VILLAGE OF HAMPSHIRE, ILLINOIS

ANNUAL FINANCIAL REPORT

Hampshire

FOR THE FISCAL YEAR ENDED
APRIL 30, 2023

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VILLAGE OF HAMPSHIRE, ILLINOIS

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VILLAGE OF HAMPSHIRE, ILLINOIS

List of Principal Officials
April 30, 2023

VILLAGE PRESIDENT

Michael J. Reid, Jr.

VILLAGE BOARD OF TRUSTEES

Aaron Kelly

Heather Fodor

Toby Koth

Lionel Mott

Laura Pollastrini

Erik Robinson

ADMINISTRATIVE

Jay Hedges, Village Manager

Linda R. Vasquez, Village Clerk

Lori A. Lyons, Finance Director

INDEPENDENT AUDITOR'S REPORTS

This section includes the opinions of the Village's independent auditing firm.

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INDEPENDENT AUDITOR'S REPORT

April 22, 2025

The Honorable Village President
Members of the Board of Trustees
Village of Hampshire, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Hampshire (the Village), Illinois, as of and for the year ended April 30, 2023, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Hampshire, Illinois, as of April 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

Supplementary Information

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 22, 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 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.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Village of Hampshire (the Village), Illinois' financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2023. Please read it in conjunction with the Village's financial statements, which can be found in the basic financial statements section of this report.

FINANCIAL HIGHLIGHTS

- The Village's net position increased as a result of this year's operations. Net position of the governmental activities increased by $2,279,700, or 7.7 percent and net position of the business-type activities increased by $584,210, or 1.3 percent.

- During the year, government-wide revenues for the primary government totaled $13,168,500 while expenses totaled $10,304,590, resulting in an increase to net position of $2,863,910.

- The Village's net position totaled $79,202,832 on April 30, 2023, which includes $74,328,834 net investment in capital assets, $3,493,791 subject to external restrictions, and $1,380,207 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.

- The General Fund reported an increase in fund balance this year of $692,659, resulting in ending fund balance of $2,850,538, an increase of 32.1 percent.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Village as a whole and present a longer-term view of the Village's finances. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village's operations in more detail than the government-wide statements by providing information about the Village's most significant funds.

Government-Wide Financial Statements

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

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

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements – Continued

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

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, highways and streets, police protection, and economic development. The business-type activities of the Village include water, sewer, and garbage operations.

Fund Financial Statements

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

Governmental Funds

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

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

The Village maintains thirteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Tax Increment Financing, Transportation Impact Fees, Public Use, and Capital Improvements Funds all of which are considered major funds. Data from the other eight governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

USING THIS ANNUAL REPORT – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

The Village adopts an annual appropriated budget for all governmental funds, expect TIF Revenue Bonds of 2009A/Tuscany Woods Line of Credit Fund and the Capital Bonds Fund. A budgetary comparison schedule for the budgeted funds has been provided to demonstrate compliance with this budget.

Proprietary Funds

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

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

Fiduciary Funds

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

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's General Fund budgetary comparison schedule and disclosures regarding the Village's Illinois Municipal Retirement Fund and Police Pension Fund. Required supplementary information can be found in the financial section of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village, assets/deferred outflows exceeded liabilities/deferred inflows by $79,202,832.

	Net Position					
	Governmental Activities		Business-Type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Current and Other Assets	$ 8,969,106	8,101,388	3,776,954	3,889,324	12,746,060	11,990,712
Capital Assets	31,788,728	30,511,429	44,243,007	44,434,307	76,031,735	74,945,736
Total Assets	40,757,834	38,612,817	48,019,961	48,323,631	88,777,795	86,936,448
Deferred Outflows	1,367,248	1,043,253	363,880	342,944	1,731,128	1,386,197
Total Assets/Deferred Outflows	42,125,082	39,656,070	48,383,841	48,666,575	90,508,923	88,322,645
Long-Term Debt	5,605,701	5,240,953	260,000	662,425	5,865,701	5,903,378
Other Liabilities	1,403,568	1,172,409	877,556	887,033	2,281,124	2,059,442
Total Liabilities	7,009,269	6,413,362	1,137,556	1,549,458	8,146,825	7,962,820
Deferred Inflows	3,141,687	3,548,282	17,579	472,621	3,159,266	4,020,903
Total Liabilities/Deferred Inflows	10,150,956	9,961,644	1,155,135	2,022,079	11,306,091	11,983,723
Net Position						
Net Investment in Capital Assets	30,423,252	29,053,651	43,905,582	43,771,250	74,328,834	72,824,901
Restricted	3,493,791	3,044,061	-	-	3,493,791	3,044,061
Unrestricted (Deficit)	(1,942,917)	(2,403,286)	3,323,124	2,873,246	1,380,207	469,960
Total Net Position	31,974,126	29,694,426	47,228,706	46,644,496	79,202,832	76,338,922

A large portion of the Village's net position, $74,328,834 or 93.9 percent, reflects its investment in capital assets (for example, land, construction in progress, buildings and improvements, vehicles, machinery and equipment, infrastructure, leased assets, and underground water and sewer lines), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, $3,493,791 or 4.4 percent, of the Village's net position represents resources that are subject to external restrictions on how they may be used, specifically for debt service requirements. The remaining balance of unrestricted net position is $1,380,207 or 1.7 percent.

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Changes in Net Position					
	Governmental Activities		Business-Type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Revenues						
Program Revenues						
Charges for Services	$ 1,408,110	826,806	3,512,512	3,480,264	4,920,622	4,307,070
Operating Grants/Contrib.	347,298	358,208	-	237,335	347,298	595,543
Capital Grants/Contrib.	1,303,148	223,208	637,664	125,600	1,940,812	348,808
General Revenues						
Taxes						
Property Taxes	1,490,967	1,359,257	-	-	1,490,967	1,359,257
Sales and Use Taxes	1,788,588	1,457,241	-	-	1,788,588	1,457,241
Income Taxes	1,238,822	1,200,252	-	-	1,238,822	1,200,252
Utility Taxes	543,279	449,367	-	-	543,279	449,367
Cannabis Excise Taxes	11,814	10,935	-	-	11,814	10,935
Hotel/Motel Taxes	28,095	24,451	-	-	28,095	24,451
Intergovernmental - Unrestricted						
Replacement Taxes	76,873	57,161			76,873	57,161
ARPA	-	-	362,755	-	362,755	-
Investment Income	92,937	4,938	1,929	57	94,866	4,995
Miscellaneous	302,226	284,193	21,483	3,202	323,709	287,395
Total Revenues	8,632,157	6,256,017	4,536,343	3,846,458	13,168,500	10,102,475
Expenses						
General Government	1,560,085	1,212,012	-	-	1,560,085	1,212,012
Highways and Streets	3,538,862	2,078,441	-	-	3,538,862	2,078,441
Police Protection	1,226,547	1,941,186	-	-	1,226,547	1,941,186
Planning and Zoning	1,820	952	-	-	1,820	952
Interest on Long-Term Debt	70,508	54,203	-	-	70,508	54,203
Water and Sewer	-	-	3,253,785	3,379,040	3,253,785	3,379,040
Garbage	-	-	652,983	646,361	652,983	646,361
Total Expenses	6,397,822	5,286,794	3,906,768	4,025,401	10,304,590	9,312,195
Change in Net Position Before Transfers	2,234,335	969,223	629,575	(178,943)	2,863,910	790,280
Transfers	45,365	(20,947)	(45,365)	20,947	-	-
Change in Net Position	2,279,700	948,276	584,210	(157,996)	2,863,910	790,280
Net Position - Beginning	29,694,426	28,746,150	46,644,496	46,802,492	76,338,922	75,548,642
Net Position - Ending	31,974,126	29,694,426	47,228,706	46,644,496	79,202,832	76,338,922

Net position of the Village's governmental activities increased by 7.7 percent ($31,974,126 in 2023 compared to $29,694,426 in 2022). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, was a deficit of $1,942,917 at April 30, 2023.

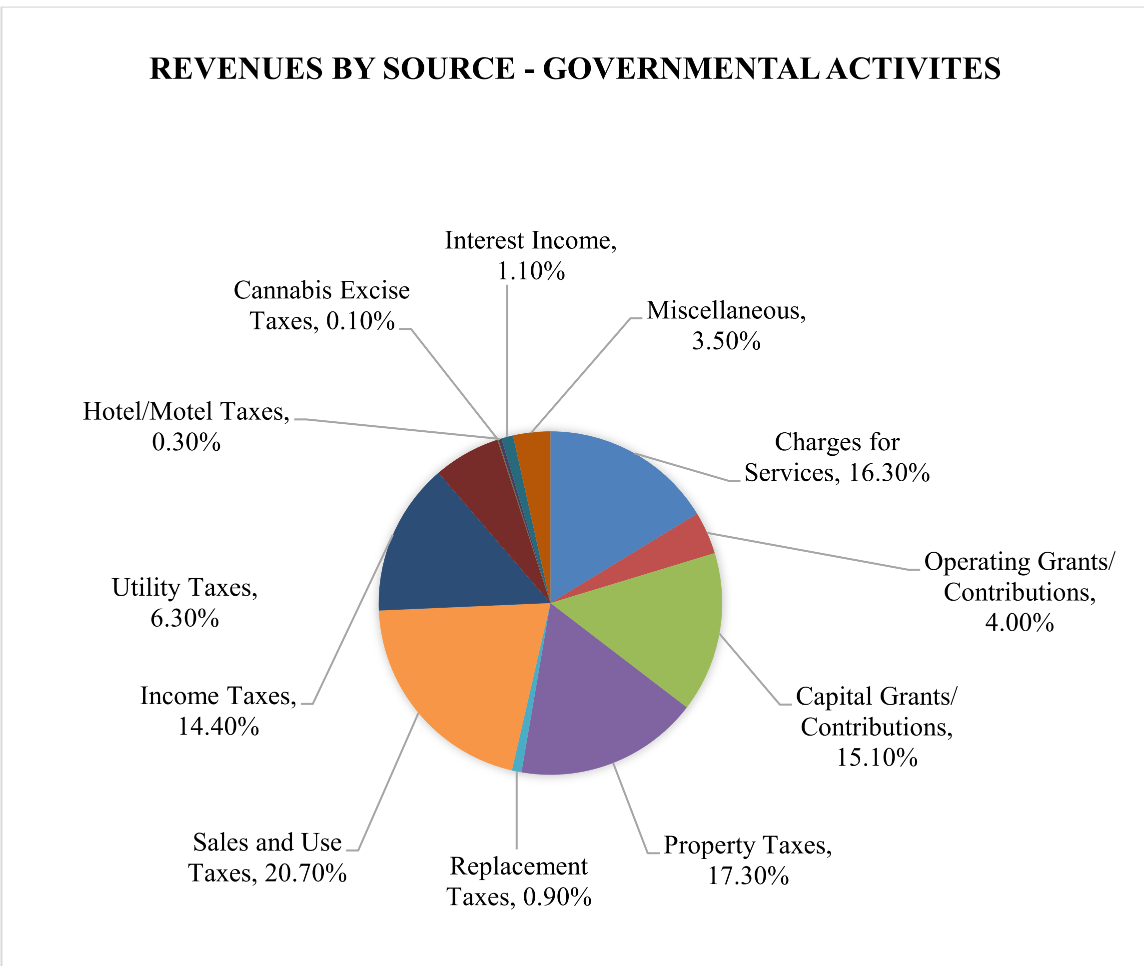
Net position of business-type activities increased by 1.3 percent $47,228,706 in 2023 compared to $46,644,496 in 2022).

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities

Revenues for governmental activities totaled $8,632,157, while the cost of all governmental functions totaled $6,397,822. This results in an increase of $2,234,335 before a transfer in of $45,365 from the Water and Sewer Fund and Garbage Fund. In 2022, revenues of $6,256,017 were more than expenses of $5,286,794 resulting in an increase of $969,223, prior to transfers out of $20,947. During 2023, the Village continued to see increases in its state shared revenues; revenues for the governmental activities increased $2,376,140, while expenses increased $1,111,028.

