based on the payments provided for in the lease contract.

Compensated Absences

City employees are entitled to certain compensated absences based on their length of employment. Compensated absence obligations arise from amounts due to City employees for vested amounts of vacation pay and sick pay which will be payable in the future. In the government-wide financial statements, remaining unused compensated absences are accounted for as a liability in the Statement of Net Position. In the fund financial statements, governmental funds report compensated absences as current expenditures of the applicable governmental fund when used. The obligation of each fund has historically been funded by that fund.

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term liabilities are reported as liabilities in the applicable governmental activities Statement of Net Position.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest as expenditures.

Equity Classifications

Government-wide Statements

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

Net investment in capital assets - Consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position - Consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

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

It is the City's policy to first apply restricted resources when an expense is incurred for which both restricted and unrestricted net position are available.

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources in a governmental fund. The following types of fund balances may be presented in the Governmental Funds Balance Sheet:

Nonspendable Fund Balance - the portion of a governmental fund's fund balance that is not available to be spent, either short term or long term, in either form or through legal restrictions.

Restricted Fund Balance – the portion of a governmental fund's fund balance that is subject to constraints, either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – the portion of a governmental fund's fund balance with self-imposed constraints or limitations that have been imposed by action of the government's highest level of decision making.

Assigned Fund Balance – the portion of a governmental fund's fund balance to denote an intended use of resources.

Unassigned Fund Balance – the portion of a governmental fund's fund balance that is not designated for a specific purpose.

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES – Concluded

Equity Classifications – Concluded

Fund Statements – Concluded

When both restricted and unassigned fund balances are available for use, it is the City's policy to use restricted fund balance first, then unassigned fund balance. Furthermore, committed fund balances are reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unassigned fund balance classifications can be used.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense). Accordingly, actual results could differ from those estimates.

2. DEPOSITS AND INVESTMENTS

The City's Board of Trustees has adopted a policy to invest in investments allowed by the Illinois Compiled Statutes (ILCS) which authorize the City to make deposits in interest-bearing depository accounts in federally insured and/or state chartered banks and savings and loan associations, or other financial institutions as designated by ordinances, and to invest available funds in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, money market mutual funds whose portfolios consist of governmental securities, The Illinois Funds, and annuities.

Deposits

Separate bank accounts are maintained for all City funds, which are all held at financial institutions. At April 30, 2025, the carrying amount of the City's deposits, including petty cash, was \$3,368,803. The bank balance of these deposits totaled \$3,441,541.

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits might not be recovered. The City's investment policy requires the financial institutions utilized by the City to provide appropriate collateral for deposits in excess of FDIC insurance limits. Credit risk on investments is mitigated by limiting investments to those specified in state and local statute. As of April 30, 2025, of the City's total bank balance, \$250,960 was secured by federal depository insurance and \$3,190,581 was collateralized with securities held by the pledging financial institution's trust department in the City's name.

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

2. DEPOSITS AND INVESTMENTS - Concluded

Investments

The City invests in The Illinois Funds which consists of monies invested by individual participants that are pooled together and invested in U.S. Treasury bills and notes backed by the full faith and credit of the U.S. Treasury. The individual participants maintain separate investment accounts representing a proportionate share of the pool assets and its respective collateral; therefore, no collateral is identified with each individual participant's account. At April 30, 2025, the City's investment in the Illinois Funds account had a carrying value and bank balance of \$1,350,930.

At April 30, 2025, the City had an investment in common stock with a fair value of \$66,146. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are quoted prices for similar assets in active or inactive markets, or inputs derived from observable market data; Level 3 are unobservable inputs that reflect management's own assumptions about the assumptions that market participants would use in pricing the asset or liability. The investments held in common stock are valued using level 1 inputs.

Investments are classified as available-for-sale securities and reported at fair value, with unrealized gains and losses included in interest income. Securities traded on a national exchange are valued at the last reported sales price at current exchange rates. The net decrease in fair value of investments for the year ended April 30, 2025 totaled \$4,874.

Concentration of Credit Risk

The City's investment policy states investments shall be diversified to eliminate the risk of loss resulting in over concentration in a specific maturity, issuer, or class of securities. Diversification strategies shall be determined and revised periodically by the City Treasurer.

Interest Rate Risk

Interest rate risk is the risk that the market value of portfolio securities will fall due to a decrease in general interest rates. Interest rate risk is mitigated by structuring the City's portfolio so that securities mature to meet the City's cash requirements for ongoing operations.

