



VILLAGE OF CHATHAM, ILLINOIS

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

For the Fiscal Year Ended April 30, 2025

Prepared by:

Megan Cochran, Chief Fiscal Officer

VILLAGE OF CHATHAM, ILLINOIS
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INTRODUCTORY SECTION

Village President
Dave Kimsey

Village Clerk
Dan Holden



Village Trustees
Kristin Chiaro
Meredith Ferguson
John Fletcher
Brett Gerger
Timothy Nice
Carl Try

October 13, 2025

To the Honorable Village President, Members of the Village Board and the Citizens of the Village of Chatham:

The annual comprehensive financial report of the Village of Chatham, Illinois (Village) for the year ended April 30, 2025, is hereby submitted as mandated by state statute. It requires that the Village, on an annual basis, report on its financial activity, as well as having an independent firm of certified public accountants audit the report. Responsibility, for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. To provide a reasonable basis for making these representations, management of the Village has established a comprehensive internal control framework that is designed to protect the Village's assets from loss, theft or misuse and to compile sufficient, reliable information for the preparation of the Village's financial statements in conformance with generally accepted accounting principles (GAAP). This internal control structure is designed to provide a reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits require estimates and judgments by management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds of the Village. All disclosures necessary to enable the reader to gain an understanding of the Village's activities have been included.

A narrative introduction, overview and analysis accompany the basic financial statements in the form of the Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement and should be read in conjunction with the MD&A. The Village's MD&A can be found immediately following the report of the independent auditors and will provide further information regarding the format and content of this report.

The Village of Chatham's financial statements have been audited by Sikich CPA LLC, a firm of licensed certified public accountants. They have issued an unmodified (clean) opinion on the Village of Chatham's financial statements for the fiscal year ended April 30, 2025. The independent auditors report is presented in the financial section of the report.

Village of Chatham Profile

The Village of Chatham, incorporated on March 23, 1874, is located in Sangamon County, approximately 3 miles south of the Illinois State Capitol, Springfield. The Village lies along the original alignment of historic U.S. Route 66 (Illinois Route 4). The Village encompasses an area of 7 square miles and serves a population of 14,377 residents and is located in Chatham, Ball, Woodside, and Curran Townships. It is empowered by state statute to extend its corporate limits by annexation.

The Village operates under the Village Board-Trustee form of government. Policymaking and legislative authority are vested in the Village Board, which consists of a Village President and a six-member Board of Trustees. The Village Board sets policy for the Village, adopts ordinances and resolutions, adopts the annual appropriation, and approves expenditures. Board members are elected to four-year staggered terms. The Village President and Village Clerk are also elected to four-year terms. The Village President, Village Clerk and Board members are elected on a non-partisan basis. The Village Manager is appointed by the Village President with the consent of the Village Board and is responsible for carrying out the policies and ordinances of the Village and for overseeing the day-to-day operations.

The Village of Chatham provides a full range of services, including police protection, electric, water and sewer service, yard waste collections, parks, cemeteries and the care of streets and sidewalks.

This report includes all funds of the Village including the activities of the Chatham Police Pension Fund for which the Village is financially accountable for. Other independent districts and government entities also provide services in Chatham. Government entities such as the Chatham Fire Protection District, Chatham Library District, Chatham Township, Ball Township, Woodside Township, Curran Township, Ball-Chatham School District, South Sangamon Water Commission, and the Sangamon County Water Reclamation District have not met the established criteria for inclusion in the reporting entity, and accordingly, are excluded from this report.

Financial Planning

The annual appropriation ordinance is the legal document under which Village resources are expended. This document is based on the Village's annual budget. The budget process begins in February of each year. The Chief Budget Officer and Treasurer prepares estimates of revenue and personal service line items. Each department prepares expenditure requests and provides information on any new initiatives to be undertaken by the department.

The finance staff compiles the information and the Village's management team conducts meetings to discuss and formulate each department's needs for the upcoming fiscal year. From these meetings a budget document is developed and presented to the Village Board. The budget document is the basis from which the annual appropriation ordinance is derived.

Local Economy

The Village of Chatham economy reflects typical suburban mixtures of business, limited manufacturing, service businesses, restaurants, and health care. Local businesses mostly serve customers in the Village and surrounding area. The health care industry sector includes an express care facility in the existing Memorial Physician Services building and the Hospital Sisters Health System facility.

Municipal sales tax revenue provides a good measure of the local economy. Fiscal year 2025 saw a slight increase in the amount of sales tax revenue of 4.0% with the top four sales tax categories for the Village being drug and miscellaneous retail, food, auto and gas stations, and drinking and eating places. The increase in sales tax is due to moderate economic growth in 2025 along with rising inflation.

The Village's use tax has increased significantly in previous years due to the "Leveling the Playing Field" legislation which required remote retailers to collect and remit the state and local retailer's occupation tax for sales made after January 1, 2021. Fiscal year 2023 had an increase of 18.9% in local use tax from fiscal year 2022, decreased 6.2% in fiscal year 2024 and decreased 12.4% in fiscal year 2025. The decrease in fiscal year 2025 is due to legislative changes to the "Leveling the Playing Field" in which retailers previously obligated to collect and remit Illinois Use Tax on retail sales sourced outside of Illinois and made to Illinois customers are subject to destination-based retailers' occupation tax. If a retailer with any kind of physical presence in Illinois and the item is sold or shipped from the Illinois location, the sale is based upon the local ROT rate. Based upon the change in the legislation it is expected that the use tax will decline in the next fiscal year as well.

In Fiscal year 2025, the Village experienced a decrease in the number of building permits issued after experiencing an increase in fiscal year 2024. Since the COVID-19 pandemic, building permits have fluctuated year to year based upon inflation, volatility in material prices in the construction industry, and increased labor costs. The prior year included the completion of a residential development, while there were no such developments completed by April 30, 2025. The Village continues to evaluate and work with developers for new residential developments.

The taxable equalized assessed valuation (EAV) within the Village has continued to increase over the past ten levy years and is anticipated to increase again for the 2025 levy year. The Village's 2024 taxable EAV increased 10.2% to \$409,428,644. A portion of this increase is due to new construction EAV.

Per the Bureau of Labor Statistics, over the past 10 years the unemployment rate ranged from 3.0% to 11.8%. Beginning in March 2020, when the COVID-19 virus was declared a global pandemic the unemployment rate increased to 11.8%. The unemployment rate has been decreasing over the last couple of years, to a rate of 3.60% during fiscal year 2025. This rate is still below the current state average of 4.6%.

Major initiatives

Among the Village's more significant accomplishments during fiscal year 2025 were the following:

The Village undertook an extensive renovation of Chatham Community Park during the summer of calendar year 2024. As part of the project, the three existing tennis courts were replaced with sixteen dedicated pickleball courts featuring permanent lines and nets. The renovation included the installation of a new concrete overlay, court painting, perimeter and interior fencing, and new bleachers positioned between the courts. Upon completion of the courts, additional improvements such as sidewalks and landscaping were implemented to enhance overall aesthetics and create an inviting environment for pickleball enthusiasts.

Beginning in fiscal year 2022, the Village received \$1,777,189 in Coronavirus State and Local Fiscal Recovery Funds that were authorized by the American Rescue Plan Act (ARPA funds). During fiscal year 2025, the Village spent the remainder of the ARPA funds of \$870,464 on projects that were determined to be eligible projects and were considered in the Village's comprehensive plan. Major projects that were funded with the federal ARPA funds included the replacement of tennis courts and the construction of sixteen new pickleball courts for approximately \$375,000, purchase and installation of a generator for the ground storage tank for approximately \$139,000, purchase of police vehicles and equipment for approximately \$126,000, and roadwork on Keystone Drive for approximately \$119,000.

Also, in fiscal year 2025, the Motor Fuel Tax fund had one significant project. Plummer Blvd upgrades began in fiscal year 2024 using ARPA funds for patching roadwork. During fiscal year 2025 additional upgrades were performed including overlay of 0.8 miles of roadway along with rebuilding of curbs and gutters of intersections totaling approximately \$560,000. The Village plans to continue the upgrades on Plummer Blvd with patching, resurfacing, and modernizing ADA ramps and traffic signal equipment for an additional mile of roadway that is expected to cost approximately \$882,000.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Chatham for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended April 30, 2024. This was the eighth year that the Village received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe this report conforms to the Certificate of Achievement Program's requirements and are submitting it to the GFOA for its determination.

The preparation of this report could not be accomplished without the efficient and dedicated services of the Administration and Finance Department staff. Their contributions are truly appreciated. I would also like to acknowledge our auditors, Sikich CPA LLC, for their help in formulating this report. My sincere gratitude is extended to the Village President, the Board of Trustees and the Village Manager for their interest and support in planning and conducting the financial operations of the Village in a responsible and progressive manner.

Respectively submitted,

A handwritten signature in cursive script that reads "Megan Cochran".

Megan Cochran
Chief Fiscal Officer

VILLAGE OF CHATHAM, ILLINOIS

PRINCIPAL VILLAGE OFFICIALS

VILLAGE PRESIDENT

Dave Kimsey

BOARD OF TRUSTEES

Kristen Chiaro
Meredith Ferguson
John Fletcher
Brett Gerger
Timothy Nice
Carl Try

VILLAGE CLERK

Dan Holden

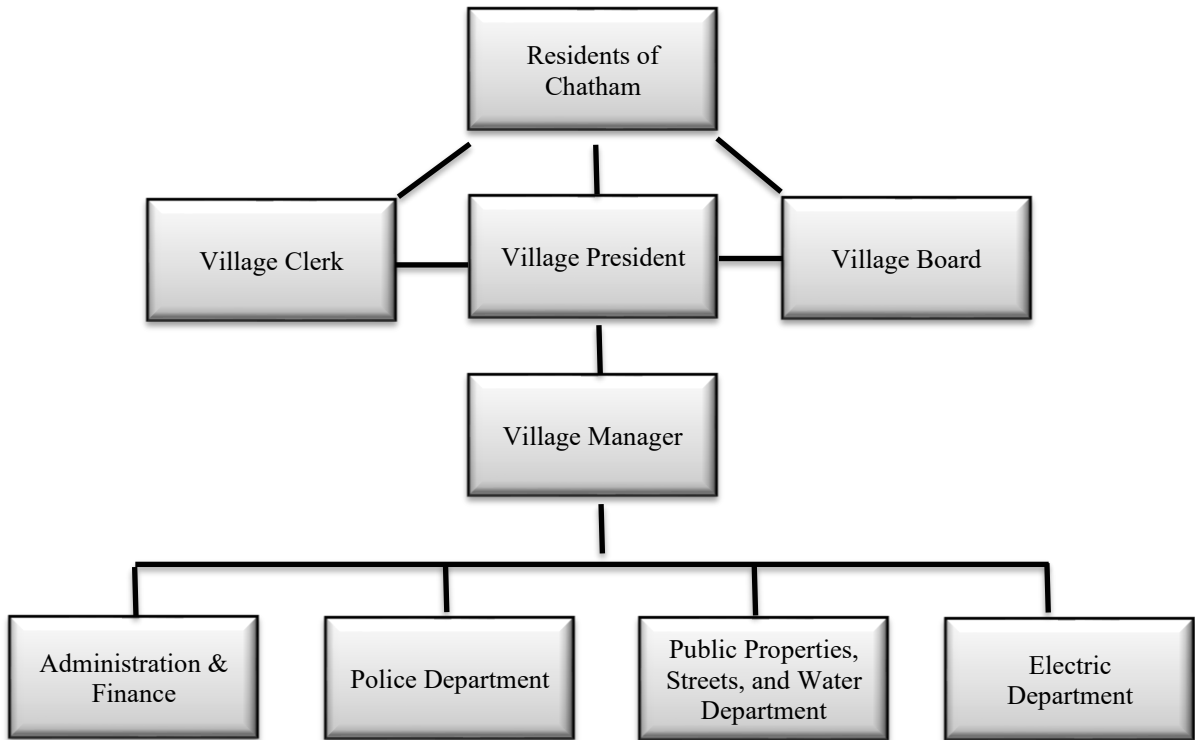
VILLAGE MANAGER

Patrick McCarthy

DEPARTMENT DIRECTORS:

Kayla Piehl, Chief Budget Officer and Treasurer
Megan Cochran, Chief Fiscal Officer
Vern Foli, Chief of Police
Dustin Patterson, General Foreman Water, Parks, and Streets Departments
Jill Butler, Administrative Assistant
Casey Erickson, Code Enforcement Manager

VILLAGE OF CHATHAM
2025 ORGANIZATIONAL CHART





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of Chatham
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

April 30, 2024

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

3051 Hollis Dr., 3rd Floor
Springfield, IL 62704
217.793.3363

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

To the President
and Board of Trustees
Village of Chatham, Illinois

Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Chatham, Illinois as of April 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

The Village adopted the Governmental Accounting Standards Board (GASB) Statement No. 100, *Accounting Changes and Error Corrections* (see Note 13) and Statement No. 101, *Compensated Absences*, for the year ended April 30, 2025 (see Note 1k). The implementation of these standards resulted in changes within the financial reporting entity and to the accrual of compensated absence balances. Our opinion is not modified with respect to this matter.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

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

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

Other Matters

Required Supplementary Information

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

Supplementary Information

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

This information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules and supplementary financial information are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We have also previously audited, in accordance with auditing standards, generally accepted in the United States of America, the Village of Chatham, Illinois' basic financial statements as of and for the period ended April 30, 2024, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information. That audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The 2024 comparative information included on certain combining and individual fund statements and schedules is presented for purposes of additional analysis and is not 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 2024 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare

the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2024 comparative information was fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 13, 2025 on our consideration of the Village of Chatham, Illinois' internal control over financial reporting and on our tests and its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village of Chatham, Illinois' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and in considering the Village of Chatham, Illinois' internal control over financial reporting and compliance.

Sikich CPA LLC

Springfield, Illinois
October 13, 2025

3051 Hollis Dr., 3rd Floor
Springfield, IL 62704
217.793.3363

SIKICH.COM

**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Trustees
Village of Chatham, Illinois
Chatham, Illinois

We have audited, in accordance with the 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, the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Chatham, Illinois, as of and for the year ended April 30, 2025, and the related notes to the financial statements, which collectively comprise the Village of Chatham, Illinois’ basic financial statements, and have issued our report thereon dated October 13, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Village of Chatham, Illinois’ internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Village of Chatham, Illinois’ internal control. Accordingly, we do not express an opinion on the effectiveness of the Village of Chatham, Illinois’ internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given those limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village of Chatham, Illinois' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our test disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sikich CPA LLC

Springfield, Illinois
October 13, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF CHATHAM, ILLINOIS

MANAGEMENT'S DISCUSSIONS AND ANALYSIS

April 30, 2025

As the management of the Village of Chatham (the Village), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2025.

Financial Highlights

- The assets and deferred outflows of resources of the Village exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$47,314,644 (net position).
- At the close fiscal year 2025, the Village's governmental funds reported combined ending fund balances of \$12,235,688 of which \$5,108,556 was unassigned and is available for spending at the Village's discretion.
- General governmental revenues were \$8,169,060 and represent 62% of all governmental revenues. Charges for services of \$1,406,154 represent 11% and operating grants and contributions in the form of motor fuel tax distribution, public safety grants, and FEMA grant accounted for \$3,455,135 and represent 26% of all governmental revenues. Capital grants accounted for \$89,787 and represent 1% of total governmental revenues of \$13,120,136.
- The Village had \$8,974,138 in expenses related to government activities. However, only \$4,951,076 of these expenses was offset by program specific charges and operating grants and contributions.
- The Village's long-term debt (excluding compensated absences and other post-employment benefits) decreased \$552,197 during fiscal year 2025.

USING THE FINANCIAL SECTION OF THIS ANNUAL COMPREHENSIVE REPORT

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.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village of Chatham's finances, in a manner similar to a private-sector business and are presented on the full accrual basis of accounting.

The Statement of Net Position presents information on all the Village's assets, liabilities, and deferred inflows/outflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

Government-Wide Financial Statements (Continued)

The Statement of Activities presents information showing how the Village'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 and sick leave).

Both government-wide financial statements distinguish functions of the Village of Chatham 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 activities). The governmental activities of the Village include general government, cemetery, culture and recreation, public safety and public works and transportation. The business-type activities of the Village include electric, water and sewer systems.

The government-wide financial statements can be found on pages 7 through 9 of this report.

Fund Financial Statements

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

Governmental funds

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

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

The Village had 7 individual government funds during fiscal year 2025. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balance for the General Fund and Capital Projects Fund which are considered to be "major" funds. Data from the other 5 governmental funds is provided in the form of combining statements elsewhere in this report.

VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

Governmental funds (Continued)

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

The governmental fund financial statements can be found on pages 10 through 13 of this report.

Proprietary Funds

The Village maintains only the enterprise type of proprietary fund. Enterprise funds are used to report the same functions presented as business type activities in the government-wide financial statements. The Village uses enterprise funds to account for its electric and water and sewer system.

Proprietary funds 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 electric distribution operation and the water and sewer operations, both of which are considered to be major funds of the Village of Chatham.

The proprietary fund financial statements can be found on pages 14 through 18 of this report.

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 used for fiduciary funds is much like that used for proprietary funds. The Village maintains one fiduciary fund, the Police Pension Fund.

The fiduciary fund financial statements can be found on pages 19 and 20 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 21 through 62 of the report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning historical pension and retiree's health plan information and budgetary comparison schedules for the general fund. Required supplementary information can be found on pages 63 through 75 of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 76 through 80 of this report.

VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

Government-Wide Financial Analysis
Table 1
Statement of Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Current and Other Assets	\$ 14,436,265	\$ 10,867,671	\$ 8,010,667	\$ 6,631,408	\$ 22,446,932	\$ 17,499,079
Capital Assets	21,800,937	21,750,790	19,490,863	20,151,929	41,291,800	41,902,719
Total Assets	36,237,202	32,618,461	27,501,530	26,783,337	63,738,732	59,401,798
Deferred Outflows of Resources	866,694	901,596	473,808	1,068,863	1,340,502	1,970,459
Total Assets and Deferred Outflows of Resources	37,103,896	33,520,057	27,975,338	27,852,200	65,079,234	61,372,257
Current Liabilities	600,372	1,466,872	1,746,007	1,692,015	2,346,379	3,158,887
Non-current Liabilities	9,802,709	9,391,197	2,992,657	3,874,601	12,795,366	13,265,798
Total Liabilities	10,403,081	10,858,069	4,738,664	5,566,616	15,141,745	16,424,685
Deferred Inflows of Resources	2,552,268	2,520,439	70,577	132,182	2,622,845	2,652,621
Total Liabilities and Deferred Inflows of Resources	12,955,349	13,378,508	4,809,241	5,698,798	17,764,590	19,077,306
Net Position:						
Net Investment in Capital Assets	20,874,402	20,800,486	17,948,420	18,081,058	38,822,822	38,881,544
Restricted	2,688,769	2,512,547	188,084	182,589	2,876,853	2,695,136
Unrestricted	585,376	(3,171,484)	5,029,593	3,889,755	5,614,969	718,271
Total Net Position	\$ 24,148,547	\$ 20,141,549	\$ 23,166,097	\$ 22,153,402	\$ 47,314,644	\$ 42,294,951

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. The Village’s combined net position increased by \$5,019,693 from \$42,294,951 to \$47,314,644. This change is the result of an increase of \$1,012,695 in business activities and an increase of \$4,006,998 in the net position of governmental activities. The increase in business activities is due to rate increases passed for water and sewer service and FEMA funds received for a Presidential declared disaster that occurred on June 29, 2023. The increase in the governmental activities was primarily due to approximately \$2,420,000 in a FEMA grant that was awarded and received during the fiscal year for the disaster that occurred in the prior year as well as expending the remainder of the ARPA funds of approximately \$870,000.

VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

Government-Wide Financial Analysis (Continued)

By far the largest portion of the Village’s net position (82.0%) reflects its investment in capital assets (e.g., land, buildings and improvements, equipment, vehicles, right-to-use assets, subscriptions and infrastructure); less any related debt used to acquire those assets that is still outstanding. The Village uses these assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village’s investment in 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 cannot be used to liquidate these liabilities.

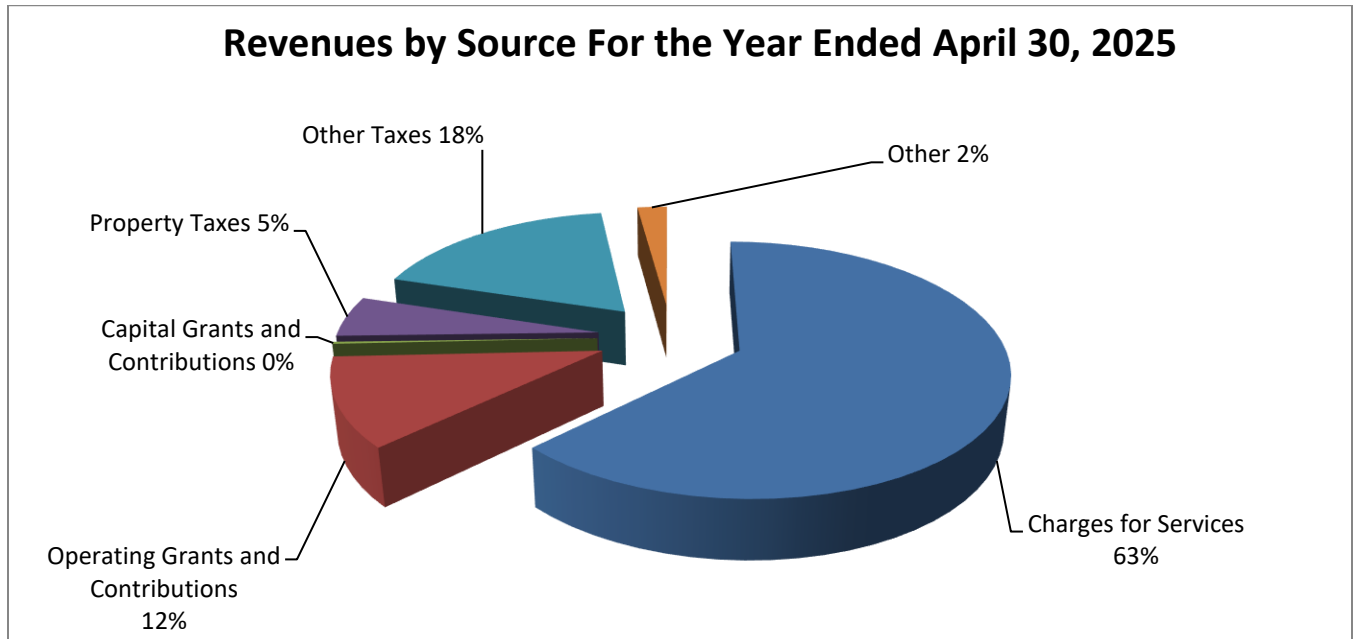
A portion of the Village’s net position (6.1%) represents resources that are subject to external restrictions on how it may be used. The governmental activities unrestricted net position had a surplus of \$585,376 in fiscal year 2025 and a deficit of \$3,171,484 in fiscal year 2024. The surplus was due to a FEMA grant being awarded and received in fiscal year 2025 to cover 75% of the expenditures from the Presidential declared disaster that occurred in the prior year.

For more detailed information, see the Statement of Net Position on pages 7 and 8.

