CITY OF ALTAMONT, ILLINOIS

FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

YEAR ENDED APRIL 30, 2025

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INDEPENDENT AUDITORS' REPORT

Mayor and City Council
City of Altamont
Altamont, Illinois

Report on the Audit of the Financial Statements

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 City of Altamont, Illinois (the City), as of and for the year ended April 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the 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 City as of April 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

As disclosed in Note 14, the City implemented the provisions of Governmental Accounting Standards Board Statement No. 101 – *Compensated Absences*. The Standard aligns the recognition and measurement of compensated absences under a unified model. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information for the general fund, schedule of changes in net pension liability and related ratios, schedule of employer contributions, and schedule of changes in total OPEB liability and related ratios 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 GAAS, 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.

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

Supplementary Information

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

Mayor and City Council
City of Altamont

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our December 19, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Champaign, Illinois
December 19, 2025

BASIC FINANCIAL STATEMENTS

CITY OF ALTAMONT, ILLINOIS
STATEMENT OF NET POSITION
APRIL 30, 2025

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current Assets:			
Cash	$ 5,282,429	$ 5,129,022	$ 10,411,451
Assets Held for Resale	104,500	-	104,500
Restricted Cash	-	535,392	535,392
Investments	-	140,575	140,575
Accounts Receivable, Net	1,024,449	472,308	1,496,757
Prepaid Insurance	39,549	42,753	82,302
Total Current Assets	6,450,927	6,320,050	12,770,977
Noncurrent Assets:			
Capital Assets			
Land	27,500	282,594	310,094
Construction in Progress	62,799	120,037	182,836
Infrastructure Assets - Net of Accumulated Depreciation	1,083,145	-	1,083,145
Plant and Equipment - Net of Accumulated Depreciation	598,700	7,090,900	7,689,600
Total Capital Assets	1,772,144	7,493,531	9,265,675
Net Pension Asset	70,352	132,216	202,568
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount Related to Pension	51,758	97,271	149,029
Deferred Amount Related to OPEB Liability	4,308	8,615	12,923
Total Deferred Outflows of Resources	56,066	105,886	161,952
Total Assets and Deferred Outflows of Resources	8,349,489	14,051,683	22,401,172
LIABILITIES			
Current Liabilities:			
Accounts Payable	21,448	50,877	72,325
Accrued Payroll and Taxes	6,947	12,183	19,130
Customer Deposits	-	96,880	96,880
Interest Payable	-	2,441	2,441
Bonds and Loans Payable	13,500	232,542	246,042
Total Current Liabilities	41,895	394,923	436,818
Long-Term Liabilities:			
Bonds and Loans Payable - Net of Current Portion	14,000	2,714,240	2,728,240
Total OPEB Liability	18,906	37,805	56,711
Compensated Absences	76,583	249,646	326,229
Total Long-Term Liabilities	109,489	3,001,691	3,111,180
Total Liabilities	151,384	3,396,614	3,547,998
DEFERRED INFLOWS OF RESOURCES			
Subsequent Year's Property Taxes	789,812	-	789,812
Deferred Amount Related to Pension	2,999	5,639	8,638
Deferred Amount Related to OPEB	18,298	27,485	45,783
Total Deferred Inflows of Resources	811,109	33,124	844,233
NET POSITION			
Net Investment in Capital Assets	1,744,644	4,546,749	6,291,393
Restricted for:			
Bond Requirements	-	535,392	535,392
General and Administrative	87,535	-	87,535
Library Operations	72,211	-	72,211
Retirement (Includes Net Pension Asset)	421,136	-	421,136
Road Construction and Maintenance	452,869	-	452,869
Economic Development	1,626,488	-	1,626,488
Capital Projects	38,877	-	38,877
Total Restricted	2,699,116	535,392	3,234,508
Unrestricted	2,943,236	5,539,804	8,483,040
Total Net Position	$ 7,386,996	$ 10,621,945	$ 18,008,941

See accompanying Notes to Financial Statements.

CITY OF ALTAMONT, ILLINOIS
STATEMENT OF ACTIVITIES
YEAR ENDED APRIL 30, 2025

		Program Revenue			Net Revenue (Expenditures) and Changes in Net Position		
	Expenditures	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
FUNCTIONS/PROGRAMS							
GOVERNMENTAL ACTIVITIES:							
General Administration	$ 260,279	$ 65,935	$ -	$ -	$ (194,344)	$ -	$ (194,344)
Police	329,008	1,988	10,562	-	(316,458)	-	(316,458)
Streets and Alleys	446,546	5,510	-	18,583	(422,453)	-	(422,453)
Economic Development	133,173	-	-	-	(133,173)	-	(133,173)
Parks	88,793	-	-	-	(88,793)	-	(88,793)
Library	63,376	-	3,291	-	(60,085)	-	(60,085)
Cemetery	38,973	5,000	-	-	(33,973)	-	(33,973)
Interest on Long-Term Debt	1,020	-	-	-	(1,020)	-	(1,020)
Total Governmental Activities	$ 1,361,168	$ 78,433	$ 13,853	$ 18,583	(1,250,299)	-	(1,250,299)
BUSINESS-TYPE ACTIVITIES:							
Water	813,345	1,062,643	-	16,313	-	265,611	265,611
Sewer	719,769	857,083	-	-	-	137,314	137,314
Electric	3,059,913	2,913,007	-	-	-	(146,906)	(146,906)
Garbage	145,084	138,054	-	-	-	(7,030)	(7,030)
Total Business-Type Activities	$ 4,738,111	$ 4,970,787	$ -	$ 16,313	-	248,989	248,989
GENERAL REVENUE:							
Property and Mobile Home Taxes					796,405	-	796,405
Hotel/Motel and Video Game/Cannabis Use Tax					110,789	-	110,789
Utility and Excise Taxes					-	131,214	131,214
Sales, Use, and Income Tax					986,358	-	986,358
Replacement Tax					18,325	-	18,325
Motor Fuel Tax					100,160	-	100,160
Memorials, Donations, and Trust Income					62,556	-	62,556
Interest Income					172,704	210,698	383,402
Rental and Lease Income					9,756	1,200	10,956
Miscellaneous Income					27,448	-	27,448
Total General Revenue					2,284,501	343,112	2,627,613
CHANGE IN NET POSITION					1,034,202	592,101	1,626,303
Net Position - Beginning of Year					6,390,910	10,205,925	16,596,835
Effect of Change in Accounting Principle					(38,116)	(176,081)	(214,197)
Net Position - Beginning of Year, as Adjusted					6,352,794	10,029,844	16,382,638
NET POSITION - END OF YEAR					$ 7,386,996	$ 10,621,945	$ 18,008,941