3. INTERFUND RECEIVABLES AND PAYABLES

Individual fund interfund receivable and payable balances at April 30, 2025, were as follows:

Fund	Due from other funds	Due to other funds
General Fund	\$ 23,136	\$ -
Motor Fuel Tax Fund	1,135	-
Tax Increment Financing Fund #1	-	1,135
Tax Increment Financing Fund #2	-	23,136
Totals	\$ 24,271	\$ 24,271

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

3. INTERFUND RECEIVABLES AND PAYABLES - Concluded

Most of the interfund receivables and payables between funds of the City were to advance the cost of TIF eligible projects to cover expenditures before TIF funds became available. These interfund amounts will be repaid as TIF funds become available in future years.

4. CAPITAL ASSETS

Capital asset activity for the year ending April 30, 2025, consists of the following:

	Balances May 1, 2023	Additions	Retirements	Balances April 30, 2024
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 2,758,794	\$ -	\$ -	\$ 2,758,794
Construction in progress	39,669	525,277	146,673	418,273
Total capital assets not being depreciated	<u>2,798,463</u>	<u>525,277</u>	<u>146,673</u>	<u>3,177,067</u>
Depreciable capital assets:				
Buildings	9,296,243	48,610	-	9,344,853
Land improvements	137,232	39,926	-	177,158
Equipment	480,876	38,888	-	519,764
Vehicles	827,520	15,165	-	842,685
Infrastructure	2,195,951	146,673	-	2,342,624
Total depreciable assets	<u>12,937,822</u>	<u>289,262</u>	<u>-</u>	<u>13,227,084</u>
Accumulated depreciation:				
Buildings	343,272	187,256	-	530,528
Land improvements	85,174	7,693	-	92,867
Equipment	245,365	47,969	-	293,334
Vehicles	625,550	53,234	-	678,784
Infrastructure	1,052,280	53,259	-	1,105,539
Total accumulated depreciation	<u>2,351,641</u>	<u>349,411</u>	<u>-</u>	<u>2,701,052</u>
Depreciable capital assets, net of accumulated depreciation	<u>10,586,181</u>	<u>(60,149)</u>	<u>-</u>	<u>10,526,032</u>
Total governmental activities capital assets, net	<u>\$ 13,384,644</u>	<u>\$ 465,128</u>	<u>\$ 146,673</u>	<u>\$ 13,703,099</u>

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

4. CAPITAL ASSETS – Concluded

Depreciation expense was charged to the City’s functions as follows:

Governmental activities:	
General government	\$ 8,428
Public safety	50,878
Public works	101,374
Culture and recreation	188,731
Total	\$ 349,411

The following table provides a summary of changes in right-of-use assets for the year ended April 30, 2025.

	Balance May 1, 2024	Additions	Retirements	Balance April 30, 2025
Governmental activities	\$ 58,592	\$ -	\$ -	\$ 58,592
Less: Accumulated amortization	24,414	19,530	-	43,944
Investment in Right-Of-Use Assets, Net Governmental Activities	\$ 34,178	\$ (19,530)	\$ -	\$ 14,648

5. CONSTRUCTION IN PROGRESS

The City had the following construction projects in progress at April 30, 2025:

	Balance May 1, 2024	Additions	Completion/ Adjustment	Balance April 30, 2025	Estimated Completion Costs
Governmental activities:					
Downtown Streetscape	\$ 18,682	\$ -	\$ -	\$ 18,682	\$ - *
Ruby Street Drainage	1,386	-	-	1,386	-
Front Street Bridge	13,500	133,173	146,673	-	-
Prairie Fire Subdivision	6,100	21,234	-	27,334	-
Pheasant Pointe Streets	-	74,411	-	74,411	-
Community Center Parking Lot	-	296,459	-	296,459	650,000
Total governmental activities	\$ 39,668	\$ 525,277	\$ 146,673	\$ 418,272	\$ 650,000

\*These projects are in the preliminary planning stage and therefore completion costs cannot be estimated.

6. LONG-TERM DEBT

Governmental Activities

On May 15, 2017, the City entered into a loan agreement in the amount of \$400,000 with Villa Grove State Bank to finance the construction of the Emergency Service Center. Interest is charged at a rate of 2.75% plus the 3 year Treasury Index, which is currently 2.87%. During the year ended April 30, 2025, the city paid the loan balance in full.