Table 2
Changes in Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Revenues						
Program Revenues						
Charges for services	\$ 1,406,154	\$ 1,379,841	\$ 19,093,491	\$ 18,381,476	\$ 20,499,645	\$ 19,761,317
Operating Grants and Contributions	3,455,135	1,305,369	274,143	1,039,279	3,729,278	2,344,648
Capital Grants and Contributions	89,787	695,170	-	378,989	89,787	1,074,159
General Revenues						
Property Taxes	1,721,702	1,610,626	-	-	1,721,702	1,610,626
Other Taxes	5,886,743	5,450,584	-	-	5,886,743	5,450,584
Other	560,615	614,819	149,719	92,279	710,334	707,098
Total Revenues	<u>13,120,136</u>	<u>11,056,409</u>	<u>19,517,353</u>	<u>19,892,023</u>	<u>32,637,489</u>	<u>30,948,432</u>
Expenses						
General Government	1,329,610	4,292,796	-	-	1,329,610	4,292,796
Cemetery	110,377	39,758	-	-	110,377	39,758
Culture and Recreation	931,407	789,857	-	-	931,407	789,857
Public Safety	3,911,219	3,668,326	-	-	3,911,219	3,668,326
Public Works	2,678,274	2,302,249	-	-	2,678,274	2,302,249
Electric	-	-	11,178,596	12,500,798	11,178,596	12,500,798
Water and Sewer	-	-	7,465,062	7,493,240	7,465,062	7,493,240
Interest on Long- Term Debt	13,251	13,832	-	-	13,251	13,832
Total Expenses	<u>8,974,138</u>	<u>11,106,818</u>	<u>18,643,658</u>	<u>19,994,038</u>	<u>27,617,796</u>	<u>31,100,856</u>
Transfers	(139,000)	(21,575)	139,000	21,575	-	-
Change in Net Position	<u>4,006,998</u>	<u>(71,984)</u>	<u>1,012,695</u>	<u>(80,440)</u>	<u>5,019,693</u>	<u>(152,424)</u>
Net Position beginning of year	<u>20,141,549</u>	<u>20,213,533</u>	<u>22,153,402</u>	<u>22,233,842</u>	<u>42,294,951</u>	<u>42,447,375</u>
Net Position end of the year	<u>\$ 24,148,547</u>	<u>\$ 20,141,549</u>	<u>\$ 23,166,097</u>	<u>\$ 22,153,402</u>	<u>\$ 47,314,644</u>	<u>\$ 42,294,951</u>

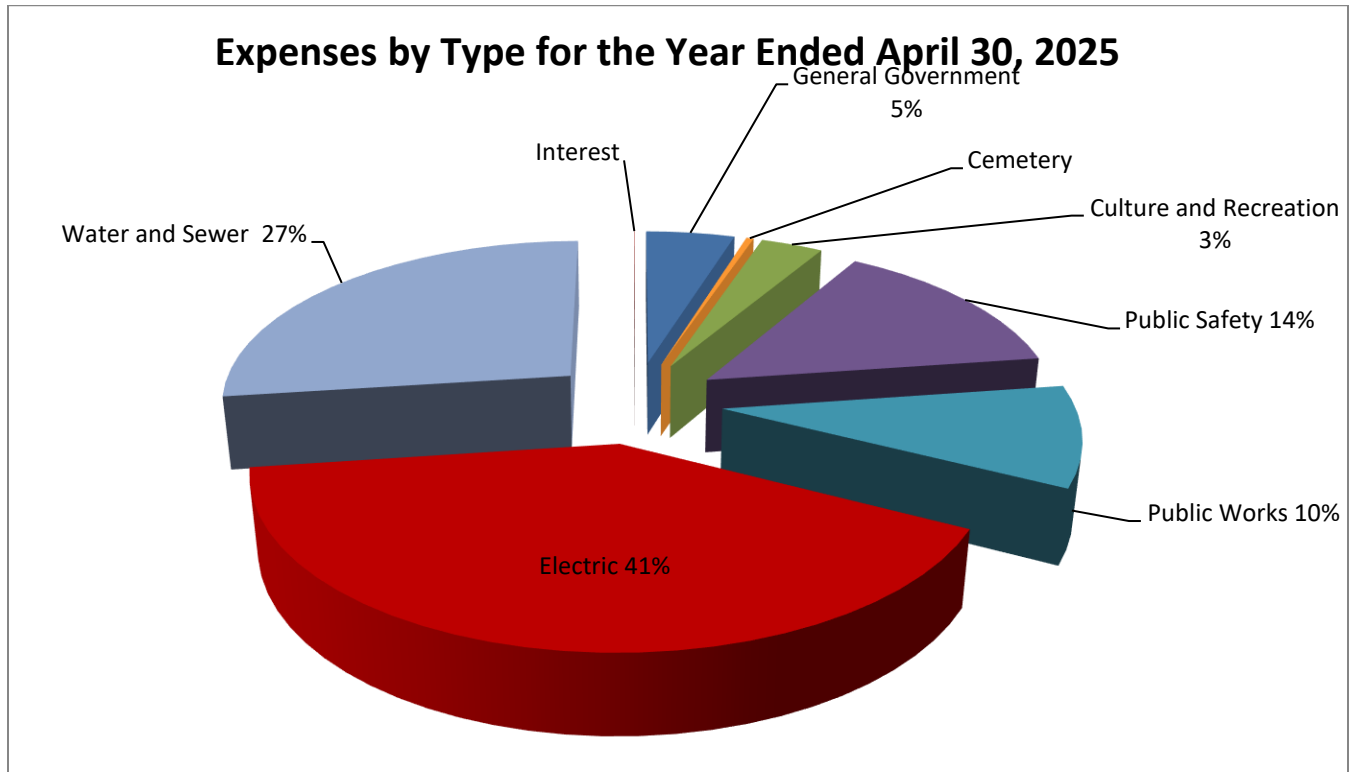
VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)



For the fiscal year ended April 30, 2025, revenues totaled \$32,637,489. The Village’s largest revenue source is from charges for services, which consist of charges from the electric, water and sewer system as well as franchise fees, business permit fees and administrative utility fees. Other taxes include sales tax, income tax, telecommunications tax, local use tax, road and bridge taxes and video gaming taxes.

Charges for services stayed fairly consistent from the prior year as they only increased 3.7% from \$19,761,317 in fiscal year 2024 to \$20,499,645 in fiscal year 2025. Service charges for the electric system and water and sewer system are up \$712,015 over fiscal year 2024, which represents a 3.9% increase over the previous year, while service charges from governmental activities increased \$26,313 or 1.9%. The increase in service charges for electric and water and sewer is due to rate increases passed for water and sewer service. The slight increase in governmental service charges is due to a full year of the rate increase for yard waste services that was offset by a decrease in franchise fees and business licenses. The Village's Operating Grants and Contributions increased from \$2,344,648 to \$3,729,278. The Village’s capital grants and contributions decreased from \$1,074,159 in fiscal year 2024 to \$89,787 in fiscal year 2025. The Village was awarded and received FEMA grants totaling \$2,695,000 to reimburse expenses incurred in a Presidential declared disaster that occurred in the prior year and spent ARPA funds totaling \$870,000 in fiscal year 2025. The decrease in capital grants and contributions was due to contribution revenue received from developers in the prior year and no contribution revenue received in the current year.

VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)



The Village of Chatham’s expenses totaled \$27,617,796 in 2025. The largest portion of these expenses is for the electric system, which represents 41% followed by expenses for the water and sewer systems at 27%. These expenses reflect the cost of providing electric, water and sewer services to the Village of Chatham’s residents. Expenses related to the electric, water and sewer services decreased by 6.8% or \$1,350,380 mostly due to the repair costs of the electric system from the Presidential declared disaster in the prior year that did not occur in the current year.

General government activities are the largest expense component of the governmental activities and experienced a decrease in expenses of \$2,132,680 mostly due to the costs relating to the repairs from the Presidential declared disaster that occurred in the prior year that did not occur in the current year. Public safety expenses relate to the operation of the Village’s Police Department. Public works expenses are costs associated with maintaining the Village’s streets. Culture and recreation expenses include expenses to maintain the Village’s parks.

FINANCIAL ANALYSIS OF THE VILLAGE’S FUNDS

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

VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. 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.

At the end of fiscal year 2025, the Village's governmental funds reported combined ending fund balances of \$12,235,688 an increase of \$4,346,893 in comparison to the prior year. Approximately 4.1% of this total amount or \$503,792 constitutes nonspendable fund balance, which is amounts held in the Village's Cemetery Perpetual Care Fund. Approximately 17.9% or \$2,185,005 constitutes restricted fund balance which is restricted for Motor Fuel Tax, public safety, or debt service. Approximately 3.4% or \$414,396 constitutes committed fund balance, which is earmarked by the Village Board for future use. Approximately 32.9% of this total amount or \$4,023,939 is assigned fund balance, which has been authorized by the Village Board to be spent during the subsequent fiscal year. Approximately \$5,108,556 constitutes unassigned fund balance, which is available for spending at the Village's discretion.

The General Fund is the chief operating fund of the Village. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$5,108,556 while total fund balance was \$6,319,237. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 67.7% of total General Fund expenditures, while total fund balance represents 83.7% of that same amount. This is an increase from the prior year due to FEMA awarding funds that reimbursed 75% of costs incurred to repair the storm damage from the Presidential declared disaster that occurred in the prior year. There were no such expenditures that occurred in the current year.

The total fund balance of the Village's General Fund increased by \$3,555,683 during the current fiscal year due to the FEMA reimbursement award noted above. The total fund balance of the Capital Projects Fund increased \$592,154 due to the new Capital Projects Plan implemented in fiscal year 2022. \$500,000 was transferred from the General Fund to the Capital Projects Fund to make purchases for equipment, vehicles, and other projects to be purchased in future fiscal years. The combined fund balance of the Village's remaining governmental funds increased by \$199,056 primarily due to increased investment income and motor fuel tax receipts and the rate increase for yard waste service fees and cemetery lot fees.

Proprietary Funds

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

The Village reports the Electric Fund and the Waterworks and Sewerage Fund, both as major proprietary funds. The Electric Fund accounts for the distribution of electric services to the Village's residents. The Waterworks and Sewerage Fund accounts for the provision of potable water and wastewater treatment services to the residents of the Village. All activities necessary to provide these services are accounted for in these two funds, including, but not limited to administration, operations and maintenance, financing and related debt services, billing, and collection.

VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

Proprietary Funds (Continued)

Business type activities had a 1.9% decrease in total revenues. While the charges for services increased \$712,015 from the prior year, this increase was offset by the decrease in operating grants and contribution revenue. The prior year revenue included FEMA grant receipts from the Presidential declared disaster and contribution revenue from developers. Expenses for business type activities decreased 6.8% as the prior year expenses included repairs to the electrical system from the Presidential declared disaster. The result was an overall increase in net position for business activities for fiscal year 2025 of \$1,012,695.

Table 3
General Fund Budgetary Highlights for the
Fiscal Year Ended April 30, 2025
With Comparative Actual Totals for the Year Ended April 30, 2024

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual 2025</u>	<u>Actual 2024</u>
REVENUES				
Taxes	\$ 6,751,709	\$ 6,751,709	\$ 6,717,406	\$ 6,480,063
Licenses, Permits, and Fees	1,023,592	1,023,592	979,163	1,034,628
Other	<u>1,212,640</u>	<u>1,212,640</u>	<u>3,955,436</u>	<u>1,675,682</u>
Total Revenues	<u>8,987,941</u>	<u>8,987,941</u>	<u>11,652,005</u>	<u>9,190,373</u>
EXPENDITURES				
Expenditures	<u>(8,955,687)</u>	<u>(8,955,687)</u>	<u>(7,547,045)</u>	<u>(10,017,438)</u>
Total Expenditures	<u>(8,955,687)</u>	<u>(8,955,687)</u>	<u>(7,547,045)</u>	<u>(10,017,438)</u>
Excess (Deficiency) of Revenues Over				
Expenditures Before Other				
Financing Sources (Uses)	32,254	32,254	4,104,960	(827,065)
Transfers out	(639,000)	(639,000)	(639,000)	(1,021,575)
Lease liability issued	-	-	20,947	-
Subscription liability issued	<u>-</u>	<u>-</u>	<u>68,776</u>	<u>20,851</u>
Change in Fund Balance	<u>\$ (606,746)</u>	<u>\$ (606,746)</u>	<u>\$ 3,555,683</u>	<u>\$ (1,827,789)</u>

Revenues of the Village are budgeted by source prior to the adoption of the Village’s annual appropriation ordinance. The Village adopts an annual appropriation ordinance outlining expenditures by operational line item. The original appropriation was amended in January 2025 and April 2025 for transfers between operational line items within the General Fund Departments. The General Fund Revenues received were more than the amount estimated by \$2,664,064 due to the FEMA grant funds awarded and received for the expenditures incurred by the disaster that occurred in the prior year, and expenditures were \$1,408,642 less than the amended budget.

VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

Capital Assets

The following schedule reflects the Village's capital asset balances as of April 30, 2025.

Table 4

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land, not Depreciated	\$ 1,005,704	\$ 966,309	\$ 318,734	\$ 318,734	\$ 1,324,438	\$ 1,285,043
Construction in Progress	50,392	77,113	-	26,175	50,392	103,288
Improvements	1,953,901	1,597,364	97,022	97,022	2,050,923	1,694,386
Buildings	1,676,182	1,609,240	1,174,878	1,155,398	2,851,060	2,764,638
Vehicles	1,717,986	1,497,338	1,167,453	1,317,874	2,885,439	2,815,212
Equipment	1,479,566	1,414,813	1,818,597	1,552,874	3,298,163	2,967,687
Right-to-use vehicle	-	-	456,925	456,925	456,925	456,925
Right-to-use equipment	21,035	-	24,014	-	45,049	-
Subscription assets	97,061	23,185	171,420	34,484	268,481	57,669
Infrastructure	25,921,108	25,887,200	-	-	25,921,108	25,887,200
Utility Plant	-	-	42,275,936	42,076,541	42,275,936	42,076,541
Less:						
Accumulated						
Depreciation/amortization	(12,121,998)	(11,321,772)	(28,014,116)	(26,884,098)	(40,136,114)	(38,205,870)
Total	\$ 21,800,937	\$ 21,750,790	\$19,490,863	\$20,151,929	\$41,291,800	\$41,902,719

At year-end, the Village's investment in capital assets for governmental and business type activities amounts to \$41,291,800 (net of accumulated depreciation and amortization). The investment in capital assets includes land, buildings, improvements, vehicles, equipment, park facilities, roads, sidewalks, storm sewers, electric system, water system and wastewater system and other infrastructure.

VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

Capital Assets (Continued)

Major capital asset events during FY 2025 included the following:

Governmental Activities		
Land improvements in parks	\$	480,380
Vehicle and equipment additions in administration, parks, streets, and police	\$	444,724
Business-type Activities		
Equipment additions in electric and water	\$	294,160
Utility Plant additions in electric and water distribution system		
Electric distribution system	\$	112,302
Water main	\$	114,046

Additional information on the Village's capital assets can be found in Note 4 on pages 33 through 37.

Long-Term Debt

As of April 30, 2025, the Village had a total of \$2,469,006 of bonded and similar indebtedness outstanding. Of this amount, \$663,690 comprises debt backed by the full faith and credit of the government. \$868,000 of the debt represents bonds that are secured by specified revenue sources (i.e., revenue and alternative source revenue bonds). The Village also had \$937,316 of debt consisting of notes payable, finance purchase agreements, and leases.

During Fiscal Year 2025, the Village entered into various leases for equipment and subscription services for total obligations of \$240,698. During Fiscal Year 2025, the Village paid off a ten-year loan agreement with an original obligation amount of \$460,000 and a five-year lease agreement with an original obligation amount of \$175,497. All bonds, loans and leases are paid out of their respective departments.

VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

Table 5
Bonded and Similar Indebtedness

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
General Obligation Bonds	\$ 663,690	\$ 700,631	\$ -	\$ -	\$ 663,690	\$ 700,631
Electric Alternate Source Revenue Bonds	-	-	868,000	1,182,000	868,000	1,182,000
Notes Payable	198,399	221,276	139,051	316,691	337,450	537,967
Leases	64,474	12,915	426,794	395,769	491,268	408,684
Purchase agreements	-	15,510	108,598	176,411	108,598	191,921
Total	<u>\$ 926,563</u>	<u>\$ 950,332</u>	<u>\$1,542,443</u>	<u>\$2,070,871</u>	<u>\$2,469,006</u>	<u>\$3,021,203</u>

Additional information on the Village’s long-term debt activity can be found in Note 6 on pages 39 through 46.

Economic Factors

Property taxes provide the Village with a stable revenue source, although the source is subject to an annual tax cap. The Village still is experiencing growth in this area due to new residential developments.

The Village continues to develop a budget based on conservative estimates in revenues and maintaining a low operating budget, utilizing reserves when necessary to fund unpredictable costs and capital improvements.

The Village continues to evaluate revenues to determine that the necessary funds are being received to cover operating costs and to ensure the long-term financial stability of the community. During Fiscal Year 2024, the Village passed a three-year phased water rate increase to improve the fund balance of the Waterworks and Sewerage Fund. At April 30, 2024, the unrestricted net position totaled \$357,017, representing 4.7% of the FY 2024 operating expenses. At April 30, 2025, the unrestricted net position totaled \$1,105,934, representing 14.8% of the FY 2025 operating expenses. As the Village continues to experience growth the proprietary funds are being evaluated to determine if operating revenues are sufficient to cover operating costs and provide reserves to cover future projects to expand the utility systems to support that growth.

The Village implemented the 1.0% Municipal Grocery Retailers’ Occupation Tax to replace the 1.0% State Grocery Retailers’ Occupation Tax that is to be eliminated January 1, 2026. The Village also implemented a 1.0% Non-Home Rule Retailers’ Occupation Tax to be effective January 1, 2026. This tax will be used for public infrastructure projects, primarily improvements to Village roadways.

VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

Contacting the Village's Financial Management

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the Village's financial status. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Megan Cochran, Chief Fiscal Officer, Village of Chatham, 116 E. Mulberry St., Chatham, Illinois 62629.

BASIC FINANCIAL STATEMENTS

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2025

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 8,834,658	\$ 5,612,060	\$ 14,446,718
Restricted accounts - cash	90,647	188,084	278,731
Investments	3,011,730	-	3,011,730
Receivables, net			
Accounts	-	1,316,323	1,316,323
Taxes	2,235,632	-	2,235,632
Other	88,707	-	88,707
Accrued interest receivable	45,246	-	45,246
Inventory	-	894,200	894,200
Due from fiduciary fund	142	-	142
Due from other governments	129,503	-	129,503
Total current assets	14,436,265	8,010,667	22,446,932
Noncurrent assets			
Capital assets, not being depreciated	1,056,096	318,734	1,374,830
Capital assets, being depreciated/amortized	32,866,839	47,186,245	80,053,084
Less: accumulated depreciation/amortization	(12,121,998)	(28,014,116)	(40,136,114)
Total noncurrent assets	21,800,937	19,490,863	41,291,800
Total assets	36,237,202	27,501,530	63,738,732
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	866,694	473,808	1,340,502
Total deferred outflows of resources	866,694	473,808	1,340,502
Total assets and deferred outflows of resources	37,103,896	27,975,338	65,079,234

This statement is continued on the following page.

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF NET POSITION (Continued)

April 30, 2025

	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Current Liabilities			
Accounts payable	\$ 211,206	\$ 503,262	\$ 714,468
Due to other governments	1,500	-	1,500
Unearned revenue	3,138	114,006	117,144
Accrued payroll	152,760	84,209	236,969
Other payables	17,795	14,554	32,349
Accrued compensated absences payable	30,178	20,157	50,335
Customer deposits	-	321,450	321,450
Accrued interest payable	3,740	11,402	15,142
OPEB liability - current	100,509	35,129	135,638
G.O. bonds payable - current	37,440	-	37,440
G.O. bonds (Alternate Revenue Source) payable - current	-	321,000	321,000
Notes payable - current	10,723	139,051	149,774
Lease obligation - current	31,383	120,983	152,366
Purchase agreement payable - current	-	60,804	60,804
Total current liabilities	600,372	1,746,007	2,346,379
Noncurrent Liabilities			
Accrued compensated absences payable	433,571	328,493	762,064
OPEB liability	3,460,689	1,209,526	4,670,215
Net pension liability	5,061,432	554,033	5,615,465
G.O. bonds payable	626,250	-	626,250
G.O. bonds (Alternate Revenue Source) payable	-	547,000	547,000
Notes payable	187,676	-	187,676
Lease obligation	33,091	305,811	338,902
Purchase agreement payable	-	47,794	47,794
Total noncurrent liabilities	9,802,709	2,992,657	12,795,366
Total liabilities	10,403,081	4,738,664	15,141,745
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue - property taxes	1,814,178	-	1,814,178
Deferred inflows related to pensions	738,090	70,577	808,667
Total deferred inflows of resources	2,552,268	70,577	2,622,845
Total liabilities and deferred inflows of resources	12,955,349	4,809,241	17,764,590
NET POSITION			
Net investment in capital assets	20,874,402	17,948,420	38,822,822
Restricted for cemetery care (nonexpendable)	503,792	-	503,792
Restricted for debt service	4,207	188,084	192,291
Restricted for maintenance of roadways	2,094,358	-	2,094,358
Restricted for public safety	86,412	-	86,412
Unrestricted	585,376	5,029,593	5,614,969
TOTAL NET POSITION	\$ 24,148,547	\$ 23,166,097	\$ 47,314,644

The accompanying notes are an integral part of these financial statements.

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2025

FUNCTIONS/PROGRAMS	Program Revenues			Net (Expense) Revenue and Changes in Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
PRIMARY GOVERNMENT							
Governmental activities							
General government	\$ 1,329,610	\$ 843,766	\$ 2,670,433	\$ 50,392	\$ 2,234,981	\$ -	\$ 2,234,981
Cemetery	110,377	70,315	-	-	(40,062)	-	(40,062)
Culture and recreation	931,407	1,050	-	-	(930,357)	-	(930,357)
Public safety	3,911,219	63,252	34,678	-	(3,813,289)	-	(3,813,289)
Public works/transportation	2,678,274	427,771	750,024	39,395	(1,461,084)	-	(1,461,084)
Interest on long-term debt	13,251	-	-	-	(13,251)	-	(13,251)
Total governmental activities	8,974,138	1,406,154	3,455,135	89,787	(4,023,062)	-	(4,023,062)
Business-type activities							
Electric	11,178,596	11,165,157	274,143	-	-	260,704	260,704
Waterworks and Sewerage	7,465,062	7,928,334	-	-	-	463,272	463,272
Total business-type activities	18,643,658	19,093,491	274,143	-	-	723,976	723,976
TOTAL PRIMARY GOVERNMENT	\$ 27,617,796	\$ 20,499,645	\$ 3,729,278	\$ 89,787	(4,023,062)	723,976	(3,299,086)
General revenues and transfers							
Taxes							
Property taxes, levied for general purposes					1,721,702	-	1,721,702
Road and bridge taxes					27,083	-	27,083
Local use taxes					481,056	-	481,056
Telecommunications taxes					102,876	-	102,876
Video gaming taxes					200,859	-	200,859
Intergovernmental revenues					5,074,869	-	5,074,869
Gain on sale of capital assets					-	13,000	13,000
Investment income					368,089	136,719	504,808
Miscellaneous					192,526	-	192,526
Transfers					(139,000)	139,000	-
Total general revenues and transfers					8,030,060	288,719	8,318,779
CHANGE IN NET POSITION					4,006,998	1,012,695	5,019,693
NET POSITION, BEGINNING OF YEAR					20,141,549	22,153,402	42,294,951
NET POSITION, END OF YEAR	\$ 24,148,547	\$ 23,166,097	\$ 47,314,644				

The accompanying notes are an integral part of these financial statements.

VILLAGE OF CHATHAM, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2025

	General	Capital Projects	Aggregate Nonmajor	Total
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 4,508,844	\$ 1,354,639	\$ 2,971,175	\$ 8,834,658
Restricted accounts - cash	90,647	-	-	90,647
Investments	1,505,865	1,505,865	-	3,011,730
Taxes receivable	2,235,632	-	-	2,235,632
Other receivables	57,290	-	31,417	88,707
Due from other funds	481	-	-	481
Due from other governments	56,385	21,155	51,963	129,503
Accrued interest receivable	22,623	22,623	-	45,246
Total current assets	8,477,767	2,904,282	3,054,555	14,436,604
TOTAL ASSETS	\$ 8,477,767	\$ 2,904,282	\$ 3,054,555	\$ 14,436,604
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 174,825	\$ 377	\$ 36,004	\$ 211,206
Accrued payroll	150,606	-	2,154	152,760
Other payables	17,421	-	374	17,795
Unearned revenue	-	-	3,138	3,138
Due to other funds	-	-	339	339
Due to other governments	1,500	-	-	1,500
Total liabilities	344,352	377	42,009	386,738
DEFERRED INFLOWS OF RESOURCES				
Deferred revenue - property taxes	1,814,178	-	-	1,814,178
Total deferred inflows of resources	1,814,178	-	-	1,814,178
Total liabilities and deferred inflows of resources	2,158,530	377	42,009	2,200,916
FUND BALANCES				
Nonspendable				
Corpus of permanent fund	-	-	503,792	503,792
Restricted				
Debt service	4,207	-	-	4,207
Public works	-	-	2,094,358	2,094,358
Capital projects	28	-	-	28
Public safety	86,412	-	-	86,412
Committed				
Veteran's memorial brick	-	-	13,649	13,649
Yard waste	-	-	234,673	234,673
Public safety	-	-	33,057	33,057
Public works	-	-	4,881	4,881
Cemetery	-	-	128,136	128,136
Assigned				
Capital projects	500,000	2,903,905	-	3,403,905
Future operations	620,034	-	-	620,034
Unassigned	5,108,556	-	-	5,108,556
Total fund balances	6,319,237	2,903,905	3,012,546	12,235,688
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 8,477,767	\$ 2,904,282	\$ 3,054,555	\$ 14,436,604

The accompanying notes are an integral part of these financial statements.

VILLAGE OF CHATHAM, ILLINOIS

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

April 30, 2025

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 12,235,688
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets and right to use assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	21,800,937
Deferred outflows of resources related to pensions are applicable to future periods; therefore they are not reported in the funds	866,694
Deferred inflows of resources related to pensions are applicable to future periods; therefore they are not reported in the funds	(738,090)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.	
Compensated absences payable	(463,749)
Accrued interest payable	(3,740)
G.O. bonds payable, current	(37,440)
Notes payable, current	(10,723)
Lease obligation, current	(31,383)
G.O. bonds payable, noncurrent	(626,250)
Notes payable, noncurrent	(187,676)
Lease obligation, noncurrent	(33,091)
Net pension liability	(5,061,432)
Total OPEB liability	(3,561,198)
Total long-term liabilities	<u>(10,016,682)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 24,148,547</u></u>

The accompanying notes are an integral part of these financial statements.