See accompanying Notes to Financial Statements.

CITY OF ALTAMONT, ILLINOIS
BALANCE SHEET –
GOVERNMENTAL FUNDS
APRIL 30, 2025

	General Fund	TIF Fund	TIF #2 Fund	Aggregate Nonmajor Funds	Total
ASSETS					
Cash	$ 2,885,334	$ 1,017,715	$ -	$ 1,379,380	$ 5,282,429
Assets Held for Resale	-	-	104,500	-	104,500
Accounts Receivable, Net	408,612	453,876	-	161,961	1,024,449
Due from Other Funds	6,495	381,502	-	-	387,997
Prepaid Insurance	10,150	-	-	29,399	39,549
Total Assets	$ 3,310,591	$ 1,853,093	$ 104,500	$ 1,570,740	$ 6,838,924
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	$ 18,617	$ 688	$ 43	$ 2,100	$ 21,448
Accrued Payroll	6,947	-	-	-	6,947
Due to Other Funds	-	-	381,502	6,495	387,997
Total Liabilities	25,564	688	381,545	8,595	416,392
DEFERRED INFLOWS OF RESOURCES					
Subsequent Year's Property Taxes	205,747	453,876	-	130,189	789,812
Unavailable Revenues	45,900	-	-	8,600	54,500
Total Deferred Inflows of Resources	251,647	453,876	-	138,789	844,312
FUND BALANCES					
Nonspendable:					
Prepaid Items	10,150	-	-	29,399	39,549
Restricted for:					
General and Administrative	-	-	-	87,535	87,535
Library Operations	-	-	-	72,211	72,211
Retirement	-	-	-	350,784	350,784
Streets and Alleys	-	-	-	452,869	452,869
Economic Development	-	1,398,529	-	219,359	1,617,888
Capital Project	38,877	-	-	-	38,877
Committed for:					
Cemetery	-	-	-	211,199	211,199
Unassigned	2,984,353	-	(277,045)	-	2,707,308
Total Fund Balances	3,033,380	1,398,529	(277,045)	1,423,356	5,578,220
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 3,310,591	$ 1,853,093	$ 104,500	$ 1,570,740	$ 6,838,924

See accompanying Notes to Financial Statements.

CITY OF ALTAMONT, ILLINOIS
RECONCILIATION OF THE BALANCE SHEET – GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
APRIL 30, 2025

Total Fund Balances of Governmental Funds	$ 5,578,220
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds. Total amount for the period, net of depreciation	1,772,144
Deferred outflows of resources for pension are not reported in the funds.	51,758
Deferred outflows of resources related to OPEB liability are not reported in the funds.	4,308
Deferred inflows of resources for pension are not reported in the funds.	(2,999)
Deferred inflows of resources for OPEB are not reported in the funds.	(18,298)
Long-term net pension liabilities are not due and payable in the current period and therefore, are not reported in the funds.	70,352
Long-term OPEB liabilities are not due and payable in the current period and therefore, not reported in the funds.	(18,906)
Deferred inflows of resources related to taxes receivables are not available until future periods, therefore, they are not reported in the funds.	54,500
Other long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds.	
Compensated Absences	(76,583)
Bonds and Loans Payable	(27,500)
Net Position of Governmental Activities	$ 7,386,996

See accompanying Notes to Financial Statements.

CITY OF ALTAMONT, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
YEAR ENDED APRIL 30, 2025

