

VILLAGE OF MELROSE PARK, ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2024

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VILLAGE OF MELROSE PARK, ILLINOIS

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FINANCIAL SECTION

This section includes:

Independent Auditor's Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

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INDEPENDENT AUDITOR'S REPORT

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



INDEPENDENT AUDITOR'S REPORT

July 24, 2025

The Honorable Mayor
Members of the Board of Trustees
Village of Melrose Park, 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Melrose Park (the Village), Illinois, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Melrose Park, Illinois, as of December 31, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village, 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 and other post-employment benefit (OPEB) schedules, 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 Melrose Park, 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 July 24, 2025, on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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

VILLAGE OF MELROSE PARK, ILLINOIS

Management's Discussion and Analysis

December 31, 2024

This Management's Discussion and Analysis (MD&A) provides the reader with a narrative overview and analysis of the overall financial position and results of operations for the year ended December 31, 2024 for the Village of Melrose Park (the Village), Illinois. Please read it in conjunction with the transmittal letter, which can be found in the introductory section of this report, and the Village's financial statements, which can be found in the basic financial statements section of this report.

FINANCIAL HIGHLIGHTS

- At the close of the fiscal year as of December 31, 2024, liabilities and deferred inflows of the Village exceeded the total assets and deferred outflows by \$10,580,142. This amount represents net position. During the year, government-wide revenues totaled \$116,092,084, while expenses totaled \$91,646,123, resulting in an increase of net position of \$24,445,961.
- The Village's net position at December 31, 2024 increased as a result of this year's operations. Net position of business-type activities increased by \$1,610,067, or 3.6 percent and net position of the governmental activities increased by \$22,835,894 or 38.9 percent. The primary contributing factor for the increase in business-type activities net position was the valuation of pension and other post-employment benefits. Increases in intergovernmental revenue were primarily responsible for an increase to Governmental Activities net position.
- The Village's net position as of December 31, 2024 totaled \$10,580,142 which includes \$87,926,490 net investment in capital assets and \$31,954,803 subject to external restrictions. The net investment in capital assets increased by \$2,251,913 as a result of the Village's continued efforts to improve capital infrastructure, while paying down long-term debt.
- Total governmental funds reported combined ending fund balance of \$90,201,751 of which \$57,731,972 is unassigned and available for spending at the Village's discretion. The unassigned fund balance increased \$2,120,447 due largely to a surplus within the General Fund as described below.
- The General Fund reported a surplus this year of \$1,002,391, resulting in ending fund balance of \$59,728,139, an increase of 1.7 percent. This surplus was largely due to increases in revenues such as intergovernmental revenues (sales tax and home rule sales tax), there was also \$2.22 million in ARPA revenue recognized in the current year. At the end of the fiscal year, the unassigned fund balance for the General Fund was \$58,081,231 or 85.6 percent of total expenditures and transfers for the fiscal year and approximately 86.2 percent of fiscal year 2024 budgeted expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

The MD&A serves as an introduction to the Village's basic financial statements that are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. Government-wide financial statements provide information on the finances of the Village as a whole and present a long-term view of the Village's finances. Fund financial statements tell how the Village's activities were financed in the short-term as well as what remains for future spending. They also report in greater detail than the government wide statements. Together, these statements allow for in-depth comparison of the Village's financial activities, and for comparison with the financial state of other governments. The notes to the financial statements provide additional information essential to a full understanding of the basic financial statements. This annual report also contains supplementary information required by Governmental Accounting Standards Board (GASB).

VILLAGE OF MELROSE PARK, ILLINOIS

Management's Discussion and Analysis

December 31, 2024

OVERVIEW OF THE FINANCIAL STATEMENTS - Continued

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 private-sector business. The financial statements' focus is on both the Village as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to-government) and enhance the Village's accountability.

The *Statement of Net Position* reports information on all of the Village's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two 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 infrastructure, is needed to assess the overall health of the Village.

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, public safety, highways and streets, refuse, culture and recreation, Hispanic liaison center, and community development. The business-type activities of the Village include water and sewer operations.

The Village includes one separate legal entity in its report. The Melrose Park Public Library is presented as a discretely presented component unit. Although legally separate, this "component unit" is important because the Village is financially accountable for it. Financial information for the component unit is reported separately from the financial information presented for the primary government itself.

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. Fund financial statements provide more detailed information about the Village's most significant funds, rather than about the Village as a whole. 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.

VILLAGE OF MELROSE PARK, ILLINOIS

Management's Discussion and Analysis

December 31, 2024

OVERVIEW OF THE FINANCIAL STATEMENTS - Continued

Fund Financial Statements - Continued

Governmental Funds - Continued: 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 ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Mid-Metro TIF, and Senior First TIF which are considered major funds. Data from the other seven nonmajor governmental funds are combined into a single, aggregated presentation.

The Village adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison statement for these funds is provided to demonstrate compliance with this budget.

Proprietary Funds: The Village maintains two different types of proprietary funds: enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements, only in more detail. The Village does not maintain internal service funds.

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, which is considered to be a major fund 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'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 funding of I.M.R.F. and Police and Firefighters' pension obligations to provide retirement benefits to its employees, and post-employment retirement benefit obligations. In addition, schedules of budgetary comparison schedules for funds is also presented.

VILLAGE OF MELROSE PARK, ILLINOIS

Management’s Discussion and Analysis

December 31, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table represents the net position as of December 31, 2024. Net position serves over time as a useful indicator of a government’s financial position. The following tables show that assets/deferred outflows exceeded liabilities/deferred inflows by \$10,580,142.

	Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	12/31/24	12/31/23	12/31/24	12/31/23	12/31/24	12/31/23
Current and Other Assets	\$ 116,531,113	108,237,828	22,290,849	19,050,085	138,821,962	127,287,913
Capital Assets	66,948,115	66,716,622	34,174,312	34,990,237	101,122,427	101,706,859
Total Assets	183,479,228	174,954,450	56,465,161	54,040,322	239,944,389	228,994,772
Deferred Outflows	15,051,597	13,314,450	2,577,134	2,914,476	17,628,731	16,228,926
Total Assets and Deferred Outflows	198,530,825	188,268,900	59,042,295	56,954,798	257,573,120	245,223,698
Long-Term Debt	191,277,391	192,749,619	7,827,744	8,576,872	199,105,135	201,326,491
Other Liabilities	9,719,446	11,873,805	3,071,376	2,042,342	12,790,822	13,916,147
Total Liabilities	200,996,837	204,623,424	10,899,120	10,619,214	211,895,957	215,242,638
Deferred Inflows	33,417,386	42,364,768	1,679,635	1,482,111	35,097,021	43,846,879
Total Liabilities and Inflows	234,414,223	246,988,192	12,578,755	12,101,325	246,992,978	259,089,517
Net Position						
Net Investment in						
Capital Assets	53,752,178	50,684,340	34,174,312	34,990,237	87,926,490	85,674,577
Restricted	31,893,868	25,329,004	60,935	—	31,954,803	25,329,004
Unrestricted (Deficit)	(121,529,444)	(134,732,636)	12,228,293	9,863,236	(109,301,151)	(124,869,400)
Total Net Position	(35,883,398)	(58,719,292)	46,463,540	44,853,473	10,580,142	(13,865,819)

A portion of the Village’s net position, \$87,926,490 reflects its investment in capital assets (for example, land, construction in progress, improvements other than buildings, buildings, machinery and equipment), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens. 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, \$31,954,803 of the Village’s net position represents resources that are subject to external restrictions on how they may be used. The remaining \$109,301,151, represents unrestricted (deficit) net position and may be used to meet the government’s ongoing obligations to citizens and creditors.

VILLAGE OF MELROSE PARK, ILLINOIS

Management's Discussion and Analysis

December 31, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

	Change in Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	12/31/24	12/31/23	12/31/24	12/31/23	12/31/24	12/31/23
Revenues						
Program Revenues						
Charges for Services	\$ 7,321,825	7,255,212	34,240,531	30,759,089	41,562,356	38,014,301
Operating Grants/Contributions	3,687,327	1,166,994	459,372	—	4,146,699	1,166,994
Capital Grants/Contributions	210,856	39,244	—	154,940	210,856	194,184
General Revenues						
Property	27,027,001	27,823,268	—	—	27,027,001	27,823,268
Sales	26,918,877	22,987,590	—	—	26,918,877	22,987,590
Telecommunications	307,243	394,360	—	—	307,243	394,360
Amusement	513,710	461,298	—	—	513,710	461,298
Other Taxes	2,227,407	2,240,854	—	—	2,227,407	2,240,854
State Income Tax	4,210,865	3,960,401	—	—	4,210,865	3,960,401
Replacement Tax	2,171,679	3,612,058	—	—	2,171,679	3,612,058
State Gaming Revenue	849,306	739,742	—	—	849,306	739,742
ARPA	2,227,857	1,133,843	—	—	2,227,857	1,133,843
Other General Revenues	3,700,749	2,650,558	17,479	5,184,074	3,718,228	7,834,632
Total Revenues	81,374,702	74,465,422	34,717,382	36,098,103	116,092,084	110,563,525
Expenses						
General Government	4,160,749	10,489,673	—	—	4,160,749	10,489,673
Public Safety	31,538,117	26,157,103	—	—	31,538,117	26,157,103
Highways and Streets	11,133,801	6,021,442	—	—	11,133,801	6,021,442
Refuse	2,524,480	2,368,604	—	—	2,524,480	2,368,604
Culture and Recreation	2,997,552	2,925,572	—	—	2,997,552	2,925,572
Hispanic Liaison Center	253,425	206,108	—	—	253,425	206,108
Community Development	5,348,423	5,796,650	—	—	5,348,423	5,796,650
Interest on Long-Term Debt	582,261	1,110,627	—	—	582,261	1,110,627
Water and Sewer	—	—	33,107,315	26,841,252	33,107,315	26,841,252
Total Expenses	58,538,808	55,075,779	33,107,315	26,841,252	91,646,123	81,917,031
Change in Net Position	22,835,894	19,389,643	1,610,067	9,256,851	24,445,961	28,646,494
Net Position - Beginning	(58,719,292)	(78,108,935)	44,853,473	35,596,622	(13,865,819)	(42,512,313)
Net Position - Ending	(35,883,398)	(58,719,292)	46,463,540	44,853,473	10,580,142	(13,865,819)

VILLAGE OF MELROSE PARK, ILLINOIS

Management's Discussion and Analysis

December 31, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Net position of the Village's governmental activities increased by 38.9 percent (deficit \$35,883,398 for December 31, 2024 compared to deficit \$58,719,292 for December 31, 2023). Net position of business-type activities increased by 3.6 percent (\$46,463,540 for December 31, 2024 compared to \$44,853,473 for December 31, 2023).

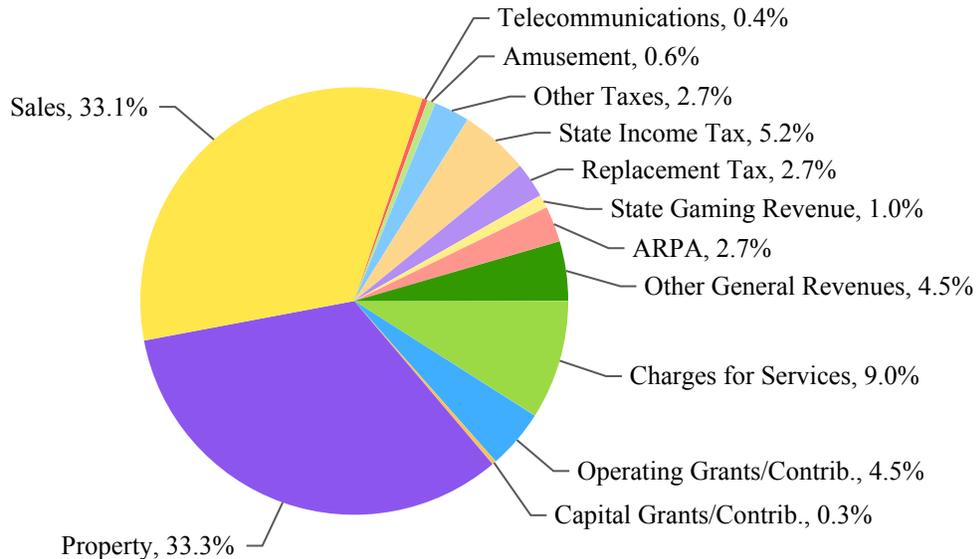
Revenues for governmental activities totaled \$81,374,702, while the cost of all governmental functions totaled \$58,538,808. This results in a surplus of \$22,835,894. For December 31, 2023, revenues of \$74,465,422 exceeded expenses of \$55,075,779, resulting in a surplus of \$19,389,643.

Governmental Activities

The surplus for December 31, 2024 was due in large part to significant increases for revenues including sales taxes increasing by \$3.9 million. Food and Beverage tax revenue continued to trend upward (approximately \$265 thousand). In Fiscal Year 2024, the Village also recognized \$2,227,857 in ARPA revenues. The Village also had an increase in grant revenues (\$3.0 million) due to projects funded by DCEO. Another large reason for the increase is a \$934 thousand increase in interest income due to increased activity in investment accounts for the Village. The remainder of the increase is due to increases in revenues overall, not attributed to a specific source.

The following chart graphically depicts the major revenue sources of the Village. The Village relies most heavily on property taxes and sales taxes. The chart also clearly identifies the less significant percentage the Village receives from income taxes.

Revenue by Source - Governmental Activities



VILLAGE OF MELROSE PARK, ILLINOIS

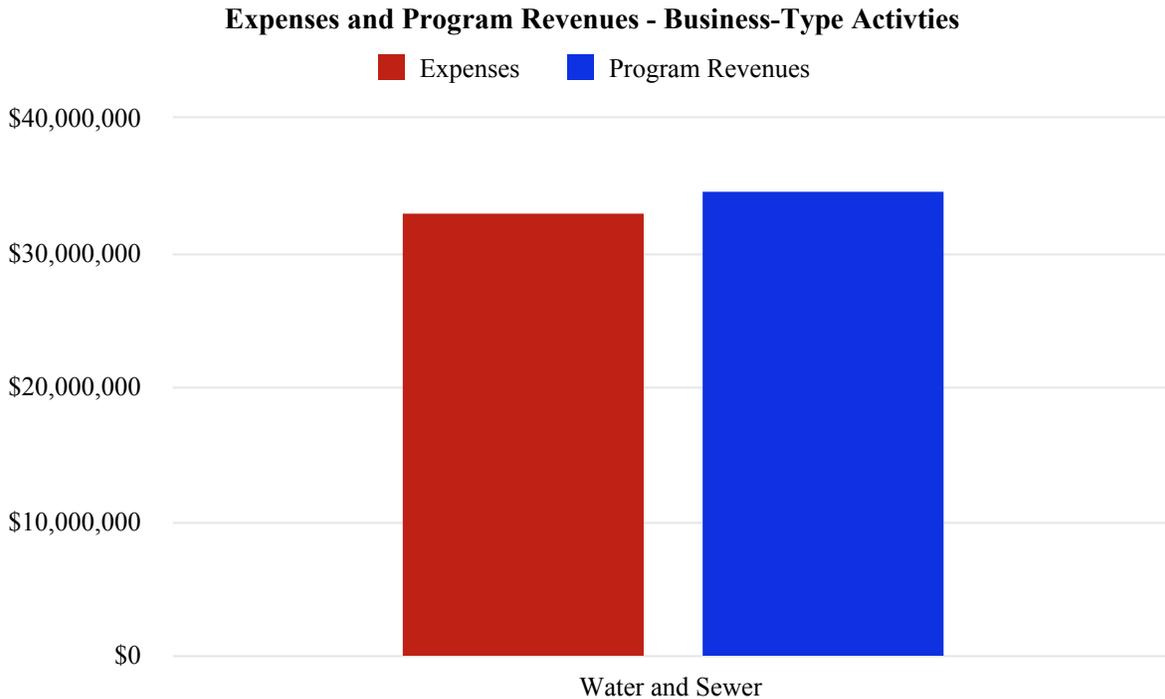
Management’s Discussion and Analysis
December 31, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Business-Type Activities

Business-Type activities posted total revenues of \$34,717,382, while the cost of all business-type activities totaled \$33,107,315. This results in a surplus of \$1,610,067. For December 31, 2023, revenues of \$36,098,103 exceed expenses of \$26,841,252, resulting in a surplus of \$1,610,067. The surplus for December 31, 2024 was due to revenues in the water and sewer fund coming in under budget by \$0.9 million along with expenses coming in \$2.8 million under budget. This was primarily due to operation expenses coming in \$2.9 million under budget. Some of the projects that were budgeted for in the water transmission department did not incur expense in the fiscal year 2024.

This graph compares program revenues to expenses for the water and sewer.



VILLAGE OF MELROSE PARK, ILLINOIS

Management's Discussion and Analysis

December 31, 2024

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, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The Village's governmental funds reported combining ending fund balances of \$90,201,751, which is \$8,435,980, or 10.3 percent, greater than last year's total of \$81,765,771. Of the \$90,201,751 total, \$57,731,972, or approximately 64.0 percent, of the fund balance constitutes unassigned fund balance.