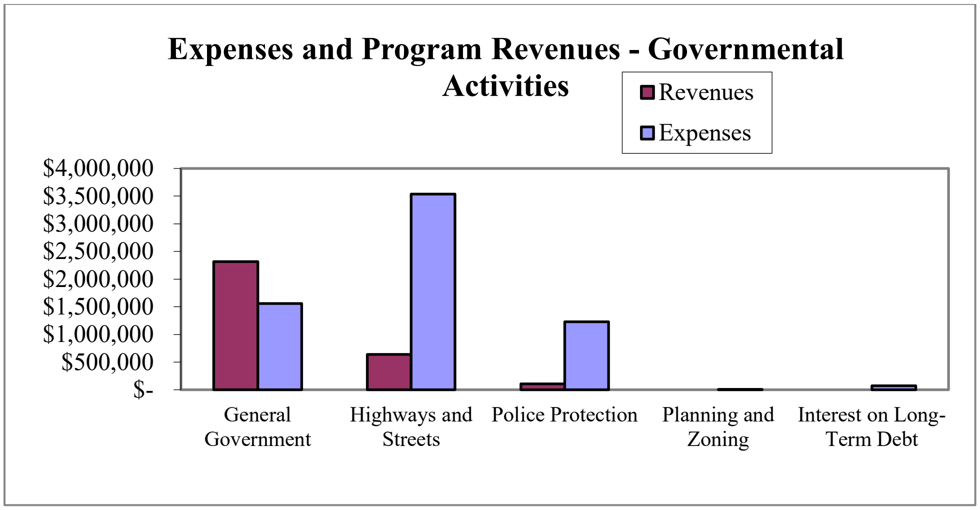
The following table graphically depicts the major revenue sources of the Village. It depicts very clearly the reliance of property taxes and state shared revenues to fund governmental activities. It also clearly identifies the less significant percentage the Village receives from utility taxes and telecommunication taxes.



GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

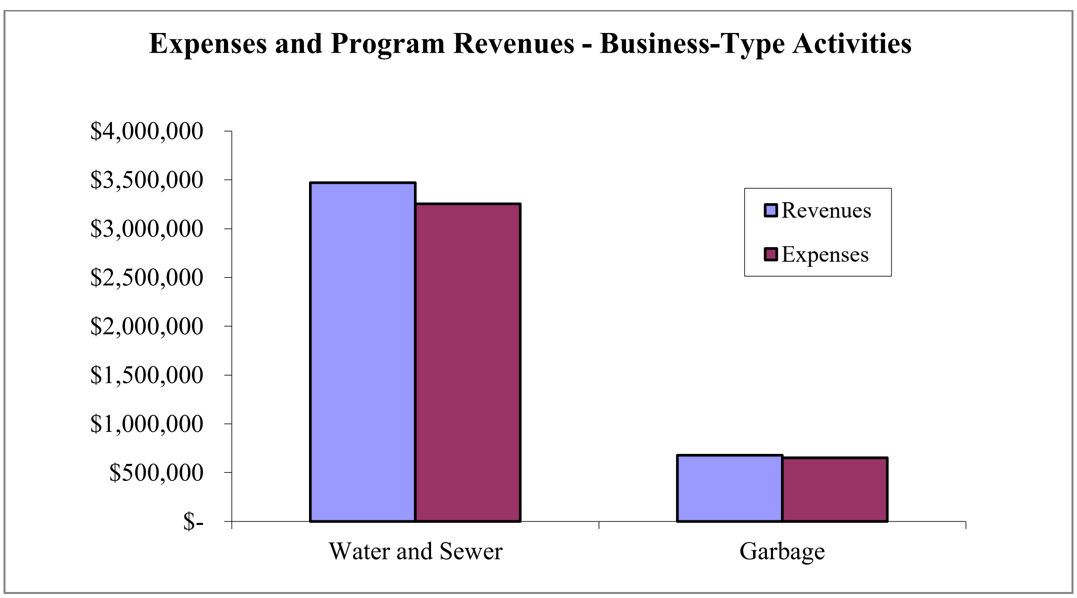
Governmental Activities – Continued

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



Business-Type Activities

Business-Type activities reported total revenues of $4,536,343, while the cost of all business-type activities totaled $3,906,768. This results in an increase to net position of $629,575, before transfers out of $45,365. In 2022, revenues of $3,846,458 were less than expenses of $4,025,401, resulting in a decrease in net position of $178,943, prior to transfers in of $20,947. The increase is due to grant funding received for connecting the Village Noth and South Water Distribution System.



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

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

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

The Village's governmental funds reported combining ending fund balances of $5,987,365, which is $1,214,205 higher than last year's total of $4,773,160. Of the $5,987,365 total, the Village has an unassigned fund balance of $2,382,678.

The General Fund reported fund balance for the year of $2,850,538. Total revenues in the General Fund were $35,887 higher than the amount budgeted. In addition, expenditures were $201,693 lower than budgeted. These factors resulted in an overall increase in fund balance of $692,659 or 32.1 percent.

The General Fund is the chief operating fund of the Village. At April 30, 2023, unassigned fund balance in the General Fund was $2,694,926 which represents 94.5 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 47.7 percent of total General Fund expenditures.

The Village reports one special revenue fund as a major fund: The Tax Increment Financing Fund. The Tax Increment Financing Fund reported an increase in fund balance of $64,146. This is mainly due to revenues being higher than the expenditures for the current fiscal year.

The Village reports three capital projects funds as major funds: Transportation Impact Fees Fund, Public Use Fund, and Capital Improvements Fund. The Transportation Impact Fees Fund reported an increase in fund balance of $265,328 due to building permit activity. The Public Use Fund reported an increase of $180,826 due to building permit activity and no expenditures in the fund during the current year. The Capital Improvements Fund reported a decrease of $80,103 due to unexpected costs associated with the Village's Streetscape Project.

All other governmental funds of the Village are reported as nonmajor funds, including the Motor Fuel Tax Fund, Road and Bridge Fund, Special Service Areas Fund, Hotel/Motel Tax Fund, Capital Bonds Fund, TIF Revenue Bonds of 2009A/Tuscany Woods Line of Credit Fund, Equipment Replacement Fund, and Early Warning Impact Fee Fund.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS – Continued

Proprietary Funds

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

The Village reports the Water and Sewer Fund as a major proprietary fund that account for the provision of water and sewer services to the residents of the Village. In the current year, the Water and Sewer Fund reported an increase in net position of $570,001 due to grant funded capital assets that will be depreciated overtime.

The Village also reports the Garbage Fund as a major proprietary fund, which accounts for the provision of garbage service to the residents of the Village. In the current year, the Garbage Fund reported an increase in net position of $14,209 due to collections exceeding garbage expenses.

GENERAL FUND BUDGETARY HIGHLIGHTS

It has been the practice of the Village to not adopt budget amendments during or after the fiscal year. This year was no exception and no General Fund budget amendments occurred during the fiscal year. General Fund actual revenues for the year totaled $6,204,167 compared to budgeted revenues of $6,168,280. All revenue categories, except for intergovernmental and charges for services, were greater than what was budgeted.

The General Fund actual expenditures for the year were $5,647,121 with budgeted expenditures of $5,848,814. General government and planning and zoning came in $306,988 and $440 under budget, respectively.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village's investment in capital assets for its governmental and business type activities as of April 30, 2023 was $76,031,735 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, vehicles, machinery and equipment, infrastructure, leased assets, and underground water and sewer lines.

	Capital Assets - Net of Depreciation					
	Governmental Activities		Business-Type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Land	$ 20,962,535	20,962,535	1,201,448	1,201,448	22,163,983	22,163,983
Construction in Progress	319,100	142,088	1,300,446	537,177	1,619,546	679,265
Buildings and Improvements	59,366	61,616	18,599,199	19,160,618	18,658,565	19,222,234
Vehicles, Machinery and Equipment	931,976	874,009	930,800	627,884	1,862,776	1,501,893
Infrastructure	9,455,462	8,471,181	-	-	9,455,462	8,471,181
Leased Assets - Vehicles	60,289	-	-	-	60,289	-
Underground Water and Sewer Lines	-	-	22,211,114	22,907,180	22,211,114	22,907,180
Total	31,788,728	30,511,429	44,243,007	44,434,307	76,031,735	74,945,736

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Capital Assets – Continued

Construction in Progress	$	940,281
Buildings and Improvements		20,305
Vehicles, Machinery and Equipment		735,408
Infrastructure		1,302,036
Leased Assets - Enterprise Vehicles		85,113
Underground Water and Sewer Lines		62,752
		3,145,895

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

Debt Administration

At year-end, the Village had total outstanding debt of $1,702,901 as compared to $2,120,835 the previous year, a decrease of 19.7 percent. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental Activities		Business-Type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Installment Contracts	$ 157,480	137,011	-	-	157,480	137,011
General Obligations/ Alternate Revenue Bonds	1,051,567	1,138,267	83,433	161,733	1,135,000	1,300,000
Debt Certificates	156,429	182,500	-	-	156,429	182,500
IEPA Loans	-	-	253,992	501,324	253,992	501,324
Totals	1,365,476	1,457,778	337,425	663,057	1,702,901	2,120,835

During the year, the Village issued two Installment Contracts. State statutes limit the amount of general obligation debt a non-home rule governmental entity may issue to 8.625 percent of its total assessed valuation. The current debt limit for the Village is $24,176,081.

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

ECOMONIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Hampshire is in an area of economic and residential growth. With ongoing construction in two residential subdivisions, residential lots available in two additional planned subdivisions, development of commercial/industrial property near Interstate 90 and planned annexations in that same area, Hampshire is poised for growth in the years to come. Hampshire prioritizes balance among retail, commercial and industrial sectors to accompany the population growth that is occurring.

Hampshire has a diverse mix of detached and attached single-family homes and a limited number of multi-family dwelling units. Recent data indicates the assessed values are starting to increase at this time, and that trend is expected to continue.

Property taxes continue to provide a significant, stable revenue source for the Village and are budgeted to increase to reflect the new construction EAV and the allowable inflationary increase which is restricted by Property Tax Extension Limitation Law. The Village also receives revenues from other sources including state-shared revenues, sales tax, intergovernmental revenues, grants, fines and fees for services. The Village continues to benefit greatly from the certification of the 2020 census with the Village's official population increasing by 37.8% to 7,667. This increase has led to an increase in per capita State Shared Revenues. This increase continues to provide additional funds for General Fund but additional Motor Fuel Tax receipts for road related expenditures.

Hampshire has taken a conservative approach to the budget for fiscal year 2023-2024. Many factors are considered during development and prior to the adoption of the final budget. The Village balances limited resources with the increased demands of residents and business with the goal to deliver village services in an efficient, equitable and customer driven manner with excellence, sustainability and transparency.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Lori Lyons, Finance Director, Village of Hampshire, 234 S. State Street, PO Box 457, Hampshire, IL 60140.

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements

  Governmental Funds

  Proprietary Funds

  Fiduciary Funds

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Net Position
April 30, 2023

See Following Page

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Net Position
April 30, 2023

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	$ 5,939,372	3,563,834	9,503,206
Receivables - Net of Allowances	2,138,662	810,727	2,949,389
Prepaids	83,504	67,274	150,778
Internal Balances	701,125	(701,125)	-
Total Current Assets	8,862,663	3,740,710	12,603,373
Noncurrent Assets			
Capital Assets			
Nondepreciable	21,281,635	2,501,894	23,783,529
Depreciable	16,177,491	66,519,445	82,696,936
Accumulated Depreciation	(5,670,398)	(24,778,332)	(30,448,730)
Total Capital Assets	31,788,728	44,243,007	76,031,735
Other Assets			
Net Pension Asset - IMRF	106,443	36,244	142,687
Total Noncurrent Assets	31,895,171	44,279,251	76,174,422
Total Assets	40,757,834	48,019,961	88,777,795
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	323,171	110,037	433,208
Deferred Items - Police Pension	1,044,077	-	1,044,077
Deferred Items - ARO	-	253,843	253,843
Total Deferred Outflows of Resources	1,367,248	363,880	1,731,128
Total Assets and Deferred Outflows of Resources	42,125,082	48,383,841	90,508,923

