

VILLAGE OF RICHTON PARK, ILLINOIS

ANNUAL FINANCIAL REPORT

Year Ended April 30, 2025

VILLAGE OF RICHTON PARK, ILLINOIS

Year Ended April 30, 2025

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INDEPENDENT AUDITOR'S REPORT

To the Honorable President and
Members of the Board of Trustees
Village of Richton Park, Illinois

Report on the Audit of the Financial Statements***Opinions***

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Richton Park, Illinois (the Village), as of and for the year ended April 30, 2025, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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, as of April 30, 2025, 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) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 15 to the financial statements, the Village has adopted GASB Statement No. 101, *Compensated Absences* as of May 1, 2024. Our opinion is not modified with respect to this matter.

(Continued)

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

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

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

Required Supplementary Information

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

(Continued)

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 nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to 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 nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the schedule of legal debt margin 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 24, 2025 on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.


Crowe LLP

Oakbrook Terrace, Illinois
November 24, 2025

VILLAGE OF RICHTON PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2025

As management of the Village of Richton Park, Illinois (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, 2025. Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes, and known facts, it should be read in conjunction with the Village's financial statements.

Financial Highlights

- Total net position of the Village is \$21.32 million at the end of fiscal year 2025, which is an increase of \$4.78 million from the prior year, as restated.
- The Village implemented Governmental Accounting Standards Board Statement No. 101, *Compensated Absences* for the year ended April 30, 2025. The implementation required a restatement to the opening balance of governmental activities net position of \$0.06 million.
- At the end of fiscal year 2025, the Village's governmental funds reported a combined ending fund balance of \$10.80 million, a decrease of \$0.08 million from the previous year. A complete reconciliation of the governmental funds' fund balance to the governmental activities' net position is included in the Basic Financial Statements Section of this report.

Overview of the Financial Statements

This management discussion and analysis serves as an introduction to the Village's basic financial statements. The Village's financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide a broad overview of the Village's finances, in a manner similar to private businesses. The Statement of Net Position presents information on all the Village's assets and deferred outflows of resources, as well as its liabilities and deferred inflows of resources, with the difference between them 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.

The Statement of Activities presents information showing how the Village's net position changed over the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The Governmental Activities reflect the Village's basic services, including administration, building standards, public works and public safety. Sales taxes, shared state taxes and property taxes finance the majority of these services. The Business-Type Activities reflect private sector type operations, where the fee for service typically covers all or most of the cost of operations, including depreciation.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives.

The Village uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government wide financial statements. However, unlike the government wide financial statements, governmental fund financial statements focus on near term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. 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 Village'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.

Proprietary funds are used to report the same functions presented as business type activities in the government wide financial statements. The proprietary fund financial statements are prepared on the same long-term focus as the government wide financial statements. The proprietary funds provide the same information as the government wide financial statements, only with more detail.

Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. Fiduciary funds are not reflected in the government wide financial statements because the resources of those of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is similar to that used by proprietary funds.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government wide and fund financial statements.

Other Information

In addition to the basic financial statements, this report also includes certain required supplementary information related to budgetary information and the Village's progress in funding its obligation to provide pension and post-retirement benefits to its employees. Nonmajor fund information can be found immediately following the required supplementary information.

VILLAGE OF RICHTON PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2025

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

The following table reflects the condensed Statement of Net Position:

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
ASSETS						
Cash and other assets	\$ 16,558,847	\$ 19,396,503	\$ 2,800,213	\$ 1,569,933	\$ 19,359,060	\$ 20,966,436
Capital assets	22,924,112	18,903,432	17,613,690	16,255,369	40,537,802	35,158,801
Total assets	39,482,959	38,299,935	20,413,903	17,825,302	59,896,862	56,125,237
DEFERRED OUTFLOWS OF RESOURCES	4,582,109	5,848,647	206,878	382,303	4,788,987	6,230,950
LIABILITIES						
Current liabilities	2,263,129	5,975,119	764,153	548,591	3,027,282	6,523,710
Non-current liabilities	27,109,387	27,863,260	5,499,472	5,748,334	32,608,859	33,611,594
Total liabilities	29,372,516	33,838,379	6,263,625	6,296,925	35,636,141	40,135,304
DEFERRED INFLOWS OF RESOURCES	7,723,499	5,581,094	4,924	30,627	7,728,423	5,611,721
NET POSITION	<u>\$ 6,969,053</u>	<u>\$ 4,729,109</u>	<u>\$ 14,352,232</u>	<u>\$ 11,880,053</u>	<u>\$ 21,321,285</u>	<u>\$ 16,609,162</u>

The Village's combined assets (governmental activities and business-type activities) exceeded liabilities at the close of the most recent year. Net position increased 28% in fiscal year 2025. The net position of governmental activities increased by \$2.30 million, after a restatement to beginning net position of \$0.06 million for the implementation of GASB 101. This increase is primarily due to the donation of land to the Village.

A portion of net position reflects the Village's investment in capital assets, less any outstanding related debt used to acquire those assets. 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.

VILLAGE OF RICHTON PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2025

Statement of Activities

The following table reflects the condensed Statement of Activities:

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
REVENUES						
Program revenues:						
Charges for services	\$ 2,556,312	\$ 2,422,539	\$ 6,302,163	\$ 6,136,157	\$ 8,858,475	\$ 8,558,696
Operating grants & contributions	587,547	902,909	-	-	587,547	902,909
Capital grants & contributions	3,565,368	342,866	1,000,000	-	4,565,368	342,866
Total program revenues	6,709,227	3,668,314	7,302,163	6,136,157	14,011,390	9,804,471
General revenues:						
Property taxes	4,513,651	6,309,095	-	-	4,513,651	6,309,095
Other taxes	8,391,940	8,159,444	-	-	8,391,940	8,159,444
Other	453,786	443,887	-	-	453,786	443,887
Total general revenues	13,359,377	14,912,426	-	-	13,359,377	14,912,426
Total revenues	20,068,604	18,580,740	7,302,163	6,136,157	27,370,767	24,716,897
EXPENSES						
General government	5,153,619	3,472,610	-	-	5,153,619	3,472,610
Public safety	8,254,553	8,339,131	-	-	8,254,553	8,339,131
Public works	1,616,640	1,258,909	-	-	1,616,640	1,258,909
Parks and recreation	714,546	733,962	-	-	714,546	733,962
Economic development	1,297,456	4,008,073	-	-	1,297,456	4,008,073
Interest and fees	156,570	101,697	-	-	156,570	101,697
Water and sewer	-	-	4,103,051	4,007,238	4,103,051	4,007,238
Refuse	-	-	1,250,781	1,176,293	1,250,781	1,176,293
Commuter parking lot	-	-	48,369	34,087	48,369	34,087
Total expenses	17,193,384	17,914,382	5,402,201	5,217,618	22,595,585	23,132,000
Income (loss) before transfers	2,875,220	666,358	1,899,962	918,539	4,775,182	1,584,897
Transfers	(572,217)	367,587	572,217	(367,587)	-	-
Change in net position	2,303,003	1,033,945	2,472,179	550,952	4,775,182	1,584,897
Net position, beginning of year, as restated	4,666,050	3,695,164	11,880,053	11,329,101	16,546,103	15,024,265
Net position, end of year	\$ 6,969,053	\$ 4,729,109	\$ 14,352,232	\$ 11,880,053	\$ 21,321,285	\$ 16,609,162

VILLAGE OF RICHTON PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2025

Key Factors in the Change in Net Position in the Governmental Activities:

Governmental activities increased the total net position of the Village by \$2.30 million. Total governmental activities revenues were \$20.07 million while governmental activities total expenses were \$17.19 million. Governmental activities accounted for 73% of the total revenues and 76% of the total expenses in fiscal year 2025. Total governmental activities revenues were \$18.58 million while governmental activities total expenses were \$17.91 million in fiscal year 2024. This represented 75% of total revenues and 77% of total expenses in fiscal year 2024.

Total governmental activities revenues were higher due to \$3.22 million increase in capital grants and contributions. Capital grants and contributions went up due to the infusion of state funding for road repairs and security enhancements at our Public Towers, Public Parks, and Public Works. Total governmental activities expenses were higher due to an increase in expenses related to increased spending in sidewalks, curbs and infrastructure improvements.

Key Factors in the Change in Net Position in Business-Type Activities:

Business-type activities net position increased \$2.47 million. Total business-type activities revenues were \$7.30 million while business-type activities total expenses were \$5.40 million. Business-type activities accounted for 27% of total revenues and 24% of total Village expenses in fiscal year 2025. This compares to 25% of total revenues and 23% of total expenses in fiscal year 2024.

Total business-type revenues increased 19% due to increases in capital grants and contributions and enhancements in our collection efforts. Business-type activities total expenses increased 4%. The governmental activities transferred \$0.57 million to the business-type activities during fiscal year 2025.

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

As previously mentioned, the Village uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. The following is a brief discussion of the financial highlights from the fund financial statements.

Governmental Funds – The focus of the Village's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The Village's governmental funds reported a combined ending fund balance of \$10.80 million, a decrease of \$0.08 million from the previous year. The General Fund is the chief operating fund of the Village and accounts for many of the major functions of the government including general government, public safety, and public works. At the end of the fiscal year, the total fund balance of the General Fund was \$10.63 million.

The General Fund balance increased \$1.31 million as the prior year's fund balance was \$9.32 million. Total General Fund revenues and other financing sources were \$15.47 million while total expenditures and other financing uses were \$14.16 million in fiscal year 2025. Property tax revenues were \$3.42 million which were an increase over the prior year revenues of \$3.38 million.

General Fund revenues and other financing sources increased 11% while expenditures and other financing uses increased 15% in fiscal year 2025. The increases in revenues and expenditures were due to increased transfers in and out of the General Fund.

Proprietary Funds - Revenues and expenses for fiscal year 2025 were up \$1.17 million and \$0.18 million. The increase in revenues was due to a capital grant received in 2025.

VILLAGE OF RICHTON PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2025

Budgetary Highlights

The Village's annual budget is the legally adopted expenditure control document of the Village. Budgetary comparison schedules are required for the General Fund and major special revenue funds. These schedules compare the adopted budget and the actual expenditures prepared on a budgetary basis. Budgetary schedules for other governmental funds are also presented in the Supplementary Information section of this report.

General Fund actual revenues of \$14.18 million were \$1.61 million over budgeted revenues of \$12.57 million due to the Village receiving property taxes in excess of budget. Actual expenditures of \$12.27 million were \$0.40 million over budgeted expenditures of \$11.87 million due to public safety pension expenses exceeding budgeted amounts.

Capital Assets

The Village's investment in capital assets for its governmental and business-type activities amounts to \$40.54 million (net of accumulated depreciation). This investment in capital assets includes land, other improvements, machinery and equipment, leased equipment and infrastructure. Infrastructure assets are items that are normally immovable and have value only to the Village, such as streets, street lighting systems, and storm drainage systems. More detailed information about the Village's capital assets is presented in Note 5 to the financial statements. During the fiscal year, the Village had capital asset additions of \$7.09 million consisting primarily of construction in progress and infrastructure.

The following table provides a breakdown of the Village's capital assets:

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	\$ 8,404,971	\$ 6,283,372	\$ 571,660	\$ 571,660	\$ 8,976,631	\$ 6,855,032
Site improvements	400,000	400,000	-	-	400,000	400,000
Construction in progress	1,048,136	787,797	718,629	29,100	1,766,765	816,897
Land improvements	821,423	749,071	1,431,334	1,431,334	2,252,757	2,180,405
Buildings	4,803,425	4,803,425	3,272,445	3,272,445	8,075,870	8,075,870
Building improvements	852,357	627,278	-	-	852,357	627,278
Vehicles	3,285,107	3,212,635	1,354,141	1,354,141	4,639,248	4,566,776
Equipment	2,297,722	1,952,862	2,544,624	2,509,416	4,842,346	4,462,278
Lease assets, equipment	907,753	669,726	-	-	907,753	669,726
Subscription assets	100,531	100,531	78,577	78,577	179,108	179,108
Infrastructure	11,221,395	9,583,840	19,066,718	17,741,717	30,288,113	27,325,557
Accumulated depreciation and amortization	(11,218,708)	(10,267,105)	(11,424,438)	(10,733,021)	(22,643,146)	(21,000,126)
	<u>\$ 22,924,112</u>	<u>\$ 18,903,432</u>	<u>\$ 17,613,690</u>	<u>\$ 16,255,369</u>	<u>\$ 40,537,802</u>	<u>\$ 35,158,801</u>

VILLAGE OF RICHTON PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2025

Debt Administration

At the end of the fiscal year, the Village had a total bonded debt outstanding of \$8.02 million, including unamortized premiums. This amount represents bonds secured by specified revenue sources, namely use taxes and water and sewer charges for services. More detailed information about the Village's debt administration is presented in Note 6 to the financial statements.

The following schedule shows the outstanding long-term obligations of the Village, excluding those related to pensions and OPEB:

	Governmental Activities		Business-type Activities		Total	
	2024				2024	
	2025	(restated)	2025	2024	2025	(restated)
Bonds and notes, net	\$ 3,060,000	\$ 3,210,000	\$ 4,962,850	\$ 5,224,318	\$ 8,022,850	\$ 8,434,318
Financed purchases	386,755	419,649	-	-	386,755	419,649
Lease liabilities	247,739	166,198	-	-	247,739	166,198
Subscription liabilities	91,137	74,281	48,277	63,539	139,414	137,820
Compensated absences	1,016,289	996,644	30,481	27,268	1,046,770	1,023,912
	<u>\$ 4,801,920</u>	<u>\$ 4,866,772</u>	<u>\$ 5,041,608</u>	<u>\$ 5,315,125</u>	<u>\$ 9,843,528</u>	<u>\$ 10,181,897</u>

Economic Factors

The Village of Richton Park adopts an annual budget in order to meet its strategic goals and to set service priorities for the Village. Annual appropriations are adopted for the General, Proprietary and Fiduciary funds. All annual appropriations lapse at the end of the fiscal year. Given the financial challenges and the uncertain economic impact of the pandemic, the Village of Richton Park will continue to closely monitor revenues and adjust expenditures accordingly. The Village's main focus is the provision of necessary infrastructure improvements including water and sewer services, sidewalks and road improvements.

In addition, the Village remains focused on revenue enhancement programs and continues to explore grant opportunities that would help to address improvement to aging infrastructure and the replacement of aging equipment. The push by the Village for new economic development is expected to generate incremental revenue that will be utilized for infrastructure improvement.

Requests for Information

The financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances. Questions concerning the report or requests for additional financial information should be directed to the Finance Director, Village of Richton Park, 4455 Sauk Trail, Richton Park, Illinois 60471.