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT - Concluded

Governmental Activities - Concluded

On April 6, 2023, the City issued Series 2022 General Obligation bonds totaling \$3,000,000 for the building of the new community center. Interest is charged at a rate beginning at 4.75% and increasing to a maximum rate of 5.25%. The bonds were purchased by the Villa Grove State Bank and are repaid in two annual installments. The City has pledged future income and sales tax revenues to pay the debt service. The outstanding balance at April 30, 2025 was \$2,818,000. The bond's maturity date is December 1, 2042.

The debt service requirements to retire all notes payable outstanding as of April 30, 2025 are as follows:

Years ending <u>April 30,</u>	Governmental Activities	
	Principal	Interest
2026	98,000	146,839
2027	103,000	142,119
2028	108,000	137,159
2029	113,000	132,319
2030	119,000	126,229
2031-2035	697,000	533,787
2036-2040	908,000	328,110
2041-2043	672,000	72,916
Total	\$ 2,818,000	\$ 1,619,478

7. CHANGES IN LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the current year:

	Balance May 1, 2024	Additions	Reductions	Balance April 30, 2025	Due Within One Year
Governmental activities:					
Emergency services center construction	\$ 200,000	\$ -	\$ (200,000)	\$ -	\$ -
G.O. Bonds	2,911,000	-	(93,000)	2,818,000	98,000
Lease liability	35,430	-	(19,888)	15,542	15,542
Net pension liability	128,214	-	(97,199)	31,015	N/A
Accrued compensated absences	37,777	7,981	-	45,758	24,278
Total governmental activities	\$ 3,312,421	\$ 7,981	\$ (410,087)	\$ 2,910,315	\$ 137,820

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

8. ILLINOIS MUNICIPAL RETIREMENT FUND

Plan Description

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

Benefits Provided

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

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

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

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

Employees Covered by Benefit Terms

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

Retirees and beneficiaries currently receiving benefits	4
Inactive plan members entitled to but not yet receiving benefits	19
Active plan members	15
Total	38

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

8. ILLINOIS MUNICIPAL RETIREMENT FUND – Continued

Contributions

As set by statute, the City’s Regular Plan Members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City’s annual required contribution rate for calendar year 2024 was 7.66 percent. For the fiscal year ended April 30, 2025, the City contributed \$60,305. The City also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The City’s net pension liability was measured as of December 31, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Methods and Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2024:

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

There were no benefit changes during the year.

There were no changes in the discount rate used to calculate the Total Pension Liability (TPL), since the December 31, 2023 valuation.

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2024 Illinois Municipal Retirement Fund annual actuarial valuation report.

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

8. ILLINOIS MUNICIPAL RETIREMENT FUND – Continued

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2024:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Equities	33.5%	4.35%
International equities	18%	5.40%
Fixed income	24.5%	5.20%
Real estate	10.5%	6.40%
Alternative Investments	12.5%	N/A
Private equity		6.25%
Hedge funds		N/A
Commodities		4.85%
Cash Equivalents	1%	3.60%
Total	100%	

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability as of December 31, 2024. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. 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 Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 4.08%, and the resulting single discount rate is 7.25%.

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

8. ILLINOIS MUNICIPAL RETIREMENT FUND – Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
	<u>          </u>	<u>          </u>	<u>          </u>
Balances at December 31, 2023	\$ 3,006,110	\$ 2,877,896	\$ 128,214
Changes for the year:			
Service cost	74,490	-	74,490
Interest of the total pension liability	215,707	-	215,707
Differences between expected and actual experience of the total pension liability	8,576	-	8,576
Changes in assumptions	-	-	-
Contributions - employer	-	64,308	(64,308)
Contributions - employees	-	43,277	(43,277)
Net investment income	-	291,262	(291,262)
Benefit payments, including refunds of employee contributions	(136,170)	(136,170)	-
Other (net transfer)	-	(2,875)	2,875
	<u>          </u>	<u>          </u>	<u>          </u>
Net changes	162,603	259,802	(97,199)
	<u>          </u>	<u>          </u>	<u>          </u>
Balances at December 31, 2024	<u>\$ 3,168,713</u>	<u>\$ 3,137,698</u>	<u>\$ 31,015</u>

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

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

	1% Lower <u>6.25%</u>	Current Rate <u>7.25%</u>	1% Higher <u>8.25%</u>
Net pension liability	<u>\$ 443,239</u>	<u>\$ 31,015</u>	<u>\$(275,412)</u>