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

	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	$ 508,909	455,663	964,572
Accrued Payroll	103,690	15,185	118,875
Accrued Interest Payable	27,392	3,921	31,313
Retainage Payable	-	44,592	44,592
Deposits Payable	233,328	-	233,328
Other Liabilities	218,416	-	218,416
Current Portion of Long-Term Debt	311,833	358,195	670,028
Total Current Liabilities	1,403,568	877,556	2,281,124
Noncurrent Liabilities			
Net Pension Liability - Police Pension	4,414,431	-	4,414,431
Installment Contracts	90,912	-	90,912
General Obligation Alternate Revenue Source Bonds	970,000	-	970,000
Debt Certificates	130,358	-	130,358
Asset Retirement Obligation	-	260,000	260,000
Total Noncurrent Liabilities	5,605,701	260,000	5,865,701
Total Liabilities	7,009,269	1,137,556	8,146,825
DEFERRED INFLOWS OF RESOURCES			
Deferred Items - IMRF	51,630	17,579	69,209
Deferred Items - Police Pension	1,416,729	-	1,416,729
Property Taxes	1,673,328	-	1,673,328
Total Deferred Inflows of Resources	3,141,687	17,579	3,159,266
Total Liabilities and Deferred Inflows of Resources	10,150,956	1,155,135	11,306,091
NET POSITION			
Net Investment in Capital Assets	30,423,252	43,905,582	74,328,834
Restricted			
Police Impound Fees	7,639	-	7,639
E-Citation	2,495	-	2,495
Tree Replacement	61,974	-	61,974
Highways and Streets	2,694,243	-	2,694,243
Subdivision Maintenance	35,220	-	35,220
Tourism	51,012	-	51,012
Public Use	577,805	-	577,805
Debt Service	63,403	-	63,403
Unrestricted (Deficit)	(1,942,917)	3,323,124	1,380,207
Total Net Position	31,974,126	47,228,706	79,202,832

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Activities
For the Fiscal Year Ended April 30, 2023

	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants/ Contributions	Program Revenues: Capital Grants/ Contributions
Primary Government				
Governmental Activities				
General Government	$ 1,560,085	1,011,006	62,827	1,242,044
Highways and Streets	3,538,862	292,839	284,471	61,104
Police Protection	1,226,547	104,265	-	-
Planning and Zoning	1,820	-	-	-
Interest on Long-Term Debt	70,508	-	-	-
Total Governmental Activities	6,397,822	1,408,110	347,298	1,303,148
Business-Type Activities				
Water and Sewer	3,253,785	2,833,520	-	637,664
Garbage	652,983	678,992	-	-
Total Business-Type Activities	3,906,768	3,512,512	-	637,664
Total Primary Government	10,304,590	4,920,622	347,298	1,940,812

General Revenues
Taxes
Property Taxes
Sales and Use Taxes
Income Taxes
Utility Taxes
Cannabis Excise Taxes
Hotel/Motel Taxes
Intergovernmental - Unrestricted
Replacement Taxes
ARPA
Investment Income
Miscellaneous
Transfers

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

Net (Expenses)/Revenues		
Primary Government		
Governmental Activities	Business-Type Activities	Totals
755,792	-	755,792
(2,900,448)	-	(2,900,448)
(1,122,282)	-	(1,122,282)
(1,820)	-	(1,820)
(70,508)	-	(70,508)
(3,339,266)	-	(3,339,266)
-	217,399	217,399
-	26,009	26,009
-	243,408	243,408
(3,339,266)	243,408	(3,095,858)
1,490,967	-	1,490,967
1,788,588	-	1,788,588
1,238,822	-	1,238,822
543,279	-	543,279
11,814	-	11,814
28,095	-	28,095
76,873	-	76,873
-	362,755	362,755
92,937	1,929	94,866
302,226	21,483	323,709
45,365	(45,365)	-
5,618,966	340,802	5,959,768
2,279,700	584,210	2,863,910
29,694,426	46,644,496	76,338,922
31,974,126	47,228,706	79,202,832

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Governmental Funds - Balance Sheet
April 30, 2023

		General
ASSETS		
Cash and Investments	$	2,561,300
Receivables - Net of Allowances		
Property Taxes		1,279,773
Other Taxes		412,753
Grants		-
Due from Other Funds		741,855
Prepaids		83,504
Total Assets		5,079,185
LIABILITIES		
Accounts Payable		257,267
Accrued Payroll		102,236
Deposits Payable		233,328
Other Liabilities		218,416
Due to Other Funds		-
Compensated Absences Payable		137,627
Total Liabilities		948,874
DEFERRED INFLOWS OF RESOURCES		
Property Taxes		1,279,773
Total Liabilities and Deferred Inflows of Resources		2,228,647
FUND BALANCES		
Nonspendable		83,504
Restricted		72,108
Unassigned		2,694,926
Total Fund Balances		2,850,538
Total Liabilities, Deferred Inflows of Resources and Fund Balances		5,079,185

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

Special Revenue	Capital Projects				
Tax Increment Financing	Transportation Impact Fees	Public Use	Capital Improvements	Nonmajor	Totals
86,758	1,458,073	207,805	57,867	1,567,569	5,939,372
213,002	-	-	-	180,553	1,673,328
-	-	-	-	27,239	439,992
-	-	-	25,342	-	25,342
-	-	370,000	-	-	1,111,855
-	-	-	-	-	83,504
299,760	1,458,073	577,805	83,209	1,775,361	9,273,393
-	21,570	-	21,187	208,885	508,909
-	-	-	-	1,454	103,690
-	-	-	-	-	233,328
-	-	-	-	-	218,416
370,000	-	-	28,590	12,140	410,730
-	-	-	-	-	137,627
370,000	21,570	-	49,777	222,479	1,612,700
213,002	-	-	-	180,553	1,673,328
583,002	21,570	-	49,777	403,032	3,286,028
-	-	-	-	-	83,504
-	1,436,503	577,805	33,432	1,401,335	3,521,183
(283,242)	-	-	-	(29,006)	2,382,678
(283,242)	1,436,503	577,805	33,432	1,372,329	5,987,365
299,760	1,458,073	577,805	83,209	1,775,361	9,273,393

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Reconciliation of Total Governmental Fund Balance to the
Statement of Net Position - Governmental Activities

April 30, 2023

Total Governmental Fund Balances	$ 5,987,365
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	31,788,728
A net pension asset is not considered to represent a financial resource and therefore is not reported in the funds.	
Net Pension Asset - IMRF	106,443
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	271,541
Deferred Items - Police Pension	(372,652)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Net Pension Liability - Police Pension	(4,414,431)
Installment Contracts	(157,480)
General Obligation Alternate Revenue Source Bonds	(1,051,567)
Debt Certificates	(156,429)
Accrued Interest Payable	(27,392)
Net Position of Governmental Activities	31,974,126

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2023

See Following Page

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2023

	General
Revenues	
Taxes	$ 4,774,550
Intergovernmental	133,597
Charges for Services	407,212
Licenses and Permits	426,773
Fines and Forfeitures	104,265
Investment Income	55,544
Miscellaneous	302,226
Total Revenues	6,204,167
Expenditures	
General Government	1,452,171
Highways and Streets	1,204,416
Police Protection	2,855,863
Planning and Zoning	1,820
Debt Service	
Principal Retirement	107,615
Interest and Fiscal Charges	25,236
Total Expenditures	5,647,121
Excess (Deficiency) of Revenues Over (Under) Expenditures	557,046
Other Financing Sources (Uses)	
Debt Issuance	85,113
Disposal of Capital Assets	38,700
Transfers In	11,800
	135,613
Net Change in Fund Balances	692,659
Fund Balances - Beginning	2,157,879
Fund Balances - Ending	2,850,538

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

Special Revenue	Capital Projects				
Tax Increment Financing	Transportation Impact Fees	Public Use	Capital Improvements	Nonmajor	Totals
126,044	-	-	-	5,941	4,906,535
-	-	-	1,242,044	351,678	1,727,319
-	286,898	177,021	-	200,971	1,072,102
-	-	-	-	-	426,773
-	-	-	-	-	104,265
288	-	3,805	202	33,098	92,937
-	-	-	-	-	302,226
126,332	286,898	180,826	1,242,246	591,688	8,632,157
1,470	-	-	7,512	25,000	1,486,153
-	21,570	-	1,314,837	463,199	3,004,022
-	-	-	-	-	2,855,863
-	-	-	-	-	1,820
			-		
25,800	-	-	-	44,000	177,415
34,916	-	-	-	1,705	61,857
62,186	21,570	-	1,322,349	533,904	7,587,130
64,146	265,328	180,826	(80,103)	57,784	1,045,027
-	-	-		-	85,113
-	-	-	-	-	38,700
-	-	-	-	33,565	45,365
-	-	-	-	33,565	169,178
64,146	265,328	180,826	(80,103)	91,349	1,214,205
(347,388)	1,171,175	396,979	113,535	1,280,980	4,773,160
(283,242)	1,436,503	577,805	33,432	1,372,329	5,987,365

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities - Governmental Activities

For the Fiscal Year Ended April 30, 2023

Net Change in Fund Balances - Total Governmental Funds	$ 1,214,205
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital Outlays	1,890,299
Depreciation Expense	(613,000)
Disposals - Cost	(93,654)
Disposals - Accumulated Depreciation	93,654
An addition to a net pension asset is not considered to be an increase in a financial asset in the governmental funds.	
Change in Net Pension Asset - IMRF	(731,174)
The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Change in Deferred Items - IMRF	622,764
Change in Deferred Items - Police Pension	287,440
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.	
Change in Net Pension Liability - Police Pension	(474,485)
Debt Issuance	(85,113)
Retirement of Debt	177,415
Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	(8,651)
Changes in Net Position of Governmental Activities	2,279,700

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Net Position - Proprietary Funds
April 30, 2023

See Following Page

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Net Position - Proprietary Funds
April 30, 2023

	Business-Type Activities - Enterprise		
	Water and Sewer	Garbage	Totals
ASSETS			
Current Assets			
Cash and Investments	$ 3,563,834	-	3,563,834
Receivables - Net of Allowances			
Accounts	496,284	134,629	630,913
Grants	179,814	-	179,814
Due from Other Funds	55,794	-	55,794
Prepaids	67,274	-	67,274
Total Current Assets	4,363,000	134,629	4,497,629
Noncurrent Assets			
Capital Assets			
Nondepreciable	2,501,894	-	2,501,894
Depreciable	66,519,445	-	66,519,445
Accumulated Depreciation	(24,778,332)	-	(24,778,332)
Total Capital Assets	44,243,007	-	44,243,007
Other Assets			
Net Pension Asset - IMRF	36,244	-	36,244
Total Noncurrent Assets	44,279,251	-	44,279,251
Total Assets	48,642,251	134,629	48,776,880
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	110,037	-	110,037
Deferred Items - ARO	253,843	-	253,843
Total Deferred Outflows of Resources	363,880	-	363,880
Total Assets and Deferred Outlows of Resources	49,006,131	134,629	49,140,760

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

	Business-Type Activities - Enterprise		
	Water and Sewer	Garbage	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	$ 455,554	109	455,663
Accrued Payroll	15,185	-	15,185
Accrued Interest Payable	3,921	-	3,921
Retainage Payable	44,592	-	44,592
Due to Other Funds	701,125	55,794	756,919
Compensated Absences Payable	20,770	-	20,770
General Obligation Alternate Revenue Source Bonds	83,433	-	83,433
IEPA Loan	253,992	-	253,992
Total Current Liabilities	1,578,572	55,903	1,634,475
Noncurrent Liabilities			
Asset Retirement Obligation	260,000	-	260,000
Total Liabilities	1,838,572	55,903	1,894,475
DEFERRED INFLOWS OF RESOURCES			
Deferred Items - IMRF	17,579	-	17,579
Total Liabilities and Deferred Inflows of Resources	1,856,151	55,903	1,912,054
NET POSITION			
Net Investment in Capital Assets	43,905,582	-	43,905,582
Unrestricted	3,244,398	78,726	3,323,124
Total Net Position	47,149,980	78,726	47,228,706

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Fiscal Year Ended April 30, 2023

	Business-Type Activities - Enterprise		
	Water and Sewer	Garbage	Totals
Operating Revenues			
Charges for Services	$ 2,833,520	678,992	3,512,512
Operating Expenses			
Operations			
Water Department	804,967	-	804,967
Sewer Department	814,945	-	814,945
Garbage Department	-	652,983	652,983
Water Reconstruction	44,592	-	44,592
System Improvements	72,980	-	72,980
Depreciation and Amortization	1,504,142	-	1,504,142
Total Operating Expenses	3,241,626	652,983	3,894,609
Operating Income (Loss)	(408,106)	26,009	(382,097)
Nonoperating Revenues (Expenses)			
Tap On Fees	21,339	-	21,339
Investment Income	1,929	-	1,929
ARPA Grants	362,755	-	362,755
Other Income	144	-	144
Interest and Fiscal Charges	(12,159)	-	(12,159)
	374,008	-	374,008
Income Before Capital Grants and Transfers	(34,098)	26,009	(8,089)
Capital Grants	637,664	-	637,664
Transfers Out	(33,565)	(11,800)	(45,365)
	604,099	(11,800)	592,299
Change in Net Position	570,001	14,209	584,210
Net Position - Beginning	46,579,979	64,517	46,644,496
Net Position - Ending	47,149,980	78,726	47,228,706