BASIC FINANCIAL STATEMENTS

Village of Richton Park, Illinois
Statement of Net Position
April 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 2,270,144	\$ 2,240,746	\$ 4,510,890
Investments	6,367,360	-	6,367,360
Receivables, net of allowance			
Property taxes	2,235,474	-	2,235,474
Other taxes	1,713,317	-	1,713,317
Accounts	530,183	954,974	1,485,157
Leases - current	125,140	-	125,140
Prepaid items	252,474	-	252,474
Internal balances	395,507	(395,507)	-
Leases receivable - noncurrent	1,354,966	-	1,354,966
Land held for resale	1,314,282	-	1,314,282
Land and construction in progress	9,853,107	1,290,289	11,143,396
Other capital assets, net of depreciation/amortization	13,071,005	16,323,401	29,394,406
Total assets	<u>39,482,959</u>	<u>20,413,903</u>	<u>59,896,862</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred loss on debt refunding	-	13,413	13,413
Pension items - IMRF	537,456	193,465	730,921
Pension items - Police Pension Fund	4,044,653	-	4,044,653
Total deferred outflows of resources	<u>4,582,109</u>	<u>206,878</u>	<u>4,788,987</u>
Total assets and deferred outflows of resources	<u>\$ 44,065,068</u>	<u>\$ 20,620,781</u>	<u>\$ 64,685,849</u>
LIABILITIES			
Accounts payable	\$ 1,047,233	\$ 379,031	\$ 1,426,264
Accrued payroll and related liabilities	246,776	17,912	264,688
Deposits	263,263	10,240	273,503
Accrued interest	40,535	81,300	121,835
Unearned grant revenue	95,124	-	95,124
Noncurrent liabilities			
Due within one year	570,198	275,670	845,868
Due in more than one year	27,109,387	5,499,472	32,608,859
Total liabilities	<u>29,372,516</u>	<u>6,263,625</u>	<u>35,636,141</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable property tax	2,222,223	-	2,222,223
Pension items - IMRF	18,150	4,924	23,074
Pension items - Police Pension Fund	4,077,810	-	4,077,810
Leases	1,405,316	-	1,405,316
Total deferred inflows of resources	<u>7,723,499</u>	<u>4,924</u>	<u>7,728,423</u>
Total liabilities and deferred inflows of resources	<u>37,096,015</u>	<u>6,268,549</u>	<u>43,364,564</u>
NET POSITION			
Net investment in capital assets	22,179,816	12,615,976	34,795,792
Restricted	2,372,428	-	2,372,428
Unrestricted	(17,583,191)	1,736,256	(15,846,935)
Total net position	<u>6,969,053</u>	<u>14,352,232</u>	<u>21,321,285</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 44,065,068</u>	<u>\$ 20,620,781</u>	<u>\$ 64,685,849</u>

See accompanying Notes to Financial Statements

Village of Richton Park, Illinois
Statement of Activities
Year Ended April 30, 2025

	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business Type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 5,153,619	\$ 1,722,717	\$ 567,547	\$ 1,954,500	\$ (908,855)	\$ -	\$ (908,855)
Public safety	8,254,553	685,647	-	7,455	(7,561,451)	-	(7,561,451)
Public works	1,616,640	-	20,000	1,603,413	6,773	-	6,773
Parks and recreation	714,546	147,948	-	-	(566,598)	-	(566,598)
Economic development	1,297,456	-	-	-	(1,297,456)	-	(1,297,456)
Interest and fees	156,570	-	-	-	(156,570)	-	(156,570)
Total governmental activities	17,193,384	2,556,312	587,547	3,565,368	(10,484,157)	-	(10,484,157)
Business type activities:							
Water and sewer	4,103,051	5,052,559	-	1,000,000	-	1,949,508	1,949,508
Refuse	1,250,781	1,154,963	-	-	-	(95,818)	(95,818)
Commuter parking lot	48,369	94,641	-	-	-	46,272	46,272
Total business type activities	5,402,201	6,302,163	-	1,000,000	-	1,899,962	1,899,962
Total primary government	\$ 22,595,585	\$ 8,858,475	\$ 587,547	\$ 4,565,368	(10,484,157)	1,899,962	(8,584,195)
General revenues and transfers:							
Taxes:							
Property					4,513,651	-	4,513,651
Sales					3,671,923	-	3,671,923
Income					2,308,986	-	2,308,986
Other					1,412,489	-	1,412,489
Utility					998,542	-	998,542
Miscellaneous					100,664	-	100,664
Transfers					(572,217)	572,217	-
Interest					353,122	-	353,122
Total general revenues					12,787,160	572,217	13,359,377
Change in net position					2,303,003	2,472,179	4,775,182
Net position, beginning of year							
As originally stated					4,729,109	11,880,053	16,609,162
Implementation of GASB 101					(63,059)	-	(63,059)
As restated					4,666,050	11,880,053	16,546,103
Net position, end of year					\$ 6,969,053	\$ 14,352,232	\$ 21,321,285

See accompanying Notes to Financial Statements

Village of Richton Park, Illinois
Balance Sheet - Governmental Funds
April 30, 2025

	Major Funds				
	Special Revenue		Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	TIF Sauk Trail Governor's Highway Fund			
ASSETS					
Cash and cash equivalents	\$ 868,264	\$ 647,288	\$ -	\$ 754,592	\$ 2,270,144
Investments	5,830,121	-	-	537,239	6,367,360
Receivables, net of allowance					
Property taxes	2,194,888	-	-	40,586	2,235,474
Accounts	207,583	-	331,392	205	539,180
Leases - current	125,140	-	-	-	125,140
Other governments	1,658,147	-	-	46,173	1,704,320
Prepaid items	252,474	-	-	-	252,474
Due from other funds	2,241,598	-	-	1,229,808	3,471,406
Leases receivable - noncurrent	1,354,966	-	-	-	1,354,966
Land held for resale	1,053,982	-	260,300	-	1,314,282
Total assets	<u>\$ 15,787,163</u>	<u>\$ 647,288</u>	<u>\$ 591,692</u>	<u>\$ 2,608,603</u>	<u>\$ 19,634,746</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 268,120	\$ -	\$ 661,085	\$ 118,028	\$ 1,047,233
Accrued payroll and related liabilities	234,381	-	-	12,395	246,776
Deposits	259,763	-	-	3,500	263,263
Unearned grant revenue	-	-	95,124	-	95,124
Due to other funds	421,341	889,188	808,467	956,903	3,075,899
Total liabilities	<u>1,183,605</u>	<u>889,188</u>	<u>1,564,676</u>	<u>1,090,826</u>	<u>4,728,295</u>
Deferred inflows of resources:					
Unavailable property taxes	2,182,018	-	-	40,205	2,222,223
Leases	1,405,316	-	-	-	1,405,316
Unavailable grants and taxes	390,600	-	91,869	-	482,469
Total deferred inflows of resources	<u>3,977,934</u>	<u>-</u>	<u>91,869</u>	<u>40,205</u>	<u>4,110,008</u>
Fund balances (deficit):					
Nonspendable:					
Prepaid items	252,474	-	-	-	252,474
Restricted:					
Economic development	-	-	-	955,329	955,329
Rebuild Illinois	-	-	-	809,326	809,326
Highways and streets	-	-	-	517,853	517,853
Public safety	-	-	-	89,920	89,920
Unassigned (deficit)	10,373,150	(241,900)	(1,064,853)	(894,856)	8,171,541
Total fund balances (deficit)	<u>10,625,624</u>	<u>(241,900)</u>	<u>(1,064,853)</u>	<u>1,477,572</u>	<u>10,796,443</u>
Total liabilities, deferred inflows of resources and fund balances (deficits)	<u>\$ 15,787,163</u>	<u>\$ 647,288</u>	<u>\$ 591,692</u>	<u>\$ 2,608,603</u>	<u>\$ 19,634,746</u>

See accompanying Notes to Financial Statements

Village of Richton Park, Illinois
Reconciliation of Balance Sheet - Governmental Funds
to the Statement of Net Position
April 30, 2025

Total Fund Balance Governmental Funds	\$ 10,796,443
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Amounts reported for governmental activities are different because:

Capital assets used in governmental activities are not financial resources
and therefore not reported in the funds:

Capital assets	\$ 34,142,820	
Accumulated depreciation/amortization	<u>(11,218,708)</u>	
Net capital assets		22,924,112

Certain assets are not available to report as revenue in the governmental funds but are revenue on the accrual basis of accounting	482,469
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Net pension liability for the Illinois Municipal Retirement Fund and Police Pension Fund are recorded in the statement of net position:	
Illinois Municipal Retirement Fund	(2,217,595)
Police Pension Fund	(17,884,903)

Differences between expected and actual experiences, assumption changes net differences between projected and actual earnings, are recognized as deferred outflows and deferred inflows of resources:	
Illinois Municipal Retirement Fund	519,306
Police Pension Fund	(33,157)

Total OPEB Liability is not recorded in governmental funds but is recorded as a liability in the statement of net position.	(2,775,167)
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Some liabilities reported in the statement of net position do not require
the use of current financial resources and therefore are not reported as
liabilities in governmental funds.

These liabilities consist of:

Bonds payable	(3,060,000)	
Lease liabilities	(247,739)	
Subscription liabilities	(91,137)	
Financed purchase	(386,755)	
Accrued interest	(40,535)	
Compensated absences	<u>(1,016,289)</u>	

Net Position of Governmental Activities	<u>\$ 6,969,053</u>
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Village of Richton Park, Illinois
Statement of Revenues, Expenditures and
Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2025

	Major Funds					
	Special Revenue					
	(Formerly Major)					
	General Fund	TIF Lakewood Fund	TIF Sauk Trail Governor's Highway Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Taxes:						
Property	\$ 3,417,265		\$ 221,658	\$ -	\$ 874,728	\$ 4,513,651
Sales	3,612,472		-	-	-	3,612,472
Income	2,308,986		-	-	-	2,308,986
Other	824,710		-	-	602,236	1,426,946
Utilities	998,542		-	-	-	998,542
Licenses and permits	459,437		-	-	-	459,437
Fines and forfeitures	682,147		-	-	3,500	685,647
Charges for services	1,263,280		-	-	147,948	1,411,228
Grants	234,455		-	1,472,893	567,547	2,274,895
Interest	278,906		-	-	74,216	353,122
Miscellaneous	97,574		-	-	200	97,774
Total revenues	<u>14,177,774</u>		<u>221,658</u>	<u>1,472,893</u>	<u>2,270,375</u>	<u>18,142,700</u>
EXPENDITURES						
Current:						
General government	2,928,534		-	265,506	132,745	3,326,785
Public safety	7,892,781		-	-	23,768	7,916,549
Public works	748,156		-	45,016	335,502	1,128,674
Parks and recreation	-		-	-	691,532	691,532
Economic development	158,366		102,104	5,188	667,044	932,702
Debt service:						
Principal	340,415		-	23,703	13,281	377,399
Interest and debt issuance costs	116,035		-	-	-	116,035
Capital outlay	87,985		-	3,994,116	421,521	4,503,622
Total expenditures	<u>12,272,272</u>		<u>102,104</u>	<u>4,333,529</u>	<u>2,285,393</u>	<u>18,993,298</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,905,502</u>		<u>119,554</u>	<u>(2,860,636)</u>	<u>(15,018)</u>	<u>(850,598)</u>
OTHER FINANCING SOURCES (USES)						
Issuance of leases	21,779		-	216,248	-	238,027
Issuance of subscriptions	54,875		-	-	-	54,875
Transfers in	1,212,348		-	2,793,227	624,859	4,630,434
Transfers out	(1,887,050)		-	-	(2,265,864)	(4,152,914)
Total other financing sources (uses)	<u>(598,048)</u>		<u>-</u>	<u>3,009,475</u>	<u>(1,641,005)</u>	<u>770,422</u>
NET CHANGE IN FUND BALANCES	1,307,454		119,554	148,839	(1,656,023)	(80,176)
FUND BALANCES (DEFICITS),						
Beginning of year						
As originally stated	9,318,170	\$ (887,700)	-	(1,213,692)	3,659,841	10,876,619
Change within financial reporting entity	-	887,700	(361,454)	-	(526,246)	-
Beginning of year, as restated	<u>9,318,170</u>	<u>\$ -</u>	<u>(361,454)</u>	<u>(1,213,692)</u>	<u>3,133,595</u>	<u>10,876,619</u>
FUND BALANCES (DEFICITS),						
End of year	<u>\$ 10,625,624</u>		<u>\$ (241,900)</u>	<u>\$ (1,064,853)</u>	<u>\$ 1,477,572</u>	<u>\$ 10,796,443</u>

See accompanying Notes to Financial Statements

Village of Richton Park, Illinois
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances - Governmental Funds
to the Statement of Activities
Year Ended April 30, 2025

Net Change in Fund Balances - Total Government Funds	\$ (80,176)
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
Capital outlay	4,131,722
Depreciation	(1,015,805)
Capital contributions to business-type activities	(1,049,737)
Certain revenues that are earned but not received within the Village's availability period are recognized in the statement of activities when earned and subsequently in the governmental fund financial statements when they become available. The net difference is recorded as a reconciling item.	
	(31,486)
Revenues from contributions of capital assets are not recognized in governmental funds, but are recognized in the statement of activities	
	1,954,500
Repayment of principal on long term debt is expenditure in governmental funds, but repayment reduces long term liabilities in the statement of net position:	
Principal repaid	377,399
Debt proceeds provide current financial resources to governmental funds; however, issuing debt increases long term liabilities in the statement of net position. In the current period, proceeds were received from:	
Issuance of lease	(238,027)
Issuance of subscription	(54,875)
The change in the net pension and total OPEB liability and related deferred inflows/ outflows of resources are reported on the statement of activities:	
Illinois Municipal Retirement Fund	(574,484)
Police Pension Fund	50,034
OPEB	(1,105,882)
Some items reported in the Statement of Net Position do not require financial resources and, therefore, are not reported as liabilities in government funds. These activities consist of:	
Change in compensated absences	(19,645)
Change in accrued interest payable	(40,535)
Change in Net Position of Governmental Activities	<u>\$ 2,303,003</u>

See accompanying Notes to Financial Statements

Village of Richton Park, Illinois
Statement of Net Position
Proprietary Funds
April 30, 2025