VILLAGE OF CHATHAM, ILLINOIS

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

For the Year Ended April 30, 2025

	General	Formerly Major Fund Motor Fuel Tax	Capital Projects	Aggregate Nonmajor	Total
REVENUES					
Property taxes	\$ 1,721,702	\$ -	\$ -	\$ -	\$ 1,721,702
Road and bridge taxes	27,083	-	-	-	27,083
Local use tax	481,056	-	-	-	481,056
Motor fuel taxes	-	-	-	750,024	750,024
Telecommunications tax	82,301	-	-	20,575	102,876
Video gaming tax	200,859	-	-	-	200,859
Licenses, permits, fees, fines, and service charges	979,163	-	-	426,991	1,406,154
Investment income	190,981	-	92,154	84,954	368,089
Other	188,880	-	-	3,646	192,526
Intergovernmental revenues	4,204,405	-	-	-	4,204,405
Federal grants	3,560,675	-	-	-	3,560,675
State grants	14,900	-	50,392	-	65,292
Total revenues	11,652,005	-	142,546	1,286,190	13,080,741
EXPENDITURES					
Current operations:					
General government	1,171,565	-	-	-	1,171,565
Cemetery	56,864	-	-	-	56,864
Culture and recreation	742,444	-	-	308	742,752
Public safety	3,614,078	-	-	-	3,614,078
Public works/transportation	861,169	-	-	1,036,752	1,897,921
Capital outlay	1,028,301	-	50,392	50,074	1,128,767
Debt service:					
Principal	59,818	-	-	-	59,818
Interest	12,806	-	-	-	12,806
Total expenditures	7,547,045	-	50,392	1,087,134	8,684,571
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)	4,104,960	-	92,154	199,056	4,396,170
OTHER FINANCING SOURCES (USES)					
Transfer in	-	-	500,000	-	500,000
Transfer out	(639,000)	-	-	-	(639,000)
Lease liabilities issued	20,947	-	-	-	20,947
Subscription liabilities issued	68,776	-	-	-	68,776
Total other financing sources (uses)	(549,277)	-	500,000	-	(49,277)
NET CHANGE IN FUND BALANCE	3,555,683	-	592,154	199,056	4,346,893
FUND BALANCE - MAY 1, 2024, AS PREVIOUSLY PRESENTED	2,763,554	1,985,777	2,311,751	827,713	7,888,795
Change within financial reporting entity (major to nonmajor fund)	-	(1,985,777)	-	1,985,777	-
FUND BALANCE - MAY 1, 2024, AS ADJUSTED	2,763,554	-	2,311,751	2,813,490	7,888,795
FUND BALANCE - APRIL 30, 2025	\$ 6,319,237	\$ -	\$ 2,903,905	\$ 3,012,546	\$ 12,235,688

The accompanying notes are an integral part of these financial statements.

VILLAGE OF CHATHAM, ILLINOIS

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

For the Year Ended April 30, 2025

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 4,346,893
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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. The following is the amount of capital outlays in the current year:

Capital outlays	1,127,694
Depreciation	(1,027,854)
Amortization	(39,218)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, donations, and disposals) is to increase/decrease net position:

Donations of capital assets	39,395
Loss on disposal of capital assets	(49,870)

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

Accrued compensated absences	(37,084)
Pension expense	65,024
Other post-employment benefits	(441,306)

The issuance of long-term debt (e.g. bonds, loans, leases) provides current financial resources to government funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. In the statement of activities, interest is accrued on outstanding bonds, whereas in the governmental funds an interest expenditure is reported when due. The following is the detail of the net effect of these differences in the treatment of long-term debt and related items:

Repayment of G.O. bonds payable	36,941
Repayment of purchase agreements payable	15,510
Repayment of notes payable	22,877
Repayment of lease liabilities	10,591
Repayment of subscription liabilities	27,573
Lease issued	(20,947)
Subscription issued	(68,776)
Accrued interest payable	(445)

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 4,006,998
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The accompanying notes are an integral part of these financial statements.

VILLAGE OF CHATHAM, ILLINOIS

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS**

April 30, 2025

	Electric	Waterworks and Sewerage	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 4,003,825	\$ 1,608,235	\$ 5,612,060
Restricted accounts - cash	188,084	-	188,084
Accounts receivable, net	727,858	588,465	1,316,323
Inventory	730,557	163,643	894,200
Total current assets	5,650,324	2,360,343	8,010,667
Capital assets			
Capital assets, not being depreciated	279,734	39,000	318,734
Capital assets, being depreciated/amortized	21,982,932	25,203,313	47,186,245
Less: accumulated depreciation/amortization	(13,031,970)	(14,982,146)	(28,014,116)
Total capital assets, net	9,230,696	10,260,167	19,490,863
Total assets	14,881,020	12,620,510	27,501,530
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	284,409	189,399	473,808
Total deferred outflows	284,409	189,399	473,808
Total assets and deferred outflows of resources	\$ 15,165,429	\$ 12,809,909	\$ 27,975,338

This statement is continued on the following page.

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF NET POSITION (Continued)
PROPRIETARY FUNDS

April 30, 2025

	Electric	Waterworks and Sewerage	Total
LIABILITIES			
Current Liabilities:			
Accounts payable	\$ 68,578	\$ 434,684	\$ 503,262
Accrued payroll	52,963	31,246	84,209
Unearned revenue	60,781	53,225	114,006
Customer deposits	217,300	104,150	321,450
Accrued interest payable	10,556	846	11,402
Other payables	9,168	5,386	14,554
Current maturities of long term debt:			
Accrued compensated absences payable	13,201	6,956	20,157
OPEB liability	22,372	12,757	35,129
G.O. bonds (Alternate Revenue Source) payable	321,000	-	321,000
Loan payable	-	139,051	139,051
Lease obligation	38,052	82,931	120,983
Finance agreement payable	60,804	-	60,804
Total current liabilities	874,775	871,232	1,746,007
Long-Term Liabilities:			
Accrued compensated absences payable	222,864	105,629	328,493
OPEB liability	770,277	439,249	1,209,526
Net pension liability	332,565	221,468	554,033
G.O. bonds (Alternate Revenue Source) payable	547,000	-	547,000
Lease obligation	54,766	251,045	305,811
Finance agreement payable	47,794	-	47,794
Total long-term liabilities	1,975,266	1,017,391	2,992,657
Total liabilities	2,850,041	1,888,623	4,738,664
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	42,365	28,212	70,577
Total liabilities and deferred inflows of resources	2,892,406	1,916,835	4,809,241
NET POSITION			
Net investment in capital assets	8,161,280	9,787,140	17,948,420
Restricted for debt service	188,084	-	188,084
Unrestricted	3,923,659	1,105,934	5,029,593
TOTAL NET POSITION	\$ 12,273,023	\$ 10,893,074	\$ 23,166,097

The accompanying notes are an integral part of these financial statements.

VILLAGE OF CHATHAM, ILLINOIS

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS**

For the Year Ended April 30, 2025

	Electric	Waterworks and Sewerage	Total
OPERATING REVENUES			
User charges	\$ 10,788,104	\$ 7,871,380	\$ 18,659,484
Other income	377,053	56,954	434,007
Total operating revenues	11,165,157	7,928,334	19,093,491
OPERATING EXPENSES			
Electricity purchases	7,492,477	-	7,492,477
Water purchases/sewer expenses	-	5,189,298	5,189,298
Distribution and customer service	2,993,945	1,632,511	4,626,456
Depreciation and amortization	669,457	640,728	1,310,185
Total operating expenses	11,155,879	7,462,537	18,618,416
OPERATING INCOME	9,278	465,797	475,075
NON-OPERATING INCOME (EXPENSE)			
Investment income	98,304	38,415	136,719
Grant income	274,143	-	274,143
Interest expense	(22,717)	(2,525)	(25,242)
Gain on asset disposal	13,000	-	13,000
Total non-operating income (expense)	362,730	35,890	398,620
CHANGE IN NET POSITION BEFORE CONTRIBUTIONS AND TRANSFERS	372,008	501,687	873,695
TRANSFERS			
Transfer in	-	139,000	139,000
Total transfers	-	139,000	139,000
CHANGE IN NET POSITION	372,008	640,687	1,012,695
NET POSITION - MAY 1, 2024	11,901,015	10,252,387	22,153,402
NET POSITION - APRIL 30, 2025	\$ 12,273,023	\$ 10,893,074	\$ 23,166,097

The accompanying notes are an integral part of these financial statements.

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended April 30, 2025

	Electric	Waterworks and Sewerage	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 11,139,404	\$ 7,872,799	\$ 19,012,203
Payments to suppliers	(9,032,306)	(5,875,394)	(14,907,700)
Payments to employees	(1,398,138)	(898,881)	(2,297,019)
Net cash from operating activities	708,960	1,098,524	1,807,484
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Proceeds from grants	1,290,583	22,839	1,313,422
Interfunds received from (Paid To) Other funds	(48,285)	21,568	(26,717)
Transfers from other funds	-	139,000	139,000
Net cash from non-capital financing activities	1,242,298	183,407	1,425,705
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchases of capital assets	(223,565)	(274,577)	(498,142)
Proceeds from sale of capital assets	13,000	-	13,000
Principal paid on capital debt	(381,813)	(177,640)	(559,453)
Interest paid on capital debt	(25,274)	(1,785)	(27,059)
Principal paid on leases	(39,671)	(80,280)	(119,951)
Net cash from capital and related financing activities	(657,323)	(534,282)	(1,191,605)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends received	98,304	38,415	136,719
Net cash from investing activities	98,304	38,415	136,719
NET INCREASE IN CASH	1,392,239	786,064	2,178,303
CASH AND CASH EQUIVALENTS, BEGINNING	2,799,670	822,172	3,621,842
CASH AND CASH EQUIVALENTS, ENDING	\$ 4,191,909	\$ 1,608,236	\$ 5,800,145
CASH AND CASH EQUIVALENTS CONSISTS OF			
Cash and cash equivalents	\$ 4,003,825	\$ 1,608,235	\$ 5,612,060
Restricted accounts - cash	188,084	-	188,084
CASH AND CASH EQUIVALENTS, ENDING	\$ 4,191,909	\$ 1,608,235	\$ 5,800,144

This statement is continued on the following page.

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS

For the Year Ended April 30, 2025

	Electric	Waterworks and Sewerage	Total
RECONCILIATION OF OPERATING INCOME TO NET CASH FROM OPERATING ACTIVITIES			
Operating income	\$ 9,278	\$ 465,797	\$ 475,075
Adjustments to reconcile income to net cash from operating activities			
Depreciation and amortization	669,457	640,728	1,310,185
(Increase) decrease in assets			
Accounts receivable	(25,753)	(55,535)	(81,288)
Inventories	(138,415)	6,184	(132,231)
Deferred outflows of resources	570,767	24,288	595,055
(Decrease) increase in liabilities:			
Accounts payable	43	44,658	44,701
Unearned revenue	(13,643)	5,053	(8,590)
Accrued payroll	2,610	465	3,075
Compensated absences	56,985	19,673	76,658
Net OPEB obligation	160,652	(64,791)	95,861
Net pension liability	(531,308)	5,608	(525,700)
Deferred inflows of resources	(63,391)	1,786	(61,605)
Deposits payable	10,800	4,400	15,200
Other payables	878	210	1,088
NET CASH FROM OPERATING ACTIVITIES	\$ 708,960	\$ 1,098,524	\$ 1,807,484
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES			
Assets acquired through lease	\$ 83,717	\$ 77,233	\$ 160,950
TOTAL NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES	\$ 83,717	\$ 77,233	\$ 160,950

The accompanying notes are an integral part of these financial statements.

VILLAGE OF CHATHAM, ILLINOIS

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

April 30, 2025

ASSETS	
Cash	\$ 149,942
Investment held in the Illinois Police Officer's Pension Investment Fund	<u>12,995,590</u>
Total assets	<u>13,145,532</u>
LIABILITIES	
Accounts payable	2,347
Due to primary government	<u>142</u>
Total liabilities	<u>2,489</u>
NET POSITION, RESTRICTED FOR PENSIONS	<u><u>\$ 13,143,043</u></u>

The accompanying notes are an integral part of these financial statements.

VILLAGE OF CHATHAM, ILLINOIS

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

For the Year Ended April 30, 2025

ADDITIONS

Contributions	
Employer (property taxes)	\$ 661,711
Employee	<u>143,925</u>
Total contributions	<u>805,636</u>
Investment income (loss)	
Net appreciation in fair value of investments	1,087,000
Interest	76,901
Investment fees	<u>(8,801)</u>
Total net investment income (loss)	<u>1,155,100</u>
Total additions	<u>1,960,736</u>

DEDUCTIONS

Benefits and refunds	
Retiree benefits	584,776
Disability benefits	125,387
Administration	<u>30,308</u>
Total deductions	<u>740,471</u>

NET INCREASE 1,220,265

NET POSITION, RESTRICTED FOR PENSIONS

MAY 1, 2024	<u>11,922,778</u>
APRIL 30, 2025	<u><u>\$ 13,143,043</u></u>

The accompanying notes are an integral part of these financial statements.

VILLAGE OF CHATHAM, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2025

1. SIGNIFICANT ACCOUNTING POLICIES

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

- (a) Reporting Entity – The Village is a body corporate and politic established under Illinois Compiled Statutes (ILCS). The Village is considered to be a primary government as defined by GASB Statement No. 14, since it is legally separate and fiscally independent.

The financial statements of the Village includes the financial activities of the Village and any component units, entities which are financially accountable to the Village. The Police Pension Plan is reported as a blended fiduciary component unit in accordance with GASB Statement No. 84, *Fiduciary Activities*. The data is included in the Village's fiduciary fund financial statements because the fund is fiscally dependent on the Village and provides services entirely to the Village's current and former employees. The Police Pension Plan does not issue a separate component unit report.

Other than the Police Pension Plan, the Village has determined that no other outside entity meets the above criteria and, therefore, no other entity has been included as a component unit in the Village's financial statements.

In 2009, the Village, along with the Village of New Berlin, Illinois, established the South Sangamon Water Commission. A jointly operated Commission established to provide water service primarily to the Village of Chatham and Village of New Berlin. The Board of Trustees of the Commission are appointed, one each, by Sangamon County, the Village of New Berlin and the Village of Chatham and has the authority to make decisions, hire employees, and significantly influence operations. The Commission also has the primary accountability for fiscal matters.

- (b) Fund Accounting – The accounts of the Village are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflow of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

- (c) Government-wide and Fund Financial Statements – The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are supported by taxes and intergovernmental revenues and are reported separate from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: (1) charges to customers or applicants that purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds. Major individual funds are reported as separate columns in the fund financial statements.

- (d) Measurement Focus, Basis of Accounting and Financial Statement Presentation – The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are intended to finance. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. In determining when to recognize intergovernmental revenue (grants and shared revenue), the legal and contractual requirements of the individual programs are used as guidance. There are, however, essentially two bases for this revenue recognition. In one, monies are virtually unrestricted as to the purpose of expenditure and are nearly irrevocable; therefore, these amounts are recognized as revenue at the time of their receipt or earlier if they meet the criteria of availability. In the other, monies must be expended on the specific purpose or project before any amounts will be paid to the Village; therefore, revenue is recognized based upon the expenditures recorded.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period, or soon enough thereafter to pay current liabilities.

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales and telecommunication taxes collected within 90 days. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures relating to compensated absences, are recorded only when payment is due.

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

Property taxes, sales taxes, telecommunications taxes, licenses and permits, charges for services, fines and forfeits, miscellaneous revenues and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Personal property replacement taxes are considered to be measurable when they have been collected and allocated by the state and are recognized as revenue at that time. All other revenue items are considered to be measurable and available only when cash is received by the Village.

The Village reports the following major governmental funds:

The General Fund is used to account for all activities of the general government not accounted for in some other fund.

The Capital Projects Fund accounts for the resources used for the acquisitions or construction of capital facilities other than those financed by the enterprise fund activities.

The Village reports the following proprietary funds, which are major funds:

The Electric Fund is used to account for the revenues and expenses related to operating and maintaining the Village's Electric operations.

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

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Waterworks and Sewerage Fund is used to account for the revenues and expenses related to operating and maintaining the Village's Water and Sewer operations.

Additionally, the Village reports the following fund types:

Special Revenue Funds are used to account for specific revenues from which the expenditures are externally imposed by outside entities or committed by ordinance.

The Permanent Fund is used to account for assets received and held for the perpetual care of the Village Cemetery.

The Fiduciary Fund of the Village is used to account for assets held by the Village in a trustee capacity. The Police Pension Trust Fund is used to account for assets received and held for the payment of benefits to participants.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are administrative charges between the Village's General Fund and the Electric and Waterworks and Sewerage Funds. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for electric, water and sewer sales and service. Operating expenses for the enterprise funds include the cost of sales and services, administrative expenses, and depreciation and amortization on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

- (e) Capital Assets – Capital assets are not capitalized in the governmental funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds. Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their acquisition value on the date received. The Village records all capital items, which are individually greater than \$5,000, with a useful life of greater than one year, as capital assets. Except for certain infrastructure acquired or constructed, which were partially financed with Tax Increment Financing and General Obligation Bonds, infrastructure assets acquired prior to May 1, 2004, are not reported in the basic financial statements.

The Village's capital assets also include certain right-to-use assets. These right-to-use assets arise in association with agreements where the Village reports a lease (only applies when the Village is the lessee) or agreements where the Village reports an Information Technology (IT) Subscription in accordance with the requirements of GASB 87 and GASB 96, respectively.

The right-to-use lease assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made at or prior to the start of the lease term, less lease incentives received from the lessor at or prior to the start of the lease term, and plus ancillary charges necessary to place the lease asset into service. The right-to-use assets are amortized on a straight-line basis over the life of the related lease.

The right-to-use IT subscription assets are initially measured at an amount equal to the initial measurement of the subscription liability plus any subscription payments made at the start of the subscription term, if applicable, plus capitalized initial implementation costs at the start of the subscription term, less any incentives received from the IT subscription vendor at the start of the subscription term. The right-to-use subscription assets are amortized on a straight-line basis over the subscription term.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

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

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(e) Capital Assets (Continued)

Depreciation is computed using the straight-line method over the following estimated useful lives:

Improvements	10 to 40 years
Buildings and grounds	20 to 40 years
Vehicles	5 years
Equipment	5 years
Infrastructure	40 years
Utility plant	10 to 40 years

(f) Cash and Cash Equivalents – For the purposes of the statement of cash flows, the Village considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

(g) Fund Balance/Net Position – In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Village.

Committed fund balance is constrained by formal actions of the Village’s Board, which is considered the Village’s highest level of decision-making authority. Formal actions include ordinances approved by the Board. Assigned fund balance represents amounts constrained by the Village’s intent to use them for a specific purpose, but that are neither restricted nor committed. The Chief Financial Officer has the ability to designate if a portion of fund balance should be assigned. Any residual fund balance in the general fund or any deficit fund balances in other governmental funds is reported as unassigned.

The Village’s flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted and unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Village considers committed funds to be expended first followed by assigned and then unassigned funds. It is the Village’s policy to maintain an unassigned fund balance in the general fund of a minimum of 17% to 25% of the total budgeted annual expenditures of the most recently approved budget.

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

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(g) Fund Balance/Net Position (Continued)

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net position has not been restricted by enabling legislation adopted by the Village. Net investment in capital assets consist of capital assets, net of accumulated depreciation/amortization, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets.

- (h) Concentration of Suppliers – The Village of Chatham has an agreement with the Illinois Municipal Electric Agency to purchase electric power through transmission lines owned by the City of Springfield. The agreement to purchase electric power expires May 31, 2055.

The Village of Chatham has an agreement with the South Sangamon County Water Commission, whereby the South Sangamon County Water Commission will supply water to the Village of Chatham until December 31, 2040, or 5 years after the expiration of the original issue of Commission's bonds, whichever is later. The Village pays for actual water usage and is not required to purchase a minimum amount of water.

- (i) Investments – Investments are stated at fair value, except for nonnegotiable certificates of deposits which are recorded at cost. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Gains and losses on marketable securities are computed using the specific identification method.
- (j) Inventories – All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of proprietary funds are recorded as expenditures/expenses when consumed rather than purchased.
- (k) Compensated Absences – Vested or accumulated vacation leave, vested sick leave, and unused personal days at the end of the fiscal year are accrued when incurred by the Village in the government-wide and proprietary fund financial statements. Vested or accumulated vacation leave of the proprietary fund is recorded as an expense and liability of that fund as the benefits accrued to employees. A liability in the governmental funds is reported only if the benefit has matured.

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

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

- (l) Long-Term Obligations – In the government-wide financial statements and proprietary funds 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 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 expensed in the year of issuance.

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

- (m) Interfund Transactions – Interfund services transactions are accounted for as revenues, expenditures or expenses. All other interfund transactions are reported as transfers. Activity between funds that are representative of lending/borrowing arrangements outstanding at the fiscal year end are referred to as “due to/from” and “interfund advance receivable/payable”. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.
- (n) Interest Costs on Construction – Interest costs incurred before the end of a construction period are recognized as an expenditure or expense in the period in which the costs are incurred.
- (o) Deferred Outflows/Inflows of Resources – In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.
- (p) Use of Estimates – The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

2. PROPERTY TAX CALENDAR

The following information gives significant dates on the property tax calendar of the Village.

- The property tax lien date is January 1, 2023.
- The annual tax levy ordinance for 2023 taxes received during fiscal year 2025 was passed December 2023.
- The first installment of property taxes is due to the County Collector on June 1 and the second installment is due to the County Collector on September 1.
- Significant amounts of property taxes for 2023 were distributed to the Village in June and September of 2024.

The annual tax levy ordinance for 2024 taxes to be received during fiscal year 2026 was passed December 2024. The 2024 taxes are intended to finance the 2026 fiscal year and are not considered available for current operations and are, therefore, shown as deferred revenue. The 2025 tax levy has not been recorded as a receivable at April 30, 2025. Although the tax attached as a lien on property as of January 1, 2025, the tax will not be levied until December 2025, and, accordingly, is not measurable at April 30, 2025.

3. DEPOSITS AND INVESTMENTS

The Village's Board of Trustees has adopted an investment policy to invest in instruments allowed by ILCS. The policy further identifies allowable securities to include securities guaranteed by the full faith and credit of the United States of America, interest-bearing savings accounts, certificates of deposit, or time deposits constituting direct obligations of any bank as defined by the Illinois Banking Act and only those insured by FDIC, short-term discount obligations of the Federal National Mortgage Association or in shares or other forms of security legally issuable by savings and loan associations incorporated under the laws of State of Illinois, and Illinois Funds.

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

(a) Deposits with Financial Institutions.

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Village's deposits may not be returned to them. To guard against credit risk for deposits with financial institutions, the Village's investment policy requires all deposits with financial institutions in excess of federal depository insurance be collateralized at 110% of the uninsured bank balance, with collateral held by the Village or third party or escrow agent of the pledging institution, evidenced by a written safekeeping agreement.

3. DEPOSITS AND INVESTMENTS (Continued)

(b) Investments

Custodial Credit risk is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of any outside party. The Village's investment policy does not specifically address custodial credit risk.

Interest rate risk is the risk that the fair value of securities in the portfolio will fall due to changes in the market interest rates. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. In accordance with the Village's investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio so that investments will have maturities to have available sufficient cash for all operating purposes.

The policy limits investments of the General Fund and Special Revenue Funds to maturities of fifteen months from the date of purchase. For all other investments, any investment purchased with a maturity of longer than two years must be specifically pre-authorized by the Chair of the Administration Committee and the Village President.

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The Village's investment policy does not specifically address credit risk.

Concentration of credit risk is the risk of loss resulting from the concentration of assets in a specific maturity, a specific issuer, or a specific class of securities. To reduce exposure to concentration of credit risk, the Village limits the amount a financial institution may hold of the Village's investment portfolio to \$100,000, excluding investments in U.S. Treasury securities held in safekeeping, investments in the Illinois Funds and investments at a financial institution in which the deposits in excess of \$100,000 are secured by collateral.

Fair value hierarchy – The Village categorizes its fair value measurements within the fair value established by generally accepted accounting principles. The hierarchy of inputs are used to measure the fair value of the asset. Level inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 are significant unobservable inputs. The Village had investments consisting of nonnegotiable certificates of deposit and were not subject to fair value measurement at April 30, 2025.

3. DEPOSITS AND INVESTMENTS (Continued)

Police Pension Funds

(a) Deposits with Financial Institutions.

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

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Pension Fund's deposits may not be returned to them. To guard against credit risk for deposits with financial institutions the Pension Fund's investment policy requires all deposits with financial institutions in excess of federal depository insurance be collateralized at 110% of the uninsured bank balance, with collateral held by an independent third party institution in the name of the Police Pension Fund and evidenced by a written collateral agreement.

(b) Investments

Illinois Police Officers' Pension Investment Fund

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

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

Fair Value Measurement

The Plan categorizes 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; and Level 3 inputs are significant unobservable inputs. The Plan held no investments subject to fair value measurement at April 30, 2025.

3. DEPOSITS AND INVESTMENTS (Continued)

Police Pension Funds (continued)

(b) Investments (Continued)

Illinois Police Officers' Pension Investment Fund (Continued)

Net Asset Value

The Net Asset Value (NAV) of the Plan's pooled investment in IPOPIF was \$12,995,590 at April 30, 2025. The pooled investments consist of the investments as noted in the target allocation table which can be found at IPOPIF's website (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 April 30, 2025.

The Plan may redeem shares with a seven-calendar day notice. IPOPIF may, at its sole discretion and based on circumstances, process redemption requests with fewer than a seven-calendar day notice. Regular redemptions of the same amount on a particular day of the month may be arranged with IPOPIF.