	General Fund	TIF Fund	TIF #2 Fund	Aggregate Nonmajor Funds	Total
REVENUES					
Property and Mobile Home Taxes	$ 185,053	$ 454,216	$ 644	$ 151,992	$ 791,905
Hotel/Motel Tax	10,810	-	-	-	10,810
Video Game/Cannabis Use Tax	99,979	-	-	-	99,979
Sales Tax	422,524	-	-	100,186	522,710
Local Use Tax	68,456	-	-	-	68,456
Income Tax	395,192	-	-	-	395,192
Replacement Tax	16,444	-	-	1,881	18,325
Motor Fuel Tax	-	-	-	100,160	100,160
Memorials, Donations, and Trust Income	61,272	-	-	1,284	62,556
Charges for Services	-	-	-	5,000	5,000
Operating and Capital Grants	29,145	-	-	3,291	32,436
Liquor Licenses	7,800	-	-	-	7,800
Franchise Fees	44,598	-	-	-	44,598
Building Permits	-	-	-	-	-
Public Hearing Fees	100	-	-	-	100
Golf Cart Permits	1,450	-	-	-	1,450
Telecommunication	11,987	-	-	-	11,987
Court Fines	5,679	-	-	-	5,679
Materials Sold	1,819	-	-	-	1,819
Interest Income	97,383	29,804	111	45,406	172,704
Rental and Lease Income	9,756	-	-	-	9,756
Miscellaneous Income	23,855	-	-	3,593	27,448
Total Revenues	1,493,302	484,020	755	412,793	2,390,870
EXPENDITURES					
Current:					
General Administration	152,128	-	-	54,321	206,449
Police	304,390	-	-	-	304,390
Streets and Alleys	284,678	-	-	84,758	369,436
Economic Development	-	58,418	3,224	71,531	133,173
Parks	69,841	-	-	-	69,841
Library	-	-	-	60,675	60,675
Cemetery	-	-	-	38,973	38,973
Debt Service:					
Principal	13,000	-	-	-	13,000
Interest	1,020	-	-	-	1,020
Capital Outlay	157,343	-	6,691	34,295	198,329
Total Expenditures	982,400	58,418	9,915	344,553	1,395,286
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	510,902	425,602	(9,160)	68,240	995,584
OTHER FINANCING SOURCES (USES)					
Sale of Assets	-	-	-	-	-
Transfers In	-	-	-	43,189	43,189
Transfers Out	(43,189)	-	-	-	(43,189)
Total Other Financing Sources (Uses)	(43,189)	-	-	43,189	-
NET CHANGE IN FUND BALANCE	467,713	425,602	(9,160)	111,429	995,584
Fund Balance (DEFICIT) - Beginning of Year	2,565,667	972,927	(267,885)	1,311,927	4,582,636
FUND BALANCE (DEFICIT) - END OF YEAR	$ 3,033,380	$ 1,398,529	$ (277,045)	$ 1,423,356	$ 5,578,220

See accompanying Notes to Financial Statements.

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

Net Change in Fund Balances of Governmental Funds	$ 995,584
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.	
Expenditures for Capital Outlay	198,329
Depreciation	(130,305)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, donations, and disposals) is to decrease net position.	
Loss on Disposal of Capital Assets	(21,458)
Revenues in the Statement of Activities that do not provide current financial resources are not reported in the funds.	4,500
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds. Change in Accrued Vacation	(16,103)
Governmental funds report pension contributions as expenditures when made. However, in the Statement of Activities, pension expense is the cost of benefits earned, adjusted for member contributions, the recognition of changes in deferred inflows and outflows of resources related to pensions, and the investment experience.	(10,701)
Governmental funds do not report OPEB. However, in the Statement of Activities OPEB expense includes the cost of benefits earned and the recognition of changes in deferred outflows of resources and deferred inflows of resources related to OPEB.	1,356
The issuance of long-term debt (e.g., bonds, loan, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term 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 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 Long-Term Debt	13,000
Change in Net Position of Governmental Activities	$ 1,034,202

See accompanying Notes to Financial Statements.

CITY OF ALTAMONT, ILLINOIS
STATEMENT OF NET POSITION –
PROPRIETARY FUNDS
YEAR ENDED APRIL 30, 2025

	Water Fund	Sewer Fund	Electric Fund	Garbage Fund (Nonmajor)	Total
ASSETS					
CURRENT ASSETS					
Cash	$ 613,056	$ 2,605,875	$ 1,901,870	$ 8,221	$ 5,129,022
Restricted Cash	535,392	-	-	-	535,392
Investments	-	-	140,575	-	140,575
Accounts Receivable, Net	94,879	115,507	240,885	21,037	472,308
Due from Other Funds	19,723	23,656	21,339	4,362	69,080
Prepaid Insurance	13,246	7,436	22,071	-	42,753
Total Current Assets	1,276,296	2,752,474	2,326,740	33,620	6,389,130
NONCURRENT ASSETS					
Capital Assets					
Land	116,805	111,999	53,790	-	282,594
Construction in Progress	96,482	12,751	10,804	-	120,037
Plant, Infrastructure, and Equipment	5,652,246	9,804,916	6,788,857	-	22,246,019
Less Accumulated Depreciation	(4,385,803)	(4,655,485)	(6,113,831)	-	(15,155,119)
Total Capital Assets	1,479,730	5,274,181	739,620	-	7,493,531
Net Pension Asset	44,828	25,787	61,601	-	132,216
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Amount Related to Pension	32,980	18,971	45,320	-	97,271
Deferred Amount Related to OPEB	2,878	1,831	3,906	-	8,615
Total Deferred Outflows of Resources	35,858	20,802	49,226	-	105,886
Total Assets and Deferred Outflows of Resources	2,836,712	8,073,244	3,177,187	33,620	14,120,763
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION					
CURRENT LIABILITIES					
Accounts Payable	2,142	33,963	14,688	84	50,877
Accrued Payroll	4,682	2,296	5,205	-	12,183
Customer Deposits	19,573	23,656	49,289	4,362	96,880
IEPA South Wastewater Plant Loan	-	102,791	-	-	102,791
Due to Other Funds	21,339	-	47,741	-	69,080
Interest Payable	2,441	-	-	-	2,441
ILEPA Transmission Main Loan	9,751	-	-	-	9,751
Series 2019A Bond	120,000	-	-	-	120,000
Total Current Liabilities	179,928	162,706	116,923	4,446	464,003
LONG-TERM LIABILITIES					
Compensated Absences	154,510	44,983	50,153	-	249,646
Total OPEB Liability	12,629	8,036	17,140	-	37,805
ILEPA Transmission Main Loan, Net of Current	43,887	-	-	-	43,887
Series 2019A Bond, Net of Current	385,000	-	-	-	385,000
IEPA South Wastewater Plant Loan, Net of Current	-	2,285,353	-	-	2,285,353
Total Long-Term Liabilities	596,026	2,338,372	67,293	-	3,001,691
Total Liabilities	775,954	2,501,078	184,216	4,446	3,465,694
DEFERRED INFLOWS OF RESOURCES					
Deferred Amount Related to Pension	1,912	1,100	2,627	-	5,639
Deferred Amount Related to OPEB	8,155	5,778	13,552	-	27,485
Total Deferred Inflows of Resources	10,067	6,878	16,179	-	33,124
NET POSITION					
Net Investment in Capital Assets	921,092	2,886,037	739,620	-	4,546,749
Restricted for Bond Requirements	535,392	-	-	-	535,392
Unrestricted	594,207	2,679,251	2,237,172	29,174	5,539,804
Total Net Position	$ 2,050,691	$ 5,565,288	$ 2,976,792	$ 29,174	$ 10,621,945