The General Fund is the chief operating fund of the Village. As mentioned earlier, the General Fund reported an increase in fund balance for the year of \$1,002,391, or 1.7 percent. This surplus was largely due to the increase of intergovernmental revenues, APRA revenues, and grant revenues related to large construction projects within the General Fund.

At December 31, 2024, unassigned fund balance in the General Fund was \$58,081,231, which represents 97.2 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 85.6 percent of total General Fund expenditures and transfers.

The Mid-Metro TIF Fund reported an increase in fund balance of \$1,940,597. This surplus is mainly due to property tax and rental receipts being higher than debt and development expenditures for the year.

The Senior First TIF Fund had an increase in fund balance of \$1,373,767. This surplus is mainly due to property tax and rental receipts being higher than development expenditures for the year.

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 and accounts for operations of the water distribution system and sewer system.

The Water and Sewer Fund has a surplus in the current fiscal year was \$1,610,067, due to operating expenses came in below budget by \$2,848,985, largely due to water purchases being lower than expected, coming in at \$19,469 under budget. Unrestricted net position in the Water Fund totaled \$12,228,293 at December 31, 2024.

VILLAGE OF MELROSE PARK, ILLINOIS

Management’s Discussion and Analysis

December 31, 2024

GENERAL FUND BUDGETARY HIGHLIGHTS

The Board of Trustees made no budget amendments to the General Fund during the year. General Fund actual revenues for the year totaled \$68,810,767, compared to budgeted revenues of \$68,946,245. Revenues for all functions were higher than budgeted except for intergovernmental, licenses, and miscellaneous which were under budget by \$7,044,377, \$509,442, and \$64,766 respectively.

The General Fund actual expenditures for the year were \$640,354 lower than budgeted (\$66,756,246 actual compared to \$67,396,600 budgeted). Utilities were under budget by \$1.9 million largely due to the Village's efforts in updating contracts for telephone services and technology that is more cost effective.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village’s investment in capital assets for its governmental and business type activities as of December 31, 2024 was \$101,122,427 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, construction in progress, improvements other than buildings, buildings, machinery and equipment, vehicles, and infrastructure.

	Capital Assets - Net of Depreciation					
	Governmental		Business-Type		Totals	
	Activities	Activities	Activities	Activities	Totals	Totals
	12/31/24	12/31/23	12/31/24	12/31/23	12/31/24	12/31/23
Land	\$ 27,571,249	27,312,846	699,347	699,347	28,270,596	28,012,193
Land Improvements	—	—	12,479	12,479	12,479	12,479
Construction in Progress	1,515,568	1,508,602	—	—	1,515,568	1,508,602
Improvements Other than Buildings	5,862,643	5,848,273	—	—	5,862,643	5,848,273
Buildings	11,491,544	11,029,943	676,408	702,150	12,167,952	11,732,093
Machinery and Equipment	946,648	1,021,694	494,355	538,351	1,441,003	1,560,045
Vehicles	2,893,874	2,908,577	114,042	131,233	3,007,916	3,039,810
Infrastructure	16,666,589	17,086,687	32,177,681	32,906,677	48,844,270	49,993,364
Totals	66,948,115	66,716,622	34,174,312	34,990,237	101,122,427	101,706,859

VILLAGE OF MELROSE PARK, ILLINOIS

Management’s Discussion and Analysis

December 31, 2024

CAPITAL ASSETS AND DEBT ADMINISTRATION - Continued

Capital Assets - Continued

This year’s major additions included:

Land	\$ 258,403
Construction in Progress	152,941
Improvements Other than Buildings	158,230
Buildings	794,978
Machinery and Equipment	93,802
Vehicles	526,785
Infrastructure	<u>132,417</u>
	<u><u>2,117,556</u></u>

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 long-term debt outstanding in the total of \$202,352,778. The amount outstanding as compared to the previous year was \$206,787,936 a decrease of \$4,435,158. The debt administration discussion covers seven main types of debt reported by the Village’s financial statements: bonds payable, claims payable, interest payable on capital appreciation bonds, loans payable, line of credit, the total OPEB liability, and net pension liability. Bonds and loans payable decreased due to the payment of scheduled principal maturities during the year. The other significant changes in long term debt were the decrease in the net pension liabilities due to increased funding of the pension plans as well as plan changes that affected the valuation of OPEB.

	Long-Term Liabilities Outstanding					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	12/31/24	12/31/23	12/31/24	12/31/23	12/31/24	12/31/23
General Obligation Bonds	\$ 12,830,000	15,646,250	—	—	12,830,000	15,646,250
Loans Payable	116,667	5,167,812	—	—	116,667	5,167,812
Claims Payable	910,896	981,873	125,680	131,370	1,036,576	1,113,243
Net Pension Liability/(Asset)	121,959,494	120,913,293	—	—	121,959,494	120,913,293
Total OPEB Liability	58,582,297	57,068,535	7,827,744	6,878,803	66,410,041	63,947,338
	<u>194,399,354</u>	<u>199,777,763</u>	<u>7,953,424</u>	<u>7,010,173</u>	<u>202,352,778</u>	<u>206,787,936</u>

See Note 3 for a detailed description of the Village’s long-term liabilities.

VILLAGE OF MELROSE PARK, ILLINOIS

Management's Discussion and Analysis

December 31, 2024

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village is presently marketing the Village and working with developers to encourage new development. The Village is located in an Illinois enterprise zone and has the advantages of several incentive packages to industry that help keep it competitive as compared to other industrial locations. Also, the Village has approved a number of tax increment financing districts and economic incentive agreements within the Village's boundaries. Other factors bearing on the Village's future are real estate tax objections/refunds, increases in water rates charges and inflation.

REQUESTS FOR INFORMATION

This financial report is designed provide citizens, customers, investors and creditors and for all those with an interest in the government's finances, a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Business Office, Village of Melrose Park, 1000 North 25th Avenue, Melrose Park, Illinois 60160.

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 Fund
- 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 MELROSE PARK, ILLINOIS

Statement of Net Position

December 31, 2024

See Following Page

VILLAGE OF MELROSE PARK, ILLINOIS

**Statement of Net Position
December 31, 2024**

	Primary Government			Component
	Governmental Activities	Business-Type Activities	Totals	Unit Melrose Park Public Library
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 87,042,514	17,489,490	104,532,004	59,951
Receivables - Net of Allowances	29,408,501	4,181,186	33,589,687	996,967
Internal Balances	(392,139)	392,139	—	—
Prepays	439,367	167,099	606,466	—
Total Current Assets	116,498,243	22,229,914	138,728,157	1,056,918
Noncurrent Assets				
Capital Assets				
Nondepreciable	29,086,817	711,826	29,798,643	333,332
Depreciable	72,794,621	56,148,499	128,943,120	1,227,993
Accumulated Depreciation	(34,933,323)	(22,686,013)	(57,619,336)	(905,014)
Total Capital Assets	66,948,115	34,174,312	101,122,427	656,311
Other Assets				
Net Pension Asset - IMRF	32,870	60,935	93,805	—
Total Noncurrent Assets	66,980,985	34,235,247	101,216,232	656,311
Total Assets	183,479,228	56,465,161	239,944,389	1,713,229
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Items - IMRF	867,388	1,674,721	2,542,109	—
Deferred Items - Police Pension	4,561,974	—	4,561,974	—
Deferred Items - Firefighters' Pension	3,127,982	—	3,127,982	—
Deferred Items - RBP	6,494,253	902,413	7,396,666	—
Total Deferred Outflows of Resources	15,051,597	2,577,134	17,628,731	—
Total Assets and Deferred Outflows of Resources	198,530,825	59,042,295	257,573,120	1,713,229

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

	Primary Government			Component
	Governmental	Business-Type	Totals	Unit
	Activities	Activities		Melrose Park Public Library
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 3,276,431	2,671,236	5,947,667	38,556
Accrued Payroll	332,179	—	332,179	—
Accrued Interest Payable	19,812	—	19,812	—
Insurance Claims Payable	212,691	125,680	338,371	34,667
Due to Other Governments	452,203	—	452,203	104,030
Other Payables	2,150,921	—	2,150,921	959,136
Current Portion of Long-Term Debt	3,275,209	274,460	3,549,669	—
Total Current Liabilities	9,719,446	3,071,376	12,790,822	1,136,389
Noncurrent Liabilities				
Net Pension Liability - Police Pension	56,888,461	—	56,888,461	—
Net Pension Liability - Firefighters' Pension	65,071,033	—	65,071,033	—
Total OPEB Liability - RBP	56,607,088	7,827,744	64,434,832	—
General Obligation Bonds Payable - Net	11,905,937	—	11,905,937	—
Loans Payable	106,667	—	106,667	—
Insurance Claims Payable	698,205	—	698,205	—
Total Noncurrent Liabilities	191,277,391	7,827,744	199,105,135	—
Total Liabilities	200,996,837	10,899,120	211,895,957	1,136,389
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	17,620,929	—	17,620,929	—
Grants	2,251,138	—	2,251,138	—
Deferred Items - IMRF	91,123	168,928	260,051	—
Deferred Items - Police Pension	1,185,483	—	1,185,483	—
Deferred Items - Firefighters' Pension	1,396,851	—	1,396,851	—
Deferred Items - RBP	10,871,862	1,510,707	12,382,569	—
Total Deferred Inflows of Resources	33,417,386	1,679,635	35,097,021	—
Total Liabilities and Deferred Inflows of Resources	234,414,223	12,578,755	246,992,978	1,136,389
NET POSITION				
Net Investment in Capital Assets	53,752,178	34,174,312	87,926,490	656,311
Restricted				
Illinois Municipal Retirement	32,870	60,935	93,805	—
Fire Protection	1,035,706	—	1,035,706	—
Crossing Guards	22,233	—	22,233	—
Highways and Streets	4,337,252	—	4,337,252	—
Community Development	22,955,748	—	22,955,748	—
Debt Service	3,510,059	—	3,510,059	—
Unrestricted (Deficit)	(121,529,444)	12,228,293	(109,301,151)	(79,471)
Total Net Position	(35,883,398)	46,463,540	10,580,142	576,840

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

VILLAGE OF MELROSE PARK, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2024

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/Contributions	Capital Grants/Contributions
Governmental Activities				
General Government	\$ 4,160,749	3,384,893	2,400,558	—
Public Safety	31,538,117	3,233,241	184,583	—
Highways and Streets	11,133,801	—	1,102,186	210,856
Refuse	2,524,480	—	—	—
Culture and Recreation	2,997,552	—	—	—
Hispanic Liaison Center	253,425	—	—	—
Community Development	5,348,423	703,691	—	—
Interest on Long-Term Debt	582,261	—	—	—
Total Governmental Activities	58,538,808	7,321,825	3,687,327	210,856
Business-Type Activities				
Water and Sewer	33,107,315	34,240,531	459,372	—
Total Primary Government	91,646,123	41,562,356	4,146,699	210,856
Component Unit				
Melrose Park Public Library	880,350	—	36,822	—

General Revenues
 Taxes
 Property
 Sales
 Telecommunications
 Amusement
 Other Taxes
 Intergovernmental - Unrestricted
 State Income Tax
 Replacement Tax
 State Gaming Revenue
 ARPA
 Interest Income
 Miscellaneous

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			
Governmental Activities	Primary Government		Component Unit Melrose Park Public Library
	Business-Type Activities	Totals	
1,624,702	—	1,624,702	—
(28,120,293)	—	(28,120,293)	—
(9,820,759)	—	(9,820,759)	—
(2,524,480)	—	(2,524,480)	—
(2,997,552)	—	(2,997,552)	—
(253,425)	—	(253,425)	—
(4,644,732)	—	(4,644,732)	—
(582,261)	—	(582,261)	—
(47,318,800)	—	(47,318,800)	—
—	1,592,588	1,592,588	—
(47,318,800)	1,592,588	(45,726,212)	—
—	—	—	(843,528)
27,027,001	—	27,027,001	948,298
26,918,877	—	26,918,877	—
307,243	—	307,243	—
513,710	—	513,710	—
2,227,407	—	2,227,407	—
4,210,865	—	4,210,865	—
2,171,679	—	2,171,679	—
849,306	—	849,306	—
2,227,857	—	2,227,857	—
1,478,095	17,479	1,495,574	—
2,222,654	—	2,222,654	6,098
70,154,694	17,479	70,172,173	954,396
22,835,894	1,610,067	24,445,961	110,868
(58,719,292)	44,853,473	(13,865,819)	465,972
(35,883,398)	46,463,540	10,580,142	576,840

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

VILLAGE OF MELROSE PARK, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2024

	<u>General</u>
ASSETS	
Cash and Investments	\$ 56,609,043
Receivables - Net of Allowances	
Property Taxes	17,695,054
Utility Taxes	273,811
Other Receivables	6,775,813
Due from Other Governments	3,860,601
Advances to Other Funds	149,602
Prepays	439,367
Total Assets	<u>85,803,291</u>
LIABILITIES	
Accounts Payable	3,162,207
Accrued Payroll	332,179
Insurance Claims Payable	212,691
Deposits Payable	452,203
Other Payables	2,150,921
Advances from Other Funds	392,139
Total Liabilities	<u>6,702,340</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	17,317,351
Grants	2,055,461
Total Deferred Inflows of Resources	<u>19,372,812</u>
Total Liabilities and Deferred Inflows of Resources	<u>26,075,152</u>
FUND BALANCES	
Nonspendable	588,969
Restricted	1,057,939
Unassigned	58,081,231
Total Fund Balances	<u>59,728,139</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>85,803,291</u>

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

Special Revenue			
Mid-Metro TIF	Senior First TIF	Nonmajor	Totals
8,132,119	27,138	22,274,214	87,042,514
—	—	303,578	17,998,632
—	—	—	273,811
—	—	—	6,775,813
—	—	499,644	4,360,245
—	333,159	143,750	626,511
—	—	—	439,367
8,132,119	360,297	23,221,186	117,516,893
86,516	400	27,308	3,276,431
—	—	—	332,179
—	—	—	212,691
—	—	—	452,203
—	—	—	2,150,921
37,022	8,480	581,009	1,018,650
123,538	8,880	608,317	7,443,075
—	—	303,578	17,620,929
—	—	195,677	2,251,138
—	—	499,255	19,872,067
123,538	8,880	1,107,572	27,315,142
—	—	—	588,969
8,008,581	351,417	22,462,873	31,880,810
—	—	(349,259)	57,731,972
8,008,581	351,417	22,113,614	90,201,751
8,132,119	360,297	23,221,186	117,516,893

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

VILLAGE OF MELROSE PARK, ILLINOIS

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

December 31, 2024

Total Governmental Fund Balances	\$ 90,201,751
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.	66,948,115
A net pension asset is not considered to represent a financial resources and therefore is not reported in the funds. Net Pension Asset - IMRF	32,870
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	776,265
Deferred Items - Police Pension	3,376,491
Deferred Items - Firefighters' Pension	1,731,131
Deferred Items - RBP	(4,377,609)
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	(56,888,461)
Net Pension Liability - Firefighters' Pension	(65,071,033)
Total OPEB Liability - RBP	(58,582,297)
Insurance Claims Payable	(698,205)
General Obligation Bonds Payable - Net	(13,195,937)
Loans Payable	(116,667)
Accrued Interest Payable	(19,812)
Net Position of Governmental Activities	<u><u>(35,883,398)</u></u>

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

VILLAGE OF MELROSE PARK, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2024**

See Following Page

VILLAGE OF MELROSE PARK, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2024

	<u>General</u>
Revenues	
Taxes	\$ 47,412,150
Intergovernmental	12,044,848
Licenses and Permits	2,505,358
Charges for Services	2,672,230
Fines and Forfeitures	1,440,546
Interest Income	1,046,401
Miscellaneous	1,689,234
Total Revenues	<u>68,810,767</u>
Expenditures	
General Government	6,243,027
Public Safety	36,636,145
Highways and Streets	9,879,670
Refuse	2,524,480
Culture and Recreation	2,782,422
Hispanic Liaison Center	252,019
Community Development	3,328,550
Debt Service	
Principal Retirement	5,051,145
Interest and Fiscal Charges	58,788
Total Expenditures	<u>66,756,246</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,054,521</u>
Other Financing Sources (Uses)	
Disposal of Capital Assets	47,000
Transfers In	—
Transfers Out	(1,099,130)
	<u>(1,052,130)</u>
Net Change in Fund Balances	1,002,391
Fund Balances - Beginning	<u>58,725,748</u>
Fund Balances - Ending	<u><u>59,728,139</u></u>

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

Special Revenue			
Mid-Metro TIF	Senior First TIF	Nonmajor	Totals
3,059,995	1,559,502	4,962,591	56,994,238
—	—	1,313,042	13,357,890
—	—	—	2,505,358
703,691	—	—	3,375,921
—	—	—	1,440,546
212,928	10,457	208,309	1,478,095
—	—	533,420	2,222,654
3,976,614	1,569,959	7,017,362	81,374,702
—	196,192	102,345	6,541,564
—	—	—	36,636,145
—	—	570,365	10,450,035
—	—	—	2,524,480
—	—	—	2,782,422
—	—	—	252,019
420,751	—	1,568,955	5,318,256
—	—	2,816,250	7,867,395
—	—	554,618	613,406
420,751	196,192	5,612,533	72,985,722
3,555,863	1,373,767	1,404,829	8,388,980
—	—	—	47,000
—	—	3,053,916	3,053,916
(1,615,266)	—	(339,520)	(3,053,916)
(1,615,266)	—	2,714,396	47,000
1,940,597	1,373,767	4,119,225	8,435,980
6,067,984	(1,022,350)	17,994,389	81,765,771
8,008,581	351,417	22,113,614	90,201,751

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

VILLAGE OF MELROSE PARK, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities - Governmental Activities
For the Fiscal Year Ended December 31, 2024**

Net Change in Fund Balances - Total Governmental Funds \$ 8,435,980

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	1,985,139
Depreciation Expense	(1,732,245)
Disposals - Cost	(156,661)
Disposals - Accumulated Depreciation	135,260

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	786,180
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The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.