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended April 30, 2023

	Business-Type Activities - Enterprise		
	Water and Sewer	Garbage	Totals
Cash Flows from Operating Activities			
Receipts from Customers and Users	$ 3,445,484	679,467	4,124,951
Payments to Employees	(344,310)	-	(344,310)
Payments to Suppliers	(1,185,049)	(667,667)	(1,852,716)
	1,916,125	11,800	1,927,925
Cash Flows from Noncapital Financing Activities			
Transfers Out	(33,565)	(11,800)	(45,365)
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	(1,255,596)	-	(1,255,596)
Capital Grants	637,664		637,664
Principal on Capital Debt	(390,632)	-	(390,632)
Interest on Capital Debt	(12,159)	-	(12,159)
	(1,020,723)	-	(1,020,723)
Cash Flows from Investing Activities			
Interest Received	1,929	-	1,929
Net Change in Cash and Cash Equivalents	863,766	-	863,766
Cash and Cash Equivalents - Beginning	2,700,068	-	2,700,068
Cash and Cash Equivalents - Ending	3,563,834	-	3,563,834
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	(408,106)	26,009	(382,097)
Adjustments to Reconcile Operating Income to Net Income to Net Cash Provided by (Used In) Operating Activities:			
Depreciation and Amortization	1,504,142	-	1,504,142
Other Income (Expenses)	384,238	-	384,238
(Increase) Decrease in Current Assets	227,726	475	228,201
Increase (Decrease) in Current Liabilities	208,125	(14,684)	193,441
Net Cash Provided by Operating Activities	1,916,125	11,800	1,927,925

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Fiduciary Net Position
April 30, 2023

	Pension Trust	Custodial
ASSETS		
Cash and Cash Equivalents	$ 1,208,474	1,619,693
Illinois Police Officers' Pension Investment Fund	2,646,225	-
Total Assets	3,854,699	1,619,693
LIABILITIES		
None	-	-
NET POSITION		
Restricted		
Pensions	3,854,699	-
Individuals, Organizations, and Other Governments	-	1,619,693
Total Net Position	3,854,699	1,619,693

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended April 30, 2023

	Pension Trust	Custodial
Additions		
Contributions - Employer	$ 504,112	-
Contributions - Plan Members	108,534	-
Contributions - Other	50	-
Total Contributions	612,696	-
Investment Income		
Net Change in Fair Value	45,007	-
Interest Earned	23,234	54,454
	68,241	54,454
Less Investment Expenses	(2,284)	-
Net Investment Income	65,957	54,454
Property Taxes	-	1,144,204
Total Additions	678,653	1,198,658
Deductions		
Administration	36,962	-
Benefits and Refunds	163,436	-
Professional Services	-	24,784
Debt Service		
Principal Retirement	-	670,000
Interest and Fiscal Charges	-	491,961
Total Deductions	200,398	1,186,745
Change in Fiduciary Net Position	478,255	11,913
Net Position Restricted for Pensions, Individuals, Organizations, and Other Governments		
Beginning	3,376,444	1,607,780
Ending	3,854,699	1,619,693

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Hampshire (the Village), Illinois is a municipal corporation governed by an elected president and six-member Board of Trustees. The Village's major operations include police protection, highway and street maintenance and reconstruction, planning and zoning, economic development, water, sewer and garbage services and general administrative services.

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

REPORTING ENTITY

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

Police Pension Employees Retirement System

The Village's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village President, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining PPERS costs based upon actuarial valuations. 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. Although it is legally separate from the Village, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Village's police protection, highway and street maintenance and reconstruction, planning and zoning, economic development and general administrative services are classified as governmental activities. The Village's water, sewer and garbage services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations.

The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, police protection, highways and streets, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) changes to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, interest income, etc.). The Village allocates indirect costs to the proprietary funds for personnel who perform administrative services for those funds, along with other indirect costs deemed necessary for their operations, but are paid through the General Fund. This government-wide focus concentrates on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements.

A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

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

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

Governmental Funds

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

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains one major and four nonmajor special revenue funds. The Tax Increment Financing Fund, a major fund, is used to account for expenditures of incremental property taxes and sales tax generated in the designated downtown Tax Increment Financing area.

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

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains three major capital projects funds, Transportation Impact Fees Fund, Public Use Fund, and Capital Improvements Fund. The Transportation Impact Fees Fund is used to account for the proceeds of transportation impact fees and the improvements funded by the fees. The Public Use Fund is used to account for the proceeds of public use impact fees and the improvements funded by the fees. The Capital Improvements Fund is used to account for transfers from other funds for various construction projects. The Village also maintains three nonmajor capital projects funds.

Proprietary Funds

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

Enterprise Funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains two major enterprise funds, the Water and Sewer Fund and the Garbage Fund. The Water and Sewer Fund is used to account for the provision of potable water and sewer services to the residents and businesses of the Village. The Garbage Fund is used to account for the provision of solid waste services to the residents and businesses of the Village financed by user fees.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or custodial capacity for others and therefore are not available to support Village programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

Pension Trust Funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund is used to account for the accumulation of resources to be used for disability and retirement annuity payments to employees covered by the plan. Financing is provided by employee contributions, the Village's contribution and investment income.

Custodial Funds are used to account for assets held by the Village in a purely custodial capacity. The Special Service Areas #13 and #14 Fund is used to account for the collection of taxes from special service areas #13 and #14 and remittance to bondholders.

The Village's fiduciary funds are presented in the fiduciary fund financial statements by type (pension trust and custodial). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be used to address activities or obligations of the Village, these funds are not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus – Continued

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

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

Basis of Accounting

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

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

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

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

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

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

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

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All of the Village's investments are in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

Receivables

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Prepaids

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

Interfund Receivables, Payables and Activity

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

Capital Assets

Capital assets purchased or acquired with an original cost of $10,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. Infrastructure, such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs. Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

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

Buildings and Improvements	10 - 50 Years
Vehicles, Machinery and Equipment	5 - 20 Years
Underground Water and Sewer Lines	25 - 50 Years
Infrastructure	25 - 50 Years
Leased Assets – Vehicles	5 Years

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Deferred Outflows/Inflows of Resources

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

Long-Term Obligations

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

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

Net Position

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

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles. All departments of the Village submit requests for budgets so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested budgets for the next fiscal year.

The proposed budget is presented to the Village Board for review. The Village Board holds public hearings and may add to, subtract from, or change budgeted amounts, but may not change the form of the budget.

The Finance Director is authorized to transfer budgeted amounts within any fund; however, the Board of Trustees must approve any revisions that alter the total expenditures of any fund. State statues establish that expenditures may not legally exceed budgeted appropriations at the fund level. Appropriations lapse at the end of the fiscal year. No supplemental appropriations were made during the year.

Budgets are prepared for all funds except the TIF Revenue Bonds of 2009A/Tuscany Woods Line of Credit Fund and the Capital Bonds Fund.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

EXCESS OF ACTUAL EXPENDITURES/EXPENSES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had excess of actual expenditures/expenses, exclusive of depreciation, over budget for the fiscal year:

Fund	Excess
Transportation Impact Fees	$ 21,570
Road and Bridge	51,420
Special Service Areas	27,811
Capital Improvements	198,608
Early Warning Impact Fees	9,969
Police Pension	128,049

DEFICIT FUND BALANCES

The following funds reported deficit fund balance at year-end:

Fund	Deficit
Tax Increment Financing	$ 283,242
Road and Bridge	29,006

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

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

Village

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled $7,376,886 and the bank balances totaled $8,693,942. The Village also has $2,126,320 invested in the Illinois Funds at year-end, which are measured by net asset value per share determined by the pool.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village's investment policy states that the portfolio should be structured to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market and limiting investments to a maximum maturity of three years from purchase, unless designated for a specific purpose. The Village's investment in the Illinois Funds has an average maturity of less than one year.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village limits its exposure to credit risk by primarily investing in external investment pools. The Village's investment in the Illinois Funds was rated AAAmmf by Fitch.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment basis with the underlying investments held by an independent third-party custodian designated by the treasurer and evidenced by safekeeping receipts and a custodial agreement. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance. The Village's investment in the Illinois Funds is not subject to custodial credit risk.

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Village – Continued

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy states that investments shall be diversified to the best of the Village's ability based on the type of funds invested and the cash flow needs of those funds. At year-end, the Village does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Police Pension Fund

The Illinois Police Officers Pension Investment Fund (IPOPIF) is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate police pension funds. IPOPIF was created by Public Act 101-0610, and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds. Participation in IPOPIF by Illinois suburban and downstate police 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 comprehensive financial report. For additional information on IPOPIF's investments, please refer to their annual comprehensive financial report, which can be obtained from IPOPIF at 456 Fulton Street, Suite 402 Peoria, Illinois 61602 or at www.ipopif.org.

Deposits. The Fund retains all its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the Fund. The excess of available cash is required to be transferred to IPOPIF for purposes of the long-term investment for the Fund. At year-end, the carrying amount of the Fund's deposits totaled $1,208,474 and the bank balances totaled $1,210,431.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Fund's deposits may not be returned to it. The Fund's investment policy states that all deposits in excess of FDIC insurable limits be secured by collateral in order to protect deposits from default. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance.

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund – Continued

Investments. At year-end the Fund has $2,646,225 invested in IPOPIF. The pooled investments consist of the investments as noted in the target allocation table available at www.ipopif.org. Investments in IPOPIF are valued at IPOPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at year-end. The fund may redeem shares with a seven calendar day notice. IPOPIF may, at its sole discretion and based on circumstances, process redemption requests with fewer than a seven calendar day notice. Regular redemptions of the same amount on a particular day of the month may be arranged with IPOPIF.

Investment Policy. IPOPIF's current investment policy was adopted by the Board of Trustees on December 17, 2021. IPOPIF is authorized to invest in all investments allowed by Illinois Compiled Statutes (ILCS). The IPOPIF shall not be subject to any of the limitations applicable to investments of pension fund assets currently held by the transferor pension funds under Sections 1-113.1 through 1-113.12 or Article 3 of the Illinois Pension Code.

Rate of Return

For the year ended April 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 1.87%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for 2022 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by County Collector and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically.

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	$ 20,962,535	-	-	20,962,535
Contruction in Progress	142,088	177,012		319,100
	21,104,623	177,012	-	21,281,635
Depreciable Capital Assets				
Buildings and Improvements	118,304	-	-	118,304
Vehicles, Machinery and Equipment	2,414,719	326,138	93,654	2,647,203
Infrastructure	12,024,835	1,302,036	-	13,326,871
Leased Assets - Vehicles	-	85,113	-	85,113
	14,557,858	1,713,287	93,654	16,177,491
Less Accumulated Depreciation				
Buildings and Improvements	56,688	2,250	-	58,938
Vehicles, Machinery and Equipment	1,540,710	268,171	93,654	1,715,227
Infrastructure	3,553,654	317,755	-	3,871,409
Leased Assets - Vehicles	-	24,824	-	24,824
	5,151,052	613,000	93,654	5,670,398
Total Net Depreciable Capital Assets	9,406,806	1,100,287	-	10,507,093
Total Net Capital Assets	30,511,429	1,277,299	-	31,788,728

Depreciation expense was charged to governmental activities as follows:

General Government	$ 4,222
Highways and Streets	534,840
Police Protection	73,938
	613,000

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities

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

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	$ 1,201,448	-	-	1,201,448
Construction in Progress	537,177	763,269	-	1,300,446
	1,738,625	763,269	-	2,501,894
Depreciable Capital Assets				
Buildings and Improvements	28,847,129	20,305	-	28,867,434
Vehicles, Machinery and Equipment	1,403,146	409,270	-	1,812,416
Underground Water and Sewer Lines	35,776,843	62,752	-	35,839,595
	66,027,118	492,327	-	66,519,445
Less Accumulated Depreciation				
Buildings and Improvements	9,686,511	581,724	-	10,268,235
Vehicles, Machinery and Equipment	775,262	106,354	-	881,616
Underground Water and Sewer Lines	12,869,663	758,818	-	13,628,481
	23,331,436	1,446,896	-	24,778,332
Total Net Depreciable Capital Assets	42,695,682	(954,569)	-	41,741,113
Total Net Capital Assets	44,434,307	(191,300)	-	44,243,007

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

Water and Sewer	$ 1,446,896

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Balances

Interfund balances are advances in anticipation of receipts to cover temporary cash shortages and result from the time lag between when transactions are recorded in the accounting system and payments between funds are made. The composition of interfund balances as of the date of this report is as follows:

Receivable Fund	Payable Fund	Amount
General	Nonmajor Governmental	$ 12,140
General	Capital Improvements	28,590
General	Water and Sewer	701,125
Public Use	Tax Incremental Financing	370,000
Water and Sewer	Garbage	55,794
		1,167,649

Interfund Transfers

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount	
General	Garbage	$ 11,800	(1)
Nonmajor Governmental	Water and Sewer	33,565	(2)
		45,365	

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) move receipts restricted to debt service from the funds collecting the receipts to the Capital Bonds Fund as debt payments become due.