See accompanying Notes to Financial Statements.

CITY OF ALTAMONT, ILLINOIS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION – PROPRIETARY FUNDS
YEAR ENDED APRIL 30, 2025

	Water Fund	Sewer Fund	Electric Fund	Garbage Fund (Nonmajor)	Total
OPERATING REVENUE					
Charges for Services	$ 738,058	$ 833,066	2,804,773	$ 132,490	$ 4,508,387
Tap on Fees	2,719	200	-	-	2,919
Out of Town Service	9,398	-	-	-	9,398
Capacity Credits	-	-	78,834	-	78,834
Material Sales	-	-	3,976	-	3,976
Rental Income	-	1,200	-	-	1,200
Annual Clean Up Fees	-	-	-	4,117	4,117
Penalties	8,127	8,817	17,496	1,447	35,887
Miscellaneous Income	304,341	15,000	7,928	-	327,269
Total Operating Revenue	1,062,643	858,283	2,913,007	138,054	4,971,987
OPERATING EXPENSES					
Personal Services	408,286	216,960	418,626	-	1,043,872
Contractual Services	55,851	23,832	26,476	132,684	238,843
Commodities	142,618	59,538	58,908	-	261,064
Utilities	8,809	3,253	8,804	-	20,866
Electric Purchases	-	-	2,172,208	-	2,172,208
Insurance	20,289	11,730	31,545	-	63,564
Repairs and Maintenance	13,091	62,502	36,902	-	112,495
Other Supplies and Expenses	5,778	10,939	93,271	11,400	121,388
Depreciation	143,323	234,087	152,108	-	529,518
Noncapital Equipment	-	42,429	54,102	-	96,531
Miscellaneous	2,807	2,820	4,963	-	10,590
Total Operating Expenses	800,852	668,090	3,057,913	144,084	4,670,939
OPERATING INCOME (LOSS)	261,791	190,193	(144,906)	(6,030)	301,048
NONOPERATING REVENUE (EXPENSE)					
State and City Taxes	-	-	131,214	-	131,214
Grant Proceeds	16,313	-	-	-	16,313
Interest Income	41,580	92,959	75,767	392	210,698
Interest Expense	(11,493)	(50,679)	-	-	(62,172)
Bad Debt Expense	(1,000)	(1,000)	(2,000)	(1,000)	(5,000)
Total Nonoperating Revenue (Expense)	45,400	41,280	204,981	(608)	291,053
INCOME (LOSS) BEFORE TRANSFERS	307,191	231,473	60,075	(6,638)	592,101
CHANGE IN NET POSITION	307,191	231,473	60,075	(6,638)	592,101
Net Position - Beginning of Year	1,835,510	5,357,366	2,977,237	35,812	10,205,925
Effect of Change in Accounting Principle	(92,010)	(23,551)	(60,520)	-	(176,081)
Net Position - Beginning of Year, as Adjusted	1,743,500	5,333,815	2,916,717	35,812	10,029,844
NET POSITION - END OF YEAR	$ 2,050,691	$ 5,565,288	$ 2,976,792	$ 29,174	$ 10,621,945

See accompanying Notes to Financial Statements.