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

8. ILLINOIS MUNICIPAL RETIREMENT FUND – Continued

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

For the year ended April 30, 2025, the City recognized a pension expense of \$37,097. At April 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred amounts to be recognized in pension expense in future periods		
Differences between expected and actual experience	\$ 96,522	\$ 90,451
Changes of assumptions	115	6,253
Net difference between projected and actual earnings on pension plan investments	1,330	-
Total deferred amounts to be recognized in pension expense in future periods	97,967	96,704
Pension contributions made subsequent to the measurement date	18,524	-
Total deferred amounts related to pensions	\$ 116,491	\$ 96,704

\$18,524, reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the reporting year ending April 30, 2025.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending December 31,	Net Deferred Outflows (Inflows) of Resources
2025	19,025
2026	48,534
2027	(49,307)
2028	(16,989)
Total	\$ 1,263

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

9. RISK MANAGEMENT AND UNCERTAINTIES

Insurance

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City joined together with other governments to form the Illinois Municipal League Risk Management Association (IMLRMA), a public entity risk pool currently operating as a common risk management and insurance program for Illinois municipalities. The City pays an annual premium to the pool for its general insurance coverage. The agreement for formation of the IMLRMA provides that the pool will be self-sustaining through member premiums. There have been no significant changes from the prior year and settlements have not exceeded coverage in the current year or the prior two years.

10. OTHER POSTEMPLOYMENT BENEFITS

The City evaluated its potential liability for postemployment benefits other than pensions. Former employees who choose to retain their rights to health, dental, and vision insurance through the City are required to pay 100% of the current premium. As of April 30, 2025, the City had no former employees who chose to utilize this postemployment benefit, and no current employees are expected to utilize this benefit. As a result, the City has no material implicit subsidy to calculate in accordance with GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Additionally, the City had no former employees for whom the City was providing an explicit subsidy, nor did the City have any current employees with agreements for future explicit subsidies upon retirement. No postemployment benefit liability has been recorded as of April 30, 2025.

11. COMMITMENTS AND CONTINGENCIES

Tax Increment Financing Commitments

The City initiated the development of the subdivision Pheasant Pointe in August 2000 using a private developer with TIF District #1. Bonds used to pay for development and previous interfund loans have been retired. The district itself includes the business corridor of the City, and the current expiration of it is 04/14/2034. TIF District #2 was created in late 2024, with momentum from the Tri City Country Club's annexation and redevelopment spurring additional growth in the east side of the City. The property taxes received by TIF District #2 must first be used to repay the loans from the General Fund and for construction projects within the TIF district.

Ambulance Agreement

The City and five surrounding governmental entities entered into a multi-year ambulance contract through April 2025 with Arrow Ambulance to provide ambulance services to the City of Villa Grove and surrounding areas. The agreement called for the City to pay \$155,021 for the services provided for the year ending April 30, 2025. Five surrounding governmental entities reimbursed the City a total of \$58,792 for ambulance services during the year ended April 30, 2025.

Firetruck Agreement

The City entered into a contract with Kovatch Mobile Equipment Corporation for the purchase of a new firetruck. The contract calls for the City to pay \$1,324,080 when the new firetruck is delivered. It is anticipated that the firetruck will be delivered to the City during the fiscal year ending April 30, 2027.

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

12. LEASES

The lease arrangement for the City’s compact track loader with Wells Fargo calls for a monthly lease payment of \$1,822.56 through January 2026.

The City’s cost of the right-of-use asset as of April 30, 2025 for the governmental activities was \$58,592. The right-of-use asset consist of \$58,592 of equipment. The accumulated amortization of the right-of-use asset as of April 30, 2025 for the governmental activities was \$43,944. Interest expense of \$1,983 was attributable to lease payments on the right-of-use asset for the governmental for the year ended April 30, 2025.

Following is a maturity analysis of annual undiscounted cash flows for lease liability as of April 30, 2025:

For the Year <u>Ending April 30,</u>	<u>Amount</u>	<u>Principal</u>	<u>Interest</u>
2026	16,021	15,542	479
Thereafter	-	-	-
Total	\$ 16,021	<u>\$ 15,542</u>	<u>\$ 479</u>
Interest expense	<u>\$ (479)</u>		
Amounts recognized in the Statement of Net Position	<u>\$ 15,542</u>		

13. OVERSPENT BUDGETS

In the General fund, expenditures of \$3,465,398 exceeded appropriations of \$3,090,140. In the Tax Increment Financing fund #1, expenditures of \$190,833 exceeded appropriations of \$158,069. In the Tax Increment Financing fund #2, expenditures of \$23,136 exceeded appropriations of \$-.