Investment Policy

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

Investment Rate of Return

For the year ended April 30, 2025, the annual money weighted rate of return on Pension Plan investments, net of pension Plan investment expense, was 8.72%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

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

4. CAPITAL ASSETS

(a) Governmental Activities

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

	Balances May 1	Additions	Retirements	Balances April 30
Land, not depreciated	\$ 966,309	\$ 39,395	\$ -	\$ 1,005,704
Construction in progress, not depreciated	77,113	50,392	77,113	50,392
Total capital assets, not depreciated/amortized	<u>1,043,422</u>	<u>89,787</u>	<u>77,113</u>	<u>1,056,096</u>
Improvements	1,597,364	480,380	123,843	1,953,901
Buildings and grounds	1,609,240	100,492	33,550	1,676,182
Vehicles	1,497,338	315,877	95,229	1,717,986
Equipment	1,414,813	128,847	64,094	1,479,566
Right-to-use equipment	-	21,035	-	21,035
Subscription assets	23,185	73,876	-	97,061
Infrastructure	25,887,200	33,908	-	25,921,108
Total tangible capital assets being depreciated/amortized	<u>32,029,140</u>	<u>1,154,415</u>	<u>316,716</u>	<u>32,866,839</u>
Less accumulated depreciation/amortization for:				
Improvements	434,288	46,548	74,166	406,670
Buildings and grounds	619,623	48,888	33,550	634,961
Vehicles	1,160,688	164,020	95,229	1,229,479
Equipment	1,031,270	108,185	63,901	1,075,554
Right-to-use equipment	-	10,519	-	10,519
Subscription assets	9,170	28,699	-	37,869
Infrastructure	8,066,733	660,213	-	8,726,946
Total accumulated depreciation/ amortization	<u>11,321,772</u>	<u>1,067,072</u>	<u>266,846</u>	<u>12,121,998</u>
Total capital assets being depreciated and amortized, net	<u>20,707,368</u>	<u>87,343</u>	<u>49,870</u>	<u>20,744,841</u>
TOTAL CAPITAL ASSETS, NET	<u>\$ 21,750,790</u>	<u>\$ 177,130</u>	<u>\$ 126,983</u>	<u>\$ 21,800,937</u>

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

4. CAPITAL ASSETS (Continued)

(b) Business-type activities

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

<u>ELECTRIC</u>	Balances May 1	Additions	Retirements	Balances April 30
Land, not depreciated	\$ 279,734	\$ -	\$ -	\$ 279,734
Construction in progress, not depreciated	2,300	-	2,300	-
Total capital assets, not depreciated/amortized	<u>282,034</u>	-	2,300	<u>279,734</u>
Improvements	83,691	-	-	83,691
Buildings and grounds	778,694	6,800	-	785,494
Vehicles	1,135,400	-	150,421	984,979
Equipment	905,312	127,228	18,785	1,013,755
Right-to-use vehicles	51,621	-	-	51,621
Right-to-use equipment	-	15,249	-	15,249
Subscription assets	17,242	68,468	-	85,710
Utility plant	18,877,084	112,302	26,953	18,962,433
Total tangible capital assets being depreciated/amortized	<u>21,849,044</u>	<u>330,047</u>	<u>196,159</u>	<u>21,982,932</u>
Less accumulated depreciation/amortization for:				
Improvements	44,370	1,803	-	46,173
Buildings and grounds	483,948	13,095	-	497,043
Vehicles	929,085	84,646	150,421	863,310
Equipment	855,387	45,904	18,592	882,699
Right-to-use vehicles	8,661	10,324	-	18,985
Right-to-use equipment	-	7,522	-	7,522
Subscription assets	6,321	23,763	-	30,084
Utility plant	10,205,448	482,400	1,694	10,686,154
Total accumulated depreciation/ amortization	<u>12,533,220</u>	<u>669,457</u>	<u>170,707</u>	<u>13,031,970</u>
Total capital assets being depreciated and amortized, net	<u>9,315,824</u>	<u>(339,410)</u>	<u>25,452</u>	<u>8,950,962</u>
TOTAL CAPITAL ASSETS, NET	<u>\$ 9,597,858</u>	<u>\$ (339,410)</u>	<u>\$ 27,752</u>	<u>\$ 9,230,696</u>

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

4. CAPITAL ASSETS (Continued)

(b) Business-type activities (Continued)

<u>WATERWORKS & SEWERAGE</u>	<u>Balances May 1</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balances April 30</u>
Land, not depreciated	\$ 39,000	\$ -	\$ -	\$ 39,000
Construction in progress, not depreciated	23,875	-	23,875	-
Total capital assets, not depreciated/amortized	62,875	-	23,875	39,000
Improvements	13,331	-	-	13,331
Buildings and grounds	376,704	12,680	-	389,384
Vehicles	182,474	-	-	182,474
Equipment	647,562	166,932	9,652	804,842
Right-to-use vehicles	405,304	-	-	405,304
Right-to-use equipment	-	8,765	-	8,765
Subscription assets	17,242	68,468	-	85,710
Utility plant	23,199,457	114,046	-	23,313,503
Total tangible capital assets being depreciated/amortized	24,842,074	370,891	9,652	25,203,313
Less accumulated depreciation/amortization for:				
Improvements	3,670	413	-	4,083
Buildings and grounds	122,336	9,932	-	132,268
Vehicles	158,553	9,758	-	168,311
Equipment	560,439	50,795	9,460	601,774
Right-to-use vehicles	85,403	57,901	-	143,304
Right-to-use equipment	-	3,670	-	3,670
Subscription assets	6,321	23,763	-	30,084
Utility plant	13,414,156	484,496	-	13,898,652
Total accumulated depreciation/amortization	14,350,878	640,728	9,460	14,982,146
Total capital assets being depreciated and amortized, net	10,491,196	(269,837)	192	10,221,167
TOTAL CAPITAL ASSETS, NET	<u>\$ 10,554,071</u>	<u>\$ (269,837)</u>	<u>\$ 24,067</u>	<u>\$ 10,260,167</u>

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

4. CAPITAL ASSETS (Continued)

(b) Business-type activities (Continued)

<u>TOTAL BUSINESS-TYPE ACTIVITIES</u>	<u>Balances May 1</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balances April 30</u>
Land, not depreciated	\$ 318,734	\$ -	\$ -	\$ 318,734
Construction in progress, not depreciated	26,175	-	26,175	-
Total capital assets, not depreciated/amortized	344,909	-	26,175	318,734
Improvements	97,022	-	-	97,022
Buildings and grounds	1,155,398	19,480	-	1,174,878
Vehicles	1,317,874	-	150,421	1,167,453
Equipment	1,552,874	294,160	28,437	1,818,597
Right-to-use vehicles	456,925	-	-	456,925
Right-to-use equipment	-	24,014	-	24,014
Subscription assets	34,484	136,936	-	171,420
Utility plant	42,076,541	226,348	26,953	42,275,936
Total tangible capital assets being depreciated/amortized	46,691,118	700,938	205,811	47,186,245
Less accumulated depreciation/amortization for:				
Improvements	48,040	2,216	-	50,256
Buildings and grounds	606,284	23,027	-	629,311
Vehicles	1,087,638	94,404	150,421	1,031,621
Equipment	1,415,826	96,699	28,052	1,484,473
Right-to-use vehicles	94,064	68,225	-	162,289
Right-to-use equipment	-	11,192	-	11,192
Subscription assets	12,642	47,526	-	60,168
Utility plant	23,619,604	966,896	1,694	24,584,806
Total accumulated depreciation/amortization	26,884,098	1,310,185	180,167	28,014,116
Total capital assets being depreciated and amortized, net	19,807,020	(609,247)	25,644	19,172,129
TOTAL CAPITAL ASSETS, NET	\$ 20,151,929	\$ (609,247)	\$ 51,819	\$ 19,490,863

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

4. CAPITAL ASSETS (Continued)

Depreciation and amortization expense was charged to functions/programs of the primary government as follows:

Governmental activities:

General government	\$ 96,691
Culture and recreation	107,573
Public safety	111,202
Public works	<u>751,606</u>

TOTAL DEPRECIATION AND AMORTIZATION
EXPENSE – GOVERNMENTAL ACTIVITIES \$ 1,067,072

Business-type activities:

Electric	\$ 669,457
Waterworks and Sewerage	<u>640,728</u>

TOTAL DEPRECIATION AND AMORTIZATION
EXPENSE – BUSINESS-TYPE ACTIVITIES \$ 1,310,185

5. RESTRICTED ASSETS

The Village reports restricted cash in the Electric Fund due to the issuance of the 2014 General Obligation Bonds (Alternate Revenue Source) and restricted cash in the General Fund due to the issuance of the 2021 General Obligation Bonds.

Electric Fund

The Electric General Obligation Bonds (Alternate Revenue Source), Series 2014 require the funding by the utility of certain reserve accounts. These reserve account balances are required to be invested as the ordinances call for and segregated from the other funds. The following accounts were so segregated at April 30, 2025.

Electric Fund:

Cash:	
Electric GO Bond and Interest	<u>\$ 188,084</u>

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

5. RESTRICTED ASSETS (Continued)

Electric Fund (Continued)

As of April 30, 2025, all accounts were funded as required by the bond ordinances. The funding requirements of these accounts are established by the general obligation bond ordinances and are outlined as follows for the 2014 general obligation bonds (alternate revenue source).

Operation and Maintenance Account, established to establish a balance sufficient to pay operation and maintenance expenses for the current month.

Junior Bond and Interest Account, established to accumulate an amount sufficient to pay principal or interest or both. There shall be deposited to the Junior Bond and Interest Account, a fractional amount of interest becoming due on the next succeeding interest payment date and a fractional amount of principal becoming due on the next succeeding principal maturity date of all of the Outstanding Junior Bonds.

Junior Bond Reserve Account, established to accumulate funds to be used to pay principal or interest on outstanding bonds at any time when there are insufficient funds available in the Junior Bond and Interest Account to pay the same.

Depreciation, Improvement, and Extension Account, established to accumulate funds established per bond ordinances for the payment of the cost of extraordinary maintenance, necessary repairs and replacements, or contingencies for which no other funds are available.

Surplus Account, established to accumulate funds remaining in the System Fund, after crediting the required amounts to the respective accounts noted above and after making up any deficiency in the above accounts. Then, at the discretion of the Corporate Authorities, the funds shall be used, if at all, for one or more of the following purposes:

- (1) For the purpose of constructing or acquiring repairs, replacements, or improvements to the System or
- (2) For the purpose of purchasing Outstanding Bonds or
- (3) For any other lawful corporate purpose (including but not limited to payments in lieu of taxes and general supervision and administrative charges by the Issuer).

General Fund

The General Obligation Bonds, Series 2021 require the funding of a Debt Service account with taxes levied to be used for the sole purpose of paying principal of and interest on the Bonds. The General Obligation Bonds, Series 2021 also requires the proceeds of the sale of the bonds be deposited into a Bond Proceeds account. As of April 30, 2025, the account was funded as required by the ordinance. The General Fund also maintains various bank accounts that are restricted by state statute or program requirements for specific public safety duties.

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

5. RESTRICTED ASSETS (Continued)

General Fund (Continued)

General Fund

Cash:

Unspent Bond Proceeds	\$ 28
2021 Debt Service	4,207
Public Safety Accounts	<u>86,412</u>

TOTAL	<u>\$ 90,647</u>
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6. LONG-TERM DEBT

Governmental Activities

General Obligation Bonds

The Village issues general obligation bonds to provide for the acquisition, construction and installation of various improvements and facilities. General obligation bonds outstanding at the end of the fiscal year are as follows:

\$810,000 General Obligation Bonds, Series 2021 payable through December 30, 2040 in \$46,400 payments; interest rate of 1.35% \$ 663,690

Future principal and interest payments on the general obligation bonds are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 37,440	\$ 8,960	\$ 46,400
2027	37,946	8,454	46,400
2028	38,458	7,942	46,400
2029	38,977	7,423	46,400
2030	39,503	6,897	46,400
2031-2035	205,661	26,339	232,000
2036-2040	219,923	12,077	232,000
2041	<u>45,782</u>	<u>618</u>	<u>46,400</u>
TOTAL	<u>\$ 663,690</u>	<u>\$ 78,710</u>	<u>\$ 742,400</u>

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

6. LONG-TERM DEBT (Continued)

Governmental Activities (Continued)

Market Street Building Note (Direct Borrowing)

On October 25, 2021, the Village entered into an agreement with a financial institution to finance costs associated with the purchase of property and buildings for the Village. The Village borrowed \$234,127 at an interest rate of 1.59% to be paid in monthly installments of \$1,142 beginning November 25, 2021, with a final payment due October 25, 2026. The principal balance for the governmental activities as of April 30, 2025 is \$198,399.

Future principal and interest payments on the notes payables are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 10,723	\$ 2,981	\$ 13,704
2027	187,676	1,478	189,154
TOTAL	<u>\$ 198,399</u>	<u>\$ 4,459</u>	<u>\$ 202,858</u>

Right-to-Use Leases

The Village entered into a lease agreement in May 2022, for a right-to-use equipment asset. Payments of \$407 are due in monthly installments through April 2027 with additional other reasonably certain monthly payments of \$142. The lease has an interest rate of 0.8170%. The value of the right-to-use asset and accumulated amortization for the governmental activities as of April 30, 2025 is \$16,214 and \$9,632, respectively. The value of the right-to-use asset and accumulated amortization for the business-type activities as of April 30, 2025 is \$16,214 and \$9,632, respectively, for a combined total of \$32,428 and \$19,264, respectively.

The Village entered into a lease agreement in May 2024, for a right-to-use equipment asset. Payments of \$1,020 are due in annual installments, through May 2029. The lease has an interest rate of 2.6160%. The value of the right-to-use asset as of April 30, 2025 is \$4,821 with accumulated amortization of \$887.

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

6. LONG-TERM DEBT (Continued)

Governmental Activities (Continued)

Right-to-Use Leases (Continued)

The obligation of the lease liabilities, typically paid from the General Fund, including future interest payments at April 30, 2025 are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 4,171	\$ 141	\$ 4,312
2027	4,222	90	4,312
2028	969	51	1,020
2029	994	26	1,020
TOTAL	<u>\$ 10,356</u>	<u>\$ 308</u>	<u>\$ 10,664</u>

Subscription Leases

The Village has entered into agreements to lease subscription services. The subscription agreements qualify as other than short-term leases under GASB 96 and therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

As of April 30, 2025, the Village had six active subscriptions. The subscriptions have payments that range from \$1,750 to \$36,083 and interest rates that range from 1.500% to 3.317%. The combined value of the subscriptions and the accumulated amortization for the governmental activities as of April 30, 2025 is \$97,061 and \$37,869, respectively. The combined value of the subscriptions and the accumulated amortization for the business-type activities as of April 30, 2025 is \$171,420 and \$60,168, respectively for a combined total of \$268,481 and \$98,037.

The obligation of the subscription lease liabilities, typically paid from the General Fund, including future interest payments at April 30, 2025 are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 27,212	\$ 1,504	\$ 28,716
2027	22,453	750	23,203
2028	4,453	111	4,564
TOTAL	<u>\$ 54,118</u>	<u>\$ 2,365</u>	<u>\$ 56,483</u>

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

6. LONG-TERM DEBT (Continued)

Governmental Activities (Continued)

Following is a summary of the changes that occurred to the liabilities reported in the governmental activities of the Village for the year ended April 30, 2025.

	Balance May 1, 2024	Additions	Reductions	Balance April 30, 2025
G.O. bonds	\$ 700,631	\$ -	\$ 36,941	\$ 663,690
Notes payable	221,276	-	22,877	198,399
Purchase agreements	15,510	-	15,510	-
Right-to-use leases	-	20,947	10,591	10,356
Subscription leases	12,915	68,776	27,573	84,164
Net pension liability	5,114,698	-	53,266	5,061,432
OPEB liability	3,119,892	441,306	-	3,561,198
Compensated absences	426,665	463,749	426,665	463,749
TOTAL	<u>\$ 9,611,587</u>	<u>\$ 994,778</u>	<u>\$ 593,423</u>	<u>\$ 10,012,942</u>

The General Fund and Yard Waste Recycling and Refuse Fund generally liquidate the pension, OPEB, and compensated absences liabilities.

Following are governmental activities obligations due within one year:

G.O. bonds	\$ 37,440
Notes payable	10,723
Lease obligation	31,383
OPEB liability	100,509
Compensated absences	<u>30,178</u>
TOTAL	<u>\$ 210,233</u>

The amount available for retirement of future general obligation bond debt is made up of the following:

Debt Service (General Fund)	<u>\$ 4,207</u>
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Business-type Activities

General Obligation Bonds (Alternate Revenue Source)

The Village issues general obligation bonds (alternate revenue source) where the Village pledges revenue derived from the acquired or constructed assets to pay debt service. Amounts outstanding at the end of the fiscal year are as follows:

\$3,805,000 Electric General Obligation Refunding Bond (Alternate Revenue Source, Series 2014, for the purpose of refunding certain prior bonds of the Village, payable through November 1, 2028 in various amounts ranging from \$105,000 to \$336,000; interest rates ranging from 1.70 % to 2.40%)	<u>\$ 868,000</u>
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VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Business-type Activities (Continued)

General Obligation Bonds (Alternate Revenue Source) (Continued)

Future principal and interest payments on the general obligation (alternate revenue source) bonds are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 321,000	\$ 19,420	\$ 340,420
2027	336,000	12,518	348,518
2028	106,000	4,958	110,958
2029	105,000	2,520	107,520
TOTAL	<u>\$ 868,000</u>	<u>\$ 39,416</u>	<u>\$ 907,416</u>

Ground Storage Tank and Tower Painting Note (Direct Borrowing)

On September 11, 2020, the Village entered into an agreement with a financial institution to finance costs associated with improvements to the above ground storage tank and tower. The Village borrowed \$882,012 at an interest rate of 1.05% to be paid in monthly installments of \$13,970 beginning October 11, 2020, with a final payment due February 11, 2026. The assets and related obligation have been allocated to the Waterworks and Sewerage Fund. The principal balance for the business-type activities as of April 30, 2025 was \$139,051. Future principal and interest payments on the notes payable are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 139,051	\$ 572	\$ 139,623
TOTAL	<u>\$ 139,051</u>	<u>\$ 572</u>	<u>\$ 139,623</u>

Financed Purchase Agreement

The Village is obligated under an equipment purchase agreement accounted for as a financed purchase agreement. The asset (Digger Derrick) and related obligation are accounted for as business-type activities. The asset under the purchase agreement net of depreciation totaled \$41,549 at April 30, 2025.

The Village is obligated under an equipment purchase agreement accounted for as a financed purchase agreement. The asset (Dump Truck) and related obligation are accounted for as business-type activities. The asset under the purchase agreement net of depreciation totaled \$62,378 at April 30, 2025.

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

6. LONG-TERM DEBT (Continued)

Business-type Activities (Continued)

Financed Purchase Agreement (Continued)

The obligation of the financed purchase agreements, including future interest payments at April 30, 2025 are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 60,804	\$ 3,622	\$ 64,426
2027	17,143	2,131	19,274
2028	18,076	1,198	19,274
2029	<u>12,575</u>	<u>254</u>	<u>12,829</u>
TOTAL	<u>\$ 108,598</u>	<u>\$ 7,205</u>	<u>\$ 115,803</u>

Leases

The Village entered into a lease agreement in May 2022, for a right-to-use equipment asset. Payments of \$407 are due in monthly installments through April 2027 with additional other reasonably certain monthly payments of \$142. The lease has an interest rate of 0.8170%. The value of the right-to-use asset and accumulated amortization for the governmental activities as of April 30, 2025 is \$16,214 and \$9,632, respectively. The value of the right-to-use asset and accumulated amortization for the business-type activities as of April 30, 2025 is \$16,214 and \$9,632, respectively, for a combined total of \$32,428 and \$19,264, respectively.

The Village entered into a lease agreement in November 2022, for the right-to-use vehicle. Payments of \$5,531 are due in monthly installments, through November 2029. The lease has an interest rate of 3.9500%. The lease has an unguaranteed residual value of \$1 and the Village has the option to purchase the right-to-use vehicle for \$1. The value of the right-to-use asset as of April 30, 2025 is \$405,304 with accumulated amortization of \$143,304.

The Village entered into a lease agreement in June 2023, for the right-to-use vehicle. Payments of \$962 are due in monthly installments, through July 2028. The lease has an interest rate of 4.4900%. The lease has an unguaranteed residual value of \$1. The value of the right-to-use asset as of April 30, 2025 is \$51,621 with accumulated amortization of \$18,985.

The Village entered into a lease agreement in May 2024, for a right-to-use equipment asset. Payments of \$145 are due in monthly installments through April 2029. The lease has an interest rate of 2.6160%. The value of the right-to-use equipment asset as of April 30, 2025 is \$7,800 with accumulated amortization of \$1,560.

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

6. LONG-TERM DEBT (Continued)

Business-type Activities (Continued)

Leases (Continued)

The obligation of the lease liabilities, including future interest payments at April 30, 2025 are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 71,474	\$ 11,471	\$ 82,945
2027	74,279	8,666	82,945
2028	73,893	5,760	79,653
2029	67,121	2,911	70,032
2030	38,298	505	38,803
TOTAL	<u>\$ 325,065</u>	<u>\$ 29,313</u>	<u>\$ 354,378</u>

Subscription Leases

As of April 30, 2025, the Village had six active subscriptions. The subscriptions have payments that range from \$1,750 to \$36,083 and interest rates that range from 1.500% to 3.317%. The combined value of the subscriptions and the accumulated amortization for the governmental activities as of April 30, 2025 is \$97,061 and \$37,869, respectively. The combined value of the subscriptions and the accumulated amortization for the business-type activities as of April 30, 2025 is \$171,420 and \$60,168, respectively for a combined total of \$268,481 and \$98,037.

The obligation of the subscription lease liabilities paid from the business-type activities including future interest payments at April 30, 2025 are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 49,509	\$ 2,860	\$ 52,369
2027	43,315	1,471	44,786
2028	8,905	222	9,127
TOTAL	<u>\$ 101,729</u>	<u>\$ 4,553</u>	<u>\$ 106,282</u>

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

6. LONG-TERM DEBT (Continued)

Business-type Activities (Continued)

Following is a summary of the changes that occurred to the liabilities reported in the business-type activities of the Village for the year ended April 30, 2025.

	Balance May 1, 2024	Additions	Reductions	Balance April 30, 2025
G.O. bonds (Alternate Revenue Source)	\$ 1,182,000	\$ -	\$ 314,000	\$ 868,000
Notes payable	316,691	-	177,640	139,051
Purchase agreements	176,411	-	67,813	108,598
Right-to-use leases	375,855	23,940	74,730	325,065
Subscription leases	19,914	127,036	45,221	101,729
Net pension liability	1,079,733	-	525,700	554,033
OPEB liability	1,148,794	95,861	-	1,244,655
Compensated absences	271,992	348,650	271,992	348,650
TOTAL	\$ 4,571,390	\$ 595,487	\$ 1,477,096	\$ 3,689,781

Following are business-type activities obligations due within one year:

G.O. bonds (Alternate Revenue Source)	\$ 321,000
Notes payable	139,051
Purchase agreements	60,804
Leases	120,983
OPEB liability	35,129
Compensated absences	<u>20,157</u>
TOTAL	\$ <u>697,124</u>

7. PLEDGED REVENUES

The Village has pledged all revenue from the Village's Electric operations to repay the \$3,805,000 Electric General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014 through fiscal year 2029. The total principal and interest remaining to be paid on the bonds is \$907,416. Principal and interest paid and total revenues for fiscal year 2025 were \$340,014 and \$11,165,157 respectively.

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

8. INTERFUND BALANCES AND TRANSFERS

Interfund receivable and payable balances at April 30, 2025 consist of:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund:		
Aggregate Nonmajor Governmental Funds	\$ 339	\$ -
Police Pension Trust Fund	142	-
Total	<u>481</u>	<u>-</u>
Aggregate Nonmajor Governmental Funds:		
General Fund	<u>-</u>	<u>339</u>
Police Pension Trust Fund:		
General Fund	<u>-</u>	<u>142</u>
TOTAL	<u><u>\$ 481</u></u>	<u><u>\$ 481</u></u>

The purposes of the interfund receivable and payable balances are as follows:

- The balance due to the General fund from the Police Pension trust fund is to repay expenses incorrectly paid out of the General fund
- The balance due to the General fund from Aggregate nonmajor governmental funds is telecommunication taxes due from the utility tax fund

During fiscal year 2025, the General Fund made a \$500,000 budgeted transfer to the capital projects fund for the Capital Plan implemented in fiscal year 2025. This transfer was used to make purchases for vehicles, equipment and other projects discussed in the fiscal year 2025 budget. The General Fund made a \$139,000 budgeted transfer to the Waterworks and Sewerage Fund to transfer ARPA grant funds. For the statement of activities, interfund transfers within the governmental or business-types activities are netted and eliminated.

9. RETIREMENT PLANS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system, and the Police Pension Plan, which is a single-employer pension plan. The table below is a summary for all pension plans as of and for the year ended April 30, 2025:

	<u>IMRF</u>	<u>Police Pension</u>	<u>Total</u>
Net Pension Liability	\$ 962,747	\$ 4,652,718	\$ 5,615,465
Deferred Outflows of Resources	823,339	517,163	1,340,502
Deferred Inflows of Resources	122,642	686,025	808,667
Pension Expense	(67,596)	536,841	469,245

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

9. RETIREMENT PLANS (Continued)

Illinois Municipal Retirement Fund

Plan Description. The Village of Chatham’s defined benefit pension plan for Regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The Village’s plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not for individual employers. The report may be obtained on-line at www.imrf.org.

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

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

Plan Membership. At December 31, 2024, the date of the most recent actuarial valuation, the IMRF membership consisted of:

Retirees and beneficiaries currently receiving benefits	35
Inactive employees entitled to, but not yet receiving benefits	26
Active plan members	<u>39</u>
 TOTAL	 <u><u>100</u></u>

Benefits Provided. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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

9. RETIREMENT PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Contributions

As set by statute, the Village's plan members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution for the fiscal year ended April 30, 2025 was 9.40% of covered payroll. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, with supplemental retirement benefits rate being set by statute.

Net Pension Liability

The Village's net pension liability was measured as of December 31, 2024. The total pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine the total pension liability as of December 31, 2024.

Actuarial valuation date	December 31, 2024
Asset valuation method	Fair Value of Assets
Actuarial cost method	Entry Age Normal
Price inflation	2.25%
Salary increases	2.85% to 13.75%
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 2023 valuation pursuant to an experience study of the period 2020-2022.