Change in Deferred Items - IMRF	(287,010)
Change in Deferred Items - Police Pension	3,758,406
Change in Deferred Items - Firefighters' Pension	965,293
Change in Deferred Items - RBP	3,623,398

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	(982,695)
Change in Net Pension Liability - Firefighters' Pension	(63,506)
Change in Total OPEB Liability - RBP	(1,513,762)
Debt Retirement	7,887,490
Change in Claims Payable	(16,423)

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.

11,050

Changes in Net Position of Governmental Activities

22,835,894

VILLAGE OF MELROSE PARK, ILLINOIS

Statement of Net Position - Proprietary Funds

December 31, 2024

See Following Page

VILLAGE OF MELROSE PARK, ILLINOIS

Statement of Net Position - Proprietary Fund
December 31, 2024

	Business-Type Activities
	Enterprise
	Water and Sewer
ASSETS	
Current Assets	
Cash and Investments	\$ 17,489,490
Receivables - Net of Allowances	
Accounts	4,181,186
Advances to Other Funds	392,139
Prepays	167,099
Total Current Assets	<u>22,229,914</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	711,826
Depreciable	56,148,499
Accumulated Depreciation	(22,686,013)
Total Capital Assets	<u>34,174,312</u>
Other Assets	
Net Pension Assets - IMRF	60,935
Total Noncurrent Assets	<u>34,235,247</u>
Total Assets	<u>56,465,161</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	1,674,721
Deferred Items - RBP	902,413
Total Deferred Outflows of Resources	<u>2,577,134</u>
Total Assets and Deferred Outflows of Resources	<u>59,042,295</u>

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

	Business-Type Activities
	Enterprise
	Water and Sewer
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 2,671,236
Insurance Claims Payable	125,680
Current Portion of Long-Term Debt	274,460
Total Current Liabilities	<u>3,071,376</u>
Noncurrent Liabilities	
Total OPEB Liability - RBP	<u>7,827,744</u>
Total Liabilities	<u>10,899,120</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Items - IMRF	168,928
Deferred Items - RBP	<u>1,510,707</u>
Total Deferred Inflows of Resources	<u>1,679,635</u>
Total Liabilities and Deferred Inflows of Resources	<u>12,578,755</u>
NET POSITION	
Investment in Capital Assets	34,174,312
Restricted	60,935
Unrestricted	<u>12,228,293</u>
Total Net Position	<u><u>46,463,540</u></u>

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

VILLAGE OF MELROSE PARK, ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Fund
For the Fiscal Year Ended December 31, 2024

	Business-Type Activities
	Enterprise
	Water and Sewer
Operating Revenues	
Charges for Services	\$ 33,372,507
Revenue from Change in IMRF Plan	868,024
Total Operating Revenues	<u>34,240,531</u>
Operating Expenses	
Operations	32,158,973
Depreciation	948,342
Total Operating Expenses	<u>33,107,315</u>
Operating Income	<u>1,133,216</u>
Nonoperating Revenues	
Interest Income	17,479
Grants	459,372
	<u>476,851</u>
Change in Net Position	1,610,067
Net Position - Beginning	<u>44,853,473</u>
Net Position - Ending	<u><u>46,463,540</u></u>

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

VILLAGE OF MELROSE PARK, ILLINOIS

**Statement of Cash Flows - Proprietary Fund
For the Fiscal Year Ended December 31, 2024**

	Business-Type Activities
	Enterprise
	Water and Sewer
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 32,487,079
Payments to Suppliers	(28,571,559)
Payments to Employees	(1,411,915)
	<u>2,503,605</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of Capital Assets	<u>(132,417)</u>
Cash Flows from Investing Activities	
Interest Income	<u>17,479</u>
Net Change in Cash and Cash Equivalents	2,388,667
Cash and Cash Equivalents - Beginning	<u>15,100,823</u>
Cash and Cash Equivalents - Ending	<u><u>17,489,490</u></u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	1,133,216
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities:	
Depreciation Expense	948,342
Other Income (Expense)	459,372
(Increase) Decrease in Current Assets	(2,212,824)
Increase (Decrease) in Current Liabilities	<u>2,175,499</u>
Net Cash Provided by Operating Activities	<u><u>2,503,605</u></u>

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

VILLAGE OF MELROSE PARK, ILLINOIS

Statement of Fiduciary Net Position

December 31, 2024

	<u>Pension Trust</u>
ASSETS	
Cash and Cash Equivalents	\$ 15,207,971
Investments	
Illinois Police Officers' Pension Investment Fund	38,609,570
Illinois Firefighters' Pension Investment Fund	35,739,138
Prepays	<u>7,295</u>
Total Assets	<u>89,563,974</u>
LIABILITIES	
Accounts Payable	<u>5,070</u>
NET POSITION	
Net Position Restricted	<u><u>89,558,904</u></u>

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

VILLAGE OF MELROSE PARK, ILLINOIS

Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended December 31, 2024

	Pension Trust
Additions	
Contributions	
Employer	\$ 11,001,523
Plan Members	1,210,115
Total Contributions	<u>12,211,638</u>
Investment Earnings	
Interest Earned	3,292,468
Net Change in Fair Value	4,207,678
	<u>7,500,146</u>
Less Investment Expenses	(59,483)
Net Investment Income	<u>7,440,663</u>
Total Additions	<u>19,652,301</u>
Deductions	
Administration	120,964
Benefits and Refunds	10,992,765
Total Deductions	<u>11,113,729</u>
Change in Fiduciary Net Position	8,538,572
Net Position Restricted for Pensions	
Beginning	<u>81,020,332</u>
Ending	<u><u>89,558,904</u></u>

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

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Melrose Park, Illinois (the Village) was incorporated in 1894. The Village is a home-rule municipality, under the 1970 Illinois Constitution, located in Cook County, Illinois. The Village operates under a Mayor-Trustee form of government and provides the following services as authorized by its charter: public safety (police and fire protection), highways and streets, sanitation (water and sewer), health and social services, public improvements, planning and zoning, senior programs, recreation center and general administrative services.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). 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 are two fiduciary component units that are required to be included in the financial statements of the Village as pension trust funds and there are one discretely component unit 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 Mayor, 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.

Firefighters' Pension Employees Retirement System

The Village's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of those employees and is governed by a five-member pension board, with two members appointed by the Village Mayor, two elected from active participants of the Fund, and one elected from the retired members of the Fund. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining FPERS 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 FPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's sworn firefighters. The FPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the FPERS.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

REPORTING ENTITY - Continued

Discretely Presented Component Unit

Discretely presented component units are separate legal entities that meet the component unit criteria but do not meet the criteria for blending.

Melrose Park Public Library

The government-wide financial statements include the Melrose Park Public Library (the Library) as a component unit. The Library is a legally separate organization. The Board of the Library is separate from that of the Village. However, because it is fiscally dependent on the Village for approval of its budget and tax levy and because it poses a financial burden on the Village, the Library is presented as a component unit. As a component unit, the Library's financial statements have been presented as a discrete column in the financial statements. The information presented is for the fiscal year ended December 31, 2024. The Library does not issue separate financial statements.

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 public safety, highways and streets, refuse, culture and recreation, Hispanic liaison center, community development, and general government services are classified as governmental activities. The Village's water and sewer 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 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, public safety, highways and streets, refuse, culture and recreation, Hispanic liaison center, community development, etc.). The functions are supported by general government revenues (property taxes, sales taxes, telecommunication taxes, utility taxes, amusement taxes, certain intergovernmental revenues, interest income, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use, or directly benefit from foods, 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.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Government-Wide Statements - Continued

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, intergovernmental revenues, charges for services, etc.).

The Village does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

This government-wide focus is more 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.

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 comprise 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.

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 may electively add 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 a 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 or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

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 accounts for all revenues and expenditures of the Village which are not accounted for in other funds. The General Fund is a major fund.

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 eight special revenue funds. The Mid-Metro TIF Fund, a major fund, is used to account for the accumulation of resources for, and the payment of expenditures within the boundaries of the Mid-Metro TIF District. The Senior First TIF Fund, also a major fund, is used to account for the accumulation of resources for, and the payment of expenditures within the boundaries of the Senior First TIF District. Per the terms of the 1992 Project Use Agreement.

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

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 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 one major enterprise fund. The Water and Sewer Fund is used to account for operations of the water distribution system and sewer system.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

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 accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's police force. The Firefighters' Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's Fire Department.

The Village's pension trust funds are presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party (pension participants) 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.

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 the "economic resources" measurement focus is the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, 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, utility taxes, hotel/motel taxes, fines, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

All proprietary funds and pension trust 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 and of the Village’s internal service 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 and internal service 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.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/ NET POSITION

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 generally 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.

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 charges for services as their major receivables.

Prepays

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. Prepays are valued at cost, which approximates market. The costs of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased.

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 are 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. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/ NET POSITION - Continued

Capital Assets

Capital assets purchased or acquired with an original cost of more than \$10,000 for infrastructure assets and \$10,000 for all other capital assets, 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. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are 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 bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at acquisition 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:

Improvements Other than Buildings	20 - 50 Years
Buildings	25 - 50 Years
Machinery and Equipment	5 - 40 Years
Vehicles	10 - 40 Years
Infrastructure	25 - 100 Years

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.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/ NET POSITION - Continued

Long-Term Obligations - Continued

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 expenditures.

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 legislation.

Unrestricted - All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

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.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Annual budgets are adopted on a basis consistent with generally accepted accounting principles. Budget amounts are as originally adopted by the Board of Trustees. All annual budgeted amounts lapse at fiscal year-end.

Prior to December 31, the Village Comptroller submits to the Village Board a proposed operating budget for the fiscal year commencing January 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to December 31, the budget is legally enacted through passage of an ordinance. Formal budgetary integration is employed as a management control device during the year of the general fund and special revenue funds.

No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. The appropriated budget is prepared by fund, function, and department. The Village Comptroller is authorized to transfer budget amounts between departments within any fund; however, the Village Board must approve revisions that alter the total expenditures of any fund.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had excess of actual expenditures over budget for the fiscal year:

Fund	Excess
Chicago Ave and Superior TIF	\$ 18,950
Ruby Street TIF	420,661

The Village controls expenditures at the department level. Some individual departments experienced expenditures which exceeded appropriations. The detail of those items can be found in the Village's year-end budget to actual report. The Chicago Ave and Superior TIF and the Ruby Street TIF Funds were funded by other TIF Funds as the TIFs are contiguous.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

DEFICIT FUND BALANCES

The following fund had deficit fund balance as of the date of this report:

Fund	Deficit
25th and North TIF	\$ 349,259

Historically, expenditures exceeded revenues, mainly due to the increased debt service payments belonging to the TIF. Shortfalls are covered by other TIF funds as TIFs are contiguous.

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 except the pension trust 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.

Permitted Deposits and Investments - Illinois Statutes authorizes 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, and commercial paper rated within the three highest classifications by at least two standard rating services.

Village

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$79,022,624 and the bank balances totaled \$107,944,938.

Investments. The Village has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Treasury Bonds	\$ 5,429,695	4,528,851	900,844	—	—
U.S Agency Bonds	997,682	—	997,682	—	—
Corporate Bonds	7,124,898	4,908,855	2,216,043	—	—
Municipal Bonds	11,957,105	5,805,842	6,151,263	—	—
Totals	25,509,380	15,243,548	10,265,832	—	—

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Village - Continued

Investments - Continued.

The Village has the following recurring fair value measurements as of December 31, 2024:

- U.S Treasury Bonds of \$5,429,695 are valued using quoted market prices (Level 1 inputs)
- Federal Agency Bonds of \$997,682 are valued using quoted market prices (Level 1 inputs)
- Corporate Bonds of \$7,124,898 are valued using a matrix pricing model (Level 2 inputs)
- Municipal Bonds of \$11,957,105 are valued using a matrix pricing model (Level 2 inputs)

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

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 formal investment policy states the portfolio should provide the highest investment return with the maximum security while meeting the daily cash flow demand of the entity and conforming to all state and local statutes. The portfolio should maintain a comparable rate of return during a market or economic environment of stable interest rates. The portfolio performance should be compared to benchmarks with similar maturity, liquidity, and credit quality as the portfolio. Unless matched to a specific cash flow, the Village will not directly invest in securities maturing more than one year from the date of purchase. Reserve funds may be invested in securities exceeding two years if the maturity of such investment are made to coincide as nearly practical with the expected use of funds.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State Statutes limit the investments in commercial paper to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The Village's investment policy authorizes investments in any type of security allowed for in Illinois statutes regarding the investment of public funds. At year end, the Village's investments in U.S Treasury Bonds was rated AAA by S&P, Federal Agency Bonds was rated AA+ by Moodys, Corporate bonds were unrated, and Municipal Bonds were rated AAA to A- by S&P.

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 limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured with collateralization pledged by the applicable financial institution. Collateral shall be limited to securities of the United States of America or its agencies. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. the Village's investment policy requires all securities to be held by a third party custodian designated by the Treasurer and evidenced by safekeeping receipts.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

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 requires diversification of the investment portfolio to minimize risk of loss resulting from over-concentration in a particular type of security, risk factor, issuer, or maturity. The Village's policy further states that no financial institution shall hold more than 50% of the Village's investment portfolio at the current time of investment placement. The Village operates its investments as an internal investment pool where each fund reports its pro rata share of the investments made by the Village. At year-end, the Village has no 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 cash on hand totaled \$8,481,046 and the bank balances totaled \$8,481,046.

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 policies do not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the pension fund's deposits with financial institutions. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

Investments. At year-end the Fund has \$38,609,570 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.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Continued

Rate of Return

For the year ended December 31, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 9.59%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Firefighters' Pension Fund

The Illinois Firefighters' Pension Investment Fund (IFPIF) is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate firefighter pension funds. IFPIF 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 IFPIF by Illinois suburban and downstate firefighter pension funds is mandatory. Investments of the Fund are combined in a commingled external investment pool and held by IFPIF. A schedule of investment expenses is included in IFPIF's annual report. For additional information on IFPIF's investments, please refer to their annual comprehensive financial report, which can be obtained from IFPIF at 1919 South Highland Avenue, Building A, Suite 237, Lombard, IL 60148 or at www.ifpif.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 IFPIF for purposes of the long-term investment for the Fund. At year-end, the carrying amount of the Fund's cash on hand totaled \$6,726,925 and the bank balances totaled \$6,728,350.

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 deposits are covered by FDIC insurance and flow-through FDIC insurance is available for the Fund's deposits with financial institutions. The Fund's investment policy do not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the pension fund's deposits with financial institutions. v

Investments. At year-end the Fund has \$35,739,138 invested in IFPIF. The pooled investments consist of the investments as noted in the target allocation table available at www.ifpif.org. Investments in IFPIF are valued at IFPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at year-end. The plan may redeem shares by giving notice by 5:00 pm central time on the 1st of each month. Requests properly submitted on or before the 1st of each month will be processed for redemption by the 14th of the month. Expedited redemptions may be processed at the sole discretion of IFPIF.

Investment Policy. IFPIF's current investment policy was adopted by the Board of Trustees on June 17, 2022. IFPIF is authorized to invest in all investments allowed by Illinois Compiled Statutes (ILCS). The IFPIF 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 4 of the Illinois Pension Code.

Rate of Return

For the year ended December 31, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 10.92%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Component Unit - Melrose Park Public Library

Deposits. At year-end, the carrying amount of the Library's deposits for governmental totaled \$59,951 and the bank balances totaled \$59,951.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Library's investment policy does not address interest rate risk.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The Library's investment policy does not impose further limits on investment choices.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Library's deposits may not be returned to it. The Library's investment policy does not address custodial credit risk for deposits. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Library's investment policy does not address custodial credit risk for investments.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Library's investment in a single issuer. The Library's investment policy does not address concentration risk. At year-end, the Library has no 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).