14. NEW ACCOUNTING PRONOUNCMENT

For the fiscal year ended April 30, 2025, the City of Villa Grove implemented Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. The implementation of GASB Statement No. 101, *Compensated Absences* required the City to reevaluate how its compensated absences liability is calculated, particularly the liability for sick leave. The implementation of GASB Statement No. 101, *Compensated Absences* did not have a material impact on the City of Villa Grove's financial statements.

15. FUND DEFICITS

The Tax Increment Financing fund #2 had a fund deficit of \$23,136 at April 30, 2025. This deficit is expected to be reduced in the future with increased revenues.

**REQUIRED SUPPLEMENTARY INFORMATION**

CITY OF VILLA GROVE, ILLINOIS

ILLINOIS MUNICIPAL RETIREMENT FUND –  
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY  
AND RELATED RATIOS  
UNAUDITED

For the year ended April 30, 2025

(Amounts presented are for the calendar year ended December 31, 2024, 2023, 2022, 2021, 2020, 2019, 2018, 2017, 2016, and 2015)

Calendar Years Ending December 31,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Total Pension Liability</b>										
Service cost	\$ 74,490	\$ 70,353	\$ 63,564	\$ 57,841	\$ 71,612	\$ 72,619	\$ 63,838	\$ 61,430	\$ 51,081	\$ 54,933
Interest on the total pension liability	215,707	213,551	189,971	190,507	187,106	168,916	148,056	135,217	121,000	114,027
Difference between expected and actual experience of the total pension liability	8,576	(121,015)	248,889	(82,656)	(49,451)	107,556	110,911	68,022	27,184	(66,539)
Changes of assumption	-	225	-	-	(25,753)	-	85,107	(62,753)	(2,888)	2,661
Benefit payments, including refunds of employee contributions	(136,170)	(134,711)	(226,461)	(125,429)	(133,986)	(61,412)	(51,610)	(12,241)	(16,051)	-
<b>Net change in total pension liability</b>	162,603	28,403	275,963	40,263	49,528	287,679	356,302	189,675	180,326	105,082
<b>Total pension liability - beginning</b>	3,006,110	2,977,707	2,701,744	2,661,481	2,611,953	2,324,274	1,967,972	1,778,297	1,597,971	1,492,889
<b>Total pension liability - ending (A)</b>	<u>\$3,168,713</u>	<u>\$3,006,110</u>	<u>\$2,977,707</u>	<u>\$2,701,744</u>	<u>\$2,661,481</u>	<u>\$2,611,953</u>	<u>\$2,324,274</u>	<u>\$1,967,972</u>	<u>\$1,778,297</u>	<u>\$1,597,971</u>
<b>Plan Fiduciary Net Position</b>										
Contributions - employer	\$ 64,308	\$ 51,733	\$ 69,885	\$ 68,321	\$ 67,839	\$ 81,634	\$ 73,474	\$ 60,919	\$ 56,485	\$ 53,484
Contributions - employees	43,277	35,959	33,420	29,534	28,691	91,989	30,076	27,746	24,070	23,165
Net investment income	291,262	342,650	(319,155)	442,164	366,308	326,957	(60,913)	238,914	92,318	6,947
Benefit payments, including refunds of employee contributions	(136,170)	(134,711)	(226,461)	(125,429)	(133,986)	(61,412)	(51,610)	(12,241)	(16,051)	-
Other (net transfer)	(2,875)	(1,821)	(1,491)	(1,470)	(1,720)	(1,784)	34,438	(11,505)	15,232	(85,792)
<b>Net change in plan fiduciary net position</b>	259,802	293,810	(443,802)	413,120	327,132	437,384	25,465	303,833	172,054	(2,196)
<b>Plan fiduciary net position - beginning</b>	2,877,896	2,584,086	3,027,888	2,614,768	2,287,636	1,850,252	1,824,787	1,520,954	1,348,900	1,351,096
<b>Plan fiduciary net position - ending (B)</b>	<u>3,137,698</u>	<u>2,877,896</u>	<u>2,584,086</u>	<u>3,027,888</u>	<u>2,614,768</u>	<u>2,287,636</u>	<u>1,850,252</u>	<u>1,824,787</u>	<u>1,520,954</u>	<u>1,348,900</u>
<b>Net pension liability - ending (A) - (B)</b>	<u>\$ 31,015</u>	<u>\$ 128,214</u>	<u>\$ 393,621</u>	<u>\$ (326,144)</u>	<u>\$ 46,713</u>	<u>\$ 324,317</u>	<u>\$ 474,022</u>	<u>\$ 143,185</u>	<u>\$ 257,343</u>	<u>\$ 249,071</u>
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	99.02%	95.73%	86.78%	112.07%	98.24%	87.58%	79.61%	92.72%	85.53%	84.41%
<b>Covered Valuation Payroll</b>	\$ 839,529	\$ 764,143	\$ 742,664	\$ 648,818	\$ 637,580	\$ 798,806	\$ 681,142	\$ 616,584	\$ 534,897	\$ 514,770
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	3.69%	16.78%	53.00%	-50.27%	7.33%	40.60%	69.59%	23.22%	48.11%	48.38%