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

Installment Contracts

The Village enters into installment contracts to provide funds for the acquisition of capital assets. Installment contracts currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
Installment Contract of 2020 - Due in monthly installments of $3,984 including interest at 3.26% through March 20, 2025.	General	$ 137,011	-	44,000	93,011
Installment Contract of 2022A - Due in monthly installments of $848 to $926 including interest at 2.25% through February 28, 2026.	General	-	42,560	10,323	32,237
Installment Contract of 2022B - Due in monthly installments of $828 to $926 including interest at 2.25% through February 28, 2026.	General	-	42,553	10,321	32,232
		137,011	85,113	64,644	157,480

General Obligation Alternate Revenue Source Bonds

The Village issues bonds for which the Village pledges income derived from specific revenue sources to pay debt service. Alternate revenue source bonds further pledge the full faith and credit of the Village should the alternate revenue source be insufficient. Alternate revenue source bonds currently outstanding are as follows:

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Alternate Revenue Source Bonds – Continued

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation (Alternate Revenue Source) Refunding Bonds of 2012 - Due in annual installments of $95,000 to $340,000 plus interest of 2.00% - 2.75% through December 15, 2023.	General/ Capital Bonds	$ 108,267	-	56,700	51,567
	Water and Sewer	161,733	-	78,300	83,433
General Obligation (Alternate Revenue Source) Refunding Bonds of 2016 - Due in annual installments of $5,000 to $205,000 plus interest of 3.00% - 4.00% through December 15, 2028.	General	121,500	-	4,200	117,300
	Tax Increment Financing	908,500	-	25,800	882,700
		1,300,000	-	165,000	1,135,000

IEPA Loan

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

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
IEPA Loan of 2002 - Due in semi-annual installments of $129,550 including interest at 2.675% through November 15, 2023.	Water and Sewer	$ 501,324	-	247,332	253,992

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Certificates

The Village issues debt certificates to provide funds for the acquisition and construction of major capital facilities. Debt certificates have been issued for governmental activities. Debt certificates currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
Debt Certificates of 2021 - Due in annual installments of $26,701 plus interest at 2.25% through June 1, 2028.	General	$ 182,500	-	26,071	156,429

Asset Retirement Obligation

The Village has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon various water wells at the end of their estimated useful lives in accordance with federal, state, and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated remaining useful lives of the water wells are 78 to 86 years.

Legal Debt Margin

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

Assessed Valuation - 2022	$ 280,302,384
Legal Debt Limit - 8.625% of Assessed Value	24,176,081
Debt Certificates of 2021	156,429
Legal Debt Margin	24,019,652

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	$ 153,184	15,557	31,114	137,627	137,627
Net Pension Liability - Police Pension	3,939,946	474,485	-	4,414,431	-
Installment Contracts	137,011	85,113	64,644	157,480	66,568
General Obligation Alternate Revenue Source Bonds	1,138,267	-	86,700	1,051,567	81,567
Debt Certificates	182,500	-	26,071	156,429	26,071
	5,550,908	575,155	208,529	5,917,534	311,833
Business-Type Activities					
Compensated Absences	22,399	1,629	3,258	20,770	20,770
General Obligation Alternate Revenue Source Bonds	161,733	-	78,300	83,433	83,433
IEPA Loan	501,324	-	247,332	253,992	253,992
Asset Retirement Obligation	325,000	-	65,000	260,000	-
	1,010,456	1,629	393,890	618,195	358,195

For governmental activities, payments on the compensated absences, the net pension liability, the installment contracts, and the debt certificates are being made by the General Fund. The General Fund, the Capital Bonds Fund and the Tax Increment Financing Fund make payments on the general obligation alternate revenue source bonds.

For business-type activities, the Water and Sewer Fund makes payments on the compensated absences, the general obligation alternate revenue source bonds and the IEPA loan. The asset retirement obligation is liquidated by the Water Fund.

Noncommitment Debt – Special Service Area Bonds

Special service area bonds outstanding as of the date of this report totaled $13,325,000. These bonds are not an obligation of the government and are secured by the levy of an annual tax on the real property within the special service area. The government is in no way liable for repayment but is only acting as agent for the property owners in levying and collecting the tax and forwarding the collections to bondholders.

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

	Governmental Activities						Business-Type Activities			
	Installment Contracts		General Obligation Alternate Revenue Source Bonds		Debt Certificates		General Obligation Alternate Revenue Source Bonds		IEPA Loan	
Fiscal Year	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2024	$ 66,568	3,508	81,567	42,284	26,071	3,520	83,433	-	253,992	5,107
2025	69,145	929	185,000	35,100	26,071	2,941	-	-	-	-
2026	21,767	505	190,000	27,600	26,071	2,346	-	-	-	-
2027	-	-	190,000	20,000	26,071	1,760	-	-	-	-
2028	-	-	200,000	12,200	26,071	1,173	-	-	-	-
2029	-	-	205,000	4,100	26,071	588	-	-	-	-
Totals	157,480	4,942	1,051,567	141,284	156,429	12,328	83,433	-	253,992	5,107

FUND BALANCE CLASSIFICATIONS

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

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

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

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS – Continued

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

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

Minimum Fund Balance Policy. The Village's policy manual states that the General Fund should maintain a minimum fund balance equal to 10% of budgeted operating expenditures.

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

		Special Revenue	Capital Projects				
	General	Tax Increment Financing	Transportation Impact Fees	Public Use	Capital Improvements	Nonmajor	Totals
Fund Balances							
Nonspendable	$ 83,504	-	-	-	-	-	83,504
Restricted							
Police Impound Fees	7,639	-	-	-	-	-	7,639
E-Citation	2,495	-	-	-	-	-	2,495
Tree Replacement	61,974	-	-	-	-	-	61,974
Highways and Streets	-	-	1,436,503	-	33,432	1,224,308	2,694,243
Public Use	-	-	-	577,805	-	-	577,805
Subdivision Maintenance	-	-	-	-	-	35,220	35,220
Tourism	-	-	-	-	-	51,012	51,012
Debt Service	-	-	-	-	-	90,795	90,795
	72,108	-	1,436,503	577,805	33,432	1,401,335	3,521,183
Unassigned	2,694,926	(283,242)	-	-		(29,006)	2,382,678
Total Fund Balances	2,850,538	(283,242)	1,436,503	577,805	33,432	1,372,329	5,987,365

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET INVESTMENT IN CAPITAL ASSETS

Net investment in capital assets was comprised of the following as of April 30, 2023:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	$ 31,788,728
Less Capital Related Debt:	
Installment Contracts Payable	(157,480)
General Obligation (ARS) Bonds of 2012	(51,567)
General Obligation (ARS) Bonds of 2016	(1,000,000)
General Obligation Debt Certificates of 2021	(156,429)
Net Investment in Capital Assets	30,423,252
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	$ 44,243,007
Less Capital Related Debt:	
General Obligation (ARS) Bonds of 2012	(83,433)
IEPA Loan of 2002	(253,992)
Net Investment in Capital Assets	43,905,582

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

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

NOTE 4 – OTHER INFORMATION - Continued

CONTINGENT LIABILITIES

Litigation

From time to time, the Village is party to various pending claims and legal proceedings with respect to employment, civil rights, property taxes and other matters. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the Village attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the Village's financial position or results of operations.

Sales Tax Rebates

The Village has a sales tax rebate agreement which was designed to induce a vendor to locate and retain their business within the Village. The first agreement originating in 2000, covered point-of-sale transactions within the Village. The agreement has been amended from time to time with the latest amendment occurring in 2010. The 2010 amendment calls for a rebate of 50% of the sales tax receipts received by the Village starting with the first dollar. The sales tax rebate is payable to the vendor each year once the August sales tax remittance has been received by the Village from the State of Illinois. The Village has a second agreement which originated in 2018 and calls for a rebate of 50% of the sale tax receipts received by the Village, starting with the first dollar. The sales tax rebate is payable to the three vendors party to this agreement via an Escrow Agent. To date an Escrow Agent has not been named and no disbursements have made as of year-end. The Village has record $77,298 in sales tax rebate expenses in the General Fund in the current year. As of April 30, 2023, the amount due to the vendor is $210,502, recorded as a liability in the General Fund.

Grants

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, and the Police Pension Plan which is a single-employer pension plan. A separate report is issued for the Police Pension Plan and may be obtained by writing to the Village at 234 South State Street, PO Box 457, Hampshire, Illinois 60140. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

The aggregate amounts recognized for the two pension plans are:

	Net Pension Liability/ (Asset)	Deferred Outflows	Deferred Inflows	Pension Expense/ (Revenue)
IMRF	$ (142,687)	433,208	69,209	201,833
Police Pension	4,414,431	1,044,077	1,416,729	691,157
	4,271,744	1,477,285	1,485,938	892,990

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

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

- 3% of the original pension amount, or

- 1/2 of the increase in the Consumer Price Index of the original pension amount.

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Plan Membership. As of December 31, 2022, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	14
Inactive Plan Members Entitled to but not yet Receiving Benefits	15
Active Plan Members	19
Total	48

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended April 30, 2023, the Village's contribution was 2.92% of covered payroll.

Net Pension (Asset). The Village's net pension (asset) was measured as of December 31, 2022. The total pension liability used to calculate the net pension (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2022, using the following actuarial methods and assumptions:

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued. For nondisabled 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.

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

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	25.00%	4.90%
Domestic Equities	35.50%	6.50%
International Equities	18.00%	7.60%
Real Estate	10.50%	6.20%
Blended	9.50%	6.25% - 9.90%
Cash and Cash Equivalents	1.00%	4.00%

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	$ 348,761	(142,687)	(542,234)

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension (Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) (A) - (B)
Balances at December 31, 2021	$ 3,987,137	5,143,838	(1,156,701)
Changes for the Year:			
Service Cost	108,386	-	108,386
Interest on the Total Pension Liability	286,726	-	286,726
Difference Between Expected and Actual Experience of the Total Pension Liability	(82,747)	-	(82,747)
Changes of Assumptions	-	-	-
Contributions - Employer	-	38,107	(38,107)
Contributions - Employees	-	81,585	(81,585)
Net Investment Income	-	(664,799)	664,799
Benefit Payments, including Refunds of Employee Contributions	(172,982)	(172,982)	-
Other (Net Transfer)	-	(156,542)	156,542
Net Changes	139,383	(874,631)	1,014,014
Balances at December 31, 2022	4,126,520	4,269,207	(142,687)

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

For the year ended April 30, 2023, the Village recognized pension expense of $201,833. At April 30, 2023, the Village reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	$ 57,473	(63,553)	(6,080)
Change in Assumptions	-	(5,656)	(5,656)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	365,520	-	365,520
Total Pension Expense to be Recognized in Future Periods	422,993	(69,209)	353,784
Pension Contributions Made Subsequent to the Measurement Date	10,215	-	10,215
Total Deferred Amounts Related to IMRF	433,208	(69,209)	363,999

$10,215 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2024. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources
2024	$ (4,601)
2025	61,178
2026	97,153
2027	200,054
2028	-
Thereafter	-
Total	353,784

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan

Plan Descriptions

Plan Administration. The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At April 30, 2023, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	1
Inactive Plan Members Entitled to but not yet Receiving Benefits	4
Active Plan Members	15
Total	20

Benefits Provided. The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ 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 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 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 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at $106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs 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, 2023, the Village's contribution was 39.76% of covered payroll.