	Business-type Activities - Enterprise Funds			
	Major		Nonmajor	
	Water and Sewer Fund	Refuse Fund	Commuter Parking Lot Fund	Total
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 2,235,791	\$ -	\$ 4,955	\$ 2,240,746
Accounts receivable	903,668	51,306	-	954,974
Total current assets	3,139,459	51,306	4,955	3,195,720
Noncurrent Assets:				
Capital Assets:				
Land	299,311	-	272,349	571,660
Construction in progress	718,629	-	-	718,629
Other capital assets, net of depreciation	15,817,777	257,329	248,295	16,323,401
Total noncurrent assets	16,835,717	257,329	520,644	17,613,690
DEFERRED OUTFLOWS OF RESOURCES				
Deferred loss on debt refunding	13,413	-	-	13,413
Pension items - IMRF	171,155	22,310	-	193,465
Total deferred outflows of resources	184,568	22,310	-	206,878
Total assets and deferred outflows of resources	\$ 20,159,744	\$ 330,945	\$ 525,599	\$ 21,016,288
LIABILITIES				
Current Liabilities:				
Accounts payable	\$ 145,311	\$ 233,720	\$ -	\$ 379,031
Accrued payroll and related liabilities	17,539	-	373	17,912
Accrued interest	81,300	-	-	81,300
Deposits	10,240	-	-	10,240
Due to other funds	-	395,507	-	395,507
Total current liabilities	254,390	629,227	373	883,990
Noncurrent Liabilities:				
Due within one year	275,670	-	-	275,670
Due in more than one year	5,414,926	84,546	-	5,499,472
Total noncurrent liabilities	5,690,596	84,546	-	5,775,142
Total liabilities	5,944,986	713,773	373	6,659,132
DEFERRED INFLOWS OF RESOURCES				
Pension items - IMRF	3,029	1,639	256	4,924
Total liabilities and deferred inflows of resources	5,948,015	715,412	629	6,664,056
NET POSITION				
Net investment in capital assets	11,838,003	257,329	520,644	12,615,976
Unrestricted (deficit)	2,373,726	(641,796)	4,326	1,736,256
Total net position (deficit)	14,211,729	(384,467)	524,970	14,352,232
Total liabilities, deferred inflows of resources, and net position (deficit)	\$ 20,159,744	\$ 330,945	\$ 525,599	\$ 21,016,288

See accompanying Notes to Financial Statements

Village of Richton Park, Illinois
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
Year Ended April 30, 2025

	Business-type Activities - Enterprise Funds			
	Major		Nonmajor	
	Water and Sewer Fund	Refuse Fund	Commuter Parking Lot Fund	Total
Operating revenues				
Charges for services	\$ 5,048,859	\$ 1,154,963	\$ 94,641	\$ 6,298,463
Other	3,700	-	-	3,700
Total operating revenues	5,052,559	1,154,963	94,641	6,302,163
Operating expenses				
Personnel	1,507,096	181,357	5,777	1,694,230
Contractual	892,168	1,017,566	23,121	1,932,855
Commodities	148,288	11,822	6,855	166,965
Other operating expenses	712,633	9,762	-	722,395
Depreciation	648,526	30,274	12,616	691,416
Total operating expenses	3,908,711	1,250,781	48,369	5,207,861
Operating income (loss)	1,143,848	(95,818)	46,272	1,094,302
Nonoperating expenses				
Interest expense	(194,340)	-	-	(194,340)
Change in net position before capital contributions and transfers	949,508	(95,818)	46,272	899,962
Contributions and transfers:				
Capital contributions	2,049,737	-	-	2,049,737
Transfers out	(477,520)	-	-	(477,520)
Total contributions and transfers	1,572,217	-	-	1,572,217
Change in net position	2,521,725	(95,818)	46,272	2,472,179
Net position (deficit)				
Beginning of year	11,690,004	(288,649)	478,698	11,880,053
End of year	\$ 14,211,729	\$ (384,467)	\$ 524,970	\$ 14,352,232

See accompanying Notes to Financial Statements

Village of Richton Park, Illinois
Statement of Cash Flows
Proprietary Funds
Year Ended April 30, 2025

	Business-type Activities - Enterprise Funds			
	Major		Nonmajor	
	Water and Sewer Fund	Refuse Fund	Commuter Parking Lot Fund	Total
Net cash flows from operating activities				
Receipts from customers	\$ 4,946,065	\$ 1,152,858	\$ 94,641	\$ 6,193,564
Payments to suppliers	(1,702,145)	(880,698)	(29,976)	(2,612,819)
Payments to employees	(1,334,251)	(167,177)	(13,314)	(1,514,742)
Net cash provided by (used in) operating activities	1,909,669	104,983	51,351	2,066,003
Net cash flows from noncapital financing activities				
Interfund borrowing	(29,208)	(345,930)	(249,363)	(624,501)
Transfers from/(to) other funds	(477,520)	-	-	(477,520)
Net cash provided by (used in) noncapital financing activities	(506,728)	(345,930)	(249,363)	(1,102,021)
Net cash flows from capital and related financing activities				
Principal paid on long term debt	(265,262)	-	-	(265,262)
Interest paid	(203,202)	-	-	(203,202)
Net cash (used) by capital and related financing activities	(468,464)	-	-	(468,464)
Net increase (decrease) in cash and cash equivalents	934,477	(240,947)	(198,012)	495,518
Cash and cash equivalents:				
Beginning of year	1,301,314	240,947	202,967	1,745,228
End of year	\$ 2,235,791	\$ -	\$ 4,955	\$ 2,240,746
Reconciliation of operating income (loss) to net cash flows from operating activities				
Operating income (loss)	\$ 1,143,848	\$ (95,818)	\$ 46,272	\$ 1,094,302
Adjustments to reconcile operating income (loss) to net cash flows from operating activities				
Depreciation	648,526	30,274	12,616	691,416
(Increase) decrease in:				
Receivables	(108,156)	(2,105)	-	(110,261)
Deferred outflows of resources - IMRF	155,458	13,261	-	168,719
Customer deposits	1,662	-	-	1,662
Accrued payroll and related	(1,568)	-	(392)	(1,960)
Accounts payable	50,944	158,452	-	209,396
Net pension liability	28,074	10,358	-	38,432
Deferred inflows of resources - IMRF	(9,119)	(9,439)	(7,145)	(25,703)
Net cash flows from operating activities	\$ 1,909,669	\$ 104,983	\$ 51,351	\$ 2,066,003
Supplemental information:				
Noncash capital and related financing activities:				
Capital contributions	\$ 2,049,737	\$ -	\$ -	\$ 2,049,737

See accompanying Notes to Financial Statements

Village of Richton Park, Illinois
Statement of Fiduciary Net Position
Fiduciary Funds
April 30, 2025

	Police Pension Fund	Custodial Funds
ASSETS		
Cash and cash equivalents	\$ 59,549	\$ 745,801
Accounts receivable	-	10,047
Prepaid expenses	3,500	-
Pooled investments	21,165,824	-
Total assets	<u>\$ 21,228,873</u>	<u>\$ 755,848</u>
LIABILITIES		
Accounts payable	<u>\$ 1,833</u>	<u>\$ -</u>
NET POSITION		
Restricted for pension plan held in trust for pension benefits	21,227,040	-
Restricted for organizations	-	755,848
Total net position	<u>\$ 21,227,040</u>	<u>\$ 755,848</u>

See accompanying Notes to Financial Statements

Village of Richton Park, Illinois
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
Year Ended April 30, 2025

	Police Pension Fund	Custodial Funds
ADDITIONS		
Contributions:		
Employer	\$ 1,352,859	\$ -
Plan members	224,498	-
Intergovernmental revenue	-	672,547
Donations/events	-	35,045
Total contributions	<u>1,577,357</u>	<u>707,592</u>
Investment income (loss):		
Net appreciation (depreciation) in fair value of investments	1,809,831	-
Interest and dividends	<u>119,064</u>	<u>1,896</u>
Total investment income (loss)	1,928,895	1,896
Less: investment expense	<u>(13,812)</u>	<u>-</u>
Net investment income (loss)	<u>1,915,083</u>	<u>1,896</u>
Total additions	<u>3,492,440</u>	<u>709,488</u>
DEDUCTIONS		
Benefits and refunds	2,129,964	-
Administrative expenses	<u>77,267</u>	<u>28,929</u>
Total deductions	<u>2,207,231</u>	<u>28,929</u>
CHANGE IN NET POSITION	1,285,209	680,559
NET POSITION		
Net position, beginning of year	<u>19,941,831</u>	<u>75,289</u>
Net position, end of year	<u>\$ 21,227,040</u>	<u>\$ 755,848</u>

See accompanying Notes to Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Village of Richton Park, Illinois (the "Village") is located in Cook County, Illinois, and is a municipal corporation governed by an elected board. As required by generally accepted accounting principles, these financial statements present the Village (the primary government) and its component units. In evaluating how to define the reporting entity, management has considered all potential component units. The decision to include a potential component unit in the reporting entity is made upon the significance of its operational or financial relationship with the primary government.

The accounting policies of the Village conform to accounting principles generally accepted in the United States as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standards setting body for establishing governmental accounting and financial reporting principles.

Financial Reporting Entity

The accompanying financial statements present the primary government, organizations for which the primary government is financially accountable, and other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials are financially accountable or whose exclusion would render the financial statements misleading because of the nature and significance of their relationship. Based on these criteria, the Village is considered a primary government and there is one fiduciary component unit whose financial statements are combined and presented with these financial statements.

Police Pension Fund

The Village police employees participate in the Police Pension Fund, a fiduciary component unit of the Village. The Police Pension Fund functions for the benefit of these employed. The Village is obligated to fund all Police Pension Fund costs not funded by the Police Pension Fund participants based upon actuarial valuations, which creates a financial burden on the Village. 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 contribution levels, which results in the Police Pension Fund being fiscally dependent upon the Village. The Police Pension Fund is reported as a pension trust fund.

Government-Wide Financial Statements

The government-wide Statement of Net Position and Statement of Activities report the overall financial activity of the Village. Eliminations have been made to minimize the double counting of internal activities of the Village. The financial activities of the Village consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues, and business-type activities, which rely to a significant extent on fees and charges for services.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-Wide Financial Statements (Continued)

The Statement of Net Position presents the primary government's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference reported in three categories:

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position, if applicable, results when constraints placed on net position use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position consists of net position that does not meet the criteria of the two preceding categories.

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

The Statement of Activities demonstrates the degree to which the direct expenses of a given function (i.e. general services, public safety, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary funds are excluded from the government-wide financial statements.

Fund Financial Statements

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. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

A fund is considered major if it is the primary operating fund of the Village, meets the following criteria or the Village considers it to be a major fund:

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

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements (Continued)

The Village reports the following major governmental funds:

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

TIF Sauk Trail Governor's Highway Fund – This fund accounts for financial resources to be used in the acquisition or development of property within the tax incremental financing district.

Capital Projects Fund – This fund accounts for financial resources to be used in the acquisition or construction of major capital facilities (other than those financed by proprietary or pension trust funds).

The Village reports the following major enterprise funds:

Water and Sewer Fund - Accounts for provision of water and sewer services, repair, and improvement services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, financing and related debt service and billing and collection.

Refuse Fund - Accounts for operations of the refuse collection system.

Additionally, the Village reports the following fiduciary funds:

Police Pension Trust Fund - Accounts for the accumulation of resources to pay pension costs. Resources are contributed by police force members at rates fixed by State statutes and by the Village through an annual property tax levy.

Custodial Funds – The Village reports the following Custodial Funds:

Friends of Richton Park Foundation (Foundation) - Accounts for the operations of the Foundation. The Foundation is a 501(c)3 non-profit organization that was founded in 2018. The Foundation is established to support the Village of Richton Park on developing a safe, healthier, more successful future for youth, seniors and others to grow and thrive in a dynamic community. The Foundation works to support and provide scholarships for higher education, quality youth programs and events and support for the Rich Township Food Pantry. It is governed by a six-person board that makes decisions on the affairs of the Foundation.

Business Enterprise Zone Fund - Accounts for the operations of the Business Enterprise Zone Fund, an economic development initiative. This zone is a collaboration among several municipalities, including Matteson, Monee, Park Forest, University Park and Richton Park, within the counties of Will and Cook. The funds account for assets held by the Village to stimulate economic growth and revitalization in designated areas. The Village administers the funds subject to the direction of the Board.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus and Basis of Accounting and Financial Statement Presentation

Government-wide financial statements are reported using the economic resources measurement focus and accrual basis of accounting, as are the proprietary and fiduciary fund financial statements. Revenues and contributions are recorded when earned and expenses including benefits and refunds paid are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the Village gives (or receives) value without directly receiving (or giving) equal value in exchange, include various taxes and State shared revenues. On the accrual basis, revenues from taxes are recognized when the Village has a legal claim to the resources. Grants, entitlements, state shared revenues and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected approximately within 60 days of the end of the current fiscal year. Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, debt service related to compensated absences are recorded only when payment is due. Significant revenue sources which are susceptible to accrual include property taxes, other taxes, grants, charges for services, and interest. All other revenue sources are considered to be measurable and available only when cash is received.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the proprietary fund's principal ongoing operations.

Cash and Cash Equivalents

The Village considers cash and cash equivalents to be all cash on hand, demand deposits, time deposits and all highly liquid investments, with an original maturity of three months or less when purchased.

Investments

Investments are stated at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties. The Village considers quoted market prices at April 30, 2025 to be the fair value of its investments.

Interfund Transactions

The Village has the following types of transactions between funds:

Loans - amounts provided with a requirement for repayment. Interfund loans are reported as "due from other funds" or "advances to other funds" in lender funds and "due to other funds" or "advances from other funds" in borrower funds in the fund balance sheets or fund statements of net position.

Reimbursements - repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Transfers - flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers in/out are reported as a separate category after non-operating revenues and expenses.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items are accounted for under the consumption method, whereby amounts are recorded as expenditures during the period benefited by the goods or services.

Capital Assets

Capital assets, which include buildings and improvements, land improvements, equipment, and infrastructure assets are reported in applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with a cost of \$10,000 or more and a useful life of more than one year. The cost of any additions or improvements greater than \$5,000, that extend the useful life of an asset more than one year, are also considered capital assets. All capital assets are valued at historical cost or estimated historical cost if factual historical cost is not available. Donated capital assets are recorded at estimated acquisition value at date of donation.

All reported capital assets except land and construction in progress are depreciated. Depreciation of all assets is provided on the straight-line basis over the following estimated useful lives:

<u>Capital Asset Category</u>	<u>Estimated Useful Life</u>
Buildings and improvements	10 – 80 years
Land improvements	20 years
Equipment	3 – 30 years
Infrastructure	80 – 100 years

Property Taxes

The Village's policy is to record property taxes when they have been levied and extended and are both measurable and available. Property taxes receivable are initially recorded at the gross levy amount less an allowance for uncollectible taxes, determined by management estimate. The receivable and the allowance are adjusted periodically to reflect taxes receivable at their estimated realizable value. The allowance for uncollectible taxes as of April 30, 2025 is \$123,900.

Receivables

Other receivables in the proprietary funds are recorded net of allowance for uncollectible accounts. As of April 30, 2025, the allowance for uncollectible accounts in the proprietary funds is \$79,913.

Unearned Revenue

The Village defers revenue recognition in connection with resources that have been received, but not yet earned.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund Statement of Net Position.

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Debt service funds are specifically established to account for and service the long-term obligations for the governmental funds' debt. Long-term debt is recognized as a liability in a governmental fund when due, or when resources have been accumulated for payment early in the following year.

Leases

Lessee: The Village is a lessee in equipment leases. The Village recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide and proprietary financial statements.