**Notes to Schedule:**

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

CITY OF VILLA GROVE, ILLINOIS

ILLINOIS MUNICIPAL RETIREMENT FUND –  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
UNAUDITED

For the years ended April 30, 2025, 2024, 2023, 2022, 2021, 2020, 2019, 2018, 2017, and 2016

Fiscal Year Ended April 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution As a Percentage of Covered Payroll
2016	52,430	52,430	-	502,032	10.44%
2017	57,597	57,597	-	557,020	10.34%
2018	62,319	62,319	-	645,754	9.65%
2019	65,773	72,018	(6,245)	716,964	10.04%
2020	75,847	84,870	(9,023)	822,186	10.32%
2021	69,523	69,523	-	658,373	10.56%
2022	65,320	65,320	-	648,818	10.07%
2023	64,255	64,255	-	746,303	8.61%
2024	57,557	57,557	-	812,023	7.09%
2025	60,305	60,305	-	847,635	7.11%

Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2024 Contribution Rate

Valuation Date:

Actuarially determined contribution rates are calculated as of December 31 each year, which is 4 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2024 Contribution Rates:

<i>Actuarial Cost Method:</i>	Aggregate entry age normal
<i>Amortization Method:</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period:</i>	19-year closed period
<i>Asset Valuation Method:</i>	5-year smoothed market; 20% corridor
<i>Wage Growth :</i>	2.75%
<i>Price Inflation:</i>	2.25%
<i>Salary Increases:</i>	2.75% to 13.75%, including inflation
<i>Investment Rate of Return:</i>	7.25%
<i>Retirement Age:</i>	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017 to 2019.

CITY OF VILLA GROVE, ILLINOIS

ILLINOIS MUNICIPAL RETIREMENT FUND –  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
UNAUDITED

For the years ended April 30, 2025, 2024, 2023, 2022, 2021, 2020, 2019, 2018, 2017, and 2016

**Notes to Schedule: - Concluded**

Methods and Assumptions Used to Determine 2024 Contribution Rates: (Concluded)

*Mortality:* For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

**Other Information:**

There were no benefit changes during the year.

Based on Valuation Assumptions used in the December 31, 2022 actuarial valuation; note two year lag between valuation and rate setting.

CITY OF VILLA GROVE  
 BUDGETARY COMPARISON SCHEDULE  
 GENERAL FUND  
 FOR THE YEAR ENDED APRIL 30, 2025

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Property taxes	\$ 469,536	\$ 436,331	\$ (33,205)
State sales taxes	487,613	448,150	(39,463)
State income taxes	422,712	440,847	18,135
Video gaming taxes	32,597	40,406	7,809
Replacement taxes	24,887	23,700	(1,187)
Grant revenue	2,140,000	2,320,052	180,052
Fines and fees	23,694	31,872	8,178
Licenses and permits	16,469	12,835	(3,634)
Franchise fees	221,510	209,232	(12,278)
Interest income	193,321	133,339	(59,982)
Donations	-	12,567	12,567
Miscellaneous	281,081	210,360	(70,721)
Total revenues	<u>4,313,420</u>	<u>4,319,691</u>	<u>6,271</u>
<b>Expenditures:</b>			
<b>Current:</b>			
General government	621,434	520,431	101,003
Public safety	966,756	952,517	14,239
Public works	814,705	421,898	392,807
Culture and recreation	687,245	511,895	175,350
Capital outlay	-	572,221	(572,221)
<b>Debt Service:</b>			
Principal	-	293,000	(293,000)
Repayment of lease liability	-	19,888	(19,888)
Interest	-	173,548	(173,548)
Total expenditures	<u>3,090,140</u>	<u>3,465,398</u>	<u>(375,258)</u>
Excess of revenues over expenditures	<u>1,223,280</u>	<u>854,293</u>	<u>(368,987)</u>
<b>Other financing sources (uses):</b>			
Proceeds from the sale of capital assets	<u>7,500</u>	<u>-</u>	<u>(7,500)</u>
Total other financing sources (uses)	<u>7,500</u>	<u>-</u>	<u>(7,500)</u>
Net change in fund balances	<u>\$ 1,230,780</u>	<u>854,293</u>	<u>\$ (376,487)</u>
Fund balance, beginning of year		<u>2,672,956</u>	
Fund balance, end of year		<u>\$ 3,527,249</u>	