CITY OF ALTAMONT, ILLINOIS
STATEMENT OF CASH FLOWS –
PROPRIETARY FUNDS
YEAR ENDED APRIL 30, 2025

	Water Fund	Sewer Fund	Electric Fund	Garbage Fund (Nonmajor)	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from Customers and Users	$ 1,057,564	$ 845,291	$ 2,911,069	$ 129,536	$ 4,943,460
Payments to Employees	(259,826)	(150,522)	(361,829)	-	(772,177)
Payments to Suppliers, Contractors	(408,806)	(246,118)	(2,571,042)	(146,542)	(3,372,508)
Net Cash Provided (Used) by Operating Activities	388,932	448,651	(21,802)	(17,006)	798,775
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Customer Deposits Received (Refunded)	768	-	882	1,396	3,046
Transfers (to) From Other Funds	-	-	4,640	-	4,640
Receipts from Other Government Entities	16,313	-	131,214	-	147,527
Net Cash Provided by Noncapital Financing Activities	17,081	-	136,736	1,396	155,213
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchase of Plant, Infrastructure, and Equipment	(245,721)	(46,260)	(60,416)	-	(352,397)
Payment of Interest on Debt	(12,048)	(50,679)	-	-	(62,727)
Payment of Debt Principal	(124,751)	(202,544)	-	-	(327,295)
Net Cash Used by Capital and Related Financing Activities	(382,520)	(299,483)	(60,416)	-	(742,419)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest Income	41,580	92,959	75,767	392	210,698
Net Cash Provided by Investing Activities	41,580	92,959	75,767	392	210,698
NET INCREASE (DECREASE) IN CASH	65,073	242,127	130,285	(15,218)	422,267
Cash and Cash Equivalents - Beginning of Year	1,083,375	2,363,748	1,912,160	23,439	5,382,722
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 1,148,448	$ 2,605,875	$ 2,042,445	$ 8,221	$ 5,804,989
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	$ 261,791	$ 190,193	$ (144,906)	$ (6,030)	$ 301,048
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation Expense	143,323	234,087	152,108	-	529,518
Bad Debt Expense	(1,000)	(1,000)	(2,000)	(1,000)	(5,000)
(Increase) Decrease in Assets:					
Accounts Receivable	(4,079)	(11,992)	62	(7,518)	(23,527)
Prepaid Insurance	420	575	(1,563)	-	(568)
Net Pension Asset	(32,552)	(18,922)	(48,990)	-	(100,464)
Increase (Decrease) in Liabilities:					
Accounts Payable	(52,938)	15,252	1,787	(2,458)	(38,357)
Accrued Payroll	906	(833)	(1,796)	-	(1,723)
Accrued Compensated Absences	30,585	11,416	(37,675)	-	4,326
Total OPEB Liability	(1,492)	-	2,025	-	533
Deferred Outflows - Pension	48,104	32,623	64,727	-	145,454
Deferred Outflows - OPEB	681	434	925	-	2,040
Deferred Inflows - Pension	(9,322)	(6,637)	(15,104)	-	(31,063)
Deferred Inflows - OPEB	4,505	3,455	8,598	-	16,558
Net Cash Provided (Used) by Operating Activities	$ 388,932	$ 448,651	$ (21,802)	$ (17,006)	$ 798,775

See accompanying Notes to Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Altamont (the City) is a municipality located in Effingham County, Illinois, and was first established in 1871. On August 8, 1872, the Town of Altamont adopted the Village form of government which consists of a mayor and four council members. On April 16, 1901, the voters of the Village of Altamont adopted the City Organization form of government and became the City of Altamont. The City operates with a fiscal year ending on April 30 and provides services to its residents in many areas as authorized by its charter including public safety, public works, health and welfare, community enrichment, development, and general administration.

The basic financial statements of the City 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 accounting principles generally accepted in the United States of America). 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 City's accounting policies are described below.

Financial Reporting Entity

The City is a body corporate and politic established under Illinois Compiled Statutes (ILCS). The City is considered to be a primary government as defined by GASB, since it is legally separate and fiscally independent.

In evaluating how to define the reporting entity, management has considered all potential component units. The decision to include a component unit in the reporting entity is based upon the significance of its operational or financial relationship with the primary government.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; and (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the primary government. The City has no discretely presented component units. The following entity is reported as a blended component unit:

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Reporting Entity (Continued)

Altamont Public Library

The Altamont Public Library is a separate legal entity formed for the purpose of accounting for the tax and other resources used to provide library services to the citizens of the City. The City appoints a majority of the Library's governing body and is therefore able to impose its will on the Library. There is potential for the Library to provide financial benefits to, or impose financial burdens on, the City, and the Library is fiscally dependent upon the City; therefore, the City has included the Library as a blended component unit described as the Library Fund. Separate financial statements are not issued.

The City receives funding from local and state government sources and must comply with the concomitant requirements of these funding source entities. However, the City is not included in any other governmental reporting entity as defined by GASB, because council members are elected by the public, have decision-making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters. The scope of the reporting entity has been determined based on consideration of oversight responsibility, scope of public service, and special financing relationships.

Government-Wide and Fund Financial Statements

The government-wide financial statements (Statement of Net Position and Statement of Activities) report information on all of the nonfiduciary activities of the primary government. The effect of interfund activity has been removed from these statements. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange revenues and are reported separate from business-type activities, which are financed through fees charged to external customers.

The Statement of Net Position presents the government's financial position at a point in time, and the Statement of Activities presents its activities during a period. The government-wide financial statements present highly aggregated information for the overall government, and they do not display individual funds or fund types.

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred outflows and inflows of resources, fund equity, revenues, and expenditures/expenses. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The City uses the calculation prescribed by GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, to determine major funds. All nonmajor funds of the City are aggregated into a single total in the financial statements. The various funds are grouped in the financial statements into three fund types as follows:

Governmental Funds

The governmental fund category includes the General Fund and Special Revenue Funds.

General Fund

The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund, including administrative, police, streets, and recreational functions. This is the City's only major governmental fund.

TIF and TIF #2

The TIF and TIF #2 funds accounts for the tax increment financing project activities for redevelopment in the City's two TIF districts.

The other governmental funds of the City are considered nonmajor and are special revenue funds. Special revenue funds account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes other than debt service or capital projects.

Proprietary Funds

A proprietary fund (or business-type fund) is one which (1) is financed and operated in a manner similar to a private business enterprise — where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (2) the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The City of Altamont operates the following proprietary funds:

Water Fund

The Water Fund is used to account for operations of the water works department, providing water services for the citizens of the City.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary Funds (Continued)

Sewer Fund

The Sewer Fund is used to account for operations of the sewer department, providing sewer services for the citizens of the City.

Electric Fund

The Electric Fund is used to account for operations of the electric department, providing electric services for the citizens of the City.

Each of the above proprietary funds has been determined to be a major fund for purposes of financial reporting. The following fund has been determined to be a nonmajor fund.