At the commencement of a lease, the Village initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the lease term or its useful life.

Lease assets are reported with other capital assets and lease liabilities are reported with noncurrent liabilities on the statement of net position.

Lessor: The Village is a lessor in real estate leases. The Village recognizes a lease receivable and a deferred inflow of resources in the government-wide, proprietary and governmental fund financial statements.

At the commencement of a lease, the Village initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

All Leases: Key estimates and judgments include how the Village determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- For leases where the Village is a lessee, the Village uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the Village generally uses its estimated incremental borrowing rate as the discount rate for leases.
- For leases where the Village is a lessor, the Village uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.
- Lease receipts included in the measurement of the lease receivable are composed of fixed payments from the lessee.

The Village monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Subscription-Based Information Technology Agreements (SBITAs)

The Village is a subscriber to various software programs. The Village recognizes a subscription liability and an intangible right to use subscription asset in the government-wide and proprietary financial statements.

At the commencement of a subscription, the Village initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for subscription payments made at or before the subscription commencement date, plus certain initial direct costs. Subsequently, the subscription asset is amortized on a straight-line basis over its useful life.

Subscription assets are reported with other capital assets and subscription liabilities are reported with long-term debt on the statement of net position.

Key estimates and judgments include how the Village determines: (1) the discount rate it uses to discount the expected subscription payments to present value, and (2) subscription term.

- The Village uses the interest rate charged by the vendor as the discount rate. When the interest rate charged by the vendor is not provided, the Village generally uses its estimated incremental borrowing rate as the discount rate for subscription.
- The subscription term includes the noncancellable period of the subscription.

The Village monitors changes in circumstances that would require a remeasurement of its subscription and will remeasure the subscription liability and subscription assets if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Compensated Absences

The Village recognizes a liability for compensated absences for leave that (a) is attributable to services already rendered, (b) accumulates, and (c) is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The liability for compensated absences is reported as incurred in the government-wide and proprietary fund financial statements. A liability for compensated absences is recorded in the governmental funds only for amounts due and payable. The liability for compensated absences includes salary-related benefits, where applicable.

Vacation: Vacation pay is earned starting with the employee's hire. Annual award is based on years of service. Employees must use the vacation time within one year of earning the time. Unused time is paid out on termination.

Sick Leave: Sick leave is earned at the rate of 1 day per month. Employees are allowed to accumulate up to 240 days. Upon separation employees (other than police officers) who have 10 years of service are paid out unused sick time, limited to \$7,000. Police officers must have 20 years of service and attained the age of 50 before receiving a payout of unused sick time, limited to \$7,000.

For types of compensated absences that are dependent upon the occurrence of a sporadic event that affects a relatively small proportion of employees in any particular reporting period (parental leave, military leave, and jury duty), a liability is not recognized until the leave commences. For unlimited leave and holiday leave, a liability is recognized when the leave is taken.

The liability for leave that has been used, but not yet paid, has been recognized in accrued salaries. The liability for leave that has not been used is recognized in compensated absences.

Deferred Outflows of Resources

In addition to assets, the statement of net position or balance sheet 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 and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Village has two items that qualify for reporting in this category: (1) a deferred charge on refunding results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt and (2) deferred charges related to defined benefit pension plans. These charges will be amortized according to the benefit terms of the plans.

Deferred Inflows of Resources

In addition to liabilities, the statement of net position or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents the acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Village has three items that qualify for reporting in this category: (1) unavailable revenues from property taxes and grants. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available; (2) deferred inflows of resources related to defined benefit pension plans. This income will be recognized according to the benefit terms of the plans; and (3) deferred lease revenue, which is recognized as revenue over the life of the lease term.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Illinois Municipal Retirement Fund (IMRF) and Police Pension Plan and additions to/deductions from the pensions' fiduciary net position have been determined on the same basis as they are reported by IMRF and the police pension trust fund. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Post-Employment Benefits (OPEB) Obligations

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB expense; information has been determined on the same basis as it is reported by the plan. For this purpose, OPEB payments (including refunds of employee contributions) are recognized when due and payable in accordance with the OPEB plan terms. The Village does contribute to the plan. However, there are no actuarially determined contributions as there is no trust that exists for funding the OPEB plan.

Fund Balances

Within the governmental fund type, the Village's fund balances are reported in one of the following classifications:

Nonspendable - amounts that are not in spendable form or are legally or contractually required to be maintained intact.

Restricted - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government) through constitutional provisions or by enabling legislation.

Committed - amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority. The Village Board is the highest level of decision-making authority for the Village that can, by adoption of ordinance prior to the end of the year, commit fund balance. Once adopted, the limitation remains in place until a similar action is taken (adoption of another ordinance) to remove or revise the limitation.

Assigned - amounts the Village intends to use for specific purposes as determined by the Village Board. It is assumed that creation of a fund automatically assigns fund balance.

Unassigned - amounts that are available for any purpose.

Net position/fund balance is displayed in the order of the relative strength of the spending constraints placed on the purposes for which resources can be used. The Village's flow of funds assumption prescribes that 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 the assigned and unassigned funds.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in the United States requires management to make estimates and assumptions that affect certain amounts and disclosures. Accordingly, actual results could differ from those estimates.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 2 – CASH AND INVESTMENTS

Deposits with Financial Institutions

Custodial credit risk-deposits. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village does not have a deposit policy for custodial credit risk. The Police Pension Plan's investment policy requires all bank balances to be covered by federal depository insurance. As of April 30, 2025, the Village's total bank balance was \$5,587,817. Account balances at banks were either insured by the Federal Deposit Insurance Corporation (FDIC) for \$250,000 or collateralized with securities of the U.S. government or with letters of credit issued by the Federal Home Loan Bank held in the Village's name by financial institutions acting as the Village's agent.

Investments

The Village is allowed to invest in securities as authorized by the Illinois Compiled Statutes, Chapter 30, Act 235/Articles 2 and 6. Illinois Public Act 101-0610 consolidated the assets of the state's numerous downstate and suburban police pension funds into the Illinois Police Pension Investment Fund to pool their funds for investment purposes. The Police Pension Investment Fund is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. As of April 30, 2025, the Village and Police Pension Fund had the following investments:

	Fair Value		
	Statement of Net Position	Statement of Fiduciary Net Position	Total
Local government investment pool	\$ 6,367,360	\$ -	\$ 6,367,360
Illinois Police Officers' Pension Investment Fund	-	21,165,824	21,165,824
	<u>\$ 6,367,360</u>	<u>\$ 21,165,824</u>	<u>\$ 27,533,184</u>

Illinois Police Officer's 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 officer's 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. Participation in IPOPIF by Illinois suburban and downstate police officer's pension funds is mandatory. Investments of the Fund are combined in a commingled external investment pool and held by IPOPIF. A schedule of investment expenses is included in IPOPIF's annual report. For additional information on IPOPIF's investments, please refer to their annual report as of June 30, 2024. A copy of that report can be obtained from IPOPIF at 456 Fulton Street, Suite 402, Peoria, IL 61602 or at www.ipopif.org. Investments in IPOPIF are valued at the Net Asset Value (NAV) per share as determined by the pool.

Interest rate risk. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Village and Police Pension Fund have no specific policy on the interest rate risk at year-end.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 2 – CASH AND INVESTMENTS (Continued)

None of the Village's and Police Pension Fund's investments are subject to market interest rate fluctuations. The following table that shows the investments measured at net asset value:

Investments not sensitive to interest rate risk:	
Local government investment pool	\$ 6,367,360
Illinois Police Officers' Pension Investment Fund	21,165,824
Total investments	<u>\$ 27,533,184</u>

Credit risk. Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The Illinois Police Pension Investment Fund is not rated. Presented below is the actual rating as of year-end for each investment type:

<u>Investment</u>	<u>Credit Rating</u>	<u>Rating Source</u>
Local government investment pool	AAA	Standard and Poor's

Concentration of Credit Risk. The Village's and Police Pension Fund's investment policy requires diversification of investment to avoid unreasonable risk.

Custodial Credit Risk-Investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the Village or Police Pension Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The local government investment pool is not subject to custodial credit risk in that they are insured. All other investments are subject to custodial credit risk.

Foreign Currency Risk. The Village and Police Pension Fund have no foreign currency risk for investments at year end.

Fair Value Measurement and Application. The Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The fair value of bonds is determined using recently executed transactions, market price quotations, bond spreads, credit default swap spreads, or at the money volatility or volatility skew, adjusted for any basis difference between cash and derivative instruments. The fair value of U.S. government and agency obligations is model-driven based on spreads of a comparable to-be-announced security. As of April 30, 2025, the Village's investments are valued as follows:

NOTE 3 – PROPERTY TAXES

The Village annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the Village Board of Trustees. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by Cook County and issued on or about February 1 and July 1 and are repayable in two installments on or about March 1 and August 1. These dates are subject to change by the County. The County collects such taxes and periodically remits them to the Village.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 3 – PROPERTY TAXES (Continued)

The 2024 property tax assessment, which was levied in December 2024, is to finance the budget for the fiscal year beginning May 1, 2024, and the revenue to be produced from that assessment is to be recognized during that period, provided the "available" criteria has been met. "Available" means when due or receivable within the current period and collected within that fiscal period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. For governmental fund types, property taxes collected in advance of the fiscal year for which they are levied are recorded as unavailable property tax and recognized as revenue in the year in which they are received. A reduction for collection losses based on historical collection experience has been provided on uncollected tax liens.

NOTE 4 – LEASES RECEIVABLE

The Village leases land to third parties. The following are the leases in effect at April 30, 2025 in which the Village is a lessor:

Lease type	Lease Term		Discount Rate	Original Balance	Ending Balance	Due in 1 Year	Revenues	
	Beginning	Ending					Lease	Interest
Land (cell tower)	5/1/2022	4/30/2039	3.4020%	\$ 560,248	\$ 496,070	\$ 25,474	\$ 32,956	\$ 17,714
Land (cell tower)	5/1/2022	3/31/2033	2.6296%	416,267	327,501	33,277	38,131	9,060
Land (cell tower)	5/1/2024	4/30/2029	2.6296%	233,976	200,060	35,482	38,996	5,227
Land (cell tower)	5/1/2024	7/31/2036	2.6296%	486,823	456,475	30,907	39,741	11,360

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2025 was as follows:

	Balance at May 1, 2024	Additions	Deletions	Balance at April 30, 2025
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 6,283,372	\$2,121,599	\$ -	\$ 8,404,971
Site improvements	400,000	-	-	400,000
Construction in progress	787,797	1,364,443	(1,167,885)	984,355
Assets not yet placed in service - SBITAs	-	63,781	-	63,781
Subtotal	7,471,169	3,549,823	(1,167,885)	9,853,107
Capital assets being depreciated/amortized:				
Land improvements	749,071	72,352	-	821,423
Buildings	4,803,425	-	-	4,803,425
Building improvements	627,278	225,079	-	852,357
Vehicles	3,212,635	125,980	(53,508)	3,285,107
Equipment	1,952,862	355,554	(10,694)	2,297,722
Right to use equipment	669,726	238,027	-	907,753
Right to use subscription	100,531	-	-	100,531
Infrastructure	9,583,840	1,637,555	-	11,221,395
Subtotal	21,699,368	2,654,547	(64,202)	24,289,713
Accumulated depreciation/amortization	(10,267,105)	(1,015,805)	64,202	(11,218,708)
Capital assets being depreciated/amortized, net	11,432,263	1,638,742	-	13,071,005
Total governmental activities capital assets, net	\$ 18,903,432	\$ 5,188,565	\$ (1,167,885)	\$ 22,924,112

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 5 – CAPITAL ASSETS (Continued)

	Balance at May 1, 2024	Additions	Deletions	Balance at April 30, 2025
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 571,660	\$ -	\$ -	\$ 571,660
Construction in progress	29,100	689,529	-	718,629
Subtotal	600,760	689,529	-	1,290,289
Capital assets being depreciated/amortized:				
Land improvements	1,431,334	-	-	1,431,334
Buildings	3,272,445	-	-	3,272,445
Vehicles	1,354,141	-	-	1,354,141
Equipment	2,509,416	35,208	-	2,544,624
Right to use subscription	78,577	-	-	78,577
Infrastructure	17,741,718	1,325,000	-	19,066,718
Subtotal	26,387,631	1,360,208	-	27,747,839
Accumulated depreciation/amortization	(10,733,022)	(691,416)	-	(11,424,438)
Capital assets being depreciated/ amortized, net	15,654,609	668,792	-	16,323,401
Total business-type activities capital assets, net	\$ 16,255,369	\$ 1,358,321	\$ -	\$ 17,613,690

Depreciation and amortization expense was charged to the following functions:

Governmental Activities		Business-type Activities	
General government	\$ 575,826	Water and sewer	\$ 648,526
Public Safety	114,180	Refuse	30,274
Economic Development	190,258	Commuter parking lot	12,616
Public works	135,541	Total	<u>\$ 691,416</u>
Total	<u>\$ 1,015,805</u>		

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 6 – LONG-TERM OBLIGATIONS

Long-term debt, leases and subscriptions consisted of the following at April 30, 2025:

	Date of Issuance	Maturity Date	Interest Rate	Original Issuance	Carrying Amount
Governmental Activities:					
GO Bonds, Series 2020	8/6/2020	12/1/2040	1.80 - 3.75%	\$ 3,500,000	\$ 3,060,000
Financed purchase	6/15/2023	6/15/2033	4.99%	419,649	386,755
Lease liabilities:					
Police radios	5/1/2022	7/1/2025	2.80%	142,563	37,061
Copiers	6/15/2024	6/15/2029	2.10%	21,779	18,133
Heart monitors	10/16/2024	10/16/2034	2.10%	216,248	192,545
Subscription liabilities:					
Flock Safety	5/1/2023	8/1/2027	2.64%	100,530	49,544
Granicus	9/1/2024	5/31/2027	2.64%	54,875	41,593
Business-type activities:					
Alternate revenue source bonds, Series 2017	12/1/2017	12/1/2039	3.00 - 4.00%	6,700,000	4,875,000
Subscription liability - Sensus software	5/1/2023	8/1/2027	2.64%	78,577	48,277

Long-term obligations activity for the year ended April 30, 2025 was as follows:

	Balance at May 1, 2024 (as restated)	Issued	Retired	Balance at April 30, 2025	Due Within One Year
Governmental Activities:					
GO Bonds, Series 2020	\$ 3,210,000	\$ -	\$ 150,000	\$ 3,060,000	\$ 155,000
Financed purchase ⁽²⁾	419,649	-	32,894	386,755	20,087
Lease liability ⁽²⁾	166,198	238,027	156,486	247,739	60,334
Subscription liability ⁽²⁾	74,281	54,875	38,019	91,137	45,590
Compensated absences ⁽¹⁾⁽²⁾⁽³⁾	996,644	19,645	-	1,016,289	203,258
Net pension liability:					
IMRF	2,112,519	105,076	-	2,217,595	-
Police pension	19,790,094	-	1,905,191	17,884,903	-
Total OPEB liability	1,669,285	1,105,882	-	2,775,167	85,929
Total governmental activities	\$ 28,438,670	\$ 1,523,505	\$ 2,282,590	\$ 27,679,585	\$ 570,198

- 1 Opening balance of Compensated absences restated for the implementation of GASB 101, *Compensated Absences*
- 2 Balances are paid from the General Fund
- 3 Annual change for Compensated absences is a net number

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 6 – LONG-TERM OBLIGATIONS (Continued)

Business-type activities:	Balance at May 1, 2024	Issued	Retired	Balance at April 30, 2025	Due Within One Year
Alternate revenue source, Series 2017	\$ 5,125,000	\$ -	\$ 250,000	\$ 4,875,000	\$ 260,000
Unamortized bond premium	99,318	-	11,468	87,850	-
Subscription Liability	63,539	-	15,262	48,277	15,670
Net pension liability - IMRF	701,198	38,432	-	739,630	-
Compensated absences *	27,268	3,213	-	30,481	6,096
Total business-type activities	<u>\$ 6,016,323</u>	<u>\$ 41,645</u>	<u>\$ 276,730</u>	<u>\$ 5,781,238</u>	<u>\$ 281,766</u>

* The change in compensated absences is a net number. The current portion of the compensated absence balance is reported under "accrued payroll and related" in the statement of net position.