PROPERTY TAXES

Property taxes for 2023 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 Resolution). Tax bills are prepared by the County and are payable in two installments, on or about March 1 and August 1 during the following year. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 3.0% of the tax levy to reflect actual collection experience.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERFUND TRANSFERS

Interfund transfers for the fiscal year consisted of the following:

Transfer In	Transfer Out	Amount
Nonmajor Governmental	General	\$ 1,099,130 (2)
Nonmajor Governmental	Mid-Metro TIF	1,615,266 (1)
Nonmajor Governmental	Nonmajor Governmental	<u>339,520 (1)</u>
		<u><u>3,053,916</u></u>

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) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

INTERFUND ADVANCES

Interfund balances are advances in anticipation of receipts to cover temporary cash shortages at December 31, 2024. These amounts will be paid over several years. Interfund balances as of the date of this report are as follows:

Receivable Fund	Payable Fund	Amount
General	Nonmajor Governmental	\$ 104,100
General	Mid-Metro TIF	37,022
Water and Sewer	General	392,139
General	Senior First TIF	8,480
Senior First TIF	Nonmajor Governmental	333,159
Nonmajor Governmental	Nonmajor Governmental	<u>143,750</u>
		<u><u>1,018,650</u></u>

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the fiscal year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 27,312,846	258,403	—	27,571,249
Construction in Progress	1,508,602	152,941	145,975	1,515,568
	<u>28,821,448</u>	<u>411,344</u>	<u>145,975</u>	<u>29,086,817</u>
Depreciable Capital Assets				
Improvements Other than Buildings	7,207,994	158,230	—	7,366,224
Buildings	23,234,124	940,953	—	24,175,077
Machinery and Equipment	5,635,954	93,802	—	5,729,756
Vehicles	8,188,612	526,785	156,661	8,558,736
Infrastructure	26,964,828	—	—	26,964,828
	<u>71,231,512</u>	<u>1,719,770</u>	<u>156,661</u>	<u>72,794,621</u>
Less Accumulated Depreciation				
Improvements Other than Buildings	1,359,721	143,860	—	1,503,581
Buildings	12,204,181	479,352	—	12,683,533
Machinery and Equipment	4,614,260	168,848	—	4,783,108
Vehicles	5,280,035	520,087	135,260	5,664,862
Infrastructure	9,878,141	420,098	—	10,298,239
	<u>33,336,338</u>	<u>1,732,245</u>	<u>135,260</u>	<u>34,933,323</u>
Total Net Depreciable Capital Assets	<u>37,895,174</u>	<u>(12,475)</u>	<u>21,401</u>	<u>37,861,298</u>
Total Net Capital Assets	<u>66,716,622</u>	<u>398,869</u>	<u>167,376</u>	<u>66,948,115</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 237,167
Public Safety	564,609
Highways and Streets	683,766
Culture and Recreation	215,130
Hispanic Liaison Center	1,406
Community Development	<u>30,167</u>
	<u>1,732,245</u>

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Business-Type Activities

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

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 699,347	—	—	699,347
Land Improvements	12,479	—	—	12,479
	<u>711,826</u>	<u>—</u>	<u>—</u>	<u>711,826</u>
Depreciable Capital Assets				
Buildings	1,666,602	—	—	1,666,602
Equipment	944,093	—	—	944,093
Vehicles	662,915	—	—	662,915
Infrastructure - Water System	52,742,472	132,417	—	52,874,889
	<u>56,016,082</u>	<u>132,417</u>	<u>—</u>	<u>56,148,499</u>
Less Accumulated Depreciation				
Buildings	964,452	25,742	—	990,194
Equipment	405,742	43,996	—	449,738
Vehicles	531,682	17,191	—	548,873
Water System Infrastructure	19,835,795	861,413	—	20,697,208
	<u>21,737,671</u>	<u>948,342</u>	<u>—</u>	<u>22,686,013</u>
Total Net Depreciable Capital Assets	<u>34,278,411</u>	<u>(815,925)</u>	<u>—</u>	<u>33,462,486</u>
Total Net Capital Assets	<u>34,990,237</u>	<u>(815,925)</u>	<u>—</u>	<u>34,174,312</u>

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

Water and Sewer	<u>\$ 948,342</u>
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VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Component Unit - Melrose Park Public Library

Component unit capital asset activity for the fiscal year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 333,332	—	—	333,332
Depreciable Capital Assets				
Buildings	658,577	46,625	—	705,202
Machinery and Equipment	522,791	—	—	522,791
	1,181,368	46,625	—	1,227,993
Less Accumulated Depreciation				
Buildings	408,439	7,257	—	415,696
Machinery and Equipment	481,364	7,954	—	489,318
	889,803	15,211	—	905,014
Total Net Depreciable Capital Assets	291,565	31,414	—	322,979
Total Net Capital Assets	624,897	31,414	—	656,311

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT

General Obligation/General Obligation Capital Appreciation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental and business-type activities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

Issue	Retired by Fund	Beginning Balances	Issuances	Retirements	Ending Balances
\$14,355,000 General Obligation Bonds of 2012 - Due in annual installments of \$475,000 to \$1,020,000 plus interest at 3.50% to 5.00% through December 15, 2032.	Debt Service	\$ 7,860,000	—	735,000	7,125,000
\$3,660,000 General Obligation Bonds of 2016 - Due in annual installments of \$40,000 to \$465,000 plus interest at 2.00% to 3.20% through December 15, 2026.	Debt Service	865,000	—	280,000	585,000
\$2,908,750 General Obligation Refunding Bonds of 2019 - Due in annual installments of \$73,750 plus interest at 4.75% through May 15, 2024	25th and North TIF	1,581,250		1,581,250	—
\$5,970,000 General Obligation Bonds of 2020 - Due in annual installments of \$205,000 to \$390,000 plus interest at 2.00% to 5.00% through December 15, 2040.	Debt Service	5,340,000	—	220,000	5,120,000
		15,646,250	—	2,816,250	12,830,000

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Loans Payable

In August of 2014, the Village entered into an agreement to purchase an office building for \$820,000. \$150,000 was paid at the closing and the remaining \$670,000 was financed by means of a Purchase Money Installment Term Loan Note. The note is non-interest bearing and provides for principal payments of \$160,000 per year for a three-year period. The balance related to this portion of the note in the amount of \$450,000 was paid in full in fiscal year 2015. The remaining \$220,000 of principal due on the note will be paid as a monthly credit of \$833.33 offsetting rent due to the Village by the seller for the lease of office space within the building over a 264-month period. At December 31, 2024, the balance due was \$116,667.

Long-Term Liabilities Activity

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

Long-Term Liability	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Net Pension Liability/(Asset) - IMRF	\$ 753,310	—	786,180	(32,870)	—
Net Pension Liability - Police Pension	55,905,766	982,695	—	56,888,461	—
Net Pension Liability - Firefighters' Pension	65,007,527	63,506	—	65,071,033	—
Total OPEB Liability - RBP	57,068,535	1,513,762	—	58,582,297	1,975,209
General Obligation Bonds	15,646,250	—	2,816,250	12,830,000	1,290,000
Plus: Unamortized Premium	408,592	—	24,401	384,191	—
Less: Unamortized Discount	(22,560)	—	(4,306)	(18,254)	—
Loans Payable	5,167,812	—	5,051,145	116,667	10,000
Claims Payable	981,873	—	70,977	910,896	212,691
	<u>200,917,105</u>	<u>2,559,963</u>	<u>8,744,647</u>	<u>194,732,421</u>	<u>3,487,900</u>
Business-Type Activities					
Net Pension Liability/(Asset) - IMRF	1,698,069	—	1,759,004	(60,935)	—
Total OPEB Liability - RBP	6,878,803	948,941	—	7,827,744	274,460
Claims Payable	131,370	—	5,690	125,680	125,680
	<u>8,708,242</u>	<u>948,941</u>	<u>1,764,694</u>	<u>7,892,489</u>	<u>400,140</u>

For the governmental activities, payments on the net pension liability/(asset) and the total OPEB liability are made by the General Fund. Payments on general obligation bonds is being liquidated by the 25th and North TIF Fund and the Debt Service Fund. Payments on the loans payable and claims payable are made by the General Fund.

Additionally, for the business-type activities, the net pension liability/(asset), the total OPEB liability, and the claims payable are being liquidated by the Water and Sewer Fund.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Governmental Activities	
	General Obligation	
	Bonds	
	Principal	Interest
2025	\$ 1,290,000	475,479
2026	1,350,000	416,250
2027	1,090,000	362,200
2028	1,140,000	316,050
2029	1,190,000	267,750
2030	1,240,000	217,300
2031	1,295,000	164,700
2032	1,350,000	109,750
2033	335,000	62,350
2034	340,000	55,650
2035	350,000	48,850
2036	355,000	41,850
2037	365,000	33,862
2038	370,000	25,650
2039	380,000	17,325
2040	390,000	8,775
	<u>12,830,000</u>	<u>2,623,791</u>

Legal Debt Margin

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

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

To date the Illinois General Assembly has set no limits for home rule municipalities. The Village is a home rule municipality.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of December 31, 2024:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 66,948,115
Less Capital Related Debt:	
General Obligation Bonds	(12,830,000)
Unamortized Premium	(384,191)
Unamortized Discount	<u>18,254</u>
Net Investment in Capital Assets	<u><u>53,752,178</u></u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	<u><u>34,174,312</u></u>

FUND BALANCE CLASSIFICATIONS

In the governmental funds 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.

Assigned Fund Balance. Consists of amounts that are constrained by the Village Board of Trustees intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by the Board of Trustees itself or by 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 Village Board of Trustees, who is authorized to assign amounts to a specific purpose.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

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.

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

	General	Special Revenue		Nonmajor	Totals
		Tax Mid-Metro TIF	Senior First TIF		
Fund Balances					
Nonspendable					
Advances	\$ 149,602	—	—	—	149,602
Prepays	439,367	—	—	—	439,367
	<u>588,969</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>588,969</u>
Restricted					
Fire Protection	1,035,706	—	—	—	1,035,706
Crossing Guards	22,233	—	—	—	22,233
Highways and Streets	—	—	—	4,337,252	4,337,252
Community Development	—	8,008,581	351,417	14,595,750	22,955,748
Debt Service	—	—	—	3,529,871	3,529,871
	<u>1,057,939</u>	<u>8,008,581</u>	<u>351,417</u>	<u>22,462,873</u>	<u>31,880,810</u>
Unassigned	58,081,231	—	—	(349,259)	57,731,972
Total Fund Balances	<u>59,728,139</u>	<u>8,008,581</u>	<u>351,417</u>	<u>22,113,614</u>	<u>90,201,751</u>

CONSTRUCTION COMMITMENTS

The Village has active construction projects as of December 31, 2024. Work that has been completed on these projects but not yet paid for (including contract retainages) is reflected as accounts payable and expenditures.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION

RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. All of these risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year.

Self Insurance

For health and workers compensation claims, the uninsured risk of loss is \$100,000 per incident and 125% in the aggregate for a policy year. The Village has purchased commercial insurance for claims in excess of those amounts. Settled claims have not exceeded the commercial coverage in any of the past three years. All funds of the Village participate in the risk management program. Costs are allocated by function of participating employees. The below liability includes \$910,896 of the governmental activities, \$125,680 of the business-type activity and \$34,667 of the component unit.

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an amount for claims that have been incurred but not reported. The Village does not allocate overhead costs or other non-incremental costs to the claims liability.

	<u>12/31/2024</u>	<u>12/31/2023</u>
Claims Payable - Beginning	\$ 1,149,462	1,576,812
Incurred Claims	7,579,700	6,619,716
Claims Paid	<u>(7,657,919)</u>	<u>(7,047,066)</u>
Claims Payable - Ending	<u>1,071,243</u>	<u>1,149,462</u>

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 financial position or results of operations

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.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

TAX REBATES

The Village has entered into sales tax rebate agreements in order to attract new retailers and restaurants. The agreements are pursuant to Section 8-11-20 of the Illinois Municipal Code (65 ILCS 5/8-11-20) and have been approved by the Village Board.

To be eligible for the rebate, the businesses must open locations within the Village's boundaries and submit sales tax information to the Village. The specific terms of the agreements vary, however, in general, they provide for the Village to rebate 0.5-60% of the sales tax generated by the locations within Melrose Park back to the businesses typically on a quarterly basis. Some of the agreements are subject to conditions such as the rebate not being measured until a certain threshold of sales is met. Total tax abatements were \$3,328,549.

The largest abatement provides for annual abatements in excess of \$500,000. One of these agreements calls for a rebate of 50% of all Municipal Sales Taxes that the Village receives from the location in each calendar year during the repayment period (20 years commencing thirty days after the first certificate of occupancy is issued by the Village). Sales tax rebates under this agreement totaled \$2,077,425.

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Police Pension Plan which is a single-employer pension plan, and the Firefighters' Pension Plan which is also a single-employer pension plan. IMRF does issue 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 on-line at www.imrf.org. The Police and Firefighters' Pension Plans also issue separate reports that may be obtained by writing the Village at 1000 North 25th Avenue, Melrose Park, Illinois 60160. 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 pension plans are:

	Pension Expense/ (Revenue)	Net Pension Liability/ (Asset)	Deferred Outflows	Deferred Inflows
IMRF - Regular	\$ (1,002,932)	(93,805)	2,542,109	260,051
Police Pension	2,276,608	56,888,461	4,561,974	1,185,483
Firefighters' Pension	5,047,417	65,071,033	3,127,982	1,396,851
	<u>6,321,093</u>	<u>121,865,689</u>	<u>10,232,065</u>	<u>2,842,385</u>

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. All employees (other than those covered by the Police and Firefighters' 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.

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.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

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, 2023, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	126
Inactive Plan Members Entitled to but not yet Receiving Benefits	50
Active Plan Members	<u>108</u>
Total	<u><u>284</u></u>

Contributions. As set by statute, the Village's 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 fiscal year ended December 31, 2024, the Village's contribution was 5.33% of covered payroll.

Net Pension (Asset). The Village's net pension (asset) was measured as of December 31, 2023. 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 (asset) were determined by an actuarial valuation performed, as of December 31, 2023, 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% to 13.75%
Cost of Living Adjustments	2.75%
Inflation	2.25%

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

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

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	24.50%	4.75%
Domestic Equities	34.50%	5.00%
International Equities	18.00%	6.35%
Real Estate	10.50%	6.30%
Blended	11.50%	6.05% - 8.65%
Cash and Cash Equivalents	1.00%	3.80%

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.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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)	\$ 4,583,652	(93,805)	(3,819,973)

Changes in the Net Pension Liability/(Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Liability/ (Asset) (A) - (B)
Balances at December 31, 2022	\$ 40,854,160	38,402,781	2,451,379
Changes for the Year:			
Service Cost	637,321	—	637,321
Interest on the Total Pension Liability	2,919,349	—	2,919,349
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(339,623)	—	(339,623)
Changes of Assumptions	(23,943)	—	(23,943)
Contributions - Employer	—	375,348	(375,348)
Contributions - Employees	—	297,960	(297,960)
Net Investment Income	—	4,209,446	(4,209,446)
Benefit Payments, Including Refunds of Employee Contributions	(1,811,872)	(1,811,872)	—
Other (Net Transfer)	—	855,534	(855,534)
Net Changes	1,381,232	3,926,416	(2,545,184)
Balances at December 31, 2023	42,235,392	42,329,197	(93,805)

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

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 fiscal year ended December 31, 2024, the Village recognized pension revenue of \$1,002,932. At December 31, 2024, 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	\$ 114,194	(242,925)	(128,731)
Change in Assumptions	—	(17,126)	(17,126)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,063,653	—	2,063,653
	<u>2,177,847</u>	<u>(260,051)</u>	<u>1,917,796</u>
Pension Contributions Made Subsequent to the Measurement Date	364,262	—	364,262
	<u>364,262</u>	<u>—</u>	<u>364,262</u>
Total Deferred Amounts Related to IMRF	<u>2,542,109</u>	<u>(260,051)</u>	<u>2,282,058</u>

\$364,262 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 (asset) in the reporting year ending December 31, 2025. 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
2025	\$ 204,366
2026	610,235
2027	1,390,295
2028	(287,100)
2029	—
Thereafter	<u>—</u>
Totals	<u>1,917,796</u>

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

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 December 31, 2024, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	70
Inactive Plan Members Entitled to but not yet Receiving Benefits	11
Active Plan Members	<u>64</u>
Total	<u><u>145</u></u>

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.

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 preceding calendar year.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Plan Descriptions - Continued

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 December 31, 2024, the Village's contribution was 75.85% of covered payroll.

Concentrations. At year end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement 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).