Garbage Fund

The Garbage Fund is used to account for operations of the solid waste disposal department, providing waste collection and disposal services for the citizens of the City.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary 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 levied for budgetary purposes. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified-accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers all revenues available if they are collected within sixty (60) days of the end of the current fiscal year. 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.

Property taxes, sales and use taxes, utility 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 are 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 City.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting (Continued)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

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 nonoperating items. Operating revenues and expenses result from providing services in connection with the proprietary funds' principal operations. The principal operating revenues for proprietary funds are charges to customers for water, gas, electric, and sewer sales and services. Principal operating expenses for proprietary funds include the cost of providing sales and services and include administrative expenses and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Appropriations and Budget

The City adopts an annual budget and appropriations ordinance in accordance with Chapter 35 of the Illinois Compiled Statutes. The City employs the use of a budget as a management control device during the year for all governmental and proprietary funds. Whenever necessary, the budget is amended by approval of the City Council when actual expenditures exceed the original amounts budgeted. The initial Appropriation Ordinance for fiscal year 2025 was approved by the City Council on July 22, 2024, and the final budget was approved on December 9, 2024. The legal level of control (level at which expenditures or expenses may not exceed the appropriated amounts) is the fund level. Appropriations for all funds are accounted for using the cash basis of accounting.

The City does not maintain any rainy-day funds (amounts set aside for use in emergency situations or when a budgetary imbalance arises). The City does not utilize encumbrance accounting. Appropriations not spent at year-end may be acted upon as a supplemental appropriation, if required.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the City considers all highly liquid investments with a maturity at the time of purchase of three months or less to be cash equivalents.

Investments

The City's investments are limited to interest-bearing deposits at approved depositories, including certificates of deposit. The investments are recorded at cost, which approximates market value.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounts Receivable

Property taxes receivable represents the 2024 levy that is due and collectible in the 2025-2026 fiscal year. The 2024 levy was adopted on November 27, 2023. Property taxes attach as an enforceable lien on the property as of January 1 and are due and collectible in June and September of the fiscal year following the 2024 tax levy. For governmental fund types, these property taxes are recognized as revenues in the year for which they are levied for budgetary purposes, therefore, shown as deferred inflows of resources. An allowance has been provided for uncollectible taxes. The 2025 levy has not been recorded as a receivable in accordance with GASB Statement No. 33, *Accounting for Nonexchange Transactions*. While the levy attached as a lien as of January 1, 2025, the taxes will not be levied by the City or extended by the County until December 2025 and, therefore, the amount is not measurable at April 30, 2025.

The City has provided an allowance for doubtful accounts receivable in the proprietary funds because management believes a portion of the balance is not expected to be collected.

Prepaid Items

The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased in both the government-wide and fund financial statements.

Capital Assets

Capital assets are defined by the City as tangible and intangible assets that are used in operations and that have useful lives that extend beyond a single reporting period. Capital assets include land, land improvements, plants, buildings and building improvements, infrastructure, and equipment.

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 and related activity are reported in the applicable governmental or business-type activities column in the government-wide financial statements. All purchased capital assets are recorded in the statement of net position at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are recorded at the acquisition value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

The City’s capitalization threshold is $10,000 for plants, buildings, building improvements and facilities and other improvements; $5,000 for infrastructure, personal property and software, machinery and equipment and vehicles. The City capitalizes all purchases of land or land improvements regardless of cost.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets (Continued)

Infrastructure has been reported prospectively as of May 1, 2004, as required by GASB Statement No. 34. Depreciable capital assets are reported net of accumulated depreciation in the Statement of Net Position.

Capital assets are depreciated in the statement of activities and statement of revenues, expenses, and changes in net position of proprietary funds, on a straight-line basis over their estimated useful lives which are:

Land Improvements	25 Years
Plants, Buildings, and Building improvements	15 to 40 Years
Facilities and Other Improvements	15 to 25 Years
Infrastructure	20 to 50 years
Personal Property and Software	5 Years
Machinery and Equipment	5 Years
Vehicles	5 Years

Other Postemployment Benefits Other than Pensions (OPEB)

Qualifying retirees are provided with other postemployment benefits. The OPEB is a single employer defined plan administered by the City. For purposes of measuring the OPEB liability, related deferred outflows and OPEB expense, the City has used values provided by their actuary. Benefit payments are recognized when due and payable in accordance with the benefit terms.

Compensated Absences

The liability for compensated absences reported in the government-wide and proprietary fund statements consists of leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability also includes amounts for leave that has been used for time off but has not yet been paid in cash or settled through noncash means and certain other types of leave.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interfund Receivables, Payables, and Activity

The City has the following types of transactions between funds:

Loans – amounts provided with a requirement for repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds.

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

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

Assets Held for Resale

Assets held for resale represents land purchased with the intent of selling the property for future development. This is recorded at the lower of cost or estimated market value.

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 statements of net position. Debt premiums and discounts are amortized over the life of the obligation using the effective interest method. Bonds payable are reported net of the applicable premium or discount. Issuance costs are expensed.

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Net Position/Fund Balance Classifications

Net position represents the difference between all other elements in a statement of financial position and is displayed in three components – *net investment in capital assets*; *restricted* (distinguishing between major categories of restrictions); and *unrestricted*.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Position/Fund Balance Classifications (Continued)

a. The *net investment in capital assets* component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included in this component of net position. If there are significant unspent related debt proceeds or deferred inflows of resources at the end of the reporting period, the portion of the debt or deferred inflows of resources attributable to the unspent amount is not included in the calculation of net investment in capital assets. Instead, that portion of the debt or deferred inflows of resources is included in the same net position component (restricted or unrestricted) as the unspent amount.

b. The *restricted* component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or if the liability will be liquidated with the restricted assets reported.