CITY OF VILLA GROVE  
 BUDGETARY COMPARISON SCHEDULE  
 TAX INCREMENT FINANCING FUND #1  
 FOR THE YEAR ENDED APRIL 30, 2025

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
Revenues:			
Property taxes	\$ 476,963	\$ 585,649	\$ 108,686
Interest income	32,802	52,122	19,320
Total revenues	509,765	637,771	128,006
Expenditures:			
Current:			
Development	158,069	95,188	62,881
Capital outlay	-	95,645	(95,645)
Total expenditures	158,069	190,833	(32,764)
Net change in fund balances	\$ 351,696	446,938	\$ 95,242
Fund balance, beginning of year		376,353	
Fund balance, end of year		\$ 823,291	

CITY OF VILLA GROVE  
 BUDGETARY COMPARISON SCHEDULE  
 TAX INCREMENT FINANCING FUND #2  
 FOR THE YEAR ENDED APRIL 30, 2025

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
Revenues:			
Property taxes	\$ -	\$ -	\$ -
Total revenues	-	-	-
Expenditures:			
Current:			
Development	-	23,136	(23,136)
Total expenditures	-	23,136	(23,136)
Net change in fund balances	\$ -	(23,136)	\$ (23,136)
Fund balance, beginning of year		-	
Fund balance, end of year		\$ (23,136)	

CITY OF VILLA GROVE  
 BUDGETARY COMPARISON SCHEDULE  
 MOTOR FUEL TAX FUND  
 FOR THE YEAR ENDED APRIL 30, 2025

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
Revenues:			
Motor fuel taxes	\$ 102,882	\$ 111,731	\$ 8,849
Interest income	9,958	13,682	3,724
Total revenues	<u>112,840</u>	<u>125,413</u>	<u>12,573</u>
Expenditures:			
Public works	<u>239,900</u>	<u>8,103</u>	<u>231,797</u>
Total expenditures	<u>239,900</u>	<u>8,103</u>	<u>231,797</u>
Net change in fund balances	<u>\$ (127,060)</u>	117,310	<u>\$ 244,370</u>
Fund balance, beginning of the year		<u>214,636</u>	
Fund balance, end of year		<u>\$ 331,946</u>	

CITY OF VILLA GROVE, ILLINOIS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

**Note 1 - Budgets and Budgetary Accounting**

Annual budgets for governmental funds are adopted on the modified accrual basis of accounting. All annual budgets lapse at fiscal year-end.

The City follows these procedures in establishing the budget amounts:

- 1) Prior to the end of the end of each fiscal year, the budget officer submits to the City Council a proposed operating budget for the year commencing on May 1. The operating budget includes proposed expenditures and the means of financing them. The operating budget is approved by the City Council prior to the end of the fiscal year.
- 2) Public hearings are conducted to obtain citizen comments. At least one public hearing must be held no later than 10 days prior to final approval of the budget.
- 3) The budget ordinance was adopted on April 22, 2024.
- 4) The budget officer is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. The budget was not amended during the fiscal year.
- 5) Formal budgetary integration is employed as a management control device during the year for the General and Special Revenue Funds.

## **STATISTICAL INFORMATION**

CITY OF VILLA GROVE  
SCHEDULE OF ASSESSED VALUATION, TAX RATES,  
TAXES EXTENDED AND COLLECTIONS (Unaudited)  
April 30, 2025