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2024, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal (Level %)
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.00%
Discount Rate	7.00%
Salary Increases	3.50%
Cost of Living Adjustments	2.25%
Inflation	2.50%

Mortality rates were based on the PubS-2010 Employee mortality, unadjusted, with generational improvements with most recent projection scale.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%, 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.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

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 net 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 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Net Pension Liability \$	71,289,961	56,888,461	45,120,801

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2023	\$ 98,679,706	42,773,940	55,905,766
Changes for the Year:			
Service Cost	1,559,608	—	1,559,608
Interest on the Total Pension Liability	6,718,434	—	6,718,434
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	1,798,326	—	1,798,326
Changes of Assumptions	217,721	—	217,721
Contributions - Employer	—	5,052,319	(5,052,319)
Contributions - Employees	—	690,053	(690,053)
Contributions - Other	—	—	—
Net Investment Income	—	3,640,057	(3,640,057)
Benefit Payments, Including Refunds of Employee Contributions	(4,998,072)	(4,998,072)	—
Other (Net Transfer)	—	—	—
Administrative Expense	—	(71,035)	71,035
Net Changes	5,296,017	4,313,322	982,695
Balances at December 31, 2024	103,975,723	47,087,262	56,888,461

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

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 fiscal year ended December 31, 2024, the Village recognized pension expense of \$2,276,608. At December 31, 2024, the Village reported deferred outflows of 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	\$ 3,019,394	(876,206)	2,143,188
Change in Assumptions	408,603	(309,277)	99,326
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,133,977	—	1,133,977
Total Deferred Amounts Related to Police Pension	<u>4,561,974</u>	<u>(1,185,483)</u>	<u>3,376,491</u>

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 of Resources
2025	\$ 1,138,601
2026	1,640,896
2027	261,849
2028	306,758
2029	28,387
Thereafter	<u>—</u>
Total	<u>3,376,491</u>

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan

Plan Descriptions

Plan Administration. The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) 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 fire employees.

Plan Membership. At December 31, 2024, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	77
Inactive Plan Members Entitled to but not yet Receiving Benefits	6
Active Plan Members	<u>50</u>
Total	<u><u>133</u></u>

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

The Firefighters' 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 firefighter 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 3percent compounded annually thereafter.

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 firefighter 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. Firefighters' 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 firefighter shall be increased annually at age 60 on the January 1st after the firefighter 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.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Plan Descriptions - Continued

Contributions. Covered employees are required to contribute 9.455% of their base salary to the Firefighters' 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 December 31, 2024, the Village's contribution was 109.34% of covered payroll.

Concentrations. At year end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement 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).

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2024, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.00%
Salary Increases	3.50%
Cost of Living Adjustments	3.25%
Inflation	2.50%

Active mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study. Mortality improvement uses MP-2019 Improvement Rates applied on a fully generational basis.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%, 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.

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' 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 net 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 (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$ 78,667,884	65,071,033	53,839,601

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2023	\$ 103,253,919	38,246,392	65,007,527
Changes for the Year:			
Service Cost	1,318,228	—	1,318,228
Interest on the Total Pension Liability	7,000,504	—	7,000,504
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	819,502	—	819,502
Changes of Assumptions	1,145,215	—	1,145,215
Contributions - Employer	—	5,949,204	(5,949,204)
Contributions - Employees	—	520,062	(520,062)
Net Investment Income	—	3,800,606	(3,800,606)
Benefit Payments, Including Refunds of Employee Contributions	(5,994,693)	(5,994,693)	—
Other (Net Transfer)	—	—	—
Administrative Expense	—	(49,929)	49,929
Net Changes	4,288,756	4,225,250	63,506
Balances at December 31, 2024	107,542,675	42,471,642	65,071,033

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

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

For the year ended December 31, 2024, the Village recognized pension expense of \$5,047,417. At December 31, 2024, the Village reported deferred outflows of 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	\$ 1,702,342	(1,396,851)	305,491
Change in Assumptions	1,002,103	—	1,002,103
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	423,537	—	423,537
Total Deferred Amounts Related to Firefighters' Pension	<u>3,127,982</u>	<u>(1,396,851)</u>	<u>1,731,131</u>

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
2025	\$ 439,927
2026	1,390,698
2027	(119,737)
2028	20,243
2029	—
Thereafter	—
Total	<u>1,731,131</u>

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The Village's defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the Village. RBP is a single-employer defined benefit OPEB plan administered by the Village. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Village Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. Retired eligible employees and their dependents may continue coverage under City's group health until they reach age 65 by paying 100% of the blended group premium cost. The City pays the entire actuarial cost of the health coverage for retired elected officials and their spouses.

Dental coverage is offered to retirees through COBRA at a rate of 102% of the active premium for a maximum of 18 months. The retiree pays the full 102% adjusted premium with no additional cost to the City.

Plan Membership. As of December 31, 2024, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	342
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>228</u>
Total	<u><u>570</u></u>

Total OPEB Liability

The Village's total OPEB liability was measured as of December 31, 2024, and was determined by an actuarial valuation as of December 31, 2024.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued.

Inflation	2.00%
Salary Increases	2.00%
Discount Rate	4.10%
Healthcare Cost Trend Rates	5.10% to an ultimate rate of 3.50% for 2024 and later years.
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees.

The discount rate assumption is based on the Bond Buyer 20-Bond G.O. Index.

Active, retiree, and spousal IMRF mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010 study, with blue collar adjustment. These rates are then improved generationally using MP-2021.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balances at December 31, 2023	\$ 63,947,338
Changes for the Year:	
Service Cost	2,432,246
Interest on the Total OPEB Liability	2,336,997
Difference Between Expected and Actual Experience	7,594,205
Changes of Assumptions or Other Inputs	(7,651,076)
Benefit Payments	(2,249,669)
Net Changes	<u>2,462,703</u>
Balances at December 31, 2024	<u>66,410,041</u>

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The discount rate used to measure the total pension liability was 4.10%, while the prior valuation used 3.26%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (3.10%)	Current Discount Rate (4.10%)	1% Increase (5.10%)
Total OPEB Liability	\$ 75,674,532	66,410,041	58,814,182

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using a variable Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 57,958,873	66,410,041	76,911,233

VILLAGE OF MELROSE PARK, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

For the fiscal year ended December 31, 2024, the Village recognized OPEB expense of \$732,860. At December 31, 2024, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 5,737,561	(1,651,710)	4,085,851
Change in Assumptions	1,659,105	(10,730,859)	(9,071,754)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	<u>7,396,666</u>	<u>(12,382,569)</u>	<u>(4,985,903)</u>

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

Fiscal Year	Net Deferred (Inflows) of Resources
2025	\$ (4,568,606)
2026	(406,536)
2027	(10,761)
2028	—
2029	—
Thereafter	—
Totals	<u>(4,985,903)</u>

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 Employer Contributions - Last Ten Fiscal Years
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund

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

- Schedule of Investment Returns - Last Ten Fiscal Years
 - Police Pension Fund
 - Firefighters' Pension Fund

- Schedule of Changes in the Employer's Total OPEB Liability
 - Retiree Benefit Plan

- Budgetary Comparison Schedules
 - General Fund
 - Mid-Metro TIF - Special Revenue Fund
 - Senior First TIF - 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 MELROSE PARK, ILLINOIS

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions - Last Ten Fiscal Years
December 31, 2024**

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	\$ 732,788	\$ 732,788	\$ —	\$ 6,444,927	11.37%
2016	673,843	688,710	14,867	6,268,308	10.99%
2017	646,584	646,584	—	6,082,643	10.63%
2018	697,572	697,572	—	6,307,161	11.06%
2019	598,138	598,138	—	6,565,726	9.11%
2020	646,837	646,837	—	6,546,938	9.88%
2021	642,395	642,395	—	6,488,837	9.90%
2022	480,698	480,698	—	6,443,662	7.46%
2023	375,348	375,348	—	6,596,635	5.69%
2024	364,262	364,262	—	6,835,666	5.33%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.75% to 13.75%, Including Inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

VILLAGE OF MELROSE PARK, ILLINOIS

Police Pension Fund

Schedule of Employer Contributions - Last Ten Fiscal Years

December 31, 2024

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	\$ 3,626,693	\$ 2,344,781	\$ (1,281,912)	\$ 6,145,012	38.16%
2016	3,907,689	2,544,568	(1,363,121)	6,530,060	38.97%
2017	4,205,294	2,683,691	(1,521,603)	6,791,262	39.52%
2018	4,665,508	4,190,868	(474,640)	6,656,802	62.96%
2019	4,971,954	4,586,223	(385,731)	6,815,775	67.29%
2020	5,424,553	5,036,768	(387,785)	6,561,873	76.76%
2021	4,854,596	5,248,225	393,629	6,194,510	84.72%
2022	4,900,163	5,050,771	150,608	6,324,326	79.86%
2023	4,804,595	4,988,862	184,267	6,490,281	76.87%
2024	4,962,216	5,052,319	90,103	6,661,057	75.85%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	16 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	Graded by service from 11.00% to ultimate of 3.50%
Investment Rate of Return	7.00%
Retirement Age	See the Notes to the Financial
Mortality	Mortality rates are based on Pub-2010 base rates projected generationally with Scale MP2021.

VILLAGE OF MELROSE PARK, ILLINOIS

**Firefighters' Pension Fund
Schedule of Employer Contributions - Last Ten Fiscal Years
December 31, 2024**

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	\$ 3,862,790	\$ 2,828,716	\$ (1,034,074)	\$ 5,304,117	53.33%
2016	4,195,708	3,081,599	(1,114,109)	5,289,401	58.26%
2017	3,953,554	3,267,702	(685,852)	5,474,530	59.69%
2018	5,213,850	5,117,795	(96,055)	5,386,420	95.01%
2019	5,366,266	5,614,028	247,762	5,357,268	104.79%
2020	5,614,830	5,806,189	191,359	5,531,379	104.97%
2021	5,854,861	6,491,075	636,214	5,638,391	115.12%
2022	6,086,335	6,252,127	165,792	5,397,163	115.84%
2023	5,743,022	5,914,891	171,869	5,506,565	107.42%
2024	5,886,269	5,949,204	62,935	5,441,140	109.34%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	16 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	Graded by service from 12.50% to ultimate of 4.00%
Investment Rate of Return	7.00%
Retirement Age	See the Notes to the Financial Statements
Mortality	Mortality Rates are based on the PUB-2010 base rates projected generationally with Scale MP2021.

VILLAGE OF MELROSE PARK, ILLINOIS

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability/(Asset) - Last Ten Fiscal Years

December 31, 2024

	2014	2015	2016
Total Pension Liability			
Service Cost	\$ 743,990	720,114	706,700
Interest	2,007,132	2,159,282	2,264,379
Differences Between Expected and Actual Experience	(549,303)	(161,828)	418,345
Change of Assumptions	1,019,046	38,627	(40,032)
Benefit Payments, Including Refunds of Member Contributions	(1,190,303)	(1,170,219)	(1,445,554)
Net Change in Total Pension Liability	2,030,562	1,585,976	1,903,838
Total Pension Liability - Beginning	26,984,918	29,015,480	30,601,456
Total Pension Liability - Ending	29,015,480	30,601,456	32,505,294
Plan Fiduciary Net Position			
Contributions - Employer	\$ 733,892	732,788	688,710
Contributions - Members	286,680	310,481	292,138
Net Investment Income	1,588,784	137,287	1,839,872
Benefit Payments, Including Refunds of Member Contributions	(1,190,303)	(1,170,219)	(1,445,554)
Other (Net Transfer)	(28,739)	(557,001)	371,559
Net Change in Plan Fiduciary Net Position	1,390,314	(546,664)	1,746,725
Plan Net Position - Beginning	26,130,507	27,520,821	26,974,157
Plan Net Position - Ending	27,520,821	26,974,157	28,720,882
Employer's Net Pension Liability/(Asset)	\$ 1,494,659	3,627,299	3,784,412
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	94.85%	88.15%	88.36%
Covered Payroll	\$ 6,367,580	6,444,927	6,268,308
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	23.47%	56.28%	60.37%

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2014 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2014, 2017 and 2023.

2017	2018	2019	2020	2021	2022	2023
665,162	609,931	665,049	696,079	648,402	625,099	637,321
2,406,470	2,427,290	2,491,552	2,592,595	2,660,985	2,793,074	2,919,349
(180,405)	(507,824)	(151,714)	(302,574)	277,923	113,993	(339,623)
(1,078,546)	975,477	—	(303,343)	—	—	(23,943)
(1,503,226)	(1,511,696)	(1,548,437)	(1,704,977)	(1,726,239)	(1,781,234)	(1,811,872)
309,455	1,993,178	1,456,450	977,780	1,861,071	1,750,932	1,381,232
32,505,294	32,814,749	34,807,927	36,264,377	37,242,157	39,103,228	40,854,160
32,814,749	34,807,927	36,264,377	37,242,157	39,103,228	40,854,160	42,235,392
646,584	697,572	598,138	646,837	642,395	480,698	375,348
273,720	298,132	308,909	294,614	291,998	289,965	297,960
5,013,734	(1,675,670)	5,640,255	4,932,223	6,559,350	(5,430,338)	4,209,446
(1,503,226)	(1,511,696)	(1,548,437)	(1,704,977)	(1,726,239)	(1,781,234)	(1,811,872)
(851,244)	390,855	(508,580)	154,402	(37,772)	(199,069)	855,534
3,579,568	(1,800,807)	4,490,285	4,323,099	5,729,732	(6,639,978)	3,926,416
28,720,882	32,300,450	30,499,643	34,989,928	39,313,027	45,042,759	38,402,781
32,300,450	30,499,643	34,989,928	39,313,027	45,042,759	38,402,781	42,329,197
514,299	4,308,284	1,274,449	(2,070,870)	(5,939,531)	2,451,379	(93,805)
98.43%	87.62%	96.49%	105.56%	115.19%	94.00%	100.22%
6,082,643	6,307,161	6,565,726	6,546,938	6,488,837	6,443,662	6,596,635
8.46%	68.31%	19.41%	(31.63%)	(91.53%)	38.04%	(1.42%)

VILLAGE OF MELROSE PARK, ILLINOIS

Police Pension Fund

Schedule of Changes in the Employer's Net Pension Liability - Last Ten Fiscal Years

December 31, 2024

	2015	2016	2017
Total Pension Liability			
Service Cost	\$ 2,914,663	3,096,037	3,232,572
Interest	3,937,589	4,533,831	4,547,452
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	(232,186)	(6,471,840)	251,300
Change of Assumptions	4,046,411	2,460,747	(33,930,854)
Benefit Payments, Including Refunds of Member Contributions	(3,182,525)	(3,216,713)	(3,403,209)
Net Change in Total Pension Liability	7,483,952	402,062	(29,302,739)
Total Pension Liability - Beginning	96,932,389	104,416,341	104,818,403
Total Pension Liability - Ending	104,416,341	104,818,403	75,515,664
Plan Fiduciary Net Position			
Contributions - Employer	\$ 2,344,781	2,544,568	2,683,691
Contributions - Members	606,618	616,461	962,677
Contributions - Other	—	—	—
Net Investment Income	(52,183)	443,852	2,368,533
Benefit Payments, Including Refunds of Member Contributions	(3,182,525)	(3,216,713)	(3,403,209)
Administrative Expenses	(54,130)	(57,194)	(84,912)
Net Change in Plan Fiduciary Net Position	(337,439)	330,974	2,526,780
Plan Net Position - Beginning	21,940,711	21,603,272	21,934,246
Plan Net Position - Ending	21,603,272	21,934,246	24,461,026
Employer's Net Pension Liability	\$ 82,813,069	82,884,157	51,054,638
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	20.69%	20.93%	32.39%
Covered Payroll	\$ 6,145,012	6,530,060	6,791,262
Employer's Net Pension Liability as a Percentage of Covered Payroll	1,347.65%	1,269.27%	751.77%

2018	2019	2020	2021	2022	2023	2024
1,523,328	1,657,032	1,632,781	1,501,331	1,510,294	1,511,663	1,559,608
5,158,559	5,362,773	5,866,377	5,946,637	6,294,207	6,516,826	6,718,434
—	534,855	—	—	(51,245)	—	—
199,202	1,567,517	1,722,646	(3,152,074)	1,550,952	270,981	1,798,326
3,073,903	(1,084,229)	(500,284)	533,955	—	—	217,721
(3,643,925)	(3,809,217)	(4,158,189)	(4,764,492)	(4,685,145)	(4,922,977)	(4,998,072)
6,311,067	4,228,731	4,563,331	65,357	4,619,063	3,376,493	5,296,017
75,515,664	81,826,731	86,055,462	90,618,793	90,684,150	95,303,213	98,679,706
81,826,731	86,055,462	90,618,793	90,684,150	95,303,213	98,679,706	103,975,723
4,190,868	4,586,223	5,036,768	5,248,225	5,050,771	4,988,862	5,052,319
634,798	640,652	623,843	683,172	623,053	648,040	690,053
—	975	—	—	—	—	—
(610,207)	4,289,057	3,292,218	5,147,019	(4,198,639)	3,862,728	3,640,057
(3,643,925)	(3,809,217)	(4,158,189)	(4,764,492)	(4,685,145)	(4,922,977)	(4,998,072)
(73,274)	(71,699)	(76,103)	(73,350)	(67,700)	(79,441)	(71,035)
498,260	5,635,991	4,718,537	6,240,574	(3,277,660)	4,497,212	4,313,322
24,461,026	24,959,286	30,595,277	35,313,814	41,554,388	38,276,728	42,773,940
24,959,286	30,595,277	35,313,814	41,554,388	38,276,728	42,773,940	47,087,262
56,867,445	55,460,185	55,304,979	49,129,762	57,026,485	55,905,766	56,888,461
30.50%	35.55%	38.97%	45.82%	40.16%	43.35%	45.29%
6,656,802	6,815,775	6,561,873	6,194,510	6,324,326	6,490,281	6,661,057
854.28%	813.70%	842.82%	793.12%	901.70%	861.38%	854.05%