Concentrations. At year-end, the Pension Plan does not have any investments over 5 percent of the total net position restricted for benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2023, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Smoothed (5 Years)
Actuarial Assumptions	
Interest Rate	5.00%
Salary Increases	3.75% - 9.75%
Cost of Living Adjustments	2.25%
Inflation	2.25%

Mortality rates were based on the PubS-2010(A) Adjusted for Plan Status, Collar, and Illinois Public Pension Data, as Appropriate.

Discount Rate

The discount rate used to measure the total pension liability was 5.00%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Discount Rate Sensitivity

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

	1% Decrease (4.00%)	Current Discount Rate (5.00%)	1% Increase (6.00%)
Net Pension Liability	$ 6,120,159	4,414,431	3,084,330

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2022	$ 7,316,390	3,376,444	3,939,946
Changes for the Year:			
Service Cost	557,264	-	557,264
Interest on the Total Pension Liability	361,393	-	361,393
Changes of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience of the Total Pension Liability	197,519	-	197,519
Changes of Assumptions	-	-	-
Contributions - Employer	-	504,112	(504,112)
Contributions - Employees	-	108,534	(108,534)
Contributions - Other	-	50	(50)
Net Investment Income	-	65,957	(65,957)
Benefit Payments, including Refunds of Employee Contributions	(163,436)	(163,436)	-
Administrative Expense	-	(36,962)	36,962
Net Changes	952,740	478,255	474,485
Balances at April 30, 2023	8,269,130	3,854,699	4,414,431

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

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

For the year ended April 30, 2023, the Village recognized pension expense of $691,157. At April 30, 2023, the Village reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	$ 358,561	# (1,351,589)	(993,028)
Change in Assumptions	446,221	(65,140)	381,081
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	239,295	-	239,295
Total Deferred Amounts Related to Police Pension	1,044,077	(1,416,729)	(372,652)

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

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources
2024	$ 11,562
2025	(3,364)
2026	(26,446)
2027	(55,413)
2028	(78,046)
Thereafter	(220,945)
Total	(372,652)

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

The Village has evaluated its potential other post-employment benefits liability. Former employees who choose to retain their rights to health insurance through the Village are required to pay 100% of the current premium. However, there is no participation. As the Village provides no explicit benefit, and there is no participation, there is no material implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions*. Therefore, the Village has not recorded a liability as of April 30, 2023.

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule of Employer Contributions
  - Illinois Municipal Retirement Fund
  - Police Pension Fund

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

- Schedule of Investment Returns
  - Police Pension Fund

- Budgetary Comparison Schedule
  - General Fund
  - Tax Increment Financing - Special Revenue Fund

Notes to the Required Supplementary Information

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Employer Contributions
April 30, 2023

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	$ 22,680	$ 22,680	$ -	$ 533,645	4.25%
2017	17,491	17,491	-	586,761	2.98%
2018	21,539	21,539	-	632,999	3.40%
2019	17,892	17,892	-	701,731	2.55%
2020	15,763	15,763	-	847,182	1.86%
2021	36,020	36,020	-	1,019,918	3.53%
2022	40,133	40,133	-	1,090,310	3.68%
2023	36,912	36,912	-	1,262,100	2.92%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	21 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.85% - 13.75%, Including Inflation
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Police Pension Fund

Required Supplementary Information
Schedule of Employer Contributions
April 30, 2023

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	$ 208,600	$ 208,600	$ -	$ 855,320	24.39%
2016	186,085	187,000	915	802,621	23.30%
2017	198,691	200,000	1,309	856,700	23.35%
2018	190,291	200,000	9,709	884,543	22.61%
2019	200,658	215,000	14,342	868,836	24.75%
2020	276,739	277,000	261	955,972	28.98%
2021	295,328	300,000	4,672	1,048,820	28.60%
2022	647,752	647,752	-	1,086,050	59.64%
2023	661,922	504,112	(157,810)	1,267,917	39.76%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	17 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	3.25%
Investment Rate of Return	5.00%
Retirement Age	See the Notes to the Financial Statements
Mortality	Pub-2010 adjusted for plan status, demographics, and Illinois Public Pension data, as describded

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Changes in the Employer's Net Pension (Asset)
April 30, 2023

See Following Page

VILLAGE OF HAMPSHIRE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Changes in the Employer's Net Pension (Asset)
April 30, 2023

	12/31/2015	12/31/2016
Total Pension Liability		
Service Cost	$ 60,074	60,047
Interest	191,432	203,596
Differences Between Expected and Actual Experience	30,658	32,613
Changes of Assumptions	-	-
Benefit Payments, Including Refunds of Member Contributions	(118,436)	(121,474)
Net Change in Total Pension Liability	163,728	174,782
Total Pension Liability - Beginning	2,581,605	2,745,333
Total Pension Liability - Ending	2,745,333	2,920,115
Plan Fiduciary Net Position		
Contributions - Employer	$ 22,680	16,007
Contributions - Members	29,559	25,365
Net Investment Income	15,942	213,592
Benefit Payments, Including Refunds of Member Contributions	(118,436)	(121,474)
Administrative Expense	(88,769)	18,983
Net Change in Plan Fiduciary Net Position	(139,024)	152,473
Plan Net Position - Beginning	3,221,505	3,082,481
Plan Net Position - Ending	3,082,481	3,234,954
Employer's Net Pension (Asset)	$ (337,148)	(314,839)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	112.28%	110.78%
Covered Payroll	$ 533,645	563,656
Employer's Net Pension (Asset) as a Percentage of Covered Payroll	(63.18%)	(55.86%)

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

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

12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022
63,618	62,490	73,182	88,545	100,345	108,386
216,673	220,027	235,821	248,194	266,784	286,726
(12,862)	67,112	(1,658)	105,373	73,413	(82,747)
(93,507)	93,870	-	(28,354)	-	-
(125,892)	(131,391)	(128,293)	(160,437)	(166,031)	(172,982)
48,030	312,108	179,052	253,321	274,511	139,383
2,920,115	2,968,145	3,280,253	3,459,305	3,712,626	3,987,137
2,968,145	3,280,253	3,459,305	3,712,626	3,987,137	4,126,520
19,465	25,167	5,993	33,653	41,654	38,107
27,034	30,865	34,574	45,476	76,041	81,585
584,171	(206,886)	654,781	557,730	770,177	(664,799)
(125,892)	(131,391)	(128,293)	(160,437)	(166,031)	(172,982)
(36,712)	38,708	(28,954)	29,577	(81,586)	(156,542)
468,066	(243,537)	538,101	505,999	640,255	(874,631)
3,234,954	3,703,020	3,459,483	3,997,584	4,503,583	5,143,838
3,703,020	3,459,483	3,997,584	4,503,583	5,143,838	4,269,207
(734,875)	(179,230)	(538,279)	(790,957)	(1,156,701)	(142,687)
124.76%	105.46%	115.56%	121.30%	129.01%	103.46%
600,766	684,914	768,308	1,010,582	1,090,431	1,213,623
(122.32%)	(26.17%)	(70.06%)	(78.27%)	(106.08%)	(11.76%)

VILLAGE OF HAMPSHIRE, ILLINOIS

Police Pension Fund

Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
April 30, 2023

	4/30/2015	4/30/2016
Total Pension Liability		
Service Cost	$ 154,285	183,590
Interest	143,727	157,006
Change in Benefit Terms	-	-
Differences Between Expected and Actual Experience	(176,846)	(303,520)
Change of Assumptions	117,723	186,769
Benefit Payments, Including Refunds of Member Contributions	(35,131)	-
Net Change in Total Pension Liability	203,758	223,845
Total Pension Liability - Beginning	2,413,011	2,616,769
Total Pension Liability - Ending	2,616,769	2,840,614
Plan Fiduciary Net Position		
Contributions - Employer	$ 208,600	187,000
Contributions - Members	83,662	82,415
Contributions - Other	50	-
Net Investment Income	215	299
Benefit Payments, Including Refunds of Member Contributions	(35,131)	-
Administrative Expense	(5,449)	(7,555)
Net Change in Plan Fiduciary Net Position	251,947	262,159
Plan Net Position - Beginning	600,880	852,827
Plan Net Position - Ending	852,827	1,114,986
Employer's Net Pension Liability	$ 1,763,942	1,725,628
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	32.59%	39.25%
Covered Payroll	$ 855,320	802,621
Employer's Net Pension Liability as a Percentage of Covered Payroll	206.23%	215.00%

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

4/30/2017	4/30/2018	4/30/2019	4/30/2020	4/30/2021	4/30/2022	4/30/2023
173,052	193,433	254,642	269,484	437,092	445,908	557,264
170,016	189,057	171,357	203,716	325,280	329,068	361,393
-	-	-	2,738,836	-	-	-
91,838	(761,677)	268,220	(68,997)	(703,924)	(528,595)	197,519
(94,941)	746,010	(70,522)	117,801	-	-	-
(14,029)	(31,202)	(24,408)	(54,264)	(144,794)	(151,681)	(163,436)
325,936	335,621	599,289	3,206,576	(86,346)	94,700	952,740
2,840,614	3,166,550	3,502,171	4,101,460	7,308,036	7,221,690	7,316,390
3,166,550	3,502,171	4,101,460	7,308,036	7,221,690	7,316,390	8,269,130
200,000	200,000	215,000	277,000	300,000	647,752	504,112
83,612	86,757	90,191	92,505	100,347	368,015	108,534
-	-	-	-	-	-	50
385	10,624	30,293	29,950	3,344	2,080	65,957
(14,029)	(31,202)	(24,408)	(54,264)	(144,794)	(151,681)	(163,436)
(5,882)	(6,352)	(8,993)	(10,192)	(11,670)	(12,930)	(36,962)
264,086	259,827	302,083	334,999	247,227	853,236	478,255
1,114,986	1,379,072	1,638,899	1,940,982	2,275,981	2,523,208	3,376,444
1,379,072	1,638,899	1,940,982	2,275,981	2,523,208	3,376,444	3,854,699
1,787,478	1,863,272	2,160,478	5,032,055	4,698,482	3,939,946	4,414,431
43.55%	46.80%	47.32%	31.14%	34.94%	46.15%	46.62%
856,700	884,543	868,836	955,975	1,048,820	1,086,050	1,267,917
208.65%	210.65%	248.66%	526.38%	447.98%	362.78%	348.16%

VILLAGE OF HAMPSHIRE, ILLINOIS

Police Pension Fund

Required Supplementary Information
Schedule of Investment Returns
April 30, 2023

Fiscal Year	Annual Money-Weighted Rate of Return, Net of Investment Expense
2015	0.03%
2016	0.03%
2017	0.03%
2018	0.03%
2019	0.03%
2020	0.03%
2021	0.03%
2022	0.03%
2023	1.87%

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

VILLAGE OF HAMPSHIRE, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Revenues			
Taxes	$ 4,141,789	4,141,789	4,774,550
Intergovernmental	842,065	842,065	133,597
Charges for Services	635,883	635,883	407,212
Licenses and Permits	197,000	197,000	426,773
Fines and Forfeitures	92,500	92,500	104,265
Investment Income	2,043	2,043	55,544
Miscellaneous Income	257,000	257,000	302,226
Total Revenues	6,168,280	6,168,280	6,204,167
Expenditures			
General Government	1,759,159	1,759,159	1,452,171
Highways and Streets	1,113,798	1,113,798	1,204,416
Police Protection	2,746,259	2,746,259	2,855,863
Planning and Zoning	2,260	2,260	1,820
Debt Service			
Principal Retirement	227,338	227,338	107,615
Interest and Fiscal Charges	-	-	25,236
Total Expenditures	5,848,814	5,848,814	5,647,121
Excess (Deficiency) of Revenues Over (Under) Expenditures	319,466	319,466	557,046
Other Financing Sources (Uses)			
Debt Issuance	-	-	85,113
Disposal of Capital Assets	12,500	12,500	38,700
Transfers In	208,286	208,286	11,800
Transfers Out	(540,111)	(540,111)	-
	(319,325)	(319,325)	135,613
Net Change in Fund Balance	141	141	692,659
Fund Balance - Beginning			2,157,879
Fund Balance - Ending			2,850,538

VILLAGE OF HAMPSHIRE, ILLINOIS

Tax Increment Financing - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Property Taxes	$ 126,062	126,062	126,044
Investment Income	10	10	288
Total Revenues	126,072	126,072	126,332
Expenditures			
General Government			
Professional Services	2,500	2,500	1,470
Debt Service			
Principal Retirement	25,800	25,800	25,800
Interest and Fiscal Charges	34,916	34,916	34,916
Total Expenditures	63,216	63,216	62,186
Excess (Deficiency) of Revenues Over (Under) Expenditures	62,856	62,856	64,146
Other Financing Sources			
Transfers In	25,000	25,000	-
Net Change in Fund Balance	87,856	87,856	64,146
Fund Balance - Beginning			(347,388)
Fund Balance - Ending			(283,242)

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Enterprise Funds
- Budgetary Comparison Schedule – Fiduciary Funds
- Comprehensive Year-End Financial Report

INDIVIDUAL FUND SCHEDULES

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

Tax Increment Financing Fund

The Tax Increment Financing Fund is used to account for expenditures of incremental property taxes and sales tax generated in the designated downtown Tax Increment Financing area.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for the maintenance and construction of streets and roads as approved by the Illinois Department of Transportation.