Mortality - For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

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

9. RETIREMENT PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Single Discount Rate

A single discount rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this single discount rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The single discount rate reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

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

Long-Term Expected Rate of Return

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

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	33.50%	4.35%
International Equity	18.00%	5.40%
Fixed Income	24.50%	5.20%
Real Estate	10.50%	6.40%
Alternative Investments	12.50%	4.85% to 6.25%
Cash Equivalents	1.00%	3.60%
TOTAL	100.00%	

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

9. RETIREMENT PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2024	\$ 16,746,270	\$ 15,278,567	\$ 1,467,703
Changes for the period:			
Service cost	261,010	-	261,010
Interest	1,193,078	-	1,193,078
Difference between expected and actual experience	(36,664)	-	(36,664)
Changes in assumptions	-	-	-
Employer contributions	-	278,749	(278,749)
Employee contributions	-	208,036	(208,036)
Net investment income	-	1,593,810	(1,593,810)
Benefit payments and refunds	(841,055)	(841,055)	-
Other	-	(19,897)	19,897
Adjustment	-	(138,318)	138,318
Net changes	576,369	1,081,325	(504,956)
BALANCES AT DECEMBER 31, 2024	\$ 17,322,639	\$ 16,359,892	\$ 962,747

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 3,102,650	\$ 962,747	\$ (722,151)

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

9. RETIREMENT PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

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

For the year ended April 30, 2025, the Village reported recognized total pension expense/(income) of \$469,245, of which \$(67,596) related to IMRF. At April 30, 2025, the Village reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 420,726	\$ 87,790
Changes in assumption	4,732	34,852
Net difference between projected and actual earnings on pension plan investments	307,649	-
Contributions made after measurement date	90,232	-
TOTAL	\$ 823,339	\$ 122,642

\$90,232 reported as deferred outflows of resources related to pensions resulting from Village contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent year ended April 30, 2026.

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

Year ended April 30,	
2026	\$ 283,177
2027	528,979
2028	(123,510)
2029	(78,181)
2030	-
Thereafter	-
TOTAL	\$ 610,465

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

9. RETIREMENT PLANS (Continued)

Police Pension Fund

Plan Description. Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single employer pension plan. The plan issues an annual report to the Illinois Department of Insurance; however, they do not issue their own stand-alone financial statements. The Village accounts for the plan as a pension trust fund and the plan is governed by a five-member Board. Two members are elected from active officers, two are appointed by the Village President, and one is elected from retired members. Although this is a single employer pension plan, the defined benefits, as well as the employee and employer contribution levels, are mandated by 40 ILCS 5/3-1 and may be amended only by the Illinois legislature. Plan members' contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions.

Plan Membership. At May 1, 2024, the date of the most recent actuarial valuation, the Police Pension membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	8
Inactive plan members, but not yet receiving benefits	8
Active plan members	<u>17</u>
 TOTAL	 <u><u>33</u></u>

Benefits Provided. The Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 3.0% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

9. RETIREMENT PLANS (Continued)

Police Pension Fund (Continued)

Tier 2 employees (those hired on or after January 1, 2011) 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 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary.

Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e. ½% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Non-compounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions

Covered employees are required to contribute 9.91% of their base salary to the 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's annual contribution to the plan is provided by property tax levy. These taxes are required to be of an amount necessary to finance the plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. There is no formal funding policy that exists between the Pension Board and the Village. The informal funding policy that has been determined for future contributions is 99.60% of the actuarially determined contribution which is based on 100% amortization of the unfunded actuarially accrued liability. For the year ended April 30, 2025, the Village's contribution was 45.56% of covered payroll.

Net Pension Liability

The Village's net pension liability was measured as of April 30, 2025. The total pension liability was determined by an actuarial valuation as of May 1, 2024 and rolled forward to the measurement date of April 30, 2025.

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

9. RETIREMENT PLANS (Continued)

Police Pension Fund (Continued)

Actuarial Assumptions

The following are the methods and assumptions used to determine the total pension liability as of April 30, 2025.

Actuarial valuation date	May 1, 2024
Actuarial cost method	Entry Age Normal
Asset valuation	Fair Value
Long-term expected rate of return	6.25%
Salary increases	4.00%-11.34% (3.75%-11.09% in PY)
Increase in total payroll	3.25%
Price inflation	2.50% (2.25% in PY)
Percent married	80.0%

Mortality rates were based on Sex Distinct Raw Rates as developed in the PubS-2010(A) Study improved generationally to 2021 using MP-2021 improvement rates. Retirement rates were based on L&A Assumption Study for Tier 1 and Tier II Police 2024 Cap Age 65.

All economic assumption rates are assumed to be annual rates, compounded on an annual basis.

The long-term expected rate of return on assets is intended to represent the best estimate of future real rates of return and is shown for each of the major asset classes in the investment policy. Long-term Real Rates of Return are shown as the Expected Rate of Return, net of the assumed inflation rate. There are multiple approaches seen to providing these rates. Typically, the information is either based on capital market projections, or historical rates seen for the asset classes.

Discount Rate

The discount rate used to measure the total pension liability was 6.25%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

9. RETIREMENT PLANS (Continued)

Police Pension Fund (Continued)

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT MAY 1, 2024	\$ 16,649,506	\$ 11,922,778	\$ 4,726,728
Changes for the period:			
Service cost	395,496	-	395,496
Interest	1,029,351	-	1,029,351
Changes in benefit terms	-	-	-
Actuarial experience	211,791	-	211,791
Changes in assumptions*	219,780	-	219,780
Employer contributions	-	661,711	(661,711)
Employee contributions	-	143,925	(143,925)
Net investment income	-	1,155,100	(1,155,100)
Benefit payments and refunds	(710,163)	(710,163)	-
Administrative expense	-	(30,308)	30,308
Net changes	1,146,255	1,220,265	(74,010)
BALANCES AT APRIL 30, 2025	\$ 17,795,761	\$ 13,143,043	\$ 4,652,718

* Assumptions were changed from the prior year. The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 4.07% to 5.24% for the current year. The underlying index used is The Bond Buyer 20-Bond GO Index which is unchanged from the prior year. Changes in assumptions related to inflation rate, salary increases, retirement rates, termination rates, disability rates, and mortality were made since the prior measurement date. Retirement rates, termination rates, and disability rates assumptions were updated from the L&A Assumption Study for Police 2020 to the L&A Assumption Study for Police 2024. Mortality assumptions were updated to include mortality improvements as stated in the most recently released MP-2021 table.

The Plan's fiduciary net position as a percentage of total pension liability for the year ended April 30, 2025 was 73.85%.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 6.25% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.25%) or 1 percentage point higher (7.25%) than the current rate.

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

9. RETIREMENT PLANS (Continued)

Police Pension Fund (Continued)

Discount Rate Sensitivity (Continued)

	1% Decrease (5.25%)	Current Discount Rate (6.25%)	1% Increase (7.25%)
Net pension liability (asset)	\$ 7,422,948	\$ 4,652,718	\$ 2,418,941

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

For the year ended April 30, 2025, the Village reported recognized total pension expense/(income) of \$469,245, of which \$536,841 was related to the Police pension. At April 30, 2025, the Village reported deferred outflows of resources and deferred inflows of resources related to the Police pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 257,403	\$ 537,904
Changes in assumption	259,760	59,512
Net difference between projected and actual earnings on pension plan investments	-	88,609
TOTAL	\$ 517,163	\$ 686,025

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

Year ended April 30,	
2026	\$ 227,680
2027	(115,643)
2028	(208,069)
2029	(135,885)
2030	12,850
Thereafter	50,205
TOTAL	\$ (168,862)

10. OTHER POST-EMPLOYMENT BENEFITS

Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. No contributions are made by the Village or its employees to fund a reserve for payment of benefits. Accordingly, there are no assets accumulated in a GASB-compliant trust. Since no reserve is maintained for benefit payments, the plan does not issue a separate stand-alone financial report. The OPEB obligation is generally liquidated through the funds in which the related employees' wages are paid.

Benefits Provided

The Village provides post-retirement health benefits, as per the requirements of local ordinances and labor agreements. Retirees are eligible to continue their health care coverage with the Village's carrier. The Village will pay the retirees single medical insurance coverage provided the employee is not eligible from other sources as per the following schedule upon retirement until said employee is eligible for Medicare benefits. If the employee is eligible for coverage from other sources, the Village will pay that amount provided it does not exceed the amount the Village regularly pays for single member premium coverage. If the premium contribution exceeds the costs of the Village contribution, the retiree will be eligible to remain on the Village plan. To be eligible for this benefit, the retiree shall be at least fifty-five years of age and has been an employee of the Village for a minimum of 10 years, with the exception of retirees under the International Fraternal Order of Police, Local Unit 821. Such retirees shall be at least fifty years of age. For certain disabled employees who qualify for health insurance benefits under the Public Safety Employee Benefits Act (PSEBA), the Village is required to pay 100% of the cost of basic health insurance for the employee and their dependents for their lifetime.

10 years of employment with the Village = 25% of single medical coverage premium
15 years of employment with the Village = 50% of single medical coverage premium
20 years of employment with the Village = 100% of single medical coverage premium

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

10. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Plan Membership

At April 30, 2025 (census date), membership consisted of:

Inactive employees currently receiving benefit payments	12
Inactive employees entitled to but not but not yet receiving benefit payments	-
Active employees	<u>55</u>
 TOTAL	 <u><u>67</u></u>

Total OPEB Liability

The Village’s total OPEB liability of \$4,805,853 was measured as of April 30, 2025 and was determined by an actuarial valuation as of May 1, 2025 using the alternative measurement method and the measurement date of April 30, 2025.

Actuarial Assumptions and Other Inputs

The total OPEB liability at April 30, 2025 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified. The total OPEB liability was calculated using the assumptions noted below.

Actuarial cost method	Entry-age normal
Assumptions	
Payroll increases	2.75%
Discount rate	5.24% (4.07% in 2024)
Inflation	2.50% (2.25% in 2024)
Healthcare cost trend rates	5.00% to 7.90%
	5.00% ultimate
Asset valuation method	Not applicable

The payroll increase assumption is based on a review of the IMRF Experience Study Report dated January 4, 2024 and the L&A assumption study for Police 2024.

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

10. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions and Other Inputs (Continued)

The discount rate was based on the municipal bond rate for the Bond Buyer 20-Bond G.O. Index. The 5.24% rate shown is as of April 24, 2025, and is the most recent rate available prior to the measurement date. The 20-Bond G.O. Index is based on an average of certain general obligation bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA.

The initial healthcare trend rate is based on the 2025 Segal Health Plan Cost Trend Survey. The grading period and ultimate trend rates selected fall within a generally accepted range.

Mortality rates were based on the PubG-2010(B) study. These rates are improved generationally using MP-2021 improvement rates, weighted per IMRF Experience Study dated January 4, 2024. Mortality rates for active police officers were based on the sex distinct raw rates as developed in the PubS-2010(A) study improved to 2021 using MP-2021 improvement rates.

Coverage election at retirement is assumed to be 100% for IMRF employees and 33% for IMRF employees currently waiving health insurance coverage. Of the employees assumed to elect coverage at retirement, 50% are assumed to elect spouse coverage and female spouses are assumed to be 3 years younger than male spouses. The assumptions are based on the current population.

Changes in the Total OPEB Liability

BALANCES BEGINNING MAY 1, 2024	\$ 4,268,686
Changes for the year:	
Service cost	319,371
Interest	170,975
Difference between expected and actual experience	240,103
Assumption changes*	(57,644)
Benefit payments	<u>(135,638)</u>
Net changes	<u>537,167</u>
BALANCES ENDING APRIL 30, 2025	<u><u>\$ 4,805,853</u></u>

*Changes in assumptions include changes in the discount rate from 4.07% to 5.24%, changes in the inflation rate from 2.25% to 2.50%, and changes in the retirement rates, termination rates, disability rates, mortality rates, and mortality improvement rates.

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

10. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the Village calculated using the discount rate of 5.24% as well as what the Village total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.24%) or 1 percentage point higher (6.24%) than the current rate:

	1% Decrease (4.24%)	Current Discount Rate (5.24%)	1% Increase (6.24%)
Total OPEB Liability	\$ 5,176,503	\$ 4,805,853	\$ 4,465,560

The table below presents the total OPEB liability of the Village calculated using the healthcare rate of 5.00% to 7.90% as well as what the Village total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.00% to 6.90%) or 1 percentage point higher (6.00% to 8.90%) than the current rate:

	1% Decrease (Varies)	Current Discount Rate (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 4,343,379	\$ 4,805,853	\$ 5,351,440

OPEB Expense, Deferred Outflows of Resources and Deferred Inflow of Resources

For the year ended April 30, 2025, the Village reported recognized total OPEB expense of \$537,167.

For the year ended April 30, 2025, the Village reported no deferred outflows of resources or deferred inflows of resources.

11. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. To insure against the losses, the Village participates in the Illinois Counties Risk Management Trust (ICRMT), a public entity risk pool with transfers of risk. The Village pays an annual premium to ICRMT for its coverage. Employee health risks are insured through the purchase of a commercial insurance plan. In addition, the Village has workers compensation coverage through the Illinois Public Risk Fund. Settled claims have not exceeded this coverage in any of the past three fiscal years.

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

12. JOINT VENTURE

During fiscal year 2009, the Village, along with the Village of New Berlin, Illinois, established the South Sangamon Water Commission. The Commission is a municipal corporation established pursuant to the provisions of the Water Commission Act of the State of Illinois (65 ILCS 5/11-135-1 et. seq.) for the purpose of constructing and operating a water supply distribution system serving its customers. The Village has no equity interest.

During fiscal year 2010, the Village entered into a wholesale water agreement with the South Sangamon Water Commission whereby the Water Commission will supply water to the Village until December 31, 2040, or 5 years after the expiration of the original issue of the Commission’s bonds, whichever is later. The agreement became effective when the treatment plant commenced operations in May 2012. Under this agreement, the Village paid \$3,440,198 to the Commission during fiscal year 2025 for the purchase of water.

The Commission’s fiscal year end is April 30. Separate financial statements are available for the Commission by contacting the South Sangamon Water Commission at PO Box 83 New Berlin, Illinois 62670-0083.

13. ADJUSTMENTS TO BEGINNING BALANCES

For the fiscal year ended April 30, 2025, in accordance with GASB Statement No. 100, *Accounting Changes and Error Corrections - An Amendment of GASB Statement No. 62*, changes within the financial reporting entity resulted in restatements of beginning fund balances as follows:

	Reporting Units Affected by Adjustments to Beginning Balances	
	Funds	
	Motor Fuel Tax	Nonmajor Governmental
APRIL 30, 2024, AS PREVIOUSLY REPORTED	\$ 1,985,777	\$ 827,713
Change from major to nonmajor fund	<u>(1,985,777)</u>	<u>1,985,777</u>
APRIL 30, 2024, AS ADJUSTED	<u>\$ -</u>	<u>\$ 2,813,490</u>

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF CHATHAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Ten Calendar Years

MEASUREMENT DATE DECEMBER 31	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY										
Service cost	\$ 261,010	\$ 258,492	\$ 231,823	\$ 251,027	\$ 268,419	\$ 263,876	\$ 230,684	\$ 244,533	\$ 249,095	\$ 248,975
Interest	1,193,078	1,135,480	1,043,870	1,011,184	952,162	902,963	879,549	898,328	882,777	782,200
Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(36,664)	160,243	623,944	(234,705)	336,664	10,587	(353,775)	(516,855)	(469,473)	681,972
Changes of assumptions	-	7,702	-	-	(203,217)	-	423,617	(410,496)	(68,605)	33,697
Benefit payments, including refunds of member contributions	(841,055)	(696,384)	(602,398)	(531,731)	(530,722)	(471,468)	(467,190)	(450,749)	(443,799)	(297,513)
	576,369	865,533	1,297,239	495,775	823,306	705,958	712,885	(235,239)	149,995	1,449,331
Total pension liability - beginning	16,746,270	15,880,737	14,583,498	14,087,723	13,264,417	12,558,459	11,845,574	12,080,813	11,930,818	10,481,487
TOTAL PENSION LIABILITY - ENDING	\$ 17,322,639	\$ 16,746,270	\$ 15,880,737	\$ 14,583,498	\$ 14,087,723	\$ 13,264,417	\$ 12,558,459	\$ 11,845,574	\$ 12,080,813	\$ 11,930,818
PLAN FIDUCIARY NET POSITION										
Contributions - employer	\$ 278,749	\$ 422,338	\$ 342,570	\$ 336,495	\$ 390,571	\$ 315,961	\$ 343,850	\$ 355,417	\$ 339,165	\$ 425,528
Contributions - member	208,036	227,404	211,676	195,474	202,045	182,229	146,776	136,795	108,548	114,457
Net investment income	1,593,810	1,721,882	(1,821,273)	2,202,367	1,632,715	1,791,167	(862,097)	1,306,357	594,756	43,111
Benefit payments, including refunds of member contributions	(841,055)	(696,384)	(602,398)	(531,731)	(530,722)	(471,468)	(467,190)	(450,749)	(443,799)	(297,513)
Other income (expense)	(158,215)	(19,858)	(20,048)	(19,752)	(16,051)	(9,079)	(16,315)	45,042	61,553	(142,279)
	1,081,325	1,655,382	(1,889,473)	2,182,853	1,678,558	1,808,810	(854,976)	1,392,862	660,223	143,304
Plan fiduciary net position - beginning	15,278,567	13,623,185	15,512,658	13,329,805	11,651,247	9,842,437	10,697,413	9,304,551	8,644,328	8,501,024
PLAN FIDUCIARY NET POSITION - ENDING	\$ 16,359,892	\$ 15,278,567	\$ 13,623,185	\$ 15,512,658	\$ 13,329,805	\$ 11,651,247	\$ 9,842,437	\$ 10,697,413	\$ 9,304,551	\$ 8,644,328
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ 962,747	\$ 1,467,703	\$ 2,257,552	\$ (929,160)	\$ 757,918	\$ 1,613,170	\$ 2,716,022	\$ 1,148,161	\$ 2,776,262	\$ 3,286,490

MEASUREMENT DATE DECEMBER 31	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Plan fiduciary net position as a percentage of the total pension liability	94.44%	91.24%	85.78%	106.37%	94.62%	87.84%	78.37%	90.31%	77.02%	72.45%
Covered payroll	\$ 2,864,351	\$ 3,106,674	\$ 2,798,799	\$ 2,702,773	\$ 2,817,953	\$ 2,735,596	\$ 2,440,390	\$ 2,313,911	\$ 2,263,499	\$ 2,443,509
Employer's net pension liability (asset) as a percentage of covered payroll	33.61%	47.24%	80.66%	(34.38%)	26.90%	58.97%	111.29%	49.62%	122.65%	134.50%

Year Ended December 31, 2024- No changes in assumptions

Year Ended December 31, 2023 - Changes in assumptions related to retirement age and mortality were made since the prior measurement date. Retirement age assumptions were updated from the 2020 valuation pursuant to an experience study of the period 2017-2019 to the 2023 valuation pursuant to an experience study of the period 2020-2022. Mortality assumptions were updated to include mortality improvements as stated in the most recently released MP-2021 table.

Year Ended December 31, 2022- No changes in assumptions

Year Ended December 31, 2021- No changes in assumptions

Year Ended December 31, 2020 - Changes in assumptions related to price inflation, salary increases, retirement age and mortality were made since the prior measurement date. Price inflation and salary increases decreased from 2.50% to 2.25% and 3.35% - 14.25% to 2.85% - 13.75%, respectively. Retirement age assumptions were updated from the 2017 valuation pursuant to an experience study of the period 2014-2016 to the 2020 valuation pursuant to an experience study of the period 2017-2019. Mortality assumptions were updated to include mortality improvements as stated in the most recently released MP-2020 table.

Year Ended December 31, 2019 - Changes in assumptions related to salary increases decreased from 3.39% -14.25% to 3.35% - 14.25%

Year Ended December 31, 2018 - Changes in assumptions related to investment rate of return were made since the prior measurement date. Investment rate of return decreased from 7.50% to 7.25%.

Year Ended December 31, 2017 - Changes in assumptions related to price inflation, salary increases, retirement age and mortality were made since the prior measurement date. Price inflation and salary increases decreased from 2.75% and 3.75% - 14.50% to 2.50% and 3.39% - 14.25%, respectively. Retirement age assumptions were updated from the 2014 valuation pursuant to an experience study of the period 2011-2013 to the 2017 valuation pursuant to an experience study of the period 2014-2016. Mortality assumptions were updated to include mortality improvements as stated in the most recently released MP-2017 table.

Year Ended December 31, 2016 - Changes in assumptions related to investment rate of return and mortality were made since the prior measurement date.

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES IN EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS
 POLICE PENSION TRUST FUND

Last Ten Fiscal Years

MEASUREMENT DATE MAY 1	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
TOTAL PENSION LIABILITY										
Service cost	\$ 395,496	\$ 372,434	\$ 375,233	\$ 350,642	\$ 374,564	\$ 359,618	\$ 374,057	\$ 365,889	\$ 344,366	\$ 306,768
Interest	1,029,351	975,041	937,975	906,282	882,049	830,363	783,679	737,681	670,000	582,946
Changes of benefit terms	-	-	(15,235)	-	-	110,840	-	-	-	-
Differences between expected and actual experience	211,791	(182,045)	(214,834)	(423,736)	(149,490)	156,600	5,608	14,574	98,527	143,983
Changes of assumptions	219,780	-	-	(59,566)	45,796	(81,860)	-	-	291,257	659,242
Benefit payments, including refunds of member contributions	(710,163)	(561,527)	(495,228)	(473,044)	(456,533)	(401,279)	(431,512)	(332,855)	(309,649)	(290,496)
	1,146,255	603,903	587,911	300,578	696,386	974,282	731,832	785,289	1,094,501	1,402,443
Total pension liability - beginning	16,649,506	16,045,603	15,457,692	15,157,114	14,460,728	13,486,446	12,754,614	11,969,325	10,874,824	9,472,381
TOTAL PENSION LIABILITY - ENDING	\$ 17,795,761	\$ 16,649,506	\$ 16,045,603	\$ 15,457,692	\$ 15,157,114	\$ 14,460,728	\$ 13,486,446	\$ 12,754,614	\$ 11,969,325	\$ 10,874,824
PLAN FIDUCIARY NET POSITION										
Contributions - employer	\$ 661,711	\$ 653,085	\$ 706,006	\$ 708,017	\$ 665,113	\$ 633,707	\$ 604,324	\$ 530,523	\$ 510,127	\$ 326,628
Contributions - member	143,925	137,404	136,686	127,667	121,507	122,579	109,075	118,016	111,324	108,237
Net investment income	1,155,100	1,037,981	232,538	(792,413)	2,075,210	(127,230)	359,011	363,359	480,550	(52,244)
Benefit payments, including refunds of member contributions	(710,163)	(561,527)	(495,228)	(473,044)	(456,533)	(401,279)	(431,512)	(332,855)	(309,649)	(290,496)
Administrative expense	(30,308)	(16,011)	(13,616)	(11,556)	(12,438)	(13,835)	(15,416)	(15,672)	(13,463)	(13,674)
	1,220,265	1,250,932	566,386	(441,329)	2,392,859	213,942	625,482	663,371	778,889	78,451
Plan fiduciary net position - beginning	11,922,778	10,671,846	10,105,460	10,546,789	8,153,930	7,939,988	7,314,506	6,651,135	5,872,246	5,793,795
PLAN FIDUCIARY NET POSITION - ENDING	\$ 13,143,043	\$ 11,922,778	\$ 10,671,846	\$ 10,105,460	\$ 10,546,789	\$ 8,153,930	\$ 7,939,988	\$ 7,314,506	\$ 6,651,135	\$ 5,872,246
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ 4,652,718	\$ 4,726,728	\$ 5,373,757	\$ 5,352,232	\$ 4,610,325	\$ 6,306,798	\$ 5,546,458	\$ 5,440,108	\$ 5,318,190	\$ 5,002,578

MEASUREMENT DATE MAY 1	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Plan fiduciary net position as a percentage of the total pension liability	73.85%	71.61%	66.51%	65.37%	69.58%	56.39%	58.87%	57.35%	55.57%	54.00%
Covered payroll	\$ 1,452,320	\$ 1,381,767	\$ 1,379,264	\$ 1,297,195	\$ 1,226,099	\$ 1,236,916	\$ 1,195,048	\$ 1,251,466	\$ 1,212,074	\$ 1,185,936
Employer's net pension liability (asset) as a percentage of covered payroll	320.36%	342.08%	389.61%	412.60%	376.02%	509.88%	464.12%	434.70%	438.77%	421.83%

Year ended April 30, 2025 - The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 4.07% to 5.24%, Projected Individual Pay Increases was changed from 3.75%-11.09% to 4.00%-11.34%, Consumer Price Index was changed from 2.25% to 2.50% and the Inflation Rate was changed from 2.25% to 2.50%. Also, changes to demographic assumptions were made based on a study of Police officers and Police Pension Funds in Illinois. The changes to demographic assumptions impacted retirement rates, termination rates, disability rates, mortality rates, mortality improvement rates, and duty death probability.

Year ended April 30, 2024 - The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.53% to 4.07%.

Year ended April 30, 2023 - The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.21% to 3.53%, Benefit terms were updated as a result of an IDOI Public Pension Division unofficial opinion, which impacted Tier II benefits.

Year ended April 30, 2022 - The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 2.27% to 3.21%, Projected Individual Pay Increases was changed from 3.75%-21.01% to 3.75%-11.09% and the inflation rate was changed from 2.50% to 2.25%.