Tax Levy Year	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Equalized Assessed Valuation (not including TIF Districts)	\$ 28,487,540	\$ 27,008,000	\$ 22,312,809	\$ 20,943,932	\$ 19,926,530
<b>TAX RATES</b>					
General corporate	0.2500 %	0.2500 %	0.2500 %	0.2500 %	0.2500 %
IMRF	0.2199	0.2445	0.2356	0.2225	0.2404
Fire protection	0.0750	0.0750	0.0750	0.0750	0.0750
Police protection	0.0750	0.0750	0.0750	0.0750	0.0750
Garbage	0.0022	0.0013	0.0202	0.0215	0.0226
Audit	0.1229	0.1482	0.0676	0.1051	0.1004
Liability insurance	0.2101	0.1139	0.1284	0.1091	0.1432
Street lighting	0.0500	0.0500	0.0500	0.0500	0.0500
Playground/recreation	0.0900	0.0900	0.0900	0.0900	0.0900
Social security	0.2522	0.2739	0.2014	0.1701	0.1854
Unemployment insurance	0.0529	0.0517	0.0520	0.0260	0.0301
Workmans compensation	0.0819	0.0779	0.0933	0.0994	0.1045
Medicare	0.0590	0.0641	0.0471	0.0398	0.0434
Total Tax Rate	<u>1.5411 %</u>	<u>1.5155 %</u>	<u>1.3856 %</u>	<u>1.3335 %</u>	<u>1.4100 %</u>
Equalized Assessed Valuation - TIF Districts only	\$ 2,789,748	\$ 2,751,783	\$ 2,673,662	\$ 2,633,490	\$ 2,586,388
TIF Districts	<u>24.4039 %</u>	<u>21.4718 %</u>	<u>12.9550 %</u>	<u>11.9263 %</u>	<u>11.1772 %</u>
<b>TAX EXTENSIONS</b>					
General corporate	\$ 71,219	\$ 67,520	\$ 55,782	\$ 52,360	\$ 49,816
IMRF	62,644	66,035	52,569	46,600	47,903
Fire protection	21,366	20,256	16,735	15,708	14,945
Police protection	21,366	20,256	16,735	15,708	14,945
Garbage	627	351	4,507	4,503	4,504
Audit	35,011	40,026	15,083	22,012	20,006
Liability insurance	59,852	30,762	28,650	22,850	28,535
Street lighting	14,244	13,504	11,156	10,472	9,963
Playground/recreation	25,639	24,307	20,082	18,850	17,934
Social security	71,846	73,975	44,938	35,626	36,944
Unemployment insurance	15,070	13,963	11,603	5,445	5,998
Workmans compensation	23,331	21,039	20,818	20,818	20,823
Medicare	16,808	17,312	10,509	8,336	8,648
TIF Districts	<u>680,807</u>	<u>590,858</u>	<u>346,372</u>	<u>314,079</u>	<u>289,086</u>
Total Tax Extensions	<u>\$ 1,119,830</u>	<u>\$ 1,000,164</u>	<u>\$ 655,539</u>	<u>\$ 593,367</u>	<u>\$ 570,050</u>

CITY OF VILLA GROVE  
 SCHEDULE OF ASSESSED VALUATION, TAX RATES,  
 TAXES EXTENDED AND COLLECTIONS (Unaudited)  
 April 30, 2025

Tax Levy Year	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<b>TAXES COLLECTED</b>				
General corporate	\$ 67,432	\$ 55,529	\$ 52,162	\$ 49,128
IMRF	65,949	52,330	46,424	47,241
Fire protection	20,230	16,659	15,649	14,738
Police protection	20,230	16,659	15,649	14,738
Garbage	351	4,487	4,486	4,441
Audit	39,974	15,015	21,929	19,730
Liability insurance	30,722	28,519	22,764	28,140
Street lighting	13,486	11,106	10,432	9,825
Playground/recreation	24,275	19,990	18,778	17,686
Social security	73,879	44,734	35,491	36,433
Unemployment insurance	13,945	11,550	5,245	5,915
Workmans compensation	21,012	20,723	20,740	20,525
Medicare	17,290	10,461	8,304	8,528
TIF Districts	585,699	342,693	305,720	285,278
Taxes collected	<u>\$ 994,474</u>	<u>\$ 650,455</u>	<u>\$ 583,773</u>	<u>\$ 562,346</u>
Percentage of Extensions Collected	<u>99.43%</u>	<u>99.22%</u>	<u>98.38%</u>	<u>98.65%</u>

CITY OF VILLA GROVE  
SCHEDULE OF LEGAL DEBT MARGIN (Unaudited)  
April 30, 2025

Assessed valuation, tax levy year 2024	<u>\$ 28,487,540</u>
Debt limit - 8.625%	\$ 2,457,050
Outstanding debt subject to the debt margin	<u>-</u>
Legal debt margin	<u>\$ 2,457,050</u>