Road and Bridge Fund

The Road and Bridge Fund is used to account for the revenues and expenditures associated with the maintenance of local roads. Revenue is provided through a tax levy.

Special Service Areas Fund

The Special Service Areas Fund is used to account for the revenues and expenditures used in the maintenance of various special service areas in the Village.

Hotel/Motel Tax Fund

The Hotel/Motel Tax Fund is used to account for the revenues and expenditures associated with the collection of the hotel/motel tax within the Village.

INDIVIDUAL FUND SCHEDULES

DEBT SERVICE FUND

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

Capital Bonds Fund

The Capital Bonds Fund is used to account for the proceeds of the 2006 Alternate Revenue Source Bonds to construct various Village improvements.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary Funds.

Transportation Impact Fees Fund

The Transportation Impact Fees Fund is used to account for the proceeds of transportation impact fees charged by the Village and the improvements funded by the fees.

Public Use Fund

The Public Use Fund is used to account for the proceeds of public use impact fees charged by the Village and the improvements funded by the fees.

Capital Improvements Fund

The Capital Improvements Fund is used to account for transfers from other funds for various construction projects.

TIF Revenue Bonds of 2009A/Tuscany Woods Line of Credit Fund

The TIF Revenue Bonds of 2009A/Tuscany Woods Line of Credit Fund is used for servicing projects related to the TIF Revenue Bonds of 2009A and the Tuscany Woods line of credit.

Equipment Replacement Fund

The Equipment Replacement Fund is used to account for the purchase of replacement vehicles for the Village fleet. Revenue is provided through excess funds.

Early Warning Impact Fees Fund

The Early Warning Impact Fees Fund is used to account for proceeds of early warning impact fees charged by the Village and the improvements funded by the fees.

INDIVIDUAL FUND SCHEDULES

ENTERPRISE FUNDS

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

Water and Sewer Fund

The Water and Sewer Fund is used to account for the provision of water and sewer services to the residents and businesses of the Village financed by user fees.

Garbage Fund

The Garbage Fund is used to account for the provision of solid waste services to the residents and businesses of the Village financed by user fees.

TRUST AND CUSTODIAL FUNDS

PENSION TRUST FUND

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the police force at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

CUSTODIAL FUND

Special Service Areas #13 and #14 Fund

The Spoecial Service Areas #13 and #14 Fund is used to account for the for the collection of taxes from special service areas #13 and #14 and related remittance to the bondholders.

VILLAGE OF HAMPSHIRE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Taxes			
Property Taxes	$ 1,182,481	1,182,481	1,192,047
Sales and Use Taxes	1,575,810	1,575,810	1,788,588
State Income Taxes	994,057	994,057	1,238,822
Utility Taxes	374,789	374,789	543,279
Cannabis Excise Taxes	14,652	14,652	11,814
	4,141,789	4,141,789	4,774,550
Intergovernmental			
Replacement Taxes	34,568	34,568	70,770
Grants	807,497	807,497	62,827
	842,065	842,065	133,597
Charges for Services	635,883	635,883	407,212
Licenses and Permits	197,000	197,000	426,773
Fines and Forfeitures	92,500	92,500	104,265
Investment Income	2,043	2,043	55,544
Miscellaneous Income	257,000	257,000	302,226
Total Revenues	6,168,280	6,168,280	6,204,167

VILLAGE OF HAMPSHIRE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
General Government			
Personal Services	$ 643,028	643,028	642,111
Contractual Services	509,631	509,631	678,021
Commodities	27,240	27,240	38,442
Other Expenditures	544,635	544,635	78,302
Capital Outlay	34,625	34,625	15,295
	1,759,159	1,759,159	1,452,171
Highways and Streets			
Personal Services	546,440	546,440	577,458
Contractual Services	396,500	396,500	275,781
Commodities	92,000	92,000	87,924
Capital Outlay	78,858	78,858	263,253
	1,113,798	1,113,798	1,204,416
Police Protection			
Personal Services	2,366,165	2,366,165	2,164,574
Contractual Services	269,594	269,594	302,395
Commodities	79,500	79,500	82,927
Capital Outlay	30,000	30,000	304,657
Other Expenditures	1,000	1,000	1,310
	2,746,259	2,746,259	2,855,863
Planning and Zoning			
Personal Services	2,260	2,260	1,820
Debt Service			
Principal Retirement	227,338	227,338	107,615
Interest and Fiscal Charges	-	-	25,236
	227,338	227,338	132,851
Total Expenditures	5,848,814	5,848,814	5,647,121

VILLAGE OF HAMPSHIRE, ILLINOIS

Transportation Impact Fees - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Revenues			
Charges for Services	$ 98,160	98,160	286,898
Expenditures			
Highways and Streets	-	-	21,570
Excess (Deficiency) of Revenues Over (Under) Expenditures	98,160	98,160	265,328
Other Financing (Uses)			
Transfers Out	(137,786)	(137,786)	-
Net Change in Fund Balance	(39,626)	(39,626)	265,328
Fund Balance - Beginning			1,171,175
Fund Balance - Ending			1,436,503

VILLAGE OF HAMPSHIRE, ILLINOIS

Public Use - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Revenues			
Charges for Services	$ 42,720	42,720	177,021
Investment Income	20	20	3,805
Total Revenues	42,740	42,740	180,826
Expenditures			
General Government	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	42,740	42,740	180,826
Other Financing (Uses)			
Transfers Out	(25,000)	(25,000)	-
Net Change in Fund Balance	17,740	17,740	180,826
Fund Balance - Beginning			396,979
Fund Balance - Ending			577,805

VILLAGE OF HAMPSHIRE, ILLINOIS

Capital Improvements - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Revenues			
Intergovernmental			
Grants	$ 1,123,241	1,123,241	1,242,044
Investment Income	5	5	202
Total Revenues	1,123,246	1,123,246	1,242,246
Expenditures			
General Government	500	500	7,512
Highways and Streets	1,123,241	1,123,241	1,314,837
Total Expenses	1,123,741	1,123,741	1,322,349
Net Change in Fund Balance	(495)	(495)	(80,103)
Fund Balance - Beginning			113,535
Fund Balance - Ending			33,432

VILLAGE OF HAMPSHIRE, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet
April 30, 2023

See Following Page

VILLAGE OF HAMPSHIRE, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet
April 30, 2023

	Special Revenue			
	Motor Fuel Tax	Road and Bridge	Special Service Areas	Hotel/ Motel Tax
ASSETS				
Cash and Investments	$ 1,069,785	168,894	43,109	51,012
Receivables - Net of Allowances				
Property Taxes	-	128,643	51,910	-
Other Taxes	27,239	-	-	-
Total Assets	1,097,024	297,537	95,019	51,012
LIABILITIES				
Accounts Payable	-	197,900	6,435	-
Accrued Payroll	-	-	1,454	-
Due to Other Funds	-	-	-	-
Total Liabilities	-	197,900	7,889	-
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	-	128,643	51,910	-
Total Liabilities and Deferred Inflows of Resources	-	326,543	59,799	-
FUND BALANCES				
Restricted	1,097,024	-	35,220	51,012
Unassigned	-	(29,006)	-	-
Total Fund Balances	1,097,024	(29,006)	35,220	51,012
Total Liabilities, Deferred Inflows of Resources and Fund Balances	1,097,024	297,537	95,019	51,012

Debt Service	Capital Projects			
Capital Bonds	TIF Revenue Bonds of 2009A/ Tuscany Woods Line of Credit	Equipment Replacement	Early Warning Impact Fees	Totals
102,935	60,910	66,303	4,621	1,567,569
-	-	-	-	180,553
-	-	-	-	27,239
102,935	60,910	66,303	4,621	1,775,361
-	-	4,550	-	208,885
-	-	-	-	1,454
12,140	-	-	-	12,140
12,140	-	4,550	-	222,479
-	-	-	-	180,553
12,140	-	4,550	-	403,032
90,795	60,910	61,753	4,621	1,401,335
-	-	-	-	(29,006)
90,795	60,910	61,753	4,621	1,372,329
102,935	60,910	66,303	4,621	1,775,361

VILLAGE OF HAMPSHIRE, ILLINOIS

Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended April 30, 2023

	Special Revenue			
	Motor Fuel Tax	Road and Bridge	Special Service Areas	Hotel/ Motel Tax
Revenues				
Taxes	$ -	122,365	50,511	28,095
Intergovernmental	345,575	6,103	-	-
Charges for Services	-	-	-	-
Investment Income	30,788	532	339	144
Total Revenues	376,363	129,000	50,850	28,239
Expenditures				
General Government	-	-	-	25,000
Highways and Streets	118,621	206,270	74,481	-
Debt Service				
Principal Retirement	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
Total Expenditures	118,621	206,270	74,481	25,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	257,742	(77,270)	(23,631)	3,239
Other Financing Sources				
Transfers In	-	-	-	-
Net Change in Fund Balances	257,742	(77,270)	(23,631)	3,239
Fund Balances - Beginning	839,282	48,264	58,851	47,773
Fund Balances - Ending	1,097,024	(29,006)	35,220	51,012

Debt Service	Capital Projects			
Capital Bonds	TIF Revenue Bonds of 2009A/ Tuscany Woods Line of Credit	Equipment Replacement	Early Warning Impact Fees	Totals
-	-	-	-	200,971
-	-	-	-	351,678
-	-	-	5,941	5,941
1,028	-	267	-	33,098
1,028	-	267	5,941	591,688
-	-	-	-	25,000
-	-	53,858	9,969	463,199
44,000	-	-	-	44,000
1,705	-	-	-	1,705
45,705	-	53,858	9,969	533,904
(44,677)	-	(53,591)	(4,028)	57,784
33,565	-	-	-	33,565
(11,112)	-	(53,591)	(4,028)	91,349
101,907	60,910	115,344	8,649	1,280,980
90,795	60,910	61,753	4,621	1,372,329

VILLAGE OF HAMPSHIRE, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	$ 309,563	309,563	284,471
REBUILD Allotments	61,104	61,104	61,104
Investment Income	150	150	30,788
Total Revenues	370,817	370,817	376,363
Expenditures			
Highways and Streets	149,736	149,736	118,621
Net Change in Fund Balance	221,081	221,081	257,742
Fund Balance - Beginning			839,282
Fund Balance - Ending			1,097,024

VILLAGE OF HAMPSHIRE, ILLINOIS

Road and Bridge - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Property Taxes	$ 121,626	121,626	122,365
Intergovernmental			
Replacement Taxes	-	-	6,103
Investment Income	5	5	532
Total Revenues	121,631	121,631	129,000
Expenditures			
Highways and Streets	154,850	154,850	206,270
Net Change in Fund Balance	(33,219)	(33,219)	(77,270)
Fund Balance - Beginning			48,264
Fund Balance - Ending			(29,006)

VILLAGE OF HAMPSHIRE, ILLINOIS

Special Service Areas - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Property Taxes	$ 52,038	52,038	50,511
Investment Income	15	15	339
Total Revenues	52,053	52,053	50,850
Expenditures			
Highways and Streets	46,670	46,670	74,481
Net Change in Fund Balance	5,383	5,383	(23,631)
Fund Balance - Beginning			58,851
Fund Balance - Ending			35,220

VILLAGE OF HAMPSHIRE, ILLINOIS

Hotel/Motel Tax - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Hotel/Motel Tax	$ 24,000	24,000	28,095
Investment Income	5	5	144
Total Revenues	24,005	24,005	28,239
Expenditures			
General Government	25,000	25,000	25,000
Net Change in Fund Balance	(995)	(995)	3,239
Fund Balance - Beginning			47,773
Fund Balance - Ending			51,012