Year ended April 30, 2021 - The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 2.56% to 2.27%, Projected Individual Pay Increases was changed from 3.75%-21.01% to 4.00%-21.25%, and the Inflation Rate was changed from 2.25% to 2.50%

Year ended April 30, 2020 - The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.79% to 2.56%, Projected Individual Pay Increases was changed from 4.00%-21.25% to 3.75%-21.01%, Consumer Price Index was changed from 2.50% to 2.25% and the Inflation Rate was changed from 2.50% to 2.25%. Also, changes to demographic assumptions were made based on a study of Police officers and Police Pension Funds in Illinois. Benefits changes were updated based on PA 101-0610, effective January 1, 2020, which includes changes to the Tier II Plan Provisions.

Year ended April 30, 2019 - The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.97% to 3.79%

Year ended April 30, 2018 - The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.82% to 3.97%

Year ended April 30, 2017 - Changes in assumptions related to the bond rate and mortality were made since the prior measurement date. The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.32% to 3.82%. Also, mortality assumptions were updated to include mortality improvements as stated in the most recently released MP-2016 table. In addition, the rates are being applied on a fully-generational basis.

Year ended April 30, 2016 - Changes in assumptions related to the bond rate, discount rate and demographics were made since the prior measurement date. The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.62% to 3.32%. The single discount rate used was changed from 6.50% to 6.25% Also, changes to demographic assumptions were made based on a study of Police officers and Police Pension Funds in Illinois. The change in demographic assumptions impacted mortality rates, mortality improvement rates, retirements rates, disability rates, and termination rates.

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 ILLINOIS MUNICIPAL RETIREMENT FUND

Last Ten Fiscal Years

FISCAL YEAR ENDING APRIL 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially determined contribution	\$ 276,428	\$ 290,324	\$ 312,936	\$ 326,809	\$ 346,142	\$ 331,521	\$ 335,774	\$ 351,115	\$ 330,816	\$ 332,775
Contributions in relation to the actuarially determined contribution	276,428	290,324	312,936	326,809	346,142	331,521	335,774	351,115	330,774	332,775
CONTRIBUTION DEFICIENCY (EXCESS)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 42	\$ -
Covered payroll	\$ 2,942,083	\$ 3,127,256	\$ 2,798,799	\$ 2,699,109	\$ 2,695,567	\$ 2,749,884	\$ 2,545,451	\$ 2,351,697	\$ 2,273,112	\$ 2,446,564
Contributions as a percentage of covered payroll	9.40%	9.28%	11.18%	12.11%	12.84%	12.06%	13.19%	14.93%	14.55%	13.60%

Notes to schedule:

Information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of payroll, closed and the amortization period was 19 years; the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.75% to 13.75% compounded annually and postretirement benefit increases of 3.00% compounded annually.

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION TRUST FUND

Last Ten Fiscal Years

FISCAL YEAR ENDING APRIL 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially determined contribution	\$ 666,863	\$ 656,501	\$ 707,426	\$ 710,329	\$ 666,450	\$ 634,385	\$ 604,307	\$ 531,274	\$ 510,280	\$ 327,052
Contributions in relation to the actuarially determined contribution	661,711	653,085	706,006	708,017	665,113	633,707	604,324	530,523	510,127	326,628
CONTRIBUTION DEFICIENCY (EXCESS)	\$ 5,152	\$ 3,416	\$ 1,420	\$ 2,312	\$ 1,337	\$ 678	\$ (17)	\$ 751	\$ 153	\$ 424
Covered payroll	\$ 1,452,320	\$ 1,381,767	\$ 1,379,264	\$ 1,297,195	\$ 1,226,099	\$ 1,236,916	\$ 1,195,048	\$ 1,251,466	\$ 1,212,074	\$ 1,185,936
Contributions as a percentage of covered payroll	45.56%	47.26%	51.19%	54.58%	54.25%	51.23%	50.57%	42.39%	42.09%	27.54%

Notes to schedule:

Information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of payroll, closed and the amortization period was 12.84 years (layered); the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 6.25% annually, and projected salary increases assumption of 3.75% to 11.09% compounded annually.

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE EMPLOYER'S TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POST-EMPLOYMENT BENEFIT PLAN

Last Seven Fiscal Years

MEASUREMENT DATE MAY 1,	2025	2024	2023	2022	2021	2020	2019
TOTAL OPEB LIABILITY							
Service cost	\$ 319,371	\$ 336,425	\$ 130,594	\$ 151,731	\$ 135,267	\$ 105,826	\$ 99,197
Interest	170,975	142,921	157,401	130,770	133,152	166,632	166,628
Changes of benefit terms	-	-	-	-	-	-	-
Differences between expected and actual experience	240,103	-	(994,279)	-	36,918	-	-
Changes of assumptions	(57,644)	(179,811)	7,351	(971,528)	436,883	696,532	82,446
Benefit payments, including refunds of member contributions	(135,638)	(159,203)	(152,386)	(184,210)	(181,164)	(148,381)	(148,503)
Total	537,167	140,332	(851,319)	(873,237)	561,056	820,609	199,768
Total OPEB liability - beginning	4,268,686	4,128,354	4,979,673	5,852,910	5,291,854	4,471,245	4,271,477
TOTAL OPEB LIABILITY - ENDING	\$ 4,805,853	\$ 4,268,686	\$ 4,128,354	\$ 4,979,673	\$ 5,852,910	\$ 5,291,854	\$ 4,471,245
Covered-employee payroll	\$ 4,416,034	\$ 4,403,218	\$ 4,285,370	\$ 4,018,239	\$ 3,921,666	\$ 3,978,097	\$ 3,655,376
Employer's net pension liability (asset) as a percentage of covered-employee payroll	108.83%	96.94%	96.34%	123.93%	149.25%	133.02%	122.32%

Year ended April 30, 2025 the changes in assumptions included changes in the the discount rate from 4.07% to 5.24%. Inflation rates, mortality rates, mortality improvement rates, retirement rates, termination rates, and disability rates were changed from the 2020 IMRF Experience Study to the 2024 IMRF Experience Study

Year ended April 30, 2024, the changes in assumptions included changes in the discount rate from 3.53% to 4.07%.

Year ended April 30, 2023 the changes in assumptions included changes in the the discount rate from 3.21% to 3.53%. In addition, the assumptions related to expected increases in medical costs have been revised.

Year ended April 30, 2022 the changes in assumptions included changes in the the discount rate from 2.27% to 3.21%. Mortality rates, mortality improvement rates, retirement rates, termination rates, and disability rates were changed from the 2017 IMRF Experience Study to the 2020 IMRF Experience Study

Year ended April 30, 2021 the changes in assumptions included changes in the the discount rate from 2.56% to 2.27%.

Year ended April 30, 2020 the changes in assumptions included changes in the inflation rate, mortality rates, mortality improvement rates, termination rates, disability rates, and the discount rate was changed from 3.79% to 2.56%.

Year ended April 30, 2019 - Because this is the implementation year, the beginning total OPEB liability is based on the same data and plan provisions as the ending total OPEB liability. For the purpose of developing changes in OPEB liability, the only change in assumptions was the discount rate from 3.97% to 3.79%.

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

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

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION TRUST FUND**

Last Ten Fiscal Years

FISCAL YEAR ENDING APRIL 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Annual money-weighted rate of return	8.72%	8.90%	3.92%	(7.27%)	24.48%	(1.54%)	4.74%	5.23%	7.85%	(0.80%)

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

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

For the Year Ended April 30, 2025

	Original Budget	Final Budget	Actual	Over/(Under)
REVENUES				
Property taxes	\$ 1,735,689	\$ 1,735,689	\$ 1,721,702	\$ (13,987)
Road and bridge taxes	25,520	25,520	27,083	1,563
Local use tax	606,421	606,421	481,056	(125,365)
Telecommunications tax	66,043	66,043	82,301	16,258
Gaming tax	209,550	209,550	200,859	(8,691)
Franchise fees	253,966	253,966	220,098	(33,868)
Business licenses	39,914	39,914	47,324	7,410
Building and zoning fees	55,413	55,413	46,921	(8,492)
Fines	77,500	77,500	63,252	(14,248)
Cemetery fees	17,796	17,796	22,565	4,769
Administration fee	579,003	579,003	579,003	-
Investment income	87,070	87,070	190,981	103,911
Other	142,914	142,914	188,880	45,966
Intergovernmental revenues	4,108,486	4,108,486	4,204,405	95,919
Federal grants	895,998	895,998	3,560,675	2,664,677
State grants	86,658	86,658	14,900	(71,758)
Total revenues	8,987,941	8,987,941	11,652,005	2,664,064
EXPENDITURES				
General government:				
Salaries and overtime	359,100	289,100	270,466	(18,634)
Village officials	53,000	53,000	51,600	(1,400)
Other payroll expenditures	137,000	137,000	102,818	(34,182)
Travel and training	5,000	5,000	1,694	(3,306)
Legal fees	144,068	104,068	76,512	(27,556)
Professional services	201,759	301,759	242,467	(59,292)
Accounting and auditing fees	14,834	14,834	13,406	(1,428)
Building and grounds maintenance	36,644	36,644	22,991	(13,653)
Vehicle and equipment maintenance	3,356	3,356	1,054	(2,302)
Office expenditures	95,183	95,183	31,171	(64,012)
IT & GIS	24,151	24,151	74,081	49,930
Code enforcement	55,341	55,341	25,145	(30,196)
General insurance	24,700	24,700	22,597	(2,103)
Emergency services	7,250	7,250	3,181	(4,069)
Refunds	4,502	14,502	13,367	(1,135)
Grant expense	321,800	321,800	219,015	(102,785)
Total general government	1,487,688	1,487,688	1,171,565	(316,123)

VILLAGE OF CHATHAM, ILLINOIS

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

For the Year Ended April 30, 2025

	Original Budget	Final Budget	Actual	Over/(Under)
Cemetery:				
Salaries and overtime	\$ 24,100	\$ 22,100	\$ 21,755	\$ (345)
Other payroll expenditures	9,960	9,960	7,804	(2,156)
Building and grounds maintenance	23,865	25,865	24,150	(1,715)
Office expenditures	4,000	4,000	3,155	(845)
Total cemetery	61,925	61,925	56,864	(5,061)
Culture and recreation:				
Salaries and overtime	410,300	401,300	395,765	(5,535)
Other payroll expenditures	131,840	131,840	118,014	(13,826)
Travel and training	546	546	-	(546)
Building and grounds maintenance	93,304	93,304	79,061	(14,243)
Program expenditures	40,517	40,517	24,800	(15,717)
4th of July	10,000	10,000	10,000	-
Vehicle and equipment maintenance	46,155	54,155	43,458	(10,697)
Safety expenditures	9,393	9,393	8,004	(1,389)
Office expenditures	4,580	4,580	2,994	(1,586)
General insurance	42,000	42,000	40,867	(1,133)
Equipment purchase	17,047	17,047	14,138	(2,909)
Uniforms and supplies	5,889	6,889	5,343	(1,546)
Total culture and recreation	811,571	811,571	742,444	(69,127)
Public safety:				
Salaries and overtime	2,369,255	2,362,255	1,879,167	(483,088)
Other payroll expenditures	810,173	810,173	562,537	(247,636)
Travel and training	53,032	53,032	46,601	(6,431)
Professional services	5,733	5,733	3,729	(2,004)
Building and grounds maintenance	14,992	14,992	14,062	(930)
Vehicle and equipment maintenance	98,986	98,986	60,159	(38,827)
Safety expenditures	60	60	60	-
Office expenditures	72,772	75,772	62,469	(13,303)
IT	118,775	118,775	95,763	(23,012)
General insurance	49,800	53,800	49,599	(4,201)
Equipment purchase	148,914	148,914	118,624	(30,290)
Pension contribution	666,863	666,863	661,711	(5,152)
Uniforms and supplies	48,788	48,788	39,290	(9,498)
Crime prevention	61,383	61,383	12,807	(48,576)
Grant expense	16,770	16,770	7,500	(9,270)
Total public safety	4,536,296	4,536,296	3,614,078	(922,218)

VILLAGE OF CHATHAM, ILLINOIS

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

For the Year Ended April 30, 2025

	Original Budget	Final Budget	Actual	Over/(Under)
Public works/transportation:				
Employee salaries and overtime	\$ 349,300	\$ 330,300	\$ 321,524	\$ (8,776)
Other payroll expenditures	151,100	151,100	130,121	(20,979)
Travel and training	10,000	10,000	575	(9,425)
Building and ground maintenance	191,385	216,385	206,616	(9,769)
Vehicle and equipment maintenance	100,995	112,995	108,202	(4,793)
Safety expenditures	10,388	10,388	6,571	(3,817)
General insurance	50,900	52,900	50,831	(2,069)
Equipment purchase	7,552	7,552	5,995	(1,557)
Uniforms and supplies	35,121	35,121	22,920	(12,201)
Street maintenance	50,000	25,000	3,646	(21,354)
Office expenditures	406	5,406	4,168	(1,238)
Total public works/transportation	957,147	957,147	861,169	(95,978)
Capital outlays:				
Buildings	23,379	23,379	23,379	-
Improvements	480,380	480,380	480,380	-
Infrastructure	33,908	33,908	33,908	-
Subscriptions	73,876	73,876	73,876	-
Right-to-use assets	21,035	21,035	21,035	-
Vehicle purchase	266,876	266,876	266,876	-
Equipment purchase	128,847	128,847	128,847	-
Total capital outlay	1,028,301	1,028,301	1,028,301	-
Debt service				
Principal	59,923	59,918	59,818	(100)
Interest	12,836	12,841	12,806	(35)
Total debt service	72,759	72,759	72,624	(135)
Total expenditures	8,955,687	8,955,687	7,547,045	(1,408,642)

VILLAGE OF CHATHAM, ILLINOIS

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

For the Year Ended April 30, 2025

	Original Budget	Final Budget	Actual	Over/(Under)
EXCESS (DEFICIENCIES) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)	\$ 32,254	\$ 32,254	\$ 4,104,960	\$ 4,072,706
OTHER FINANCING SOURCES (USES)				
Transfer out	(639,000)	(639,000)	(639,000)	-
Lease liability issued	-	-	20,947	20,947
Subscription liability issued	-	-	68,776	68,776
Total other financing (uses)	(639,000)	(639,000)	(549,277)	89,723
NET CHANGE IN FUND BALANCE	<u>\$ (606,746)</u>	<u>\$ (606,746)</u>	3,555,683	<u>\$ 4,162,429</u>
FUND BALANCE - MAY 1, 2024			<u>2,763,554</u>	
FUND BALANCE - APRIL 30, 2025			<u>\$ 6,319,237</u>	

VILLAGE OF CHATHAM, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2025

BUDGETARY CONTROLS

The President and Board of Trustees legally enact the budget through passage of an ordinance which is developed on the modified accrual basis of accounting for the General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Fund, and Permanent Fund and the accrual basis of accounting for the Proprietary Funds and the Fiduciary Funds. Each fund's appropriated budget is prepared on a detailed line item basis. Revenues are budgeted by source. Expenditures are budgeted by operational line item which constitutes the legal level of control. Expenditures may not exceed appropriations. All budget revisions must be approved by the Board of Trustees. The budget lapses at year end. The Village has adopted an annual budget for all funds.

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

VILLAGE OF CHATHAM, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2025

	Special Revenue			Permanent		Total
	Motor Fuel Tax	Veteran's Memorial Brick	Yard Waste, Recycling and Refuse	Police and Public Works Utility Tax	Cemetery Trust	
ASSETS						
Cash and cash equivalents	\$ 2,062,156	\$ 13,649	\$ 225,165	\$ 38,277	\$ 631,928	\$ 2,971,175
Other receivables	-	-	31,417	-	-	31,417
Due from other governments	51,963	-	-	-	-	51,963
Total current assets	2,114,119	13,649	256,582	38,277	631,928	3,054,555
TOTAL ASSETS	\$ 2,114,119	\$ 13,649	\$ 256,582	\$ 38,277	\$ 631,928	\$ 3,054,555
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accounts payable	\$ 19,761	\$ -	\$ 16,243	\$ -	\$ -	\$ 36,004
Accrued payroll	-	-	2,154	-	-	2,154
Payroll tax liabilities	-	-	374	-	-	374
Unearned revenue	-	-	3,138	-	-	3,138
Due to other funds	-	-	-	339	-	339
Total liabilities	19,761	-	21,909	339	-	42,009
FUND BALANCE						
Nonspendable						
Corpus of permanent fund	-	-	-	-	503,792	503,792
Restricted						
Public works	2,094,358	-	-	-	-	2,094,358
Committed						
Veteran's memorial brick	-	13,649	-	-	-	13,649
Yard waste	-	-	234,673	-	-	234,673
Public safety	-	-	-	33,057	-	33,057
Public works	-	-	-	4,881	-	4,881
Cemetery	-	-	-	-	128,136	128,136
Total fund balance	2,094,358	13,649	234,673	37,938	631,928	3,012,546
TOTAL LIABILITIES AND FUND BALANCE	\$ 2,114,119	\$ 13,649	\$ 256,582	\$ 38,277	\$ 631,928	\$ 3,054,555

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2025

	Special Revenue				Permanent	Total
	<i>Formerly Major Motor Fuel Tax</i>	Veteran's Memorial Brick	Yard Waste, Recycling and Refuse	Police and Public Works Utility Tax	Cemetery Trust	
REVENUES						
Motor fuel taxes	\$ 750,024	\$ -	\$ -	\$ -	\$ -	\$ 750,024
Telecommunications tax	-	-	-	20,575	-	20,575
Fees and service charges	-	1,050	378,191	-	47,750	426,991
Investment income	55,480	333	6,323	1,046	21,772	84,954
Other	3,646	-	-	-	-	3,646
Total revenues	809,150	1,383	384,514	21,621	69,522	1,286,190
EXPENDITURES						
Current						
Culture and recreation	-	308	-	-	-	308
Public works/transportation	700,569	-	336,183	-	-	1,036,752
Capital outlay	-	-	-	50,074	-	50,074
Total expenditures	700,569	308	336,183	50,074	-	1,087,134
NET CHANGE IN FUND BALANCE	108,581	1,075	48,331	(28,453)	69,522	199,056
FUND BALANCE - MAY 1, 2024 AS PREVIOUSLY PRESENTED	-	12,574	186,342	66,391	562,406	827,713
Change within financial reporting entity (major to nonmajor fund)	1,985,777	-	-	-	-	1,985,777
FUND BALANCE - May 1, 2024 - AS ADJUSTED	1,985,777	12,574	186,342	66,391	562,406	2,813,490
FUND BALANCE - APRIL 30, 2025	\$ 2,094,358	\$ 13,649	\$ 234,673	\$ 37,938	\$ 631,928	\$ 3,012,546

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS

For the Year Ended April 30, 2025

	Motor Fuel Tax		Veteran's Memorial Brick		Yard Waste, Recycling and Refuse		Police and Public Works Utility Tax	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES								
Motor fuel tax	\$ 626,837	\$ 750,024	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Telecommunications tax	-	-	-	-	-	-	17,330	20,575
Fees and service charges	-	-	500	1,050	368,030	378,191	-	-
Investment income	16,024	55,480	40	333	4,100	6,323	110	1,046
Other	-	3,646	-	-	-	-	-	-
Total revenues	642,861	805,504	540	1,383	372,130	384,514	17,440	21,621
EXPENDITURES								
Salaries and overtime	-	-	-	-	46,400	42,384	-	-
Other payroll expenditures	-	-	-	-	20,450	15,323	-	-
Street maintenance and improvements	1,175,003	678,887	-	-	-	-	-	-
Clean-up and beautification	-	-	-	-	20,000	19,854	-	-
Yard waste supplies and services	-	-	-	-	243,000	243,000	-	-
Professional services	71,443	21,682	-	-	-	-	-	-
Building and grounds maintenance	-	-	1,200	308	-	-	-	-
Vehicle and equipment maintenance	-	-	-	-	2,000	-	-	-
Equipment	-	-	-	-	15,700	15,622	-	-
Capital outlay	-	-	-	-	-	-	60,000	50,074
Total expenditures	1,246,446	700,569	1,200	308	347,550	336,183	60,000	50,074
NET CHANGE IN FUND BALANCE	<u>\$ (603,585)</u>	104,935	<u>\$ (660)</u>	1,075	<u>\$ 24,580</u>	48,331	<u>\$ (42,560)</u>	(28,453)
FUND BALANCE - MAY 1, 2024		<u>1,985,777</u>		<u>12,574</u>		<u>186,342</u>		<u>66,391</u>
FUND BALANCE - APRIL 30, 2025		<u>\$ 2,090,712</u>		<u>\$ 13,649</u>		<u>\$ 234,673</u>		<u>\$ 37,938</u>

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

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

For the Year Ended April 30, 2025

	Original Budget	Final Budget	Actual	Over/(Under)
REVENUES				
Investment income	\$ 5,920	\$ 5,920	\$ 92,154	\$ 86,234
State grants	675,000	675,000	50,392	(624,608)
Total revenues	680,920	680,920	142,546	(538,374)
EXPENDITURES				
General government:				
Professional services	624,608	624,608	-	(624,608)
Total general government	624,608	624,608	-	(624,608)
Public safety:				
Vehicle and equipment purchase	6,462	6,462	-	(6,462)
Total public safety	6,462	6,462	-	(6,462)
Public works/transportation:				
Building and grounds maintenance	20,632	20,632	-	(20,632)
Total public works/transportation	20,632	20,632	-	(20,632)
Total expenditures	651,702	651,702	-	(651,702)
Capital outlays:				
Buildings and grounds	50,392	50,392	50,392	-
Total capital outlay	50,392	50,392	50,392	-
Total expenditures	702,094	702,094	50,392	(651,702)
EXCESS (DIFFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)	(21,174)	(21,174)	92,154	113,328
OTHER FINANCING SOURCES (USES)				
Transfer in	500,000	500,000	500,000	-
Total other financing sources	500,000	500,000	500,000	-
NET CHANGE IN FUND BALANCE	\$ 478,826	\$ 478,826	592,154	\$ 113,328
FUND BALANCE - MAY 1, 2024			2,311,751	
FUND BALANCE - APRIL 30, 2025			\$ 2,903,905	

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

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

For the Year Ended April 30, 2025

	Cemetery Trust	
	Final Budget	Actual
REVENUES		
Fees and service charges	\$ 14,200	\$ 47,750
Investment income	4,660	21,772
Total revenues	<u>18,860</u>	<u>69,522</u>
EXPENDITURES		
Building and grounds maintenance	90,094	-
Refund	5,304	-
Total expenditures	<u>95,398</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (76,538)</u>	69,522
FUND BALANCE - MAY 1, 2024		<u>562,406</u>
FUND BALANCE - APRIL 30, 2025		<u><u>\$ 631,928</u></u>

See accompanying Independent Auditor's Report.

SUPPLEMENTARY FINANCIAL INFORMATION

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF NET POSITION
ELECTRIC FUND

April 30, 2025

(With Comparative Actual Amounts for April 30, 2024)

	2025	2024
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 4,003,825	\$ 2,617,081
Restricted accounts - cash	188,084	182,589
Accounts receivable	727,858	702,105
Due from other government	-	1,016,440
Inventory	730,557	592,142
	<hr/>	<hr/>
Total current assets	5,650,324	5,110,357
Capital assets:		
Capital assets, not being depreciated	279,734	282,034
Capital assets, being depreciated/amortized	21,982,932	21,849,044
Less: accumulated depreciation/amortization	(13,031,970)	(12,533,220)
	<hr/>	<hr/>
Total capital assets, net	9,230,696	9,597,858
	<hr/>	<hr/>
Total assets	14,881,020	14,708,215
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	284,409	855,176
	<hr/>	<hr/>
Total assets and deferred outflows of resources	15,165,429	15,563,391
	<hr/>	<hr/>

This statement is continued on the following page.

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF NET POSITION (Continued)
ELECTRIC FUND

April 30, 2025
(With Comparative Actual Amounts for April 30, 2024)

	2025	2024
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 68,578	\$ 68,535
Accrued payroll	52,963	50,353
Accrued compensated absences payable	13,201	7,934
Unearned revenue	60,781	74,424
Due to other funds	-	48,285
Customer deposits	217,300	206,500
Accrued interest payable	10,556	13,113
Other payables	9,168	8,290
Current maturities of long term debt:		
OPEB liability	22,372	23,571
G.O. bonds (Alternate Revenue Source) payable	321,000	314,000
Lease obligation	38,052	14,698
Finance agreement payable	60,804	77,502
	874,775	907,205
Long-Term liabilities:		
Accrued compensated absences payable	222,864	171,146
Net OPEB obligation	770,277	608,426
Net pension liability	332,565	863,873
G.O. bonds (Alternate Revenue Source) payable	547,000	868,000
Lease obligation	54,766	39,061
Finance agreement payable	47,794	98,909
	1,975,266	2,649,415
Total liabilities	2,850,041	3,556,620
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	42,365	105,756
Total liabilities and deferred inflows of resources	2,892,406	3,662,376
NET POSITION		
Investment in capital assets	8,161,280	8,185,688
Restricted for debt service	188,084	182,589
Unrestricted	3,923,659	3,532,738
TOTAL NET POSITION	\$ 12,273,023	\$ 11,901,015

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

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

For the Year Ended April 30, 2025
(With Comparative Actual Amounts for the Year Ended April 30, 2024)

	2025	2024
OPERATING REVENUES		
User charges	\$ 10,788,104	\$ 10,585,304
Other income	377,053	226,794
Total revenues	<u>11,165,157</u>	<u>10,812,098</u>
OPERATING EXPENSES		
Electricity purchases	7,492,477	7,127,081
Distribution and customer service	2,993,945	4,726,929
Depreciation and amortization	669,457	617,714
Total expenses	<u>11,155,879</u>	<u>12,471,724</u>
OPERATING INCOME (LOSS)	<u>9,278</u>	<u>(1,659,626)</u>
NONOPERATING INCOME (EXPENSE)		
Investment income	98,304	75,282
Grant income	274,143	1,016,440
Interest expense	(22,717)	(29,074)
Gain (Loss) on disposal	13,000	(1,027)
Total nonoperating income (expense)	<u>362,730</u>	<u>1,061,621</u>
CHANGE IN NET POSITION	<u>372,008</u>	<u>(598,005)</u>
NET POSITION - MAY 1, 2024	<u>11,901,015</u>	<u>12,499,020</u>
NET POSITION - APRIL 30, 2025	<u>\$ 12,273,023</u>	<u>\$ 11,901,015</u>

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF OUTSTANDING BONDS
GOVERNMENTAL ACTIVITIES

April 30, 2025

	<hr/>		Total Debt
	Principal	Interest	Service
	<hr/>		Requirements
2025-2026	\$ 37,440	\$ 8,960	\$ 46,400
2026-2027	37,946	8,454	46,400
2027-2028	38,458	7,942	46,400
2028-2029	38,977	7,423	46,400
2029-2030	39,503	6,897	46,400
2030-2031	40,037	6,363	46,400
2031-2032	40,577	5,823	46,400
2032-2033	41,125	5,275	46,400
2033-2034	41,680	4,720	46,400
2034-2035	42,242	4,158	46,400
2035-2036	42,813	3,587	46,400
2036-2037	43,391	3,009	46,400
2037-2038	43,977	2,423	46,400
2038-2039	44,570	1,830	46,400
2039-2040	45,172	1,228	46,400
2040-2041	45,782	618	46,400
	<hr/>		
TOTAL	\$ 663,690	\$ 78,710	\$ 742,400

See accompanying Independent Auditor's Report.