VILLAGE OF MELROSE PARK, ILLINOIS

Firefighter's Pension Fund

Schedule of Changes in the Employer's Net Pension Liability - Last Ten Fiscal Years

December 31, 2024

	2015	2016	2017
Total Pension Liability			
Service Cost	\$ 3,214,142	3,038,141	3,163,009
Interest	4,264,327	5,090,989	5,229,386
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	(827,482)	(3,356,003)	308,733
Change of Assumptions	8,906,564	3,079,730	(43,088,053)
Benefit Payments, Including Refunds of Member Contributions	(4,055,975)	(4,352,878)	(4,618,221)
Net Change in Total Pension Liability	11,501,576	3,499,979	(39,005,146)
Total Pension Liability - Beginning	114,543,218	126,044,794	129,544,773
Total Pension Liability - Ending	126,044,794	129,544,773	90,539,627
Plan Fiduciary Net Position			
Contributions - Employer	\$ 2,828,716	3,081,599	3,267,702
Contributions - Members	496,897	501,401	507,441
Net Investment Income	30,595	1,322,812	2,819,467
Benefit Payments, Including Refunds of Member Contributions	(4,055,975)	(4,352,878)	(4,618,220)
Administrative Expenses	(42,370)	(40,577)	(57,981)
Net Change in Plan Fiduciary Net Position	(742,137)	512,357	1,918,409
Plan Net Position - Beginning	19,163,118	18,420,981	18,933,338
Plan Net Position - Ending	18,420,981	18,933,338	20,851,747
Employer's Net Pension Liability	\$ 107,623,813	110,611,435	69,687,880
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	14.61%	14.62%	23.03%
Covered Payroll	\$ 5,304,117	5,289,401	5,474,530
Employer's Net Pension Liability as a Percentage of Covered Payroll	2,029.06%	2,091.19%	1,272.95%

2018	2019	2020	2021	2022	2023	2024
1,345,146	1,405,942	1,521,296	1,474,066	1,364,842	1,344,174	1,318,228
6,171,252	6,284,231	6,428,659	6,362,057	6,671,944	6,858,191	7,000,504
—	637,738	—	—	(120,193)	—	—
399,421	805,002	(2,629,308)	(3,647,117)	2,007,976	449,550	819,502
—	(1,411,970)	621,744	—	73,159	—	1,145,215
(4,757,769)	(4,979,367)	(5,065,078)	(5,366,214)	(5,636,027)	(5,899,055)	(5,994,693)
3,158,050	2,741,576	877,313	(1,177,208)	4,361,701	2,752,860	4,288,756
90,539,627	93,697,677	96,439,253	97,316,566	96,139,358	100,501,059	103,253,919
93,697,677	96,439,253	97,316,566	96,139,358	100,501,059	103,253,919	107,542,675
5,117,795	5,614,028	5,806,189	6,491,075	6,252,127	5,914,891	5,949,204
503,646	509,357	519,211	503,447	510,302	510,490	520,062
(926,831)	4,304,377	3,742,148	4,497,560	(4,921,254)	4,449,911	3,800,606
(4,757,769)	(4,979,367)	(5,065,078)	(5,366,214)	(5,636,027)	(5,899,055)	(5,994,693)
(46,774)	(48,036)	(49,543)	(58,721)	(50,942)	(46,298)	(49,929)
(109,933)	5,400,359	4,952,927	6,067,147	(3,845,794)	4,929,939	4,225,250
20,851,747	20,741,814	26,142,173	31,095,100	37,162,247	33,316,453	38,246,392
20,741,814	26,142,173	31,095,100	37,162,247	33,316,453	38,246,392	42,471,642
72,955,863	70,297,080	66,221,466	58,977,111	67,184,606	65,007,527	65,071,033
22.14%	27.11%	31.95%	38.65%	33.15%	37.04%	39.49%
5,386,420	5,357,268	5,531,379	5,638,391	5,397,163	5,506,565	5,441,140
1,354.44%	1,312.18%	1,197.20%	1,045.99%	1,244.81%	1,180.55%	1,195.91%

VILLAGE OF MELROSE PARK, ILLINOIS

Police Pension Fund

Schedule of Investment Returns - Last Ten Fiscal Years

December 31, 2024

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	(3.78%)
2016	2.20%
2017	11.35%
2018	(2.84%)
2019	17.91%
2020	11.22%
2021	16.71%
2022	N/A
2023	13.66%
2024	9.59%

N/A - Not Available

VILLAGE OF MELROSE PARK, ILLINOIS

Firefighters' Pension Fund
Schedule of Investment Returns - Last Ten Fiscal Years
December 31, 2024

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	N/A
2016	N/A
2017	N/A
2018	N/A
2019	N/A
2020	N/A
2021	14.29%
2022	(15.79%)
2023	15.36%
2024	10.92%

N/A - Not Available

VILLAGE OF MELROSE PARK, ILLINOIS

Retiree Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2024

	2016	2017
Total OPEB Liability		
Service Cost	\$ 2,568,413	2,506,399
Interest	4,008,339	4,044,150
Differences Between Expected and Actual Experience	(1,596,956)	1,065,685
Change of Assumptions or Other Inputs	—	—
Benefit Payments	(4,075,187)	(3,268,819)
Other Changes	—	—
Net Change in Total OPEB Liability	904,609	4,347,415
Total OPEB Liability - Beginning	91,745,454	92,650,063
Total OPEB Liability - Ending	<u>92,650,063</u>	<u>96,997,478</u>
Covered-Employee Payroll	\$ 13,450,000	12,450,000
Total OPEB Liability as a Percentage of Covered-Employee Payroll	688.85%	779.10%

Notes:

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

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2016 through 2024.

2018	2019	2020	2021	2022	2023	2024
3,098,398	2,531,400	3,495,558	3,955,130	3,343,101	2,245,167	2,432,246
3,443,298	3,537,723	2,668,349	2,306,965	1,596,499	2,107,214	2,336,997
(8,459,477)	(1,512,399)	228,868	(9,461,494)	(5,746,860)	420,954	7,594,205
(7,564,307)	12,407,377	8,403,084	12,092,989	(17,910,391)	3,566,123	(7,651,076)
(3,760,863)	(3,410,799)	(3,341,248)	(2,923,459)	—	(2,075,289)	(2,249,669)
—	—	—	(36,133,500)	(2,198,251)	—	—
(13,242,951)	13,553,302	11,454,611	(30,163,369)	(20,915,902)	6,264,169	2,462,703
96,997,478	83,754,527	97,307,829	108,762,440	78,599,071	57,683,169	63,947,338
83,754,527	97,307,829	108,762,440	78,599,071	57,683,169	63,947,338	66,410,041
12,600,000	12,600,000	13,150,000	11,500,000	11,500,000	11,400,000	11,400,000
664.72%	772.28%	827.09%	683.47%	501.59%	560.94%	582.54%

VILLAGE OF MELROSE PARK, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2024**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Taxes	\$ 41,142,000	41,142,000	47,412,150	6,270,150
Intergovernmental	19,089,225	19,089,225	12,044,848	(7,044,377)
Licenses and Permits	3,014,800	3,014,800	2,505,358	(509,442)
Charges for Services	2,510,700	2,510,700	2,672,230	161,530
Fines and Forfeitures	1,235,000	1,235,000	1,440,546	205,546
Interest Income	200,520	200,520	1,046,401	845,881
Miscellaneous	1,754,000	1,754,000	1,689,234	(64,766)
Total Revenues	68,946,245	68,946,245	68,810,767	(135,478)
Expenditures				
General Government	8,175,100	8,175,100	6,243,027	(1,932,073)
Public Safety	37,446,100	37,446,100	36,636,145	(809,955)
Highways and Streets	12,819,700	12,819,700	9,879,670	(2,940,030)
Refuse	2,450,000	2,450,000	2,524,480	74,480
Culture and Recreation	2,219,200	2,219,200	2,782,422	563,222
Hispanic Liaison Center	296,500	296,500	252,019	(44,481)
Community Development	3,500,000	3,500,000	3,328,550	(171,450)
Debt Service				
Principal Retirement	135,000	135,000	5,051,145	4,916,145
Interest and Fiscal Charges	355,000	355,000	58,788	(296,212)
Total Expenditures	67,396,600	67,396,600	66,756,246	(640,354)
Excess (Deficiency) of Revenues Over (Under) Expenditures				
	1,549,645	1,549,645	2,054,521	504,876
Other Financing Sources (Uses)				
Disposal of Capital Assets	10,000	10,000	47,000	37,000
Transfers Out	(1,099,130)	(1,099,130)	(1,099,130)	—
	(1,089,130)	(1,089,130)	(1,052,130)	37,000
Net Change in Fund Balance	460,515	460,515	1,002,391	541,876
Fund Balance - Beginning			58,725,748	
Fund Balance - Ending			59,728,139	

VILLAGE OF MELROSE PARK, ILLINOIS

Mid-Metro TIF - Special Revenue Fund

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

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Taxes				
Property Taxes	\$ 2,200,000	2,200,000	3,059,995	859,995
Charges for Services				
Rental Income	725,000	725,000	703,691	(21,309)
Interest Income	150,000	150,000	212,928	62,928
Total Revenues	<u>3,075,000</u>	<u>3,075,000</u>	<u>3,976,614</u>	<u>901,614</u>
Expenditures				
Community Development				
Professional Services	9,600	9,600	9,600	—
Repairs and Maintenance	—	—	188	188
Contractual Services	1,550,000	1,550,000	410,963	(1,139,037)
Debt Service				
Principal Retirement	1,581,250	1,581,250	—	(1,581,250)
Interest and Fiscal Charges	36,679	36,679	—	(36,679)
Total Expenditures	<u>3,177,529</u>	<u>3,177,529</u>	<u>420,751</u>	<u>(2,756,778)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(102,529)</u>	<u>(102,529)</u>	<u>3,555,863</u>	<u>3,658,392</u>
Other Financing Sources (Uses)				
Transfers In	125,000	125,000	—	(125,000)
Transfers Out	—	—	(1,615,266)	(1,615,266)
	<u>125,000</u>	<u>125,000</u>	<u>(1,615,266)</u>	<u>(1,740,266)</u>
Net Change in Fund Balance	<u>22,471</u>	<u>22,471</u>	1,940,597	<u>1,918,126</u>
Fund Balance - Beginning			<u>6,067,984</u>	
Fund Balance - Ending			<u>8,008,581</u>	

VILLAGE OF MELROSE PARK, ILLINOIS

Senior First TIF - Special Revenue Fund

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

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Taxes				
Property Taxes	\$ 1,100,000	1,100,000	1,559,502	459,502
Interest Income	50,000	50,000	10,457	(39,543)
Total Revenues	1,150,000	1,150,000	1,569,959	419,959
Expenditures				
General Government				
Professional Services	4,800	4,800	4,800	—
Contractual Services	1,140,000	1,140,000	191,361	(948,639)
Miscellaneous	—	—	31	31
Total Expenditures	1,144,800	1,144,800	196,192	(948,608)
Net Change in Fund Balance	5,200	5,200	1,373,767	1,368,567
Fund Balance - Beginning			(1,022,350)	
Fund Balance - Ending			351,417	

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 Fund
- Combining Statements - Pension Trust Funds
- Component Unit - Statement of Net Position and Combining Balance Sheet
- Component Unit - Statement of Activities and Combining Statement of Revenues, Expenditures and Changes in Fund Balance
- Consolidated Year-End Financial Report

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

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

Mid-Metro TIF Fund

The Mid-Metro TIF Fund is used to account for the accumulation of resources for, and the payment of expenditures within the boundaries of the Mid-Metro TIF District.

Senior First TIF Fund

The Senior First TIF Fund is used to account for the accumulation of resources for, and the payment of expenditures within the boundaries of the Senior First TIF District. Per the terms of the 1992 Project Use Agreement.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for expenditures related to approved motor fuel tax projects and revenue from the state gasoline tax as collected and distributed by the State of Illinois.

25th and North TIF Fund

The 25th and North TIF Fund is used to account for the accumulation of resources for, and the payment of expenditures within the boundaries of the 25th and North TIF District.

Lake Street Corridor TIF Fund

The Lake Street Corridor TIF Fund is used to account for the accumulation of resources for, and the payment of expenditures within the boundaries of the Lake Street Corridor TIF District.

Zenith Opus TIF Fund

The Zenith Opus TIF Fund is used to account for the accumulation of resources for, and the payment of expenditures within the boundaries of the Zenith Opus TIF District.

Chicago Avenue and Superior TIF Fund

The Chicago Avenue and Superior TIF Fund is used to account for the accumulation of resources for, and the payment of expenditures within the boundaries of the Chicago Avenue and Superior TIF District.

INDIVIDUAL FUND DESCRIPTIONS - Continued

SPECIAL REVENUE FUNDS - Continued

Ruby Street TIF Fund

The Ruby Street TIF Fund is used to account for the accumulation of resources for, and the payment of expenditures within the boundaries of the Ruby Street TIF District.

DEBT SERVICE FUND

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

ENTERPRISE FUND

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 operations of the water distribution system and sewer system.

PENSION TRUST FUNDS

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement pensions for the Village's sworn police personnel. Most rules and regulations of the fund are established by the Pension Division of the Illinois Department of Insurance. Resources are contributed by sworn police personnel at rates fixed by state statutes and by the Village through an annual property tax levy.

Firefighters' Pension Fund

The Firefighters' Pension Fund is used to account for the accumulation of resources to be used for retirement pensions for the Village's sworn firefighter/paramedic personnel. Most rules and regulations of the fund are established by the Pension Division of the Illinois Department of Insurance. Resources are contributed by sworn firefighter/paramedic personnel at rates fixed by state statutes and by the Village through an annual property tax levy.

VILLAGE OF MELROSE PARK, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Taxes				
Property	\$ 16,422,500	16,422,500	17,444,913	1,022,413
Sales	21,402,500	21,402,500	26,918,877	5,516,377
Utility	2,500,000	2,500,000	2,142,557	(357,443)
Telecommunication	400,000	400,000	307,243	(92,757)
Parking	100,000	100,000	84,850	(15,150)
Amusement	317,000	317,000	513,710	196,710
Total Taxes	41,142,000	41,142,000	47,412,150	6,270,150
Intergovernmental				
State Income Tax	3,400,000	3,400,000	4,210,865	810,865
Replacement Tax	2,860,000	2,860,000	2,171,679	(688,321)
State Gaming Revenue	600,000	600,000	844,349	244,349
PUSH Tax	—	—	4,957	4,957
Grants	12,229,225	12,229,225	4,812,998	(7,416,227)
Total Intergovernmental	19,089,225	19,089,225	12,044,848	(7,044,377)
Licenses and Permits				
Business Licenses	538,500	538,500	723,928	185,428
Liquor Licenses	290,000	290,000	247,000	(43,000)
Animal Licenses	300	300	120	(180)
Vehicle Licenses	250,000	250,000	248,839	(1,161)
Contractor Licenses	75,000	75,000	65,820	(9,180)
Building Permit	1,600,000	1,600,000	960,553	(639,447)
Electrical Permit	25,000	25,000	52,426	27,426
Plumbing Permit	7,500	7,500	20,490	12,990
Sign Inspection Fees	32,500	32,500	18,576	(13,924)
Elevator Inspection Fees	15,000	15,000	16,280	1,280
Enforcement Fees	100,000	100,000	74,110	(25,890)
Reimbursable Engineering Fees	20,000	20,000	13,087	(6,913)
Sidewalk Repair Fees	40,000	40,000	34,375	(5,625)
Miscellaneous	21,000	21,000	29,754	8,754
Total Licenses and Permits	3,014,800	3,014,800	2,505,358	(509,442)

VILLAGE OF MELROSE PARK, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Charges for Services				
Copy Fees	\$ 18,000	18,000	15,199	(2,801)
Ambulance Services	1,400,000	1,400,000	1,448,512	48,512
Fire Alarm Fees	—	—	200	200
Fire Protection Fees	270,500	270,500	269,873	(627)
Senior Fees	50,000	50,000	—	(50,000)
Franchise Fees	145,000	145,000	86,880	(58,120)
Tower Rental Fees	75,000	75,000	134,525	59,525
Taste of Melrose Park	375,000	375,000	473,338	98,338
Civic Center Fees	160,000	160,000	223,778	63,778
Miscellaneous	17,200	17,200	19,925	2,725
Total Charges for Services	2,510,700	2,510,700	2,672,230	161,530
Fines and Forfeitures				
Court Fines	25,000	25,000	30,074	5,074
Violation Fines	1,210,000	1,210,000	1,410,472	200,472
Total Fines and Forfeitures	1,235,000	1,235,000	1,440,546	205,546
Interest Income	200,520	200,520	1,046,401	845,881
Miscellaneous	1,754,000	1,754,000	1,689,234	(64,766)
Total Revenues	68,946,245	68,946,245	68,810,767	(135,478)