VILLAGE OF HAMPSHIRE, ILLINOIS

Equipment Replacement - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Revenues			
Investment Income	$ 15	15	267
Expenditures			
Highways and Streets	140,000	140,000	53,858
Excess (Deficiency) of Revenues Over (Under) Expenditures	(139,985)	(139,985)	(53,591)
Other Financing Sources			
Transfers In	30,000	30,000	-
Net Change in Fund Balance	(109,985)	(109,985)	(53,591)
Fund Balance - Beginning			115,344
Fund Balance - Ending			61,753

VILLAGE OF HAMPSHIRE, ILLINOIS

Early Warning Impact Fees - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Revenues			
Charges for Services	$ 2,300	2,300	5,941
Expenditures			
Highways and Streets	-	-	9,969
Net Change in Fund Balance	2,300	2,300	(4,028)
Fund Balance - Beginning			8,649
Fund Balance - Ending			4,621

VILLAGE OF HAMPSHIRE, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services	$ 3,491,257	3,491,257	2,833,520
Operating Expenses			
Operations			
Water Department	1,191,070	1,191,070	804,967
Sewer Department	1,203,860	1,203,860	814,945
Water Reconstruction	1,386,805	1,386,805	44,592
System Improvements	175,150	175,150	72,980
Depreciation and Amortization	-	-	1,504,142
Total Operating Expenses	3,956,885	3,956,885	3,241,626
Operating (Loss)	(465,628)	(465,628)	(408,106)
Nonoperating Revenues (Expenses)			
Tap On Fees	25,765	25,765	21,339
Investment Income	4	4	1,929
ARPA Grants	346,305	346,305	362,755
Other Income	-	-	144
Interest and Fiscal Charges	(341,589)	(341,589)	(12,159)
	30,485	30,485	374,008
Income Before Capital Grants and Transfers	(435,143)	(435,143)	(34,098)
Capital Grants	852,500	852,500	637,664
Transfers In	-	-	-
Transfers Out	(490,865)	(490,865)	(33,565)
	361,635	361,635	604,099
Change in Net Position	(73,508)	(73,508)	570,001
Net Position - Beginning			46,579,979
Net Position - Ending			47,149,980

VILLAGE OF HAMPSHIRE, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Operations			
Water Department			
Personal Services	$ 225,678	225,678	241,938
Contractual Services	743,877	743,877	396,324
Commodities	158,015	158,015	128,618
Miscellaneous	63,500	63,500	38,087
	1,191,070	1,191,070	804,967
Sewer Department			
Personal Services	260,220	260,220	268,565
Contractual Services	774,120	774,120	406,028
Commodities	66,500	66,500	87,332
Miscellaneous	103,020	103,020	53,020
	1,203,860	1,203,860	814,945
Total Operations	2,394,930	2,394,930	1,619,912
Water Reconstruction	1,386,805	1,386,805	44,592
System Improvements			
Water Department	175,150	175,150	72,980
Depreciation and Amortization			
Water Department	-	-	574,353
Sewer Department	-	-	929,789
Total Depreciation and Amortization	-	-	1,504,142
Total Operating Expenses	3,956,885	3,956,885	3,241,626

VILLAGE OF HAMPSHIRE, ILLINOIS

Garbage - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget Original	Budget Final	Actual
Operating Revenues			
Charges for Services	$ 687,937	687,937	678,992
Operating Expenses			
Operations			
Garbage Department	653,400	653,400	652,983
Income before Transfers	34,537	34,537	26,009
Transfers Out	(11,800)	(11,800)	(11,800)
Change in Net Position	22,737	22,737	14,209
Net Position - Beginning			64,517
Net Position - Ending			78,726

VILLAGE OF HAMPSHIRE, ILLINOIS

Police Pension - Pension Trust Fund

Schedule of Changes in Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Additions			
Contributions - Employer	$ 504,112	504,112	504,112
Contributions - Plan Members	120,416	120,416	108,534
Contributions - Other	-	-	50
Total Contributions	624,528	624,528	612,696
Investment Income			
Net Change in Fair Value	-	-	45,007
Interest Earned	10,000	10,000	23,234
	10,000	10,000	68,241
Less Investment Expenses	-	-	(2,284)
Net Investment Income	10,000	10,000	65,957
Total Additions	634,528	634,528	678,653
Deductions			
Administration	18,505	18,505	36,962
Benefits and Refunds	53,844	53,844	163,436
Total Deductions	72,349	72,349	200,398
Change in Fiduciary Net Position	562,179	562,179	478,255
Net Position Restricted for Pensions			
Beginning			3,376,444
Ending			3,854,699

VILLAGE OF HAMPSHIRE, ILLINOIS

Special Service Areas #13 and #14 - Custodial Fund

Schedule of Changes in Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2023

	Budget		
	Original	Final	Actual
Additions			
Property Taxes	$ 1,144,196	1,144,196	1,144,204
Investment Income	175	175	54,454
Total Additions	1,144,371	1,144,371	1,198,658
Deductions			
Professional Services	38,000	38,000	24,784
Debt Service			
Principal Retirement	670,000	670,000	670,000
Interest and Fiscal Charges	491,961	491,961	491,961
Total Deductions	1,199,961	1,199,961	1,186,745
Change in Fiduciary Net Position	(55,590)	(55,590)	11,913
Net Position Restricted for Individuals, Organizations, and Other Governments			
Beginning			1,607,780
Ending			1,619,693

VILLAGE OF HAMPSHIRE, ILLINOIS

Consolidated Year-End Financial Report
April 30, 2023

CSFA #	Program Name	State	Federal	Other	Totals
420-00-0505	Grants Management Program	$ 196,370	-	-	196,370
420-00-1867	Installation and/or Replacement of Utilities	441,295	-	-	441,295
420-75-1638	Community Development Block Grant Revolving Loan Fund Closeout Program	-	929,435	-	929,435
	Other Grant Programs and Activities	-	732,301	3,390	735,691
	Totals	637,665	1,661,736	3,390	2,302,791

SUPPLEMENTAL SCHEDULES

VILLAGE OF HAMPSHIRE, ILLINOIS

Schedule of Tax Data - Last Ten Tax Levy Years
April 30, 2023

See Following Page

VILLAGE OF HAMPSHIRE, ILLINOIS

Schedule of Tax Data - Last Ten Tax Levy Years
April 30, 2023

	2013	2014	2015
Assessed Valuation	$ 142,583,995	138,815,939	146,693,736
Tax Rates by Fund			
General	0.3462	0.3626	0.3454
Police Protection	0.0920	0.1037	0.1571
Special Revenue Funds			
Audit	0.0173	0.0144	0.0130
Liability	0.0541	0.0588	0.0326
Illinois Municipal Retirement	0.0212	0.0284	0.0130
Social Security	0.0154	0.0203	0.0137
Total Tax Rates	0.5463	0.5883	0.5748
Tax Extension by Fund			
General	$ 493,570	503,366	506,663
Police Protection	131,202	143,948	230,388
Special Revenue Funds			
Audit	24,710	20,058	19,120
Liability	77,166	81,639	47,799
Illinois Municipal Retirement	30,261	39,400	19,120
Social Security	22,028	28,230	20,077
Total Tax Extensions	778,936	816,640	843,166
Total Collections - All Funds			
Levy Collections through April 30	$ 764,121	806,718	831,279
Percent Collected	98.10%	98.78%	98.59%

Note: The 2022 levy is not collected until fiscal year 2024.

2016	2017	2018	2019	2020	2021	2022
170,980,247	186,537,007	200,118,875	218,284,064	234,759,552	254,688,311	280,302,384
0.2943	0.2803	0.2769	0.2727	0.2923	0.2809	0.2672
0.1757	0.1750	0.1778	0.1720	0.1709	0.1663	0.1711
0.0114	0.0127	0.0099	0.0096	0.0103	0.0099	0.0054
0.0286	0.0211	0.0209	0.0189	0.0085	0.0119	0.0137
0.0014	0.0071	0.0067	0.0019	0.0019	0.0032	0.0034
0.0120	0.0111	0.0102	0.0099	0.0062	0.0059	0.0054
0.5234	0.5072	0.5024	0.4850	0.4901	0.4780	0.4662
503,226	522,776	554,175	595,261	686,120	715,371	749,100
300,383	326,490	355,843	375,449	401,129	423,590	479,547
19,545	23,603	19,770	20,955	24,220	25,156	15,145
48,859	39,337	41,813	41,256	20,058	30,186	38,365
2,445	13,278	13,344	4,147	4,564	8,051	9,592
20,521	20,652	20,412	21,610	14,522	15,093	15,145
894,979	946,134	1,005,357	1,058,678	1,150,613	1,217,446	1,306,893
875,235	934,533	997,044	1,053,834	1,129,555	1,192,047	-
97.79%	98.77%	99.17%	99.54%	98.17%	97.91%	0.00%

VILLAGE OF HAMPSHIRE, ILLINOIS

Schedule of Water/Sewer Data
April 30, 2023

Number of Water Users	3,057
Water Rate per 1,000 Gallons	$ 5.27
Number of Sewer Users	3,076
Sewer Rate per 1,000 Gallons	$ 6.57
Sewer User Billing Charge per Billing	$ 1.00
Capital Improvements per Billing	$ 20.00

VILLAGE OF HAMPSHIRE, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2020
April 30, 2023

Date of Issue	March 18, 2020
Date of Maturity	March 20, 2025
Authorized Issue	$220,000
Interest Rate	3.26%
Principal Maturity and Interest Dates	Monthly
Payable at	Resource Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	$ 45,456	2,352	47,808
2025	47,555	253	47,808
	93,011	2,605	95,616

VILLAGE OF HAMPSHIRE, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2022A
April 30, 2023

Date of Issue	March 31,2022
Date of Maturity	February 28, 2026
Authorized Issue	$50,341
Interest Rate	2.25%
Principal Maturity and Interest Dates	Monthly
Payable at	Enterprise Fleet Management

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	$ 10,557	578	11,135
2025	10,795	338	11,133
2026	10,885	254	11,139
	32,237	1,170	33,407

VILLAGE OF HAMPSHIRE, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2022B
April 30, 2023

Date of Issue	March 31, 2022
Date of Maturity	February 28, 2026
Authorized Issue	$44,696
Interest Rates	2.25%
Principal Maturity and Interest Dates	Monthly
Payable at	Enterprise Fleet Management

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	$ 10,555	578	11,133
2025	10,795	338	11,133
2026	10,882	251	11,133
	32,232	1,167	33,399

VILLAGE OF HAMPSHIRE, ILLINOIS

Long-Term Debt Requirements

General Obligation (Alternate Revenue Source) Refunding Bonds of 2012
April 30, 2023

Date of Issue	December 20, 2012
Date of Maturity	December 15, 2023
Authorized Issue	$2,555,000
Interest Rates	2.00% to 2.75%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Bank of New York Mellon

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	$ 135,000	7,223	142,223

VILLAGE OF HAMPSHIRE, ILLINOIS

Long-Term Debt Requirements

General Obligation (Alternate Revenue Source) Refunding Bonds of 2016
April 30, 2023

Date of Issue	April 7, 2016
Date of Maturity	December 15, 2028
Authorized Issue	$1,175,000
Interest Rates	3.00% to 4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Bank of New York Mellon

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	$ 30,000	39,250	69,250
2025	185,000	35,100	220,100
2026	190,000	27,600	217,600
2027	190,000	20,000	210,000
2028	200,000	12,200	212,200
2029	205,000	4,100	209,100
	1,000,000	138,250	1,138,250

VILLAGE OF HAMPSHIRE, ILLINOIS

Long-Term Debt Requirements

IEPA Loan of 2002
April 30, 2023

Date of Issue	April 18, 2002
Date of Maturity	November 15, 2023
Authorized Issue	$3,993,045
Interest Rate	2.675%
Interest Dates	May 15 and November 15
Principal Maturity Date	May 15 and November 15
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	$ 253,992	5,107	259,099

VILLAGE OF HAMPSHIRE, ILLINOIS

Long-Term Debt Requirements

General Obligation Debt Certificates of 2021
April 30, 2023

Date of Issue	July 15, 2021
Date of Maturity	June 1, 2028
Authorized Issue	$182,500
Interest Rate	2.25%
Interest Dates	December 1 and June 1
Principal Maturity Date	December 1 and June 1
Payable at	Heartland Bank and Trust Company

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	$ 26,071	3,520	29,591
2025	26,071	2,941	29,013
2026	26,071	2,346	28,418
2027	26,071	1,760	27,831
2028	26,071	1,173	27,245
2029	26,071	588	26,660
	156,429	12,328	168,757