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF OUTSTANDING BONDS
BUSINESS-TYPE ACTIVITIES

April 30, 2025

	Electric General Obligation (Alternative Revenue Source) Bonds, Series 2014		Total Debt Service Requirements
	<hr/>		
	Principal	Interest	
2025-2026	\$ 321,000	\$ 19,420	\$ 340,420
2026-2027	336,000	12,518	348,518
2027-2028	106,000	4,958	110,958
2028-2029	105,000	2,520	107,520
	<hr/>		
TOTAL	\$ 868,000	\$ 39,416	\$ 907,416

See accompanying Independent Auditor's Report.

STATISTICAL SECTION

STATISTICAL SECTION

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Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well being have changed over time.	87-96
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue sources.	97-105
Debt Capacity These schedules contain information to help the reader assess the affordability of the Village's current level of outstanding debt and the Village's ability to issue additional debt in the future.	106-110
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	111-113
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	114-116

VILLAGE OF CHATHAM, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

	2016	2017	2018	2019
Governmental activities				
Net invested in capital assets	\$ 15,390,867	\$ 18,787,798	\$ 20,671,241	\$ 20,991,362
Restricted	1,199,613	723,568	636,627	708,852
Unrestricted	(4,086,718)	(3,665,344)	(4,098,855)	(6,693,656)
Total governmental activities net position	\$ 12,503,762	\$ 15,846,022	\$ 17,209,013	\$ 15,006,558
Business-type activities				
Net invested in capital assets	\$ 14,879,229	\$ 17,241,187	\$ 18,501,744	\$ 18,693,865
Restricted	287,472	291,743	253,524	254,978
Unrestricted	1,102,357	1,439,419	1,917,284	1,878,999
Total business-type activities net position	\$ 16,269,058	\$ 18,972,349	\$ 20,672,552	\$ 20,827,842
Primary government				
Net invested in capital assets	\$ 30,270,096	\$ 36,028,985	\$ 39,172,985	\$ 39,685,227
Restricted	1,487,085	1,015,311	890,151	963,830
Unrestricted	(2,984,361)	(2,225,925)	(2,181,571)	(4,814,657)
Total primary government net position	\$ 28,772,820	\$ 34,818,371	\$ 37,881,565	\$ 35,834,400

Source: Audited Financial Statements

* GASB Statement No. 68 *Accounting and Financial Reporting for Pension - an amendment of GASB Statement No. 27*, was implemented in fiscal year 2016.

* GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension*, was implemented in fiscal year 2019.

	2020	2021	2022	2023	2024	2025
\$	20,532,271	\$ 19,511,603	\$ 19,917,421	\$ 20,292,970	\$ 20,800,486	\$ 20,874,402
	822,934	1,842,930	2,036,992	2,349,651	2,512,547	2,688,769
	(7,284,678)	(6,712,672)	(4,923,426)	(2,429,088)	(3,171,484)	585,376
\$	14,070,527	\$ 14,641,861	\$ 17,030,987	\$ 20,213,533	\$ 20,141,549	\$ 24,148,547
\$	18,472,646	\$ 18,335,086	\$ 18,001,758	\$ 17,910,872	\$ 18,081,058	\$ 17,948,420
	256,258	226,034	226,719	229,497	182,589	188,084
	1,882,007	2,591,460	3,848,429	4,093,473	3,889,755	5,029,593
\$	20,610,911	\$ 21,152,580	\$ 22,076,906	\$ 22,233,842	\$ 22,153,402	\$ 23,166,097
\$	39,004,917	\$ 37,846,689	\$ 37,919,179	\$ 38,203,842	\$ 38,881,544	\$ 38,822,822
	1,079,192	2,068,964	2,263,711	2,579,148	2,695,136	2,876,853
	(5,402,671)	(4,121,212)	(1,074,997)	1,664,385	718,271	5,614,969
\$	34,681,438	\$ 35,794,441	\$ 39,107,893	\$ 42,447,375	\$ 42,294,951	\$ 47,314,644

VILLAGE OF CHATHAM, ILLINOIS

CHANGES IN NET POSITION BY COMPONENT

Last Ten Fiscal Years

	2016	2017	2018	2019
Expenses				
Governmental activities:				
General government	\$ 696,626	\$ 1,014,063	\$ 788,007	\$ 779,204
Cemetery	45,791	41,887	31,271	31,770
Culture and recreation	460,039	470,468	479,961	538,307
Public safety	2,604,840	3,027,738	3,141,695	3,156,536
Public works/transportation	1,195,975	1,452,476	1,686,736	1,418,716
Economic development	31,276	31,480	-	-
Interest on long-term debt	7,914	7,874	16,863	16,679
Total governmental activities expenses	5,042,461	6,045,986	6,144,533	5,941,212
Business-type activities:				
Electric Fund	9,181,668	9,445,691	9,691,818	10,017,887
Water and Sewer Fund	5,306,341	5,448,465	6,092,018	6,716,079
Total business-type activities expenses	14,488,009	14,894,156	15,783,836	16,733,966
Total primary government expenses	\$ 19,530,470	\$ 20,940,142	\$ 21,928,369	\$ 22,675,178
Program Revenues				
Governmental Activities:				
Charges for Services:				
General government	443,887	458,556	479,117	476,482
Cemetery	22,000	21,125	23,075	22,755
Culture and recreation	34,120	42,296	32,563	23,192
Public safety	76,157	91,607	82,085	84,114
Public works/transportation	219,568	254,980	229,488	241,464
Economic development	-	-	-	-
Operating grants and contributions:				
General government	-	-	-	-
Cemetery	-	-	-	-
Culture and recreation	-	-	-	-
Public safety	15,611	21,902	13,184	17,066
Public works/transportation	326,385	306,972	308,846	306,944
Economic development	-	-	-	-
Capital grants and contributions:				
General government	-	-	-	-
Cemetery	-	-	-	-
Culture and recreation	-	-	-	-
Public safety	-	-	-	-
Public works/transportation	289,479	3,043,570	2,426,318	669,640
Economic development	-	-	-	-
Total governmental activities program revenue	1,427,207	4,241,008	3,594,676	1,841,657

	2020	2021	2022	2023	2024	2025
\$	705,936	\$ 738,230	\$ 609,704	\$ 918,312	\$ 4,292,796	\$ 1,329,610 (a)
	31,561	27,359	22,165	42,039	39,758	110,377
	532,094	417,000	380,708	861,952	789,857	931,407
	3,918,156	3,601,220	2,830,614	2,351,765	3,668,326	3,911,219
	1,695,556	1,596,104	1,526,039	2,064,572	2,302,249	2,678,274
	-	-	-	-	-	-
	15,765	34,750	13,548	14,760	13,832	13,251
	6,899,068	6,414,663	5,382,778	6,253,400	11,106,818	8,974,138
	10,078,219	9,947,865	9,789,230	10,326,118	12,500,798	11,178,596
	7,088,810	7,405,842	7,289,231	7,651,617	7,493,240	7,465,062
	17,167,029	17,353,707	17,078,461	17,977,735	19,994,038	18,643,658
\$	24,066,097	\$ 23,768,370	\$ 22,461,239	\$ 24,231,135	\$ 31,100,856	\$ 27,617,796
	736,440	758,104	927,074	840,804	852,395	843,766
	30,040	26,430	35,598	40,380	35,080	70,315
	11,210	550	200	700	700	1,050
	64,021	81,140	54,228	84,690	99,281	63,252
	398,432	355,709	351,968	358,840	392,385	427,771
	-	-	-	-	-	-
	-	-	-	-	160,249	2,670,433 (a)
	-	-	-	-	-	-
	-	-	-	-	-	-
	14,409	11,442	8,765	23,911	435,579	34,678
	428,105	1,091,996	736,183	547,898	709,541	750,024
	-	-	-	-	-	-
	-	-	-	-	-	50,392
	-	-	-	-	-	-
	-	-	-	350,000	-	-
	-	-	-	-	-	-
	-	12,600	30,400	247,116	695,170	39,395
	-	-	-	-	-	-
	1,682,657	2,337,971	2,144,416	2,494,339	3,380,380	4,951,076

VILLAGE OF CHATHAM, ILLINOIS

CHANGES IN NET POSITION BY COMPONENT (Continued)

LAST TEN FISCAL YEARS

	2016	2017	2018	2019
Business type Activities:				
Charges for Services:				
Electric Fund	\$ 9,770,310	\$ 10,120,727	\$ 10,140,071	\$ 10,598,508
Water and Sewer Fund	5,584,652	6,040,429	6,543,655	6,911,516
Operating grants and contributions:				
Electric Fund	-	-	-	-
Water and Sewer Fund	-	-	-	-
Capital grants and contributions:				
Electric Fund	34,482	-	-	-
Water and Sewer Fund	128,300	1,429,415	790,152	216,958
Total business-type activities program revenue	15,517,744	17,590,571	17,473,878	17,726,982
Total primary government program revenue	\$ 16,944,951	\$ 21,831,579	\$ 21,068,554	\$ 19,568,639
Net(expense) revenue:				
Governmental activities	\$ (3,615,254)	\$ (1,804,978)	\$ (2,549,857)	\$ (4,099,555)
Business-type activities	1,029,735	2,696,415	1,690,042	993,016
Total primary government net expense	\$ (2,585,519)	\$ 891,437	\$ (859,815)	\$ (3,106,539)
General Revenues and Other Changes in Net Position				
Governmental activities:				
General revenue				
Property tax	1,696,421	1,739,128	1,217,149	1,269,035
Road and bridge taxes	23,867	18,814	22,130	23,141
Local use taxes	264,653	280,974	298,323	340,021
Telecommunications taxes	285,038	250,346	232,323	222,548
Video gaming taxes	57,601	74,128	87,064	92,477
Intergovernmental revenues	2,161,715	1,909,534	1,973,009	2,034,747
Investment income	7,099	8,916	9,486	24,907
Miscellaneous	103,382	140,308	73,364	79,527
Transfers	-	-	-	-
Total governmental activities	4,599,776	4,422,148	3,912,848	4,086,403
Business-type activities:				
Gain on sale of capital assets	-	-	-	-
Investment income	3,961	6,876	10,161	32,078
Transfers	-	-	-	-
Total business-type activities	3,961	6,876	10,161	32,078
Total primary government	\$ 4,603,737	\$ 4,429,024	\$ 3,923,009	\$ 4,118,481
Changes in Net Position Post Prior Period Adjustment				
Governmental activities	\$ 984,522	\$ 2,617,170	\$ 1,362,991	\$ (13,152)
Business-type activities	1,033,696	2,703,291	1,700,203	1,025,094
Total primary government	\$ 2,018,218	\$ 5,320,461	\$ 3,063,194	\$ 1,011,942

Source: Audited Financial Statements

(a) During Fiscal Year 2024 a presidential declared disaster impacted the Village. The General Fund incurred approximately \$3,600,000 in costs relating to hauling and disposing of vegetative debris caused by the storm. After April 30, 2024 FEMA obligated to reimburse the Village for 75% of those incurred costs.

	2020	2021	2022	2023	2024	2025
\$	10,053,650	\$ 10,224,141	\$ 10,692,532	\$ 10,736,927	\$ 10,811,071	\$ 11,165,157
	6,852,193	7,347,709	7,294,509	7,335,808	7,570,405	7,928,334
	5,447	146,523	-	-	1,016,440	274,143
	-	157,456	-	-	22,839	-
	-	-	-	-	-	-
	-	-	-	-	378,989	-
	16,911,290	17,875,829	17,987,041	18,072,735	19,799,744	19,367,634
\$	18,593,947	\$ 20,213,800	\$ 20,131,457	\$ 20,567,074	\$ 23,180,124	\$ 24,318,710
\$	(5,216,411)	\$ (4,076,692)	\$ (3,238,362)	\$ (3,759,061)	\$ (7,726,438)	\$ (4,023,062)
	(255,739)	522,122	908,580	95,000	(194,294)	723,976
\$	(5,472,150)	\$ (3,554,570)	\$ (2,329,782)	\$ (3,664,061)	\$ (7,920,732)	\$ (3,299,086)
	1,325,566	1,417,623	1,476,037	1,522,435	1,610,626	1,721,702
	24,433	24,673	24,508	25,711	25,524	27,083
	396,816	514,158	492,430	585,435	549,171	481,056
	166,400	133,257	119,458	108,737	117,056	102,876
	91,263	94,122	172,573	170,495	203,163	200,859
	2,181,416	2,420,079	3,201,113	4,146,966	4,555,670	5,074,869
	28,460	17,198	19,438	80,202	196,942	368,089
	66,026	26,916	121,931	318,153	417,877	192,526
	-	-	-	(16,527)	(21,575)	(139,000)
	4,280,380	4,648,026	5,627,488	6,941,607	7,654,454	8,030,060
	-	-	-	-	-	13,000
	38,808	19,547	15,746	45,409	92,279	136,719
	-	-	-	16,527	21,575	139,000
	38,808	19,547	15,746	61,936	113,854	288,719
\$	4,319,188	\$ 4,667,573	\$ 5,643,234	\$ 7,003,543	\$ 7,768,308	\$ 8,318,779
\$	(936,031)	\$ 571,334	\$ 2,389,126	\$ 3,182,546	\$ (71,984)	\$ 4,006,998
	(216,931)	541,669	924,326	156,936	(80,440)	1,012,695
\$	(1,152,962)	\$ 1,113,003	\$ 3,313,452	\$ 3,339,482	\$ (152,424)	\$ 5,019,693

VILLAGE OF CHATHAM, ILLINOIS

FUND BALANCES - GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2016	2017	2018	2019
General Fund				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	17,227	516,838	517,386	120,119
Committed	57,620	34,687	37,969	29,200
Assigned	-	-	-	-
Unassigned	1,745,380	1,792,800	1,772,912	1,958,045
Total general fund	1,820,227	2,344,325	2,328,267	2,107,364
All other governmental funds				
Nonspendable	\$ 347,655	\$ 358,855	\$ 368,055	\$ 376,055
Restricted	834,731	347,954	230,686	212,678
Committed	333,420	366,127	416,986	389,676
Assigned	162,546	162,846	90,634	39,901
Unassigned	-	-	-	-
Total all other governmental funds	1,678,352	1,235,782	1,106,361	1,018,310
Total governmental funds	\$ 3,498,579	\$ 3,580,107	\$ 3,434,628	\$ 3,125,674

Source: Audited Financial Statements

	2020	2021	2022	2023	2024	2025
\$	-	\$ -	\$ -	\$ -	\$ -	-
	50,852	407,240	50,381	62,437	70,756	90,647
	-	-	-	-	-	-
	506,165	1,323,669	1,286,501	1,000,000	606,745	1,120,034
	1,775,665	1,947,501	2,686,597	3,528,906	2,086,053	5,108,556
	2,332,682	3,678,410	4,023,479	4,591,343	2,763,554	6,319,237
\$	391,055	\$ 403,255	\$ 421,542	\$ 440,042	\$ 456,042	\$ 503,792
	381,027	1,032,435	1,565,096	1,847,200	1,985,777	2,094,358
	411,966	393,254	353,282	353,067	371,671	414,396
	42,677	73,669	244,432	1,308,212	2,311,751	2,903,905
	-	-	-	-	-	-
	1,226,725	1,902,613	2,584,352	3,948,521	5,125,241	5,916,451
\$	3,559,407	\$ 5,581,023	\$ 6,607,831	\$ 8,539,864	\$ 7,888,795	\$ 12,235,688

VILLAGE OF CHATHAM, ILLINOIS

CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2016	2017	2018	2019
Revenue				
Property taxes	\$ 1,696,421	\$ 1,739,128	\$ 1,217,149	\$ 1,269,035
Road and bridge taxes	23,867	18,814	22,130	23,141
Local use tax	264,653	280,974	298,323	340,021
Motor fuel taxes	309,629	306,972	308,846	306,944
Telecommunications tax	285,038	250,346	232,323	222,548
Video gaming tax	57,601	74,128	87,064	92,477
Licenses, permits, fees, fines and service charges	795,732	868,564	846,328	848,007
Investment income	7,099	8,916	9,486	24,907
Other	103,382	140,308	73,364	79,527
Intergovernmental revenues	2,161,715	1,909,534	1,973,009	2,034,747
Federal grants	32,367	21,902	13,184	8,109
State grants	-	-	-	8,957
Total Revenues	5,737,504	5,619,586	5,081,206	5,258,420
Expenditures				
General government	667,035	985,698	782,639	741,428
Cemetery	46,778	41,717	31,084	30,102
Culture and recreation	416,985	413,138	418,366	443,333
Public safety	2,280,367	2,703,473	2,778,866	2,791,356
Public works/transportation	731,286	900,048	1,051,203	768,794
Economic Development	31,276	31,480	-	-
Capital outlay	449,185	932,596	106,378	733,917
Debt service:				
Principal	181,410	57,811	42,687	41,576
Interest	9,122	5,096	15,462	16,868
Total expenditures	4,813,444	6,071,057	5,226,685	5,567,374
Excess of revenues over(under) expenditures	924,060	(451,471)	(145,479)	(308,954)
Other Financing Sources (Uses)				
Transfer in	94,359	763,927	-	449,348
Transfer out	(94,359)	(763,927)	-	(449,348)
Bond issued	-	500,000	-	-
Loan issued	152,500	-	-	-
Leases issued	-	33,000	-	-
Subscription liabilities issued	-	-	-	-
Total other financing sources (uses)	152,500	533,000	-	-
Net change in fund balance	\$ 1,076,560	\$ 81,529	\$ (145,479)	\$ (308,954)
Debt service as a percentage of noncapital expenditures	4.37%	1.22%	1.14%	1.21%

Source: Audited Financial Statements

(a) During Fiscal Year 2024 a presidential declared disaster impacted the Village. The General Fund incurred approximately \$3,600,000 in costs relating to hauling and disposing of vegetative debris caused by the storm. After April 30, 2024 FEMA obligated to reimburse the Village for 75% of those incurred costs.

	2020	2021	2022	2023	2024	2025
\$	1,325,566	\$ 1,417,623	\$ 1,476,037	\$ 1,522,435	\$ 1,610,626	\$ 1,721,702
	24,433	24,673	24,508	25,711	25,524	27,083
	396,816	514,158	492,430	585,435	549,171	481,056
	428,105	448,063	483,551	547,898	709,541	750,024
	166,400	133,257	119,458	108,737	117,056	102,876
	91,263	94,122	172,573	170,495	203,163	200,859
	1,240,143	1,221,933	1,369,068	1,325,414	1,379,841	1,406,154
	28,460	17,198	19,438	80,202	196,942	368,089
	66,026	26,916	121,931	318,153	417,877	192,526
	2,181,416	2,420,079	3,201,113	3,805,890	3,997,934	4,204,405
	10,671	273,540	8,765	364,987	649,016	3,560,675 (a)
	3,738	381,835	252,632	476,316	504,548	65,292
	5,963,037	6,973,397	7,741,504	9,331,673	10,361,239	13,080,741
	714,740	763,839	734,296	883,149	4,265,983	1,171,565 (a)
	30,250	29,187	29,975	35,839	43,564	56,864
	444,552	395,646	428,742	676,782	753,976	742,752
	3,058,022	3,000,080	3,309,009	3,387,932	3,507,377	3,614,078
	1,009,788	1,023,437	1,078,057	1,353,116	1,667,866	1,897,921
	-	-	-	-	-	-
	463,348	48,867	1,290,140	961,084	687,607	1,128,767
	42,416	484,395	65,720	70,289	71,357	59,818
	15,960	16,330	12,884	14,922	13,854	12,806
	5,779,076	5,761,781	6,948,823	7,383,113	11,011,584	8,684,571
	183,961	1,211,616	792,681	1,948,560	(650,345)	4,396,170
	101,258	38,809	1,403,948	1,286,500	1,000,000	500,000
	(101,258)	(38,809)	(1,403,948)	(1,303,027)	(1,021,575)	(639,000)
	-	810,000	-	-	-	-
	-	-	234,127	-	-	-
	249,772	-	-	-	20,851	20,947
	-	-	-	-	-	68,776
	249,772	810,000	234,127	(16,527)	(724)	(49,277)
\$	433,733	\$ 2,021,616	\$ 1,026,808	\$ 1,932,033	\$ (651,069)	\$ 4,346,893
	1.11%	8.76%	1.39%	1.33%	0.83%	0.96%

VILLAGE OF CHATHAM, ILLINOIS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

Fiscal Year	Residential Property	Commercial Property	Industrial Property	Farm Property
2016	\$ 227,713,787	\$ 20,868,182	\$ 499,427	\$ 947,532
2017	240,660,750	28,372,687	875,808	1,070,621
2018	250,996,956	29,594,472	894,288	1,192,708
2019	258,023,209	32,872,181	904,125	1,112,529
2020	270,220,511	33,825,042	850,404	1,292,658
2021	275,605,059	33,882,511	851,423	1,385,039
2022	286,397,373	34,853,817	872,709	1,288,517
2023	303,362,170	35,708,781	887,545	1,368,957
2024	328,676,181	40,082,741	926,005	1,411,931
2025	363,270,269	43,428,898	891,965	1,522,266

Source: County Clerk's Office

Railroad Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Taxable Assessed Value as a % of Estimated Actual Value
\$ 202,736	\$ 250,231,664	0.4630	\$ 758,277,770	33.00%
206,287	271,186,153	0.4495	821,776,221	33.00%
210,468	282,888,892	0.4488	857,239,067	33.00%
226,168	293,138,212	0.4530	888,297,612	33.00%
246,932	306,435,547	0.4636	928,592,567	33.00%
257,452	311,981,484	0.4747	945,398,436	33.00%
280,209	323,692,625	0.4712	980,886,742	33.00%
307,443	341,634,896	0.4740	1,035,257,261	33.00%
332,419	371,429,277	0.4673	1,125,543,264	33.00%
315,246	409,428,644	0.4431	1,240,692,861	33.00%

VILLAGE OF CHATHAM, ILLINOIS

DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Fiscal Years

<u>Overlapping Rates</u>	2015	2016	2017	2018
Village	\$ 0.4630	\$ 0.4495	\$ 0.4488	\$ 0.4530
Chatham School District Unit #5	4.4552	4.3887	4.4098	4.4448
Auburn School District Unit #10	4.2785	4.2324	4.2814	4.1946
Lincoln Land Junior College District #526	0.5021	0.5041	0.4884	0.4917
Woodside Township	0.1101	0.1083	0.1074	0.1071
Ball Township	0.0559	0.0547	0.0551	0.0569
Chatham Township	0.1683	0.1611	0.1409	0.1185
Curran Township	-	-	-	0.2793
Woodside Township Road & Bridge	0.2952	0.2902	0.2878	0.2897
Ball Township Road & Bridge	0.2121	0.2074	0.2087	0.2155
Chatham Township Road & Bridge	0.3737	0.3604	0.3324	0.2882
Curran Township Road & Bridge	-	-	-	0.3399
Springfield Airport Authority	0.0930	0.0992	0.0984	0.0990
Chatham Fire Protection District	0.5320	0.5199	0.5199	0.5249
Springfield Metro Expo Authority	0.0714	0.0711	0.0718	0.0724
Springfield Mass Transit District	0.1208	0.1205	0.1217	0.1230
Sangamon County Water Reclamation District	0.0956	0.0951	0.0959	0.0970
Chatham Library	0.2650	0.2591	0.2590	0.2640
Chatham Library Bond	-	-	-	-
Chatham Library Bond #2	0.0668	0.0635	0.0644	0.0651
Sangamon County	0.7546	0.7512	0.7583	0.7691
Total	\$ 12.9133	\$ 12.7364	\$ 12.7501	\$ 13.2937
<u>Direct Rates</u>				
General	\$ 0.1693	\$ 0.1664	\$ 0.1619	\$ 0.1633
Police Pension	0.2039	0.1959	0.2136	0.2164
IMRF	0.0464	0.0428	0.0300	0.0290
Police Protection	0.0434	0.0444	0.0433	0.0443
Total	\$ 0.4630	\$ 0.4495	\$ 0.4488	\$ 0.4530

Part of the Village of Chatham is in Chatham Township and part is in Ball Township. A small part of the Village is also in Woodside and Curran Townships. One of the township rates would apply depending on the property's location.