VILLAGE OF MELROSE PARK, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
General Government				
Mayor				
Regular Wages	\$ 50,000	50,000	50,000	—
Trustees				
Regular Wages	147,100	147,100	145,818	(1,282)
Village Clerk's Office				
Regular Wages	65,000	65,000	65,000	—
Contractual Services	800	800	—	(800)
Professional Services	650	650	2,160	1,510
Travel and Meeting	50	50	—	(50)
Commodities	500	500	—	(500)
Training and Education	1,500	1,500	—	(1,500)
Miscellaneous	500	500	1,101	601
	69,000	69,000	68,261	(739)
Liquor Commission				
Regular Wages	25,000	25,000	25,000	—
Village Attorney				
Professional Services	16,000	16,000	6,090	(9,910)
Miscellaneous	7,000	7,000	3,074	(3,926)
	23,000	23,000	9,164	(13,836)
Village Prosecutor				
Regular Wages	109,600	109,600	109,600	—
Village Treasurer				
Regular Wages	9,000	9,000	9,000	—

VILLAGE OF MELROSE PARK, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
General Government - Continued				
Finance and Administration				
Regular Wages	\$ 880,000	880,000	809,293	(70,707)
Benefits	653,000	653,000	464,772	(188,228)
Contractual Services	60,000	60,000	56,801	(3,199)
Professional Services	1,307,400	1,307,400	1,397,466	90,066
Repairs and Maintenance	56,000	56,000	13,912	(42,088)
Commodities	262,500	262,500	245,469	(17,031)
Utilities	2,400,000	2,400,000	466,740	(1,933,260)
Risk Management	900,000	900,000	950,109	50,109
Miscellaneous	58,500	58,500	109,748	51,248
Capital Outlay	50,000	50,000	337,613	287,613
Interdepartmental Charge	(1,150,000)	(1,150,000)	(1,149,996)	4
Settlement	—	—	205,000	205,000
Interest Expense	—	—	(410,464)	(410,464)
	5,477,400	5,477,400	3,496,463	(1,980,937)
Village Hall				
Repairs and Maintenance	8,000	8,000	435	(7,565)
Utilities	500	500	519	19
Miscellaneous	4,000	4,000	2,316	(1,684)
	12,500	12,500	3,270	(9,230)
IMRF/Social Security				
Benefits	1,350,000	1,350,000	1,181,877	(168,123)
Interdepartmental Charge	(460,000)	(460,000)	(460,008)	(8)
	890,000	890,000	721,869	(168,131)
Public Relations				
Commodities	95,000	95,000	110,150	15,150
Miscellaneous	500	500	10,337	9,837
	95,500	95,500	120,487	24,987

VILLAGE OF MELROSE PARK, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
General Government - Continued				
Building Department				
Regular Wages	\$ 858,000	858,000	1,030,236	172,236
Benefits	375,500	375,500	403,633	28,133
Contractual Services	1,000	1,000	—	(1,000)
Professional Services	48,000	48,000	67,062	19,062
Repairs and Maintenance	30,000	30,000	32,975	2,975
Commodities	12,000	12,000	13,093	1,093
Utilities	7,500	7,500	3,685	(3,815)
Miscellaneous	8,000	8,000	7,245	(755)
Capital Outlay	2,000	2,000	1,166	(834)
Interdepartmental Charge	(75,000)	(75,000)	(75,000)	—
	<u>1,267,000</u>	<u>1,267,000</u>	<u>1,484,095</u>	<u>217,095</u>
 Total General Government	 8,175,100	 8,175,100	 6,243,027	 (1,932,073)
Public Safety				
Police Department				
Regular Wages	7,830,000	7,830,000	7,555,426	(274,574)
Overtime Wages	200,000	200,000	726,573	526,573
Benefits	2,535,000	2,535,000	2,865,579	330,579
Retirement Contributions	4,970,000	4,970,000	5,052,319	82,319
Contractual Services	100,000	100,000	120,699	20,699
Professional Services	195,000	195,000	225,831	30,831
Repairs and Maintenance	325,000	325,000	270,389	(54,611)
Commodities	285,000	285,000	356,328	71,328
Utilities	185,000	185,000	87,300	(97,700)
Training and Education	60,000	60,000	71,533	11,533
Miscellaneous	55,000	55,000	59,986	4,986
Risk Management	5,000	5,000	—	(5,000)
Capital Outlay	890,000	890,000	1,077,088	187,088
Interdepartmental Charge	(6,500)	(6,500)	(6,504)	(4)
	<u>17,628,500</u>	<u>17,628,500</u>	<u>18,462,547</u>	<u>834,047</u>

VILLAGE OF MELROSE PARK, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Public Safety - Continued				
Fire Department				
Regular Wages	\$ 6,090,000	6,090,000	5,611,327	(478,673)
Overtime Wages	60,000	60,000	65,116	5,116
Benefits	1,716,500	1,716,500	1,872,940	156,440
Retirement Contributions	5,850,000	5,850,000	5,949,204	99,204
Professional Services	1,740,500	1,740,500	1,890,540	150,040
Repairs and Maintenance	313,500	313,500	473,866	160,366
Commodities	55,000	55,000	105,635	50,635
Utilities	20,000	20,000	5,015	(14,985)
EMS Services	285,000	285,000	214,429	(70,571)
Training and Education	35,000	35,000	37,747	2,747
Miscellaneous	3,500	3,500	3,423	(77)
Capital Outlay	2,171,000	2,171,000	479,232	(1,691,768)
Interdepartmental Charge	(600,000)	(600,000)	(600,000)	—
	<u>17,740,000</u>	<u>17,740,000</u>	<u>16,108,474</u>	<u>(1,631,526)</u>
Civil Defense				
Regular Wages	16,000	16,000	16,000	—
Benefits	8,500	8,500	6,554	(1,946)
Professional Services	1,322,000	1,322,000	1,208,130	(113,870)
Repairs and Maintenance	56,000	56,000	141,194	85,194
Commodities	11,600	11,600	10,839	(761)
Utilities	13,500	13,500	6,732	(6,768)
Training and Education	500	500	—	(500)
Miscellaneous	5,000	5,000	3,727	(1,273)
Capital Outlay	553,500	553,500	587,710	34,210
	<u>1,986,600</u>	<u>1,986,600</u>	<u>1,980,886</u>	<u>(5,714)</u>

VILLAGE OF MELROSE PARK, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Public Safety - Continued				
Youth Commission				
Regular Wages	\$ 30,000	30,000	26,400	(3,600)
Board Compensation	10,800	10,800	11,983	1,183
Professional Services	1,000	1,000	900	(100)
Commodities	1,000	1,000	—	(1,000)
Miscellaneous	5,000	5,000	9,755	4,755
	<u>47,800</u>	<u>47,800</u>	<u>49,038</u>	<u>1,238</u>
Fire and Police Commission				
Board Compensation	23,200	23,200	23,200	—
Professional Services	10,000	10,000	—	(10,000)
	<u>33,200</u>	<u>33,200</u>	<u>23,200</u>	<u>(10,000)</u>
Planning Commission				
Board Compensation	<u>10,000</u>	<u>10,000</u>	<u>12,000</u>	<u>2,000</u>
Total Public Safety	<u>37,446,100</u>	<u>37,446,100</u>	<u>36,636,145</u>	<u>(809,955)</u>
Highways and Streets				
Ornamental and Street Lighting				
Regular Wages	335,000	335,000	330,856	(4,144)
Overtime Wages	2,500	2,500	3,624	1,124
Benefits	150,000	150,000	155,199	5,199
Professional Services	100,000	100,000	301,834	201,834
Repairs and Maintenance	504,700	504,700	3,160	(501,540)
Commodities	20,000	20,000	13,265	(6,735)
Utilities	14,500	14,500	9,648	(4,852)
Capital Outlay	6,500	6,500	4,571	(1,929)
Interdepartmental Charge	(250,000)	(250,000)	(249,996)	4
	<u>883,200</u>	<u>883,200</u>	<u>572,161</u>	<u>(311,039)</u>
Mini-Bus Administration				
Regular Wages	130,000	130,000	129,912	(88)
Benefits	30,000	30,000	30,627	627
	<u>160,000</u>	<u>160,000</u>	<u>160,539</u>	<u>539</u>

VILLAGE OF MELROSE PARK, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Highways and Streets - Continued				
Streets and Bridges				
Regular Wages	\$ 1,140,000	1,140,000	1,085,928	(54,072)
Overtime Wages	40,000	40,000	19,893	(20,107)
Benefits	584,000	584,000	627,924	43,924
Professional Services	2,808,000	2,808,000	7,600,437	4,792,437
Repairs and Maintenance	263,000	263,000	760,255	497,255
Commodities	180,000	180,000	122,269	(57,731)
Utilities	6,500	6,500	116,232	109,732
Equipment Rental	20,000	20,000	14,753	(5,247)
Risk Management	20,000	20,000	28,798	8,798
Miscellaneous	25,000	25,000	11,203	(13,797)
Capital Outlay	8,940,000	8,940,000	1,009,278	(7,930,722)
Interdepartmental Charge	(2,250,000)	(2,250,000)	(2,250,000)	—
	<u>11,776,500</u>	<u>11,776,500</u>	<u>9,146,970</u>	<u>(2,629,530)</u>
 Total Highways and Streets	 <u>12,819,700</u>	 <u>12,819,700</u>	 <u>9,879,670</u>	 <u>(2,940,030)</u>
 Refuse				
Professional Services	2,450,000	2,450,000	2,524,480	74,480
 Culture and Recreation				
Horticulture				
Professional Services	20,000	20,000	52,312	32,312
Repairs and Maintenance	9,000	9,000	56,869	47,869
Commodities	50,000	50,000	102,671	52,671
Utilities	1,000	1,000	461	(539)
Capital Outlay	5,000	5,000	3,231	(1,769)
	<u>85,000</u>	<u>85,000</u>	<u>215,544</u>	<u>130,544</u>
 Environmental Control				
Professional Services	7,500	7,500	6,600	(900)

VILLAGE OF MELROSE PARK, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Culture and Recreation - Continued				
Taste of Melrose				
Contractual Services	\$ 8,000	8,000	2,538	(5,462)
Professional Services	100,000	100,000	96,951	(3,049)
Repairs and Maintenance	155,000	155,000	164,063	9,063
Commodities	50,000	50,000	97,837	47,837
Miscellaneous	87,000	87,000	96,942	9,942
	<u>400,000</u>	<u>400,000</u>	<u>458,331</u>	<u>58,331</u>
Senior Building				
Professional Services	8,500	8,500	24,933	16,433
Repairs and Maintenance	104,500	104,500	397,378	292,878
Commodities	10,000	10,000	3,542	(6,458)
Utilities	12,000	12,000	12,790	790
Miscellaneous	15,000	15,000	11,386	(3,614)
	<u>150,000</u>	<u>150,000</u>	<u>450,029</u>	<u>300,029</u>
Civic Center				
Regular Wages	580,000	580,000	712,534	132,534
Overtime Wages	30,500	30,500	59,270	28,770
Benefits	285,000	285,000	341,332	56,332
Contractual Services	70,000	70,000	51,804	(18,196)
Professional Services	185,000	185,000	253,684	68,684
Repairs and Maintenance	157,000	157,000	119,114	(37,886)
Commodities	24,200	24,200	53,830	29,630
Utilities	210,000	210,000	33,911	(176,089)
Miscellaneous	35,000	35,000	26,439	(8,561)
	<u>1,576,700</u>	<u>1,576,700</u>	<u>1,651,918</u>	<u>75,218</u>
Total Culture and Recreation	<u>2,219,200</u>	<u>2,219,200</u>	<u>2,782,422</u>	<u>563,222</u>

VILLAGE OF MELROSE PARK, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Hispanic Liaison Center				
Regular Wages	\$ 100,000	100,000	90,168	(9,832)
Benefits	—	—	55	55
Professional Services	180,000	180,000	150,141	(29,859)
Commodities	6,000	6,000	3,497	(2,503)
Utilities	10,500	10,500	8,158	(2,342)
Total Hispanic Liaison Center	296,500	296,500	252,019	(44,481)
Community Development				
Economic Incentive	3,500,000	3,500,000	3,328,550	(171,450)
Debt Service				
Principal Retirement	135,000	135,000	5,051,145	4,916,145
Interest and Fiscal Charges	355,000	355,000	58,788	(296,212)
Total Debt Service	490,000	490,000	5,109,933	4,619,933
Total Expenditures	67,396,600	67,396,600	66,756,246	(640,354)

VILLAGE OF MELROSE PARK, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2024

See Following Page

VILLAGE OF MELROSE PARK, ILLINOIS

**Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2024**

		Special
	Motor Fuel Tax	25th and North TIF
ASSETS		
Cash and Investments	\$ 4,059,393	—
Receivables - Net of Allowances		
Taxes	—	—
Due from Other Governments	499,644	—
Advances to Other Funds	—	—
Total Assets	<u>4,559,037</u>	<u>—</u>
LIABILITIES		
Accounts Payable	26,108	—
Advances from Other Funds	—	349,259
Total Liabilities	<u>26,108</u>	<u>349,259</u>
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	—	—
Grants	195,677	—
Total Deferred Inflows of Resources	<u>195,677</u>	<u>—</u>
Total Liabilities and Deferred Inflows of Resources	<u>221,785</u>	<u>349,259</u>
FUND BALANCES		
Restricted	4,337,252	—
Unassigned	—	(349,259)
Total Fund Balances	<u>4,337,252</u>	<u>(349,259)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>4,559,037</u>	<u>—</u>

Revenue					
Lake Street Corridor TIF	Zenith Opus TIF	Chicago Avenue and Superior TIF	Ruby Street TIF	Debt Service	Totals
2,826,931	1,578,912	626,190	9,709,067	3,473,721	22,274,214
—	—	—	—	303,578	303,578
—	—	—	—	—	499,644
—	—	—	—	143,750	143,750
2,826,931	1,578,912	626,190	9,709,067	3,921,049	23,221,186
400	400	400	—	—	27,308
143,750	—	400	—	87,600	581,009
144,150	400	800	—	87,600	608,317
—	—	—	—	303,578	303,578
—	—	—	—	—	195,677
—	—	—	—	303,578	499,255
144,150	400	800	—	391,178	1,107,572
2,682,781	1,578,512	625,390	9,709,067	3,529,871	22,462,873
—	—	—	—	—	(349,259)
2,682,781	1,578,512	625,390	9,709,067	3,529,871	22,113,614
2,826,931	1,578,912	626,190	9,709,067	3,921,049	23,221,186

VILLAGE OF MELROSE PARK, ILLINOIS

Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2024

	Special	
	Motor Fuel Tax	25th and North TIF
Revenues		
Taxes	\$ —	—
Intergovernmental	1,313,042	—
Interest Income	4,110	—
Miscellaneous	—	—
Total Revenues	<u>1,317,152</u>	<u>—</u>
Expenditures		
General Government	—	—
Highways and Streets	570,365	—
Community Development	—	16,100
Debt Service		
Principal Retirement	—	1,581,250
Interest and Fiscal Charges	—	34,016
Total Expenditures	<u>570,365</u>	<u>1,631,366</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>746,787</u>	<u>(1,631,366)</u>
Other Financing Sources (Uses)		
Transfers In	—	1,615,266
Transfers Out	(64,520)	—
	<u>(64,520)</u>	<u>1,615,266</u>
Net Change in Fund Balances	682,267	(16,100)
Fund Balances - Beginning	<u>3,654,985</u>	<u>(333,159)</u>
Fund Balances - Ending	<u><u>4,337,252</u></u>	<u><u>(349,259)</u></u>

Revenue					
Lake Street Corridor TIF	Zenith Opus TIF	Chicago Avenue and Superior TIF	Ruby Street TIF	Debt Service	Totals
573,939	1,109,562	—	2,982,124	296,966	4,962,591
—	—	—	—	—	1,313,042
121,120	40,213	1,448	18,959	22,459	208,309
—	533,420	—	—	—	533,420
695,059	1,683,195	1,448	3,001,083	319,425	7,017,362
—	102,345	—	—	—	102,345
—	—	—	—	—	570,365
28,594	—	98,800	1,425,461	—	1,568,955
—	—	—	—	1,235,000	2,816,250
—	—	—	—	520,602	554,618
28,594	102,345	98,800	1,425,461	1,755,602	5,612,533
666,465	1,580,850	(97,352)	1,575,622	(1,436,177)	1,404,829
—	—	—	—	1,438,650	3,053,916
(275,000)	—	—	—	—	(339,520)
(275,000)	—	—	—	1,438,650	2,714,396
391,465	1,580,850	(97,352)	1,575,622	2,473	4,119,225
2,291,316	(2,338)	722,742	8,133,445	3,527,398	17,994,389
2,682,781	1,578,512	625,390	9,709,067	3,529,871	22,113,614

VILLAGE OF MELROSE PARK, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

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

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Intergovernmental				
Motor Fuel Tax Allotments	\$ 1,020,000	1,020,000	1,102,186	82,186
Grants	4,397,400	4,397,400	210,856	(4,186,544)
Interest Income	4,000	4,000	4,110	110
Total Revenues	<u>5,421,400</u>	<u>5,421,400</u>	<u>1,317,152</u>	<u>(4,104,248)</u>
Expenditures				
Highways and Streets				
Contractual Services	6,018,000	6,018,000	157,602	(5,860,398)
Utilities	400,000	400,000	412,763	12,763
Total Expenditures	<u>6,418,000</u>	<u>6,418,000</u>	<u>570,365</u>	<u>(5,847,635)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(996,600)	(996,600)	746,787	1,743,387
Other Financing (Uses)				
Transfers Out	(64,520)	(64,520)	(64,520)	—
Net Change in Fund Balance	<u>(1,061,120)</u>	<u>(1,061,120)</u>	682,267	<u>1,743,387</u>
Fund Balance - Beginning			<u>3,654,985</u>	
Fund Balance - Ending			<u>4,337,252</u>	