Bonds Payable

Annual debt service requirements to maturity for bonds payable are as follows:

Year End	General Obligation Bond		Alternate Revenue Source	
	Principal	Interest	Principal	Interest
2026	\$ 155,000	\$ 98,365	\$ 260,000	\$ 191,800
2027	155,000	94,955	275,000	181,400
2028	160,000	91,390	290,000	170,400
2029	165,000	87,390	300,000	158,800
2030	170,000	82,935	315,000	146,800
2031 - 2035	925,000	335,195	1,760,000	535,600
2036 - 2040	1,090,000	168,103	1,675,000	161,113
2041	240,000	9,000	-	-
	<u>\$ 3,060,000</u>	<u>\$ 967,333</u>	<u>\$ 4,875,000</u>	<u>\$ 1,545,913</u>

On September 28, 2017, the Village issued \$6,700,000 (plus premium of \$180,992) in General Obligation, (Water and Sewer System Alternate Revenue Source) Series 2017 with an average interest rate of 3.75%. The proceeds principally were used to advance refund the Series 2006 Bonds and to fund capital improvements to the Village's water and sewer infrastructure. The proceeds used for the refunding were deposited in an irrevocable trust to provide for future debt service on the Series 2006 Bonds. As a result, that portion of the 2006 series bonds is considered deceased, and the Village has removed the liability from its accounts. The Trust paid off the Series 2006 bonds on the bonds' call date of October 30, 2017. The advance refunding increased total debt service payments over the next 15 years by approximately \$775,000. This resulted in a deferred loss on the refunding of \$91,506 which is being amortized over the life of the original maturity of the Series 2006 bonds. The unamortized deferred loss on refunding is \$13,413 as of April 30, 2025.

On August 6, 2020, the Village issued \$3,500,000 in Taxable General Obligation Bonds, Series 2020 that bear interest at 1.80% to 3.75%, which is due June 1 and December 1 of each year, while the principal amounts mature serially on December 1 of each year, with final maturity on December 1, 2040. The proceeds were used for corporate purposes. The bond will be repaid from State use taxes.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 6 – LONG-TERM OBLIGATIONS (Continued)

Financed Purchase

The Village entered into a financed purchase during the year ended April 30, 2024 for the purchase of a fire truck at a gross cost of \$419,649. The financed purchase is payable in monthly installments of \$5,080 including interest payable at 4.99%.

Financed purchases will be made out of the General fund.

Annual debt service requirements to maturity under this financial purchase are as follows:

	Financed Purchase	
	Principal	Interest
2026	\$ 20,087	\$ 35,794
2027	43,653	17,307
2028	45,882	15,079
2029	48,225	12,736
2030	50,687	10,274
2031 - 2034	178,221	14,821
	<u>\$ 386,755</u>	<u>\$ 106,011</u>

Lease Liabilities

The Village entered into a lease during the year ended April 30, 2020, and recognized a liability upon implementation of GASB 87, *Leases* on May 1, 2022, for the use of equipment in the amount of \$332,133. The lease is payable in annual installments of \$12,244 including interest payable at 2.6388%. The lease was paid off during the fiscal year ending April 30, 2025.

The Village entered into a lease during the year ended April 30, 2021, and recognized a liability upon implementation of GASB 87, *Leases* on May 1, 2022, for the use of police vehicles in the amount of \$282,038. The lease is payable in annual installments of \$6,499 including interest payable at 2.6388%. The lease was paid off during the fiscal year ending April 30, 2025.

The Village entered into a lease during the year ended April 30, 2021, and recognized a liability upon implementation of GASB 87, *Leases* on May 1, 2022, for the use of police radios in the amount of \$142,563. The lease is payable in annual installments of \$37,321 including interest payable at 2.7960%.

The Village entered into a lease during the year ended April 30, 2025 for the use of copiers in the amount of \$21,779. The lease is payable in annual installments of \$3,646 including interest payable at 2.1000%.

The Village entered into a lease during the year ended April 30, 2025 for the use of heart monitors in the amount of \$216,248. The lease is payable in annual installments of \$23,702 including interest payable at 2.1000%.

Lease liabilities will be paid by the General Fund.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 6 – LONG-TERM OBLIGATIONS (Continued)

Annual debt service requirements to maturity under these lease liabilities are as follows:

For the Year Ended April 30,	Principal	Interest
2026	\$ 60,334	\$ 4,335
2027	23,692	3,656
2028	24,120	3,228
2029	24,557	2,792
2030	25,002	2,346
Thereafter	90,034	4,776
Total	<u>\$ 247,739</u>	<u>\$ 21,133</u>

Subscription Liabilities

The Village entered into a subscription agreement for video and audio surveillance software in the amount of \$100,530. The subscription is payable in annual installments of \$26,250, including interest payable at 2.64%. These payments will be paid by the General Fund.

The Village entered into a subscription agreement for water metering software in the amount of \$78,577. The subscription is payable in annual installments of \$16,664, including interest payable at 2.64%. These payments will be paid by the Water & Sewer Fund.

The Village entered into a subscription agreement during the year ended April 30, 2025 for management software in the amount of \$54,875. The subscription is payable in variable annual installments, including interest payable at 2.64%. These payments will be paid by the General Fund.

Annual debt service requirements to maturity under these subscriptions are as follows:

Year End	Subscription Liabilities			
	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2026	\$ 45,590	\$ 1,294	\$ 15,670	\$ 1,402
2027	45,547	733	16,089	994
2028	-	-	16,518	576
	<u>\$ 91,137</u>	<u>\$ 2,027</u>	<u>\$ 48,277</u>	<u>\$ 2,972</u>

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 7 – INTERFUND RECEIVABLES AND PAYABLES AND TRANSFERS

Interfund receivable and payable balances at April 30, 2025, are as follows:

	Due from Other Funds	Due to Other Funds
General Fund	\$ 2,241,598	\$ 421,341
TIF Sauk Trail Governor's Highway Fund	-	889,188
Capital Projects Fund	-	808,467
Nonmajor Governmental Funds	1,229,808	956,903
Refuse Fund	-	395,507
	<u>\$ 3,471,406</u>	<u>\$ 3,471,406</u>

All interfund debt reflects operating advances which are expected to be repaid or reported as a transfer in the following fiscal year.

The following transfers were made during the year:

	Transfers In	Transfers Out
General Fund	\$ 1,212,348	\$ 1,887,050
Capital Projects Fund	2,793,227	-
Water and Sewer Fund	-	477,520
Nonmajor Governmental Funds	624,859	2,265,864
Total	<u>\$ 4,630,434</u>	<u>\$ 4,630,434</u>

The Village transferred \$584,598 and \$186,019 from the Nonmajor Governmental Funds to the Capital Projects Fund and Nonmajor Governmental Funds, respectively, to cover the excess of expenditures over revenues in those funds. The other transfers were repayments of interfund debt.

Governmental activities contributed capital to the Water and Sewer Fund for stormwater infrastructure in the amount of \$1,049,737.

NOTE 8 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

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

- (a) Prior to April 30, the Treasurer submits to the Village Board a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures/expenses and the means to finance them.
- (b) Public hearings are conducted to obtain taxpayer comments.
- (c) Prior to April 30, the budget is legally enacted through passage of an appropriations ordinance.
- (d) The Treasurer is authorized to transfer budgeted amounts between departments within any fund; however, revisions that alter the total expenditures of any fund must be approved by the Village Board.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 8 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

- (e) Formal budgetary integration is employed as a management control device during the year.
- (f) Budgets for the General Fund and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles.
- (g) Appropriations lapse at the end of the fiscal year.

The budget amounts are as originally adopted by the Village Board. The Village budgets revenue, expenditures/expenses and transfers based on anticipated funds to be received. Budgets reflect gains or losses, by fund, for each fiscal year.

For the fiscal year ended April 30, 2025, the general fund's expenditures exceeded budget by \$407,246.

Deficit Fund Balances/Net Position

As of April 30, 2025, the following funds had a deficit fund balance:

Governmental Activities:

Major funds:

TIF Sauk Trail Governor's Highway Fund	\$ (241,900)
Capital Projects Fund	(1,064,853)

Nonmajor funds:

TIF Lakewood Fund	(206,663)
Parks and Recreation Fund	(688,193)

Business-type Activities:

Refuse Fund	(384,467)
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NOTE 9 – ILLINOIS MUNICIPAL RETIREMENT FUND

Plan Description. The Village contributes to a defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system. The benefits, benefit level, employee contributions and employer contributions for the plans are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly. 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. That report may be obtained on-line at www.imrf.org.

Benefits Provided. IMRF has three benefits 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).

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 9 – ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

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
- ½ 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:

Inactive plan members or beneficiaries currently receiving benefits	82
Inactive plan members entitled to but not yet receiving benefits	80
Active plan members	61
Total	<u>223</u>

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's annual contribution rate for calendar year 2025 and 2024 were 11.46% and 11.53%, respectively. For the fiscal year ended April 30, 2025, the Village contributed \$463,023 to the plan. The Village 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 Village's net pension liability was measured as of December 31, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 9 – ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Actuarial 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%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2023 valuation according to an experience study from years 2020 to 2022.
- For Non-Disabled Retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021.
- For Disabled Retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.
- For Active Members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.
- The Long-Term Expected Rate of Return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation.

The target allocation and best estimates of real rates of return for each major asset class are summarized in the following table as of December 31, 2024:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equities	33.5%	4.35%
International Equities	18.0%	5.40%
Fixed Income	24.5%	5.20%
Real Estate	10.5%	6.40%
Alternatives	12.5%	4.85-6.25%
Cash Equivalents	1.0%	3.60%
	<u>100.0%</u>	

There were no benefit changes during the year or other significant assumption changes. The Village is not aware of any changes that have occurred subsequent to the measurement date that are expected to have a significant effect on the net pension liability.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 9 – ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

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. 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 of 4.08 percent 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 measurement date to the extent that the contributions for use with the long-term expected rate of return are not met.

Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients of the plan. Therefore, the long-term expected rate of return on pension plan investments was not blended with the AA rated general obligation bond index at December 31, 2024 to arrive at the discount rate used to determine the total pension liability. For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, which is unchanged from the previous measurement date.

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a) - (b)
Primary government:			
Balances at December 31, 2023	\$ 19,623,235	\$ 16,809,518	\$ 2,813,717
Changes for the year:			
Service cost	315,763	-	315,763
Interest	1,392,833	-	1,392,833
Actuarial experience	101,004	-	101,004
Contributions - Employer	-	415,030	(415,030)
Contributions - Employee	-	170,897	(170,897)
Net Investment income	-	1,649,389	(1,649,389)
Benefit payments, including refunds	(1,139,240)	(1,139,240)	-
Other (net transfer)	-	(569,224)	569,224
Net Changes	670,360	526,852	143,508
Balances at December 31, 2024	\$ 20,293,595	\$ 17,336,370	\$ 2,957,225

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 9 – ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of the Village, calculated using a single discount rate of 7.25%. It also presents what the Village's net pension liability (asset) would be if it were calculated using a single discount rate that is 1.00% lower or 1.00% higher:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Village's net pension liability (asset)	\$ 5,211,391	\$ 2,957,225	\$ 1,166,030

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions. For the year ended April 30, 2025, the Village recognized pension expense of \$1,189,406 for the regular plan. At April 30, 2025, the Village reported deferred outflows of resources and deferred inflows of resources related to the IMRF regular plan pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Governmental activities:		
Differences between expected and actual experience	\$ 114,341	\$ -
Assumption changes	-	6,232
Net difference between projected and actual earnings on pension plan investments	299,489	-
Change in proportionate share	417	11,918
Total deferred amounts to be recognized in pension expense in future periods	414,247	18,150
Contributions made subsequent to the measurement date	123,209	-
	<u>\$ 537,456</u>	<u>\$ 18,150</u>
Business-type activities:		
Differences between expected and actual experience	\$ 38,135	\$ -
Assumption changes	-	2,079
Net difference between projected and actual earnings on pension plan investments	99,891	-
Change in proportionate share	14,346	2,845
Total deferred amounts to be recognized in pension expense in future periods	152,372	4,924
Contributions made subsequent to the measurement date	41,093	-
	<u>\$ 193,465</u>	<u>\$ 4,924</u>

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 9 – ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

The Village reported \$164,302 of deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2026. 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 April 30	Governmental Activities	Business-type Activities
2026	\$ 251,574	\$ 83,907
2027	371,503	139,052
2028	(156,279)	(51,934)
2029	(70,701)	(23,577)
Total	<u>\$ 396,097</u>	<u>\$ 147,448</u>

NOTE 10 – POLICE PENSION PLAN

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

Plan Membership. At April 30, 2025, the Police Pension Plan membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	24
Inactive plan members entitled to but not yet receiving benefits	5
Active plan members	<u>20</u>
Total	<u><u>49</u></u>

Benefits Provided. The Police Pension Plan provides retirement benefits as well as death and disability benefits in two tiers depending on when a participant enters the plan. 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 $\frac{1}{2}$ 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 2.5% 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 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit of 2.5% of final salary for each year of service. The monthly benefit of a police officer who retired with 20 or more 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.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 10 – POLICE PENSION PLAN (Continued)

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 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 \$141,408 and \$138,094 for 2025 and 2024, respectively. The cap is adjusted annually by the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.5% 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., $\frac{1}{2}$ % 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. Non-compounding increases occur annually, each January thereafter. The increase is the lesser of 3% or $\frac{1}{2}$ of the change in the Consumer Price Index for the proceeding calendar year.