For illustrative purposes, the chart represents the components of the Chatham Township rate.

Source: County Clerk's Office

	2019	2020	2021	2022	2023	2024
\$	0.4636	\$ 0.4747	\$ 0.4712	\$ 0.4740	\$ 0.4673	\$ 0.4431
	4.5344	4.6262	4.6360	4.6119	4.5286	4.3314
	4.1582	4.1164	4.0775	4.0362	3.9129	3.6972
	0.4954	0.4964	0.4982	0.4935	0.4893	0.4743
	0.1112	0.1121	0.1122	0.1064	0.1029	0.0948
	0.0585	0.0588	0.0588	0.0572	0.0547	0.0476
	0.1015	0.0904	0.0830	0.0839	0.0783	0.0722
	0.2795	0.2808	0.2756	0.2745	0.2610	0.2498
	0.2951	0.2962	0.2960	0.2899	0.2864	0.2735
	0.2209	0.2217	0.2214	0.2200	0.2164	0.2042
	0.2713	0.2603	0.2503	0.2485	0.2388	0.2292
	0.3401	0.3417	0.3353	0.3354	0.3198	0.3062
	0.1019	0.1042	0.1058	0.1047	0.1023	0.0961
	0.5374	0.5439	0.5392	0.5361	0.5196	0.4943
	0.0736	0.0747	0.1079	0.1058	0.1031	0.0962
	0.1276	0.1312	0.1342	0.1342	0.1326	0.1245
	0.1001	0.1027	0.1044	0.1032	0.1017	0.0964
	0.2699	0.2733	0.2710	0.2693	0.2594	0.2466
	-	-	-	-	-	-
	0.0642	0.0651	0.0653	0.0632	0.0606	0.0564
	0.7854	0.8048	0.8188	0.7920	0.7654	0.7277
\$	13.3898	\$ 13.4756	\$ 13.4621	\$ 13.3399	\$ 13.0011	\$ 12.3617
\$	0.1712	\$ 0.1707	\$ 0.1785	\$ 0.2004	\$ 0.2056	\$ 0.1916
	0.2175	0.2277	0.2185	0.1922	0.1796	0.1758
	0.0277	0.0277	0.0263	0.0249	0.0229	0.0208
	0.0472	0.0486	0.0479	0.0565	0.0592	0.0549
\$	0.4636	\$ 0.4747	\$ 0.4712	\$ 0.4740	\$ 0.4673	\$ 0.4431

VILLAGE OF CHATHAM, ILLINOIS

PRINCIPAL PROPERTY TAX PAYERS

Current Year and Nine Years Ago

Fiscal Year	2025			2016		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
	Chatham Dev Group LLC	\$ 4,580,559	1	1.12%	\$ 3,676,945	1
Premier Chatham IL LLC	2,679,382	2	0.65%	-		0.00%
ARHC VHCTMIL01 LLC	2,584,501	3	0.63%	1,975,860	2	0.79%
Chatham Dev Group LLC	1,811,703	4	0.45%	1,454,306	3	0.58%
Foxx LLC	1,729,933	5	0.42%	1,302,568	4	0.52%
RHC Investments Inc.	1,600,940	6	0.39%	1,300,131	5	0.52%
R&M Phillips Investments LLC	1,163,070	7	0.28%	889,169	6	0.36%
Chatham 125 Medical Properties	1,034,360	8	0.25%	-		0.00%
Plummer Investments LLC	832,107	9	0.20%	676,494	7	0.27%
Henry Technologies Inc.	781,681	10	0.19%	635,499	8	0.25%
Illinois National Bank				629,869	9	0.25%
Walgreens				536,953	10	0.21%
	<u>\$ 18,798,236</u>		<u>4.59%</u>	<u>\$ 13,077,794</u>		<u>5.23%</u>
	EAV		409,428,644			250,231,664

Source: County Clerks Office

VILLAGE OF CHATHAM, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years

Fiscal Year Ended April 30	Tax Year	Taxes Levied for the Tax Year	Collected Within the Fiscal Year	
			Amount	Percentage of Levy
2016	2014	\$ 1,123,550	\$ 1,122,508	99.91%
2017	2015	1,158,573	1,158,335	99.98%
2018	2016	1,218,982	1,217,149	99.85%
2019	2017	1,269,605	1,269,035	99.96%
2020	2018	1,327,916	1,325,566	99.82%
2021	2019	1,420,635	1,417,623	99.79%
2022	2020	1,480,976	1,476,037	99.67%
2023	2021	1,525,240	1,522,435	99.82%
2024	2022	1,619,349	1,610,626	99.46%
2025	2023	1,735,689	1,721,702	99.19%

Collections within the fiscal year may include taxes collected attributable to prior years. These collections, are immaterial as 99% or greater of the current year's tax levy historically been collected during the respective fiscal year. Additionally, information to associate any non-current tax collections to a specific tax levy year is not readily available.

Source: County Clerks Office

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF VILLAGE TAXABLE SALES BY CATEGORY

Last Ten Calendar Years

	2015	2016	2017	2018	2019
General Merchandise	\$ -	\$ -	\$ -	\$ -	\$ -
Food	232,308	212,832	208,432	208,548	201,078
Drinking and eating places	98,916	101,029	107,521	114,635	121,150
Apparel	7,555	9,050	10,186	6,339	3,586
Furniture/Household/Radio	799	1,341	1,871	1,899	1,664
Lumber/Building/Hardware	118,390	119,461	118,945	115,091	98,099
Auto and gas stations	170,306	138,210	151,999	166,062	176,022
Drugs and miscellaneous retail	265,910	246,568	232,261	267,448	283,971
Agriculture and all others	35,815	37,037	43,749	38,788	32,870
Manufacturers	3,137	3,672	2,370	1,276	1,378
Total	\$ 933,136	\$ 869,200	\$ 877,334	\$ 920,086	\$ 919,818
Village sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%
Number of Taxpayers	249	261	272	259	268

* Certain categories are estimated because they not shown in the State report, due to fewer than four taxpayers

** The large increase is due to the Leveling the Playing Field Act, remote retailers had to start registering sites in Illinois and paying destination rate sales tax instead of reporting and paying use tax.

Source: Illinois Department of Revenue Categories by Standard Industrial Codes (SIC)

2020	2021	2022	2023	2024
\$ -	\$ 484	\$ 574	\$ 602	\$ 6,660
225,127	238,040	271,271	287,579	281,291
124,716	157,465	165,028	174,582	175,574
4,137	6,853	8,374	9,892	13,801
589	2,971	3,365	3,899	5,676
118,428	133,044	140,779	154,069	146,796
158,915	200,776	228,604	245,246	239,097
317,391	495,153	528,939	625,105	656,818
31,936	66,746	73,120	74,067	78,123
1,226	3,952	3,242	3,987	3,327
<u>\$ 982,465</u>	<u>\$ 1,305,486</u>	<u>\$ 1,423,296</u>	<u>\$ 1,579,028</u>	<u>\$ 1,607,163</u>
1.00%	1.00%	1.00%	1.00%	1.00%
247	1,873**	2,483	3,144	3,889

VILLAGE OF CHATHAM, ILLINOIS

**DIRECT AND OVERLAPPING SALES TAX RATES
STATE OF ILLINOIS RATE**

Last Ten Fiscal Years

Fiscal Year	Village Share	Sangamon County Share	Sangamon County School Facility Share	State of Illinois Share	Total Rate
2016	1.00%	0.25%	0.00%	5.00%	6.25%
2017	1.00%	0.25%	0.00%	5.00%	6.25%
2018	1.00%	0.25%	0.00%	5.00%	6.25%
2019	1.00%	0.25%	0.00%	5.00%	6.25%
2020	1.00%	0.25%	1.00%	5.00%	7.25%
2021	1.00%	0.25%	1.00%	5.00%	7.25%
2022	1.00%	0.25%	1.00%	5.00%	7.25%
2023	1.00%	0.25%	1.00%	5.00%	7.25%
2024	1.00%	0.25%	1.00%	5.00%	7.25%
2025	1.00%	0.25%	1.00%	5.00%	7.25%

Source: Village records and Illinois Department of Revenue

VILLAGE OF CHATHAM, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business-Type Activities				
	General Obligation Bonds	Tax Increment Bonds	Notes Payable	Installment Purchases and Leases	General Obligation Bonds (Electric Alternative Revenue Source)	Debt Certificates	Notes Payable	Installment Purchases and Leases	
2016	\$ 36,000	\$ -	\$ 198,031	\$ 168,408	\$ 3,340,000	\$ -	\$ 877,156	\$ 97,607	
2017	500,000	-	176,220	133,600	3,105,000	-	737,040	52,511	
2018	479,500	-	154,033	71,140	2,858,000	-	594,681	274,689	
2019	460,500	-	131,457	30,571	2,598,000	-	1,573,838	311,115	
2020	441,000	-	108,541	226,261	2,335,000	-	1,335,060	238,059	
2021	810,000	-	85,146	166,641	2,062,000	-	1,099,266	389,339	
2022	773,045	-	290,508	110,154	1,783,000	-	842,109	242,964	
2023	737,081	-	256,183	61,850	1,488,000	-	581,332	538,308	
2024	700,631	-	221,276	28,425	1,182,000	-	316,691	572,180	
2025	663,690	-	198,399	64,474	868,000	-	139,051	535,392	

VILLAGE OF CHATHAM, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE (Continued)

Last Ten Fiscal Years

Fiscal Year	Total Primary Government	Actual Property Value	Percentage of Estimated Actual		Percentage of Personal		Population	Per Capita
			Property Value	Chatham Personal Income	Personal Income			
2016	\$ 4,717,202	\$ 758,277,770	0.62%	\$ 503,815,000	0.94%	11,500	\$ 410	
2017	4,704,371	821,776,221	0.57%	512,014,500	0.92%	11,500	409	
2018	4,432,043	857,239,067	0.52%	532,737,500	0.83%	11,500	385	
2019	5,105,481	888,297,612	0.57%	562,246,500	0.91%	11,500	444	
2020	4,683,921	928,592,567	0.50%	568,617,500	0.82%	11,500	407	
2021	4,612,392	945,398,436	0.49%	760,413,907	0.61%	14,377	321	
2022	4,041,780	945,398,436	0.43%	822,450,662	0.49%	14,377	281	
2023	3,662,754	1,035,257,261	0.35%	821,889,959	0.45%	14,377	255	
2024	3,021,203	1,035,257,261	0.29%	869,765,369	0.35%	14,377	210	
2025	2,469,006	1,240,692,861	0.20%	*	*	14,377	172	

* - Information not available

(1) US Department of Commerce, Bureau of Economic Statistics

Details of the Village's outstanding debt may be found in the notes to the basic financial statements.

VILLAGE OF CHATHAM, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

April 30, 2025

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Direct:			
Village of Chatham	\$ 926,563	100.00%	\$ 926,563
Overlapping:			
Ball Chatham CUSD #5	\$ 24,105,000	39.19%	\$ 9,446,750
Auburn Unit #10	6,073,540	0.11%	6,681
Lincoln Land Junior College District #526	22,074,652	7.53%	1,662,221
Woodside Township	-	4.33%	-
Ball Township	-	78.94%	-
Chatham Township	-	88.14%	-
Curran Township	-	0.68%	-
Springfield Airport Authority	17,325,783	7.15%	1,238,793
Chatham Fire Protection District	-	78.26%	-
Springfield Metro Expo Authority	6,359,831	0.43%	27,347
Sangamon Mass Transit District	1,260,046	0.56%	7,056
Curran-Gardner Water Public Water District	7,856,000	0.19%	14,926
Sangamon County Water Reclamation District	209,071,854	9.97%	20,844,464
Chatham Area Library	674,000	66.22%	446,323
Sangamon County	131,870,831	7.46%	9,837,564
Total Overlapping Debt	426,671,537		43,532,125
Total Direct and Overlapping Debt	\$ 427,598,100		\$ 44,458,688

Source: County Clerks Office and Illinois State Comptroller's website

The Sangamon County Clerk's Office provides an annual overlap report. The report specifies each overlapping district's EAV dollars and percentage. The overlapping district percentage is applied to their outstanding debt. The debt amount is obtained from financial reports filed and available on the Illinois State Comptroller's website.

VILLAGE OF CHATHAM, ILLINOIS

GENERAL BONDED DEBT CAPACITY AND RATIOS

Last Ten Calendar Years

Calendar Year	Equalized Assessed Value	General Bonded Debt	Less Amounts Available in Debt Service	Net Bonded Debt	General Bonded Debt to Assessed Value	Debt Limit (1)	Legal Debt Margin	Legal Debt Margin as a % of Debt Limit
2015	\$ 250,231,664	\$ 36,000	\$ 17,227	\$ 18,773	0.01%	\$ 21,582,481	\$ 21,563,708	99.91%
2016	271,186,153	500,000	16,759	483,241	0.18%	23,389,806	22,906,565	97.93%
2017	282,888,892	479,500	16,808	462,692	0.16%	24,399,167	23,936,475	98.10%
2018	293,138,212	460,500	16,963	443,537	0.15%	25,283,171	24,839,634	98.25%
2019	306,435,547	441,000	16,900	424,100	0.14%	26,430,066	26,005,966	98.40%
2020	311,981,484	810,000	602	809,398	0.26%	26,908,403	26,099,005	96.99%
2021	323,692,625	773,045	4,510	768,535	0.24%	27,918,489	27,149,954	97.25%
2022	341,634,896	737,081	4,315	732,766	0.21%	29,466,010	28,733,244	97.51%
2023	371,429,277	700,631	4,184	696,447	0.19%	32,035,775	31,339,328	97.83%
2024	409,428,644	663,690	4,207	659,483	0.16%	35,313,221	34,653,738	98.13%

Source: Additional Schedules Village Financial Statements

(1) The debt limit for non-home rule governments is 8.625% of assessed valuation (65 ILCS 5/8 5-1).

VILLAGE OF CHATHAM, ILLINOIS

PLEDGED REVENUE

Last Ten Fiscal Years

Fiscal Year	General Obligation Electric Alternate Revenue Source Bonds					
	Gross Revenues *	Less Operating Expenses*	Net Available Revenue	Current Maturities Debt Service		Coverage
				Principal	Interest	
2016	9,770,310	8,552,449	1,217,861	231,000	119,547	3.47
2017	10,120,727	8,795,027	1,325,700	235,000	112,501	3.81
2018	10,140,071	9,032,560	1,107,511	247,000	105,287	3.14
2019	10,598,508	9,314,900	1,283,608	260,000	97,555	3.59
2020	10,053,650	9,411,079	642,572	263,000	89,391	1.82
2021	10,224,141	9,282,102	942,039	273,000	50,207	2.91
2022	10,692,532	9,103,628	1,588,904	279,000	42,761	4.94
2023	10,736,927	9,647,669	1,089,258	295,000	37,738	3.27
2024	10,812,098	11,854,010	(1,041,912)	306,000	32,134	(3.08) **
2025	11,165,157	10,486,422	678,735	321,000	19,420	1.99

* Electric Fund revenue includes electric user fees and other revenues, operating expenses do not include depreciation expense

**Operating expenses included significant expenses to repair the electrical system due to storm damage. Grants reimbursing 75% of expenses were reported in non-operating income

VILLAGE OF CHATHAM, ILLINOIS

DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Calendar Years

Calendar Year	Population (1)	Per Capita		Median Age (3)	School Enrollment (4)	Unemployment Rate (5)
		Personal Income (2)	Personal Income (2)			
2015	11,500	43,810	503,815,000	36.1	4,661	4.20%
2016	11,500	44,523	512,014,500	36.1	4,730	3.70%
2017	11,500	46,325	532,737,500	36.1	4,807	3.20%
2018	11,500	48,891	562,246,500	36.1	4,809	3.00%
2019	11,500	49,445	568,617,500	36.1	4,857	11.80%
2020	14,377	52,891	760,413,907	35.7	4,822	8.00%
2021	14,377	57,206	822,450,662	35.8	4,791	4.40%
2022	14,377	57,167	821,889,959	35.6	4,669	3.80%
2023	14,377	60,497	869,765,369	35.6	4,615	5.30%
2024	14,377	*	*	35.1	4,579	3.60%

* Information not available

(1) Population data based on latest census data

(2) Information obtained from the U.S. Department of Commerce Bureau of Economic Analysis
Figures for the most current year are unavailable.

(3) Census Data

(4) Ball-Chatham District 5 -Annual Financial Report

(5) Unemployment data from the Illinois Department of Employment Security

VILLAGE OF CHATHAM, ILLINOIS

PRINCIPAL EMPLOYERS

April 30, 2025

Employer	# Employees	Rank	Total Population
Ball Chatham CUSD #5	500-999	1	3.5%-6.9%
Henry Technologies	250-499	2	1.7%-3.5%
Memorial Physician Services	50-99	3	0.3%-0.7%
McDonalds	50-99	3	0.3%-0.7%
Village of Chatham	50-99	3	0.3%-0.7%
Reflections Memory Care	50-99	3	0.3%-0.7%
Ace Hardware	20-49	4	0.1%-0.3%
United Community Bank	20-49	4	0.1%-0.3%
Power Works Fitness	20-49	4	0.1%-0.3%

Source: Illinois Virtual Labor Market Data - Illinois Department of Employment Website

Information was not available for nine years ago

VILLAGE OF CHATHAM, ILLINOIS

FULL-TIME EQUIVALENT VILLAGE EMPLOYEES BY FUNCTIONS/PROGRAMS

Last Ten Fiscal Years

Department	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
By Description										
Administration and Finance	10	9	9	10	10	10	10	10	11	12
Police	21	22	20	20	21	21	22	22	24	24
Public Utilities	11	13	13	14	13	13	12	13	10	9
Public Properties and Public Works	9	9	9	9	10	8	9	10	10	10
Total Full-Time Equivalent Employees	51	53	51	53	54	52	53	55	55	55

Source: Village records

VILLAGE OF CHATHAM, ILLINOIS

OPERATING INDICATORS BY FUNCTION

Last Ten Fiscal Years

	2016	2017	2018
Public Works			
Total Building Permits issued	226	188	173
Single Family Homes	78	62	40
Duplexes	14	8	3
Apartments	-	4	5
Commercial	9	7	8
Additions	7	2	6
Remodel, Alteration or Repair	27	20	25
Garages, Sheds, Pool Houses	6	5	4
Fences	66	52	59
Pools	6	16	10
Sprinkler Systems	13	12	13
Solar Power/Generator Install	-	1	9
Other	14	13	6
Building Permit Fees	173,738	271,412	
Number of Cemetery Lots Sold	23	28	21
Number of grave openings	29	30	35
Police - Information presented on Calendar Year Basis			
Calls for Service	7,786	9,153	9,841
Traffic Violations			
Citations Issued	1,261	1,381	1,278
Written Warnings Issued	1,239	1,398	1,277
Index Crimes	87	117	100
Index Crime and Drug Arrests	93	24	17
Public Utilities			
Electric Customers	5,496	5,622	5,748
Water Customers	5,522	5,630	5,757
Kilowatt hours provided to customers	75,857,545	76,897,052	77,091,817
Gallons of water provided to customers	278,235,000	281,997,700	286,688,900
Administration			
Accounts Payable Checks Processed	2,044	2,045	1,979
Liquor Licenses Issued	25	26	28

* Index Crime includes: Criminal Homicide, Rape, Robbery, Aggravated Assault/Aggregated Battery, Burglary, Theft, Motor Vehicle Theft, Arson, Human Trafficking

Source: Various Village Departments

2019	2020	2021	2022	2023	2024	2025
114	139	195	171	145	181	168
29	41	34	36	28	33	25
-	2	4	8	4	-	2
7	6	1	-	3	-	-
3	2	1	1	2	4	1
3	4	11	5	5	3	8
10	22	10	8	11	11	9
6	2	10	4	7	2	3
41	42	55	41	50	55	42
8	5	17	13	11	12	9
7	13	8	7	-	-	-
11	35	25	35	12	38	34
16	18	19	13	12	23	35
18	30	26	23	37	32	59
35	35	27	38	23	22	26
9,190	11,072	10,681	10,932	N/A	N/A	N/A
				N/A	N/A	N/A
1,180	885	734	1,312	N/A	N/A	N/A
1,241	3,198	1,545	1,646	N/A	N/A	N/A
96	94	347	N/A	N/A	N/A	N/A
25	34	74	N/A	N/A	N/A	N/A
5,877	6,005	6,098	6,157	6,265	6,312	6,347
5,894	5,754	5,845	5,897	6,191	6,224	6,243
81,460,853	75,859,162	77,705,139	81,044,215	79,455,433	79,052,893	76,805,732
291,726,800	279,122,500	309,180,479	290,979,200	284,915,500	300,245,400	287,185,900
1,946	1,958	2,097	1,617	1,633	1,628	1,585
26	28	24	24	21	27	26

VILLAGE OF CHATHAM, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Village										
Number of Vehicles	52	54	56	54	56	57	58	62	63	62
Number of Buildings	14	14	14	14	14	14	14	14	14	14
Public Works										
Miles of Streets	74.63	76.17	78.21	79.42	79.42	79.42	79.42	79.42	79.42	79.42
Miles of Storm Sewer	55.07	55.5	56.65	57.37	57.37	57.37	57.37	57.37	57.52	57.52
Public Utilities										
Miles of Primary Underground Electric Lines (1)	35.3	38.5	40.16	42.23	42.23	43.43	43.93	43.94	44.25	44.25
Miles of Secondary Underground Electric Lines (1)	31.14	33.9	35.67	37.43	37.43	38.23	38.24	38.24	38.39	38.39
Miles of Primary Overhead Electric Lines (1)	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3
Miles of Secondary Overhead Electric Lines (1)	18.8	18.8	18.8	18.8	18.8	18.8	18.8	18.8	18.8	18.8
Miles of Water Main	79.07	82.63	85.19	87.07	87.07	87.07	87.07	87.07	87.33	87.33
Miles of Sanitary Sewer	69.55	70.7	72.36	73.39	73.39	73.39	73.39	73.39	73.65	73.65

Source: Various Village Departments

(1) Miles of Primary and Secondary Underground and Primary and Secondary Overhead reflects miles subsequent to completion of GIS

OTHER INFORMATION

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF INSURANCE

April 30, 2025

Type of Coverage and Name of Company	Policy Number	Policy Period From To		Details of Coverage	Liability Limits	Annual Premium
General Liability Illinois Counties Risk Management Trust	P5-1000510- 2425-01	12/1/2024	12/1/2025	General Liability	Coverage Applies to: \$1,000,000 General Aggregate \$3,000,000 Products/Completed Operation Annual Aggregate \$1,000,000	\$ 280,311
Excess Liability Illinois Counties Risk Management Trust	P5-1000510- 2425-01	12/1/2024	12/1/2025	Excess Liability	\$10,000,000 limit	
Automobile Liability & Physical Damage Illinois Counties Risk Management Trust	P5-1000510- 2425-01	12/1/2024	12/1/2025	Automobile Liability Automobile Physical Damage	Each Occurrence \$1,000,000 \$3,190,553 Total Physical Damage Scheduled Value	
Property/Inland Marine/Auto Coverage Physical Damage Illinois Counties Risk Management Trust	P5-1000510- 2425-01	12/1/2024	12/1/2025	Property	\$36,268,654 Total Building and Contents Limit	
Cyber Liability Illinois Counties Risk Management Trust	ESM013981 6071	12/1/2023	12/1/2024	Cyber Liability	\$1,000,000 limit	\$ 14,033
Worker's Compensation Illinois Public Risk Fund	P1387-2025	1/1/2025	1/1/2026	Workers Compensation Employers Liability	Statutory \$3,000,000 per occurrence	\$ 149,054

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF ELECTRIC RATES CHARGED

April 30, 2025

The Electric System served an average of 6,269 customers during fiscal year 2025. The Village provided 76,805,732 kilowatt hours to its customers during fiscal year 2025. The electric rates as of April 30, 2025 charged by the Village are as follows (effective October 1st, 2021):

Standard Residential Service Rates

- (1) Rate: \$0.1169/kwh
- (2) Facility Charge: \$11.92 per month

Senior Citizen Residential and Village Park Service Rate

- (1) Rate: \$0.1053/kwh
- (2) Facility Charge: \$11.92 per month

Governmental Service

- (1) Rate: \$0.1053/kwh
- (2) Demand Charge: \$6.4620/multiplier/demand unit (demand will be the highest average kilowatt demand measured in any 15-minute period during the month)
- (3) Facility Charge: \$25.62 per month

General Service – Commercial without Demand

- (1) Rate: \$0.1379/kwh
- (2) Facility Charge – Commercial, institutional, and non-residential or for three phase, residential, non-residential, institutional, and commercial use taken through a single meter at the utility standard secondary voltage without Demand metering.
 - a) \$11.92 per month single phase
 - b) \$26.65 per month three phase

General Service – Commercial with Demand

- (1) Rate: \$0.1092/kwh
- (2) Demand Charge: \$6.4620/multiplier/demand unit (demand will be the highest average kilowatt demand measured in any 15-minute period during the month)
- (3) Facility Charge – Commercial, institutional, and non-residential or for three phase, residential, non-residential, institutional, and commercial use taken through a single meter at the utility standard secondary voltage without Demand metering.
 - a) \$11.92 per month single phase
 - b) \$25.62 per month three phase

Industrial Service

- (1) Rate: \$0.0956/kwh
- (2) Demand Charge: \$8.6049/multiplier/demand unit (demand will be the highest average kilowatt demand measured in any 15-minute period during the month, minimum of 70kw. The Village may determine the actual demand either by permanently installed instruments or by tests.)
- (3) Facility Charge
 - a) \$20.50 per month single phase
 - b) \$51.24 per month three phase
- (4) Security Lighting Rate: \$8.70/kwh