VILLAGE OF MELROSE PARK, ILLINOIS

Lake Street Corridor TIF - Special Revenue Fund

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

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Taxes				
Property Taxes	\$ 425,000	425,000	573,939	148,939
Interest Income	8,000	8,000	121,120	113,120
Total Revenues	<u>433,000</u>	<u>433,000</u>	<u>695,059</u>	<u>262,059</u>
Expenditures				
Community Development				
Professional Services	4,800	4,800	4,800	—
Contractual Services	75,000	75,000	23,794	(51,206)
Capital Outlay	75,000	75,000	—	(75,000)
Total Expenditures	<u>154,800</u>	<u>154,800</u>	<u>28,594</u>	<u>(126,206)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	278,200	278,200	666,465	388,265
Other Financing (Uses)				
Transfers Out	<u>(275,000)</u>	<u>(275,000)</u>	<u>(275,000)</u>	<u>—</u>
Net Change in Fund Balance	<u>3,200</u>	<u>3,200</u>	391,465	<u>388,265</u>
Fund Balance - Beginning			<u>2,291,316</u>	
Fund Balance - Ending			<u>2,682,781</u>	

VILLAGE OF MELROSE PARK, ILLINOIS

Zenith Opus TIF - Special Revenue Fund

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

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Taxes				
Property Taxes	\$ 800,000	800,000	1,109,562	309,562
Interest Income	30,000	30,000	40,213	10,213
Miscellaneous	—	—	533,420	533,420
Total Revenues	<u>830,000</u>	<u>830,000</u>	<u>1,683,195</u>	<u>853,195</u>
Expenditures				
General Government				
Professional Services	4,800	4,800	4,800	—
Contractual Services	825,000	825,000	97,500	(727,500)
Miscellaneous	—	—	45	45
Total Expenditures	<u>829,800</u>	<u>829,800</u>	<u>102,345</u>	<u>(727,455)</u>
Net Change in Fund Balance	<u>200</u>	<u>200</u>	1,580,850	<u>1,580,650</u>
Fund Balance - Beginning			<u>(2,338)</u>	
Fund Balance - Ending			<u>1,578,512</u>	

VILLAGE OF MELROSE PARK, ILLINOIS

Chicago Avenue and Superior TIF - Special Revenue Fund

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

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Taxes				
Property Taxes	\$ 75,000	75,000	—	(75,000)
Interest Income	6,500	6,500	1,448	(5,052)
Total Revenues	<u>81,500</u>	<u>81,500</u>	1,448	<u>(80,052)</u>
Expenditures				
Community Development				
Professional Services	4,800	4,800	4,800	—
Contractual Services	75,050	75,050	94,000	18,950
Total Expenditures	<u>79,850</u>	<u>79,850</u>	98,800	18,950
Net Change in Fund Balance	<u>1,650</u>	<u>1,650</u>	(97,352)	<u>(99,002)</u>
Fund Balance - Beginning			<u>722,742</u>	
Fund Balance - Ending			<u>625,390</u>	

VILLAGE OF MELROSE PARK, ILLINOIS

Ruby Street TIF - Special Revenue Fund

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

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Taxes				
Property Taxes	\$ 1,000,000	1,000,000	2,982,124	1,982,124
Interest Income	8,000	8,000	18,959	10,959
Total Revenues	<u>1,008,000</u>	<u>1,008,000</u>	<u>3,001,083</u>	<u>1,993,083</u>
Expenditures				
Community Development				
Professional Services	4,800	4,800	—	(4,800)
Contractual Services	1,000,000	1,000,000	1,425,461	425,461
Total Expenditures	<u>1,004,800</u>	<u>1,004,800</u>	<u>1,425,461</u>	<u>420,661</u>
Net Change in Fund Balance	<u>3,200</u>	<u>3,200</u>	1,575,622	<u>1,572,422</u>
Fund Balance - Beginning			<u>8,133,445</u>	
Fund Balance - Ending			<u>9,709,067</u>	

VILLAGE OF MELROSE PARK, ILLINOIS

Debt Service Fund

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

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Taxes				
Property Taxes	\$ 291,628	291,628	296,966	5,338
Interest Income	20,000	20,000	22,459	2,459
Total Revenues	<u>311,628</u>	<u>311,628</u>	<u>319,425</u>	<u>7,797</u>
Expenditures				
Debt Service				
Principal Retirement	1,235,000	1,235,000	1,235,000	—
Interest and Fiscal Charges	520,602	520,602	520,602	—
Total Expenditures	<u>1,755,602</u>	<u>1,755,602</u>	<u>1,755,602</u>	<u>—</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,443,974)	(1,443,974)	(1,436,177)	7,797
Other Financing Sources				
Transfers In	<u>1,438,650</u>	<u>1,438,650</u>	<u>1,438,650</u>	<u>—</u>
Net Change in Fund Balance	<u>(5,324)</u>	<u>(5,324)</u>	2,473	<u>7,797</u>
Fund Balance - Beginning			<u>3,527,398</u>	
Fund Balance - Ending			<u>3,529,871</u>	

VILLAGE OF MELROSE PARK, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Operating Revenues				
Charges for Services				
Water and Sewer Sales	\$ 35,000,000	35,000,000	33,300,023	(1,699,977)
Meter Sales	160,000	160,000	72,484	(87,516)
Revenue from Change in IMRF Plan	—	—	868,024	868,024
Total Operating Revenues	<u>35,160,000</u>	<u>35,160,000</u>	<u>34,240,531</u>	<u>(919,469)</u>
Operating Expenses				
Operations				
Administration	5,985,500	5,985,500	6,145,333	159,833
Water Transmission	27,905,300	27,905,300	24,415,210	(3,490,090)
Sewer	1,128,000	1,128,000	1,442,549	314,549
Water and Sewer Facilities	57,500	57,500	155,881	98,381
Depreciation	880,000	880,000	948,342	68,342
Total Operating Expenses	<u>35,956,300</u>	<u>35,956,300</u>	<u>33,107,315</u>	<u>(2,848,985)</u>
Operating Income (Loss)	<u>(796,300)</u>	<u>(796,300)</u>	<u>1,133,216</u>	<u>1,929,516</u>
Nonoperating Revenues				
Interest Income	8,000	8,000	17,479	9,479
Grants	790,000	790,000	459,372	(330,628)
	<u>798,000</u>	<u>798,000</u>	<u>476,851</u>	<u>(321,149)</u>
Change in Net Position	<u>1,700</u>	<u>1,700</u>	<u>1,610,067</u>	<u>1,608,367</u>
Net Position - Beginning			<u>44,853,473</u>	
Net Position - Ending			<u>46,463,540</u>	

VILLAGE OF MELROSE PARK, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Operations				
Administration				
Regular Wages	\$ 245,000	245,000	206,850	(38,150)
Benefits	250,000	250,000	248,719	(1,281)
Interdepartmental Charges	4,791,500	4,791,500	4,791,504	4
Professional Services	70,000	70,000	4,724	(65,276)
Repairs and Maintenance	351,500	351,500	440,410	88,910
Operating Supplies	21,000	21,000	6,674	(14,326)
Utilities	1,500	1,500	—	(1,500)
Risk Management	200,000	200,000	341,232	141,232
Miscellaneous	55,000	55,000	105,220	50,220
Total Administration	5,985,500	5,985,500	6,145,333	159,833
Water Transmission				
Cost of Sales and Services - Water				
Regular Wages	850,000	850,000	946,614	96,614
Overtime Wages	60,000	60,000	78,408	18,408
Benefits	404,000	404,000	1,304,223	900,223
Professional Services	100,000	100,000	220,049	120,049
Repairs and Maintenance	2,305,000	2,305,000	1,237,265	(1,067,735)
Purchased Water	20,500,000	20,500,000	20,044,989	(455,011)
Utilities	325,000	325,000	456,888	131,888
Operating Supplies	10,000	10,000	14,613	4,613
Mains and Hydrants	300,000	300,000	93,806	(206,194)
Machinery and Equipment - Other	500	500	13,141	12,641
Capital Projects	3,050,000	3,050,000	—	(3,050,000)
Miscellaneous	800	800	5,214	4,414
Total Water Transmission	27,905,300	27,905,300	24,415,210	(3,490,090)

VILLAGE OF MELROSE PARK, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Operations - Continued				
Sewer				
Cost of Sales and Services - Sewer				
Regular Wages	\$ 260,000	260,000	258,451	(1,549)
Overtime Wages	30,000	30,000	26,661	(3,339)
Benefits	210,000	210,000	217,995	7,995
Professional Services	500,500	500,500	752,845	252,345
Repairs and Maintenance	111,000	111,000	138,611	27,611
Utilities	500	500	—	(500)
Commodities	15,500	15,500	47,986	32,486
Machinery and Equipment - Other	500	500	—	(500)
Total Sewer	1,128,000	1,128,000	1,442,549	314,549
Water and Sewer Facilities				
Repairs and Maintenance	15,000	15,000	97,750	82,750
Utilities	40,000	40,000	57,849	17,849
Machinery and Equipment - Other	2,500	2,500	282	(2,218)
Total Water and Sewer Facilities	57,500	57,500	155,881	98,381
Total Operations	35,076,300	35,076,300	32,158,973	(2,917,327)
Depreciation	880,000	880,000	948,342	68,342
Total Operating Expenses	35,956,300	35,956,300	33,107,315	(2,848,985)

VILLAGE OF MELROSE PARK, ILLINOIS

Pension Trust Funds

Combining Statement of Fiduciary Net Position

December 31, 2024

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 8,481,046	6,726,925	15,207,971
Investments			
Illinois Police Officers' Pension Investment Fund	38,609,570	—	38,609,570
Illinois Firefighters' Pension Investment Fund	—	35,739,138	35,739,138
Prepays	1,716	5,579	7,295
Total Assets	47,092,332	42,471,642	89,563,974
LIABILITIES			
Accounts Payable	5,070	—	5,070
NET POSITION			
Net Position Restricted for Pensions	47,087,262	42,471,642	89,558,904

VILLAGE OF MELROSE PARK, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended December 31, 2024

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 5,052,319	5,949,204	11,001,523
Contributions - Plan Members	690,053	520,062	1,210,115
Total Contributions	<u>5,742,372</u>	<u>6,469,266</u>	<u>12,211,638</u>
Investment Income			
Interest Earned	3,008,851	283,617	3,292,468
Net Change in Fair Value	647,589	3,560,089	4,207,678
	<u>3,656,440</u>	<u>3,843,706</u>	<u>7,500,146</u>
Less Investment Expenses	(16,383)	(43,100)	(59,483)
Net Investment Income	<u>3,640,057</u>	<u>3,800,606</u>	<u>7,440,663</u>
Total Additions	<u>9,382,429</u>	<u>10,269,872</u>	<u>19,652,301</u>
Deductions			
Administration	71,035	49,929	120,964
Benefits and Refunds	4,998,072	5,994,693	10,992,765
Total Deductions	<u>5,069,107</u>	<u>6,044,622</u>	<u>11,113,729</u>
Change in Fiduciary Net Position	4,313,322	4,225,250	8,538,572
Net Position Restricted for Pensions			
Beginning	<u>42,773,940</u>	<u>38,246,392</u>	<u>81,020,332</u>
Ending	<u>47,087,262</u>	<u>42,471,642</u>	<u>89,558,904</u>

VILLAGE OF MELROSE PARK, ILLINOIS

Component Unit - Melrose Park Public Library

Statement of Net Position and Combining Balance Sheet - Governmental Funds

December 31, 2024

	Library	Adjustments	Statement of Net Position
ASSETS			
Cash and Investments	\$ 59,951	—	59,951
Receivables - Net of Allowances			
Property Taxes	977,521	—	977,521
Prepays	7,149	—	7,149
Due from Other Governments	12,297	—	12,297
Capital Assets			
Nondepreciable	—	333,332	333,332
Depreciable	—	1,227,993	1,227,993
Accumulated Depreciation	—	(905,014)	(905,014)
Total Assets	<u>1,056,918</u>	<u>656,311</u>	<u>1,713,229</u>
LIABILITIES			
Accounts Payable	38,556	—	38,556
Insurance Claims Payable	34,667	—	34,667
Due to Other Governments	104,030	—	104,030
Other Payables	959,136	—	959,136
Total Liabilities	<u>1,136,389</u>	<u>—</u>	<u>1,136,389</u>
FUND BALANCES/NET POSITION			
Investment in Capital Assets	—	656,311	656,311
Nonspendable	7,149	(7,149)	—
Unassigned	(86,620)	86,620	—
Unrestricted	—	(79,471)	(79,471)
Total Fund Balances/Net Position	<u>(79,471)</u>	<u>656,311</u>	<u>576,840</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances/Net Position	<u><u>1,056,918</u></u>	<u><u>656,311</u></u>	<u><u>1,713,229</u></u>

VILLAGE OF MELROSE PARK, ILLINOIS

Component Unit - Melrose Park Public Library

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

For the Fiscal Year Ended December 31, 2024

	Library	Adjustments	Statement of Activities
Revenues			
Taxes			
Property Taxes	\$ 948,298	—	948,298
Intergovernmental	36,822	—	36,822
Miscellaneous	6,098	—	6,098
Total Revenues	<u>991,218</u>	<u>—</u>	<u>991,218</u>
Expenditures			
Culture and Recreation	911,764	15,211	926,975
Capital Outlay	—	(46,625)	(46,625)
Total Expenditures	<u>911,764</u>	<u>(31,414)</u>	<u>880,350</u>
Net Change in Fund Balances/Net Position	79,454	31,414	110,868
Fund Balances/Net Position - Beginning	<u>(158,925)</u>	<u>624,897</u>	<u>465,972</u>
Fund Balances/Net Position - Ending	<u>(79,471)</u>	<u>656,311</u>	<u>576,840</u>

VILLAGE OF MELROSE PARK, ILLINOIS

**Consolidated Year-End Financial Report
December 31, 2024**

CSFA #	Program Name	State	Federal	Total
420-00-0505	Grants Management Program	\$ 182,988	—	182,988
420-00-1758	Site Improvements	3,871,078	—	3,871,078
494-10-0343	State and Community Highway Safety/National Priority Safety Program	—	43,575	43,575
532-60-0378	Section 319(h) – Nonpoint Source Pollution Control Financial Assistance Program	—	427,650	427,650
532-60-3017	Lead Service Line Inventory Grant Program	25,000	—	25,000
	Other Grant Programs and Activities	—	2,554,042	2,554,042
	Totals	<u>4,079,066</u>	<u>3,025,267</u>	<u>7,104,333</u>

SUPPLEMENTAL SCHEDULES

VILLAGE OF MELROSE PARK, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2012
December 31, 2024**

Date of Issue	April 19, 2012
Date of Maturity	December 15, 2032
Authorized Issue	\$14,355,000
Interest Rates	3.50% - 5.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago, IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2025	\$ 770,000	292,700	1,062,700
2026	805,000	254,200	1,059,200
2027	835,000	222,000	1,057,000
2028	870,000	188,600	1,058,600
2029	905,000	153,800	1,058,800
2030	940,000	117,600	1,057,600
2031	980,000	80,000	1,060,000
2032	1,020,000	40,800	1,060,800
	<u>7,125,000</u>	<u>1,349,700</u>	<u>8,474,700</u>

VILLAGE OF MELROSE PARK, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2016
December 31, 2024**

Date of Issue	September 29, 2016
Date of Maturity	December 15, 2026
Authorized Issue	\$3,660,000
Interest Rates	2.00% - 3.20%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago, IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2025	\$ 285,000	18,579	303,579
2026	300,000	9,600	309,600
	<u>585,000</u>	<u>28,179</u>	<u>613,179</u>

VILLAGE OF MELROSE PARK, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2020
December 31, 2024**

Date of Issue	October 1, 2020
Date of Maturity	December 15, 2040
Authorized Issue	\$5,970,000
Interest Rates	2.00% - 5.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago, IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2025	\$ 235,000	164,200	399,200
2026	245,000	152,450	397,450
2027	255,000	140,200	395,200
2028	270,000	127,450	397,450
2029	285,000	113,950	398,950
2030	300,000	99,700	399,700
2031	315,000	84,700	399,700
2032	330,000	68,950	398,950
2033	335,000	62,350	397,350
2034	340,000	55,650	395,650
2035	350,000	48,850	398,850
2036	355,000	41,850	396,850
2037	365,000	33,862	398,862
2038	370,000	25,650	395,650
2039	380,000	17,325	397,325
2040	390,000	8,775	398,775
	<u>5,120,000</u>	<u>1,245,912</u>	<u>6,365,912</u>