Surviving spouses receive 100% of final salary for fatalities resulting from an act of duty, or otherwise the greater of 50% of final salary or the employee's retirement benefit. Employees disable in the line of duty receive 65% of final salary.

Contributions. Covered employees are required by ILCS to contribute 9.91% of their base salary to the 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 Fund, as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year ended April 30, 2025, the Village's contribution was \$1,352,859 or 59.68% covered-employee payroll.

Investment Policy. ILCS limit the Plan's investments to those allowable by ILCS and require the Plan's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees. The Plan's investment policy authorizes the Plan to make deposits/invest 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 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, investment grade corporate bonds and Illinois Funds. The Plan may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, mutual funds and corporate equity securities.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 10 – POLICE PENSION PLAN (Continued)

The Plan's investment policy in accordance with ILCS establishes the following target allocation across asset classes:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Large	23.00%	3.20%
US Small	5.00%	4.10%
International Developed	19.00%	4.20%
International Developed Small	5.00%	5.10%
Emerging Markets	6.00%	4.50%
Private Equity (Direct)	7.00%	5.50%
Bank Loans	3.00%	4.80%
High Yield Corp. Credit	3.00%	4.30%
Emerging Market Debt	3.00%	4.55%
Private Credit	5.00%	5.70%
US TIPS	3.00%	1.60%
Real Estate	5.00%	4.40%
Infrastructure	3.00%	5.60%
Cash	1.00%	1.40%
Short-Term Gov't/Credit	3.00%	1.80%
US Treasury	3.00%	1.60%
Core Plus Fixed Income	3.00%	2.40%
	100.00%	

ILCS limit the Plan's investments in equities and mutual funds to 45%. Securities in any one company should not exceed 5% of the total fund.

The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio. The long term expected rate of return on the Plan's investments was determined using an asset allocation study conducted by the Plan's investment management consultant in which best estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major assets class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of long-term expected real rate of return excluding inflation for each major asset class included in the Plan's target asset allocation as of April 30, 2025 are shown above.

Investment Valuations, Concentrations, and Rate of Return. All investments in the Plan are stated at fair value and are recorded as of the trade date. Fair value is based on quoted market prices for debt securities, equity securities, and mutual funds. There are no significant investments (other than U.S. Government guaranteed obligations) in any one organization that represent 5% or more of the Plan's investments. For the year ended April 30, 2025, the annual money-weighted rate of return on pension plan investments (excluding CD's), net of pension plan investment expense, was 9.30%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 10 – POLICE PENSION PLAN (Continued)

Single Discount Rate. The single discount rate used to measure the total pension liability was 6.35%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and 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 pension plan's fiduciary net position was not 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 assets of 6.80% was blended with the index rate of 5.24% for a tax exempt general obligation municipal bonds rated AA or better at April 30, 2025 to arrive at a discount rate of 6.35% used to determine the total pension liability.

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 pension liability of the Village calculated using the discount rate of 6.35% as well as what the net pension liability would be if it were to be calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

	1% Decrease 5.35%	Current Discount Rate 6.35%	1% Increase 7.35%
Village's net pension liability for the police	\$ 23,577,588	\$ 17,884,903	\$ 13,261,847

Actuarial Assumptions. The following are the methods and assumptions used to determine total pension liability at April 30, 2025:

- The Actuarial Cost Method used was Entry Age Normal (level % of pay).
- The Discount Rate used was 6.35%.
- The Projected Individual Pay Increases used was 3.75% - 11.99%.
- The Projected Total Payroll Increases used was 3.25%.
- The Consumer Price Index used was 2.50%.
- The Inflation Rate used was 2.50%.
- Active Mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study. Mortality improvement uses MP-2021 Improvement Rates applied on a fully generational basis. Retiree Mortality follows the L&A Assumption Study for Police 2024. These rates are experience weighted with the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study improved to 2021 using MP-2021 Improvement Rates. These rates are then improved fully generationally using MP-2021 Improvement Rates. Disabled Mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010 Study for disabled participants. Mortality improvement uses MP-2021 Improvement Rates applied on a fully generational basis. Spouse Mortality follows the L&A Assumption Study for Police 2024. The rates are experience weighted with Sex Distinct Raw Rates as developed in the PubS-2010(A) Study for contingent survivors improved to 2021 using MP-2021 Improvement rates. For all rates not provided there (ages 45 and younger) the PubG-2010 Study for general employees was used. Mortality improvement uses MP-2021 Improvement Rates applied on a fully generational basis.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 10 – POLICE PENSION PLAN (Continued)

- Retirement Rates are based on 120% of L&A 2024 Illinois Police Retirement Rates Capped at Age 62.
- Termination Rates are based on 100% of L&A 2024 Illinois Police Termination Rates.
- Disability Rates are based on 100% of L&A 2024 Illinois Police Disability Rates.
- Martial Assumptions are based on 80% of Active Members and actual spousal data of Retiree & Disabled Members.

The High-Quality 20 Year Tax-Exempt General Obligation Bond Rate assumption was changed from 4.07% to 5.24% for the current year. The choice of index is unchanged from the prior year. The rate has been updated based on changes in market conditions as reflected in the index. The discount rate used in the determination of the total pension liability was changed from 5.81% to 6.35%.

A comprehensive study of Police Officers and Police Pension Funds in Illinois was prepared. The results of that study as well as the demographic experience of the Fund was reviewed and actuarial assumptions were changed in the current valuation. The assumptions impacted include:

- Inflation Rate (CPI-U)
- Individual Pay Increases
- Retirement Rates
- Termination Rates
- Disability Rates
- Mortality Rates
- Mortality Improvement Rates
- Duty Death Probability

The assumption changes stated above were made to better reflect the future anticipated experience of the Plan.

In addition, there are changes that can be made that impact the projection of the Plan Fiduciary Net Position. For example, changes in the Formal or Informal Funding Policy can impact the Discount Rate. Actual changes in the Plan Fiduciary Net Position from one year to the next can impact the projections as well.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 10 – POLICE PENSION PLAN (Continued)

Changes in the Net Pension Liability for the Police Pension Fund:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balances at May 1, 2024	\$ 39,731,925	\$ 19,941,831	\$ 19,790,094
Changes for the year:			
Service cost	691,321	-	691,321
Interest	2,312,331	-	2,312,331
Actuarial experience	1,343,520	-	1,343,520
Assumption changes	(2,837,190)	-	(2,837,190)
Changes of benefit terms	-	-	-
Contributions - Employer	-	1,352,859	(1,352,859)
Contributions - Employee	-	224,498	(224,498)
Contributions - Other	-	-	-
Net Investment income	-	1,915,083	(1,915,083)
Benefit payments, including refunds	(2,129,964)	(2,129,964)	-
Administrative expense	-	(77,267)	77,267
Net Changes	(619,982)	1,285,209	(1,905,191)
Balances at April 30, 2025	\$ 39,111,943	\$ 21,227,040	\$ 17,884,903

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions. For the year ended April 30, 2025, the Village recognized pension expense of \$1,302,825.

The Village reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,718,387	\$ 992,108
Changes of assumptions	2,253,131	3,085,702
Net difference between projected and actual earnings on investments	73,135	-
Total	\$ 4,044,653	\$ 4,077,810

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

Year-Ending April 30	
2026	\$ 489,897
2027	315,982
2028	(529,430)
2029	(309,606)
Total	\$ (33,157)

NOTE 11 – OTHER POSTEMPLOYMENT BENEFITS

Plan Description. In addition to providing the pension benefits described in Notes 9 and 10, 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, except for the implicit subsidy which is governed by the State Legislature and ILCS. 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 activities.

Benefits Provided. The Village provides pre- and post-Medicare postretirement health insurance to retirees, their spouses, and dependents (enrolled at the time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under one of the Village's two retirement plans. The retirees pay the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the Village's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

Funding Policy. The Village is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement.

Membership. At April 30, 2025, membership in the plan consisted of:

Inactive plan members or beneficiaries currently receiving benefits	9
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	68
Total	<u>77</u>

Actuarial Assumptions. The following are the methods and assumptions used to determine the total OPEB liability at April 30, 2025:

- The Actuarial Cost Method used was the Entry Age Normal (level percent of pay).
- The Discount Rate used to measure the OPEB liability was 5.24%, the 20-year municipal bond yield from the S&P Municipal Bond 20 Year High-Grade Rate Index as of April 30, 2025.
- Salary increases were assumed to be 2.75%.
- The Healthcare Cost Trend Rate is based on the 2025 Segal Health Plan Cost Trend Survey. The grading period and ultimate trend rates selected fall within a generally accepted range.
- IMRF Mortality follows the PubG-2010(B) Improved Generationally using MP-2021 Improvement Rates, weighted per IMRF Experience Study Report dated January 4, 2024; age 83 for males, age 88 for females.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 11 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

- Police Mortality:
 - Active mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study improved to 2021 using MP-2021 Improvement Rates. These rates are then improved generationally using MP-2021 Improvement Rates.
 - Retiree mortality follows the L&A Assumption Study for Police 2024. These rates are experience weighted with the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study improved to 2021 using MP-2021 Improvement Rates. These rates are then improved generationally using MP-2021 Improvement Rates.
 - Disability Mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010 Study for disabled participants improved to 2021 using MP-2021 Improvement rates. These rates are then improved generationally using MP-2021
 - Spouse Mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study for contingent survivors. For all rates not provided there (ages 45 and younger) the PubG-2010 Study for general employees was used. Mortality Improvement uses MP-2021 Improvement Rates applied on a fully generational basis.

Actuarial assumptions were changed from the prior year. The discount rate was changed from 4.07% to 5.24% based on changes in market conditions as reflected in the Index. A comprehensive study of Police's Pension Funds in the State of Illinois was prepared and the Actuary for the Illinois Municipal Retirement Fund performed an actuarial experience study of IMRF experience dated January 4, 2024. As a result, the following assumptions were impacted:

- Inflation Rate (CPI-U)
- Retirement Rates
- Termination Rates
- Disability Rates
- Mortality Rates
- Mortality Improvement Rates

Changes in the Total OPEB Liability. The Village's total OPEB liability was measured as of April 30, 2025 and was determined by an actuarial valuation as of that date.

	<u>Increase/(Decrease)</u>
	<u>Total OPEB</u>
	<u>Liability</u>
Balances at May 1, 2024	\$ 1,669,285
Changes for the year:	
Service cost	120,105
Interest	66,140
Actuarial experience	1,206,699
Assumptions changes	(198,580)
Benefit payments, including refunds	(88,482)
Net Changes	<u>1,105,882</u>
Balances at April 30, 2025	<u><u>\$ 2,775,167</u></u>

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 11 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Sensitivity of Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease 4.24%	Current Discount Rate 5.24%	1% Increase 6.24%
Total OPEB Liability	\$ 3,098,900	\$ 2,775,167	\$ 2,500,315

Sensitivity of Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate:

	1% Decrease ¹	Current Healthcare Cost Trend Rate	1% Increase ²
Total OPEB Liability	\$ 2,471,619	\$ 2,775,167	\$ 3,132,423

¹ For HMO plans, 6.80 percent decreasing by 0.31 percent for an ultimate trend of 4.00 percent in 2035; for PPO plans 6.90 percent decreasing by 0.32 percent for an ultimate trend of 4.00 percent in 2035.

² For HMO plans, 8.80 percent decreasing by 0.31 percent for an ultimate trend of 6.00 percent in 2035; for PPO plans 8.90 percent decreasing by 0.32 percent for an ultimate trend of 6.00 percent in 2035.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the year ended April 30, 2025, the Village recognized OPEB expense of \$1,194,364. At April 30, 2025, the Village reported no deferred outflows of resources or deferred inflows of resources related to OPEB.

NOTE 12 – RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions, injuries to employees; and natural disasters. The Village has purchased medical, dental and other health related insurance from private insurance companies to manage risks.

Premiums have been displayed as expenditures/expenses in appropriate funds. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current or the three prior years.

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in northeastern Illinois that have formed an association under the Illinois Intergovernmental Cooperation Statute, to pool their risk management needs. IRMA administers a mix of self-insurance and commercial insurance coverage; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extension risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

NOTE 12 – RISK MANAGEMENT (Continued)

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in the appropriate funds. Each member assumes the first \$2,500 for each occurrence since 2005. Beginning in 2005, members were given the option to assume higher deductibles. IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of IRMA beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

NOTE 13 – CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

Construction Commitments

The Village started the Town Center Stormwater Project (Project) in fiscal year 2019. The Project will be broken down in phases. As of April 30, 2025, Phases I and II are complete, and Phase III is in progress. Phase III is the construction phase of the project and will take several years to complete.

Economic Development Agreements

In August 2017, the Village entered into a redevelopment agreement with a Delaware Statutory Trust (the "Developer") to provide economic assistance for the Developer to acquire and redevelop the project site located in the Lakewood Redevelopment Project Area (TIF Lakewood). Under the terms of the agreement, the Village agrees to reimburse the Developer 95 percent of incremental property tax revenues generated within the project site on an annual basis up to over 20 years in an amount not to exceed a total TIF incentive of \$10,800,000. As of April 30, 2025, the Village has reimbursed the developer in full.

NOTE 14 – NEW GOVERNMENTAL ACCOUNTING STANDARDS

In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This Statement will be effective for the Village with its year ending April 30, 2026.

In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements* which will improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This statement also addresses certain application issues. The statement will be effective for the Village with its year ending April 30, 2027.

In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets* which will improve financial reporting by providing issuers of financial statements with essential information about certain types of capital assets in order to make informed decisions and assess accountability. Additionally, the disclosure requirements will improve consistency and comparability between governments. The statement will be effective for the Village with its year ending April 30, 2027.

Management has not yet determined the impact of these statements on the Village's financial statements.

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
Year ended April 30, 2025

NOTE 15 – RESTATEMENTS

Governmental Accounting Standards Board Statement No. 100, *Accounting Changes and Error Corrections – Amendment of GASB Statement No. 62*, was implemented during fiscal year 2025. The new standard requires that changes to or withing the financial reporting entity be reported by adjusting beginning balances of the current period. The TIF Sauk Trail Governor's Highway Fund was presented as nonmajor in fiscal year 2024 and major in fiscal year 2025. The TIF Lakewood Fund was presented as major in fiscal year 2024 and nonmajor in fiscal year 2025.

	Major Funds		Nonmajor
	TIF Lakewood Fund	TIF Sauk Trail Governor's Highway Fund	Governmental Funds
Fund balances, April 30, 2024, as originally stated	\$ (887,700)	\$ -	\$ 3,659,841
Change within financial reporting entity	887,700	(361,454)	(526,246)
Fund balances, April 30, 2024, as restated	\$ -	\$ (361,454)	\$ 3,133,595

As of May 1, 2024, the Village adopted GASB Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the needs of the financial statement users by improving accounting and financial reporting for compensated absences by governments.

As a result of the implementation, the following balances changed from the financial statements as of April 30, 2024.

	Governmental Activities		
	Compensated Absences		Net Position
	Current	Noncurrent	
April 30, 2024, as originally stated	\$ 93,359	\$ 840,226	\$ 4,729,109
Implementation of GASB 101	-	63,059	(63,059)
April 30, 2024, as restated	\$ 93,359	\$ 903,285	\$ 4,666,050

REQUIRED SUPPLEMENTARY INFORMATION

Village of Richton Park, Illinois
Schedule of Changes in Net Pension Liability and Related Ratios
IMRF Regular Plan
Last Ten Fiscal Years

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension liability:										
Service cost	\$ 315,763	\$ 315,667	\$ 321,822	\$ 312,581	\$ 382,226	\$ 379,387	\$ 296,946	\$ 332,021	\$ 275,870	\$ 251,125
Interest on the total pension liability	1,392,833	1,331,147	1,283,072	1,198,726	1,154,746	1,136,700	1,045,904	990,426	863,037	796,996
Benefit changes	-	-	-	-	-	-	-	-	-	-
Difference between expected and actual experience	101,004	337,091	81,150	550,003	(18,344)	(530,399)	574,339	455,021	1,103,413	369,115
Assumption changes	-	(29,189)	-	-	(82,773)	-	464,311	(416,715)	(33,787)	15,273
Benefit payments and refunds	(1,139,240)	(1,068,605)	(971,103)	(833,968)	(754,851)	(721,553)	(657,433)	(549,571)	(588,151)	(507,342)
Net change in total pension liability	670,360	886,111	714,941	1,227,342	681,004	264,135	1,724,067	811,182	1,620,382	925,167
Total pension liability - beginning	19,623,235	18,737,124	18,022,183	16,794,841	16,113,837	15,849,702	14,125,635	13,314,453	11,694,071	10,768,904
Total pension liability - ending (a)	<u>\$ 20,293,595</u>	<u>\$ 19,623,235</u>	<u>\$ 18,737,124</u>	<u>\$ 18,022,183</u>	<u>\$ 16,794,841</u>	<u>\$ 16,113,837</u>	<u>\$ 15,849,702</u>	<u>\$ 14,125,635</u>	<u>\$ 13,314,453</u>	<u>\$ 11,694,071</u>
Plan fiduciary net position:										
Employer contributions	\$ 415,030	\$ 391,669	\$ 410,420	\$ 505,573	\$ 494,020	\$ 483,456	\$ 465,613	\$ 379,418	\$ 345,169	\$ 276,981
Employee contributions	170,897	153,395	164,268	215,724	156,229	162,256	161,804	181,881	288,422	106,897
Pension plan net investment income (loss)	1,649,389	1,668,467	(2,263,789)	2,602,652	1,931,821	2,167,886	(651,772)	1,801,684	676,470	49,084
Benefit payments and refunds	(1,139,240)	(1,068,605)	(971,103)	(833,968)	(754,851)	(721,553)	(657,433)	(549,571)	(588,151)	(507,342)
Other (net transfer)	(569,224)	494,256	44,352	(226,159)	241,928	(181,717)	199,132	(203,415)	(231,555)	121,135
Net change in plan fiduciary net position	526,852	1,639,182	(2,615,852)	2,263,822	2,069,147	1,910,328	(482,656)	1,609,997	490,355	46,755
Plan fiduciary net position - beginning	16,809,518	15,170,336	17,786,188	15,522,366	13,453,219	11,542,891	12,025,547	10,415,550	9,925,195	9,878,440
Plan fiduciary net position - ending (b)	<u>\$ 17,336,370</u>	<u>\$ 16,809,518</u>	<u>\$ 15,170,336</u>	<u>\$ 17,786,188</u>	<u>\$ 15,522,366</u>	<u>\$ 13,453,219</u>	<u>\$ 11,542,891</u>	<u>\$ 12,025,547</u>	<u>\$ 10,415,550</u>	<u>\$ 9,925,195</u>
Net pension liability (asset) - ending (a) - (b)	\$ 2,957,225	\$ 2,813,717	\$ 3,566,788	\$ 235,995	\$ 1,272,475	\$ 2,660,618	\$ 4,306,811	\$ 2,100,088	\$ 2,898,903	\$ 1,768,876
Plan fiduciary net position as a percentage of a total pension liability	85.43%	85.66%	80.96%	98.69%	92.42%	83.49%	72.83%	85.13%	78.23%	84.87%
Covered payroll	\$ 3,749,139	\$ 3,408,782	\$ 3,451,816	\$ 3,547,794	\$ 3,471,747	\$ 3,605,700	\$ 3,466,965	\$ 3,056,723	\$ 2,883,001	\$ 2,375,482
Net pension liability as a percentage of covered payroll	78.88%	82.54%	103.33%	6.65%	36.65%	73.79%	124.22%	68.70%	100.55%	74.46%

See Notes to Required Supplementary Information

Village of Richton Park, Illinois
Schedule of Employer Contributions
IMRF Regular Plan
Last Ten Fiscal Years

Fiscal Year	Actuarially Determined Contribution	Actual Contributions	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2016	\$ 276,981	\$ 276,981	\$ -	\$ 2,375,482	11.66%
2017	332,987	345,169	(12,182)	2,883,001	11.97%
2018	356,108	379,418	(23,310)	3,056,723	12.41%
2019	465,613	465,613	-	3,466,965	13.43%
2020	470,544	483,456	(12,912)	3,605,700	13.41%
2021	460,076	460,076	-	3,393,851	13.56%
2022	442,765	442,765	-	3,500,848	12.65%
2023	432,102	432,102	-	3,467,499	12.46%
2024	415,979	415,979	-	3,643,189	11.42%
2025	463,023	463,023	-	3,994,975	11.59%

See Notes to Required Supplementary Information

Village of Richton Park, Illinois
Schedule of Changes in Net Pension Liability and Related Ratios
Police Pension Fund
Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Total Pension Liability:										
Service Cost	\$ 691,321	\$ 829,848	\$ 906,611	\$ 945,984	\$ 683,694	\$ 601,320	\$ 599,629	\$ 738,771	\$ 697,085	\$ 678,206
Interest in the total pension liability	2,312,331	2,171,204	2,066,343	2,000,538	2,039,381	1,885,340	1,842,488	1,748,027	1,706,237	1,447,906
Benefit changes	-	-	(34,745)	-	-	240,799	-	-	-	-
Difference between expected and actual experience	1,343,520	688,871	(258,399)	(1,756,397)	199,175	540,026	(527,252)	55,278	488,127	(887,072)
Assumption changes	(2,837,190)	(897,376)	(166,129)	644,560	6,253,394	187,796	-	(4,249,555)	(1,024,694)	3,840,520
Benefit payments and refunds	(2,129,964)	(1,913,658)	(1,435,796)	(1,520,236)	(1,401,822)	(1,403,654)	(1,201,728)	(1,203,252)	(1,132,582)	(1,126,673)
Net change in total pension liability	(619,982)	878,889	1,077,885	314,449	7,773,822	2,051,627	713,137	(2,910,731)	734,173	3,952,887
Total pension liability - beginning	39,731,925	38,853,036	37,775,151	37,460,702	29,686,880	27,635,253	26,922,116	29,832,847	29,098,674	25,145,786
Total pension liability - ending (a)	<u>\$ 39,111,943</u>	<u>\$ 39,731,925</u>	<u>\$ 38,853,036</u>	<u>\$ 37,775,151</u>	<u>\$ 37,460,702</u>	<u>\$ 29,686,880</u>	<u>\$ 27,635,253</u>	<u>\$ 26,922,116</u>	<u>\$ 29,832,847</u>	<u>\$ 29,098,673</u>
Plan fiduciary net position:										
Employer contributions	\$ 1,352,859	\$ 1,199,301	\$ 1,284,828	\$ 1,015,349	\$ 1,016,217	\$ 1,030,366	\$ 957,175	\$ 1,167,734	\$ 533,182	\$ 591,377
Employee contributions	224,498	207,873	241,608	261,170	260,025	266,836	248,158	236,133	215,914	207,031
Other contributions	-	-	117	77,690	1,300	62,579	1,300	1,300	1,300	-
Pension plan net investment income (loss)	1,915,083	1,721,436	238,607	(682,110)	3,608,956	551,326	1,008,635	842,806	1,033,825	(146,008)
Benefit payments and refunds	(2,129,964)	(1,913,658)	(1,435,796)	(1,520,236)	(1,401,822)	(1,403,654)	(1,201,728)	(1,203,251)	(1,132,582)	(1,126,673)
Administrative expense	(77,267)	(64,237)	(53,175)	(44,292)	(34,901)	(38,043)	(103,012)	(37,492)	(37,230)	(35,898)
Net change in plan fiduciary net position	1,285,209	1,150,715	276,189	(892,429)	3,449,775	469,410	910,528	1,007,230	614,409	(510,171)
Plan fiduciary net position - beginning	19,941,831	18,791,116	18,514,927	19,407,356	15,957,581	15,488,171	14,577,643	13,570,413	12,956,004	13,466,175
Plan fiduciary net position - ending (b)	<u>\$ 21,227,040</u>	<u>\$ 19,941,831</u>	<u>\$ 18,791,116</u>	<u>\$ 18,514,927</u>	<u>\$ 19,407,356</u>	<u>\$ 15,957,581</u>	<u>\$ 15,488,171</u>	<u>\$ 14,577,643</u>	<u>\$ 13,570,413</u>	<u>\$ 12,956,004</u>
Net pension liability (asset) - ending (a) - (b)	\$ 17,884,903	\$ 19,790,094	\$ 20,061,920	\$ 19,260,224	\$ 18,053,346	\$ 13,729,299	\$ 12,147,082	\$ 12,344,473	\$ 16,262,434	\$ 16,142,669
Plan fiduciary net position as a percentage of a total pension liability	54.27%	50.19%	48.36%	49.01%	51.81%	53.75%	56.04%	54.15%	45.49%	44.52%
Covered payroll	\$ 2,266,915	\$ 2,471,278	\$ 2,393,489	\$ 2,803,459	\$ 2,714,464	\$ 2,593,112	\$ 2,562,972	\$ 2,287,069	\$ 2,215,079	\$ 2,199,135
Net pension liability as a percentage of covered payroll	788.95%	800.80%	838.19%	687.02%	665.08%	529.45%	473.95%	539.75%	734.17%	734.05%

See Notes to Required Supplementary Information

Village of Richton Park, Illinois
Schedule of Employer Contributions
Police Pension Fund
Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Actuarially determined contribution	\$ 1,468,161	\$ 1,400,184	\$ 1,410,645	\$ 1,394,320	\$ 1,160,603	\$ 1,118,604	\$ 1,100,640	\$ 1,028,788	\$ 572,544	\$ 618,781
Contribution in relation to the actuarially determined contribution	1,352,859	1,199,301	1,284,828	1,015,349	1,016,217	1,030,366	957,175	1,167,734	533,182	591,377
Contribution Deficiency (Excess)	<u>\$ 115,302</u>	<u>\$ 200,883</u>	<u>\$ 125,817</u>	<u>\$ 378,971</u>	<u>\$ 144,386</u>	<u>\$ 88,238</u>	<u>\$ 143,465</u>	<u>\$ (138,946)</u>	<u>\$ 39,362</u>	<u>\$ 27,404</u>
Covered-employee Payroll	\$ 2,266,915	\$ 2,471,278	\$ 2,393,489	\$ 2,803,459	\$ 2,714,464	\$ 2,593,112	\$ 2,562,972	\$ 2,287,069	\$ 2,215,079	\$ 2,199,135
Contributions as a percentage of covered - employee payroll	59.68%	48.53%	53.68%	36.22%	37.44%	39.73%	37.35%	51.06%	24.07%	26.89%

Notes to Schedule

The Actuarially Determined Contribution shown above for the current year is the Recommended Contribution from the May 1, 2023 Actuarial Valuation completed by Lauterbach & Amen, LLP for the December 2023 tax levy. The methods and assumptions shown below are based on the same Actuarial Valuation. For more detail on the age-based and service-based rates disclosed below, please see the Actuarial Valuation.

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay
Equivalent Single Amortization Period	100% Funded Over 17 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation (CPI-U)	2.25%
Total Payroll Increases	3.25%
Individual Pay Increases	3.50% - 11.74%
Expected Rate of Return on Investments	6.80%
Mortality Rates	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described
Retirement Rates	120% of L&A 2020 Illinois Police Retirement Rates Capped at age 62
Termination Rates	100% of L&A 2020 Illinois Police Termination Rates
Disability Rates	100% L&A 2020 Illinois Police Disability Rates

See Notes to Required Supplementary Information

Village of Richton Park, Illinois
Schedule of Investment Returns
Police Pension Fund
Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Annual money - weighted rate of return, net of investment expense	9.30%	8.89%	1.28%	-3.64%	24.19%	3.74%	5.90%	5.90%	8.69%	-0.66%

See Notes to Required Supplementary Information

Village of Richton Park, Illinois
Schedule of Changes in Total OPEB Liability and Related Ratios
Last Seven Fiscal Years

	2025	2024	2023	2022	2021	2020	2019
Total OPEB liability:							
Service Cost	\$ 120,105	\$ 124,760	\$ 57,926	\$ 66,349	\$ 82,270	\$ 62,572	\$ 58,630
Interest on the total pension liability	66,140	56,530	66,155	52,210	76,362	96,074	97,977
Difference between expected and actual experience	1,206,699	-	(507,867)	-	(904,179)	-	-
Assumption changes	(198,580)	(70,211)	8,971	(277,547)	168,715	424,008	43,144
Benefit payments and refunds	(88,482)	(86,401)	(82,903)	(77,362)	(134,776)	(135,394)	(129,455)
Net change in total OPEB liability	1,105,882	24,678	(457,718)	(236,350)	(711,608)	447,260	70,296
Total OPEB liability - beginning	1,669,285	1,644,607	2,102,325	2,338,675	3,050,283	2,603,023	2,532,727
Total OPEB liability - ending (a)	<u>\$ 2,775,167</u>	<u>\$ 1,669,285</u>	<u>\$ 1,644,607</u>	<u>\$ 2,102,325</u>	<u>\$ 2,338,675</u>	<u>\$ 3,050,283</u>	<u>\$ 2,603,023</u>
Covered payroll	\$ 7,056,602	\$ 6,867,739	\$ 6,683,931	\$ 6,750,441	\$ 6,553,826	\$ 4,766,865	\$ 4,628,024
Total OPEB liability as a percentage of covered payroll	39.33%	24.31%	24.61%	31.14%	35.68%	63.99%	56.24%

Notes to Schedule

This is a 10-year schedule. However, information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years will be presented.

There is no actuarially determined contribution or employer contribution in relation to the actuarially determined contribution, as the Village does not have a trust that exists for funding OPEB liabilities.

See Notes to Required Supplementary Information

Village of Richton Park, Illinois
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
General Fund
Year Ended April 30, 2025

	Budget			(Over) Under
	Original	Final	Actual	Budget
REVENUES				
Taxes:				
Property	\$ 2,000,000	\$ 2,000,000	\$ 3,417,265	\$ (1,417,265)
Sales	2,950,000	2,950,000	3,612,472	(662,472)
Income	2,565,000	2,565,000	2,308,986	256,014
Other	950,000	950,000	824,710	125,290
Utilities	1,070,000	1,070,000	998,542	71,458
Licenses and permits	376,500	376,500	459,437	(82,937)
Fines and forfeitures	781,500	781,500	682,147	99,353
Charges for services	1,287,000	1,287,000	1,263,280	23,720
Grants	80,300	80,300	234,455	(154,155)
Interest	125,000	125,000	278,906	(153,906)
Miscellaneous	387,000	387,000	97,574	289,426
Total revenues	<u>12,572,300</u>	<u>12,572,300</u>	<u>14,177,774</u>	<u>(1,605,474)</u>
EXPENDITURES				
Current:				
General government	3,059,758	3,110,017	2,928,534	181,483
Public safety	7,305,157	7,305,156	7,892,781	(587,625)
Public works	856,277	856,277	748,156	108,121
Economic development	4,872	4,872	158,366	(153,494)
Debt service:				
Principal	494,674	429,489	340,415	89,074
Interest and debt issuance costs	136,019	150,947	116,035	34,912
Capital outlay	7,120	8,268	87,985	(79,717)
Total expenditures	<u>11,863,877</u>	<u>11,865,026</u>	<u>12,272,272</u>	<u>(407,246)</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>708,423</u>	<u>707,274</u>	<u>1,905,502</u>	<u>(1,198,228)</u>
OTHER FINANCING SOURCES (USES)				
Gain on sale of capital assets	20,000	20,000	-	20,000
Transfers in	-	-	1,212,348	(1,212,348)
Issuance of financing leases	300,000	300,000	21,779	278,221
Issuance of subscriptions	-	-	54,875	(54,875)
Transfers out	(1,725,827)	(1,725,827)	(1,887,050)	(161,223)
Total other financing sources (uses)	<u>(1,405,827)</u>	<u>(1,405,827)</u>	<u>(598,048)</u>	<u>(1,130,225)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (697,404)</u>	<u>\$ (698,553)</u>	<u>1,307,454</u>	<u>\$ 2,006,007</u>
FUND BALANCE, Beginning of year			<u>9,318,170</u>	
FUND BALANCE, End of year			<u>\$ 10,625,624</u>	

See Notes to Required Supplementary Information

Village of Richton Park, Illinois
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
TIF Sauk Trail/Governor's Highway Fund
Year Ended April 30, 2025

	Budget			(Over) Under
	Original	Final	Actual	Budget
REVENUES				
Taxes:				
Property	\$ 150,000	\$ 150,000	\$ 221,658	\$ (71,658)
EXPENDITURES				
Current:				
Economic development	150,000	150,000	102,104	47,896
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	119,554	<u>\$ (119,554)</u>
FUND BALANCE (DEFICIT), Beginning of year			<u>(361,454)</u>	
FUND BALANCE (DEFICIT), End of year			<u>\$ (241,900)</u>	

See Notes to Required Supplementary Information

VILLAGE OF RICHTON PARK, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
Year ended April 30, 2025

NOTE 1 – BASIS OF ACCOUNTING

Annual appropriated budgets are adopted for Village funds on a basis consistent with accounting principles generally accepted in the United States. The annual appropriated budget is legally enacted and provides for a legal level of control at the department level. All annual appropriates lapse at the end of the fiscal year.

NOTE 2 – EXCESS OF DISBURSEMENTS OVER APPROPRIATIONS

For the fiscal year ended April 30, 2025, the General Fund had expenditures in excess of budget of \$407,246.

NOTE 3 – SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2024 CONTRIBUTION RATE FOR IMRF*

Valuation Date:

Notes	Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.
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Methods and assumptions used to determine 2024 contribution rates:

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percent of payroll, closed
Remaining amortization period	19 year closed period until remaining period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
Asset valuation method	5-year smoothed market; 20% corridor
Wage growth	2.75%
Inflation	2.25%
Salary increases	2.75% to 13.75%, including inflation
Investment rate of return	7.25%
Retirement age	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables and future mortality improvements projected using scale MP-2020.

Other Information:

Notes:	There were no benefit changes during the year.
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* Based on Valuation Assumptions used in the December 31, 2022 actuarial valuation.

SUPPLEMENTARY INFORMATION

Village of Richton Park, Illinois
Combining Balance Sheet
Nonmajor Governmental Funds
April 30, 2025

	Special Revenue					
	Administrative Seizure Fund	Foreign Fire Insurance Fund	DUI Fines Returned Fund	American Rescue Plan Act	TIF Bohlman Fund	TIF Sauk West Fund
ASSETS						
Cash and cash equivalents	\$ 37,780	\$ 50,762	\$ 1,432	\$ 87,930	\$ -	\$ 356,483
Investments	-	-	-	-	-	-
Receivables, net of allowance						
Property taxes	-	-	-	-	-	-
Accounts	-	-	-	-	-	-
Other governments	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Total assets	\$ 37,780	\$ 50,762	\$ 1,432	\$ 87,930	\$ -	\$ 356,483
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ -	\$ 54	\$ -	\$ -	\$ -	\$ 3,515
Accrued payroll and related	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Unearned grant revenue	-	-	-	-	-	-
Due to other funds	-	-	-	87,930	-	-
Advances from other funds	-	-	-	-	-	-
Total liabilities	-	54	-	87,930	-	3,515
Deferred inflows of resources:						
Unavailable property taxes	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-
Fund balance (deficit):						
Restricted:						
Economic development	-	-	-	-	-	352,968
Rebuild Illinois	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Public safety	37,780	50,708	1,432	-	-	-
Unassigned (deficit)	-	-	-	-	-	-
Total fund balances (deficits)	37,780	50,708	1,432	-	-	352,968
Total liabilities, deferred inflows of resources and fund balances	\$ 37,780	\$ 50,762	\$ 1,432	\$ 87,930	\$ -	\$ 356,483

(Continued)

Village of Richton Park, Illinois
Combining Balance Sheet
Nonmajor Governmental Funds
April 30, 2025

	Special Revenue					
	TIF Town Center Fund	TIF Lakewood Fund	Parks and Recreation Fund	Motor Fuel Tax Fund	Community Development Block Fund	Total Nonmajor Funds
ASSETS						
Cash and cash equivalents	\$ 113,191	\$ -	\$ -	\$ -	\$ 107,014	\$ 754,592
Investments	-	-	-	537,239	-	537,239
Receivables						
Property taxes	-	-	40,586	-	-	40,586
Accounts	-	-	205	-	-	205
Other governments	-	-	-	46,173	-	46,173
Due from other funds	421,341	-	-	808,467	-	1,229,808
Total assets	\$ 534,532	\$ -	\$ 40,791	\$ 1,391,879	\$ 107,014	\$ 2,608,603
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 39,183	\$ 725	\$ 9,849	\$ 64,700	\$ 2	\$ 118,028
Accrued payroll and related	-	-	12,395	-	-	12,395
Deposits	-	3,500	-	-	-	3,500
Unearned grant revenue	-	-	-	-	-	-
Due to other funds	-	202,438	666,535	-	-	956,903
Advances from other funds	-	-	-	-	-	-
Total liabilities	39,183	206,663	688,779	64,700	2	1,090,826
Deferred inflows of resources:						
Unavailable property taxes	-	-	40,205	-	-	40,205
Total deferred inflows of resources	-	-	40,205	-	-	40,205
Fund balance (deficit):						
Restricted:						
Economic development	495,349	-	-	-	107,012	955,329
Rebuild Illinois	-	-	-	809,326	-	809,326
Highways and streets	-	-	-	517,853	-	517,853
Public safety	-	-	-	-	-	89,920
Unassigned (deficit)	-	(206,663)	(688,193)	-	-	(894,856)
Total fund balances (deficits)	495,349	(206,663)	(688,193)	1,327,179	107,012	1,477,572
Total liabilities, deferred inflows of resources and fund balances	\$ 534,532	\$ -	\$ 40,791	\$ 1,391,879	\$ 107,014	\$ 2,608,603

Village of Richton Park, Illinois
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Nonmajor Governmental Funds
Year Ended April 30, 2025

	Special Revenue					
	Administrative Seizure Fund	Foreign Fire Insurance Fund	DUI Fines Returned Fund	American Rescue Plan Act	TIF Bohlman Fund	TIF Sauk West Fund
REVENUES						
Taxes:						
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 207,697
Other	-	24,824	-	-	-	-
Fines and forfeitures	3,500	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Grants	-	-	-	567,547	-	-
Interest	-	-	-	-	-	2,950
Miscellaneous	-	-	-	-	-	-
Total revenues	3,500	24,824	-	567,547	-	210,647
EXPENDITURES						
Current:						
General government	-	-	-	132,745	-	-
Public safety	-	23,768	-	-	-	-
Public works	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	140,009
Debt service - principal payments	-	-	-	13,281	-	-
Capital outlay	-	-	-	421,521	-	-
Total expenditures	-	23,768	-	567,547	-	140,009
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	3,500	1,056	-	-	-	70,638
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(186,168)	-
Total other financing sources (uses)	-	-	-	-	(186,168)	-
NET CHANGE IN FUND BALANCES	3,500	1,056	-	-	(186,168)	70,638
FUND BALANCES (DEFICITS),						
Beginning of year, as originally stated	34,280	49,652	1,432	-	186,168	282,330
Change within financial reporting entity	-	-	-	-	-	-
Beginning of year, as restated	34,280	49,652	1,432	-	186,168	282,330
FUND BALANCES (DEFICITS),						
End of year	\$ 37,780	\$ 50,708	\$ 1,432	\$ -	\$ -	\$ 352,968

(Continued)

Village of Richton Park, Illinois
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Nonmajor Governmental Funds
Year Ended April 30, 2025

	Special Revenue						
	(formerly major)						
	TIF Town Center Fund	TIF Lakewood Fund	TIF Sauk Trail Governor's Highway Fund	Parks and Recreation Fund	Motor Fuel Tax Fund	Community Development Block Fund	Total Nonmajor Funds
REVENUES							
Taxes:							
Property	\$ 4,626	\$ 598,307		\$ 64,098	\$ -	\$ -	\$ 874,728
Other	-	-		-	577,412	-	602,236
Fines and forfeitures	-	-		-	-	-	3,500
Charges for services	-	-		147,948	-	-	147,948
Grants	-	-		-	-	-	567,547
Interest	-	-		-	71,266	-	74,216
Miscellaneous	-	-		200	-	-	200
Total revenues	<u>4,626</u>	<u>598,307</u>		<u>212,246</u>	<u>648,678</u>	<u>-</u>	<u>2,270,375</u>
EXPENDITURES							
Current:							
General government	-	-		-	-	-	132,745
Public safety	-	-		-	-	-	23,768
Public works	-	-		-	335,502	-	335,502
Parks and recreation	-	-		691,532	-	-	691,532
Economic development	423,597	103,438		-	-	-	667,044
Debt service - principal payments	-	-		-	-	-	13,281
Capital outlay	-	-		-	-	-	421,521
Total expenditures	<u>423,597</u>	<u>103,438</u>		<u>691,532</u>	<u>335,502</u>	<u>-</u>	<u>2,285,393</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(418,971)</u>	<u>494,869</u>		<u>(479,286)</u>	<u>313,176</u>	<u>-</u>	<u>(15,018)</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	186,168		438,691	-	-	624,859
Transfers out	(1,366,696)	-		-	(713,000)	-	(2,265,864)
Total other financing sources (uses)	<u>(1,366,696)</u>	<u>186,168</u>		<u>438,691</u>	<u>(713,000)</u>	<u>-</u>	<u>(1,641,005)</u>
NET CHANGE IN FUND BALANCES	<u>(1,785,667)</u>	<u>681,037</u>		<u>(40,595)</u>	<u>(399,824)</u>	<u>-</u>	<u>(1,656,023)</u>
FUND BALANCES (DEFICITS),							
Beginning of year, as originally stated	2,281,016	-	\$ (361,454)	(647,598)	1,727,003	107,012	3,659,841
Change within financial reporting entity	-	(887,700)	361,454	-	-	-	(526,246)
Beginning of year, as restated	<u>2,281,016</u>	<u>(887,700)</u>	<u>\$ -</u>	<u>(647,598)</u>	<u>1,727,003</u>	<u>107,012</u>	<u>3,133,595</u>
FUND BALANCES (DEFICITS),							
End of year	<u>\$ 495,349</u>	<u>\$ (206,663)</u>		<u>\$ (688,193)</u>	<u>\$ 1,327,179</u>	<u>\$ 107,012</u>	<u>\$ 1,477,572</u>

Village of Richton Park, Illinois
Combining Statement of Fiduciary Net Position
Custodial Funds
April 30, 2025

	Friends of Richton Park Foundation Fund	Enterprise Zone	Total Custodial Funds
ASSETS			
Cash and cash equivalents	\$ 81,653	\$ 664,148	\$ 745,801
Accounts receivable	47	10,000	10,047
Total assets	<u>\$ 81,700</u>	<u>\$ 674,148</u>	<u>\$ 755,848</u>
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ -
NET POSITION			
Restricted for organizations	81,700	674,148	755,848
Total net position	<u>\$ 81,700</u>	<u>\$ 674,148</u>	<u>\$ 755,848</u>

Village of Richton Park, Illinois
Combining Schedule of Changes in Fiduciary Net Position
Custodial Funds
Year Ended April 30, 2025

	Friends of Richton Park Foundation Fund	Enterprise Zone	Total Custodial Funds
ADDITIONS			
Contributions:			
Intergovernmental revenue	\$ -	\$ 672,547	\$ 672,547
Donations/events	35,045	-	35,045
Total contributions	35,045	672,547	707,592
Investment income	-	1,896	1,896
Total additions	35,045	674,443	709,488
DEDUCTIONS			
Administrative expenses	28,634	295	28,929
CHANGE IN NET POSITION	6,411	674,148	680,559
NET POSITION			
Net position, beginning of year	75,289	-	75,289
Net position, end of year	\$ 81,700	\$ 674,148	\$ 755,848

OTHER INFORMATION

Village of Richton Park, Illinois
Schedule of Legal Debt Margin
Year Ended April 30, 2025

Assessed valuation - 2024 tax year		<u>\$ 206,324,957</u>
Statutory debt limitation (8.625% of assessed valuation)		\$ 17,795,528
Debt:		
Bonds payable	\$ 3,060,000	
Financed purchase	386,755	
Lease obligations	247,739	
Subscription liabilities	<u>91,137</u>	
Total Debt		<u>3,785,631</u>
Legal debt margin		<u>\$ 14,009,897</u>