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

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

In accordance with GASB Statement No. 54 (GASBS No. 54), *Fund Balance Reporting and Governmental Fund Type Definitions*, the governmental fund statements classify fund equity as fund balance, displayed in five components. The five components of fund balance are:

Nonspendable – consists of fund balance amounts that cannot be spent, either because they are not in spendable form or because legal or contractual constraints require them to be maintained intact.

Restricted – consists of fund balances with constraints placed on their use either by external groups, by laws of higher authority governments or by constitutional provisions or enabling legislation.

Committed – consists of fund balance amounts that are constrained for specific purposes that are internally imposed by formal action of the highest level of decision-making authority, the City Council. These amounts are committed thru a resolution approved by the City Council prior to year-end (actual amounts are determined after year-end). Any changes to the constraints imposed require amendment by the same type of City Council resolution.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Position/Fund Balance Classifications (Continued)

Assigned – consists of fund balance amounts that are intended to be used for specific purposes that are not considered restricted or committed. Fund balance may be assigned by financial management or official action of the City Council and also includes all amounts in governmental funds, other than the general fund, that are not restricted or committed. Assignments may take place after the end of the reporting period.

Unassigned – consists of residual positive fund balance within the governmental funds which has not been classified within the other above categories. The general fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

The City's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first unless there are legal documents or contracts that prohibit this (e.g., grant agreements). Additionally, if different levels of unrestricted funds are available for spending, the City considers committed funds to be expended first, followed by assigned and then unassigned funds.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, deferred outflows and inflows of resources and disclosures of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Accordingly, actual results could differ from those estimates.

NOTE 2 CASH AND INVESTMENTS

Authorized Investments – the City is authorized by *Illinois Compiled Statutes* (ILCS) to invest public funds not currently needed for operating expenses in obligations of the United States government, its agencies and instrumentalities; interest-bearing savings accounts, interest-bearing certificates of deposit or interest-bearing time deposits or any other investments constituting direct obligations of any bank and federally insured as defined by the Illinois Banking Act; short-term obligations of qualified corporations organized in the United States; qualified money market mutual funds registered under the Investment Company Act of 1940; public funds in interest bearing bonds of any county, township, city, village, incorporated town, municipal corporation, or school district, of the state of Illinois, or of any other state, or of any political subdivision or agency of the state of Illinois or of any other state; any public funds in a Public Treasurers' Investment Pool created under Section 17 of the State Treasurer Act; funds managed, operated, and administered by a bank, subsidiary of a bank, or subsidiary of a bank holding company and qualified repurchase agreements. The City's investment policy follows the same guidelines as proposed by ILCS to invest public funds.

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Statutes authorize the City to make deposits or invest in obligations of the United States Treasury and United States Agencies, obligations of the states and their political subdivisions, savings accounts, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Public Treasurer's Investment Pool (Illinois Funds). All investments are carried at cost, which approximates market.

It is the policy of the City 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 City and conforming to all state and local statutes governing the investment of public funds.

The City has the following checking accounts and interest-bearing demand deposits such as savings accounts and certificates of deposit as of April 30, 2025:

Institution	Type of Account	Bank Balance
First Mid-Illinois Bank & Trust	Money Market	$ 84,311
People Bank & Trust	Money Market	10,939,506
National Bank	Certificate of Deposit	140,575
Total		$ 11,164,392

Custodial Credit Risk – the risk that a government will not be able to cover deposits if the depository financial institution fails or will not be able to recover collateral securities that are in the possession of an outside party. It shall be the policy of the City Treasurer to require collateral on all funds. When collateral is required, it must be pledged at 100%. As of April 30, 2025, the City's deposits were fully insured or collateralized.

NOTE 3 ACCOUNTS RECEIVABLE

Receivables for each major fund and the nonmajor funds in the aggregate at April 30, 2025, including the applicable allowances for uncollectible accounts, were as follows:

Receivables:	General Fund	TIF Fund	Aggregate Nonmajor Fund	Total Governmental Funds
Property Taxes	$ 207,421	$ 458,461	$ 131,505	$ 797,387
Other Taxes	202,646	-	31,771	234,417
Less Allowance for Uncollectible Amounts	(1,455)	(4,585)	(1,315)	(7,355)
Net Receivables	$ 408,612	$ 453,876	$ 161,961	$ 1,024,449

Receivables:	Water Fund	Sewer Fund	Electric Fund	Garbage Fund	Total Business-Type
Accounts	$ 98,879	$ 119,507	$ 249,885	$ 22,037	$ 490,308
Less Allowance for Uncollectible Amounts	(4,000)	(4,000)	(9,000)	(1,000)	(18,000)
Net Receivables	$ 94,879	$ 115,507	$ 240,885	$ 21,037	$ 472,308

NOTE 4 CAPITAL ASSETS

Governmental Activities

A summary of changes in capital assets of the governmental funds for the year ended April 30, 2025 is as follows:

	Balance May 1, 2024	Additions	Retirements/ Transfers	Balance April 30, 2025
Assets not Being Depreciated:				
Land	$ 27,500	$ -	$ -	$ 27,500
Construction in Progress	422,114	40,940	(400,255)	62,799
Total Assets not Being Depreciated	449,614	40,940	(400,255)	90,299
Depreciable Assets:				
Infrastructure	1,019,626	314,214	-	1,333,840
Plant and Equipment	1,194,651	243,430	(25,000)	1,413,081
Total Capital Assets Being Depreciated	2,214,277	557,644	(25,000)	2,746,921
Less Accumulated Depreciation:				
Infrastructure	197,149	53,546	-	250,695
Plant and Equipment	741,164	76,759	(3,542)	814,381
Total Accumulated Depreciation	938,313	130,305	(3,542)	1,065,076
Total Capital Assets Being Depreciated, Net	1,275,964	427,339	(21,458)	1,681,845
Total Governmental Activities Capital Assets	$ 1,725,578	$ 468,279	$ (421,713)	$ 1,772,144

Business-Type Activities

A summary of changes in capital assets of the proprietary funds for the year ended April 30, 2025 is as follows:

	Balance May 1, 2024	Additions	Retirements/ Transfers	Balance April 30, 2025
Assets not Being Depreciated:				
Land	$ 282,594	$ -	$ -	$ 282,594
Construction in Progress	1,511,130	197,157	(1,588,250)	120,037
Total Assets not Being Depreciated	1,793,724	197,157	(1,588,250)	402,631
Depreciable Assets:				
Plant, Equipment, and Infrastructure	20,502,531	1,743,488	-	22,246,019
Total Capital Assets Being Depreciated	20,502,531	1,743,488	-	22,246,019
Less Accumulated Depreciation:				
Plant, Equipment, and Infrastructure	14,625,601	529,518	-	15,155,119
Total Accumulated Depreciation	14,625,601	529,518	-	15,155,119
Total Capital Assets Being Depreciated, Net	5,876,930	1,213,970	-	7,090,900
Total Business Type Capital Assets	$ 7,670,654	$ 1,411,127	$ (1,588,250)	$ 7,493,531

NOTE 4 CAPITAL ASSETS (CONTINUED)

Business-Type Activities (Continued)

Depreciation expense was charged to functions/programs of the primary government in the year ended April 30, 2025 as follows:

Governmental Activities:		
General Administration	$	37,812
Police		19,145
Streets and Alleys		52,283
Parks		18,952
Library		2,113
Total Governmental Activities	$	130,305
Business-Type Activities:		
Water Fund	$	143,323
Sewer Fund		234,087
Electric Fund		152,108
Total Business-Type Activities	$	529,518

NOTE 5 LONG-TERM DEBT

As of April 30, 2025, the long-term indebtedness of the City consisted of the following:

The City refinanced general obligation refunding series 2010A and 2010B bonds and issued general obligation refunding bonds, referred as Waterworks ARS, Series 2019A, on May 28, 2019. Interest is paid semi-annually at varying rates ranging from 1.45% to 2.00%. Bonds mature in 2029 and have an outstanding balance of $505,000 as of April 30, 2025.

The City obtained a public water supply loan under the provisions of the Illinois Environmental Protection Agency on December 15, 2010, to fund improvements in the waterworks system. This loan is not collateralized and there are no restrictive covenants. Annual payments are $9,751 including interest calculated at a 0% simple annual interest rate. The loan matures in 2030 and has an outstanding balance of $53,638 as of April 30, 2025.

The City obtained a wastewater project loan under the provisions of the Illinois Environmental Protection Agency on December 23, 2013, to fund improvements in the wastewater system. This loan is not collateralized and there are no restrictive covenants. Annual payments are $126,612 including interest calculated at a 1.995% annual fixed loan rate. The loan matures in 2035 and has an outstanding balance of $2,388,144 as of April 30, 2025.

NOTE 5 LONG-TERM DEBT (CONTINUED)

The City has a loan payable to South Central Illinois Regional Planning and Development Commission to fund improvements on Division Street. This loan is not collateralized and there are no restrictive covenants. Annual payments are approximately $14,000, including interest calculated at a rate of 3%. The note matures in 2026 and has an outstanding balance of $27,500 as of April 30, 2025.

The City's outstanding notes from direct borrowings related to the IEPA notes of $2,441,781 as of April 30, 2025, contain a provision that in an event of default, failure to take appropriate action shall cause the IEPA to pursue the collection of the amounts past due, the loan balance and the costs thereby incurred through either the Illinois State Collection Act of 1986 (30 ILCS 210) or by any other reasonable means as may be provided by law.

A summary of the changes in long-term debt is as follows:

	Balance May 1, 2024 As restated	Issued	Retired	Balance April 30, 2025	Due In One Year
Governmental Activities					
Division Street SCRPDC (Direct Borrowing)	$ 40,500	$ -	$ 13,000	$ 27,500	$ 13,500
Compensated Absences (Accrued Vacation and Sick Pay)	60,480	16,103	-	76,583	-
Subtotal Governmental Activities	74,805	16,103	13,000	77,908	13,500
Business-Type Activities					
Compensated Absences (Accrued Vacation and Sick Pay)	245,320	4,326	-	249,646	-
Sewer Dept. - ILEPA (Direct Borrowing)	2,590,688	-	202,544	2,388,144	102,791
Water Dept. - ILEPA Transmission Main (Direct Borrowing)	63,389	-	9,751	53,638	9,751
Water Dept.-2019A Bond (Direct Placement)	620,000	-	115,000	505,000	120,000
Subtotal Business-Type Activities	3,519,397	4,326	327,295	3,196,428	232,542
Total Primary Government	$ 3,594,202	$ 20,429	$ 340,295	$ 3,274,336	$ 246,042

The change in the compensated absence liability is presented as a net change.

The General Fund typically has been used in the prior years to liquidate long term liabilities for governmental funds.

Net pension liability (asset) and OPEB liability changes are disclosed in separate footnotes.

NOTE 5 LONG-TERM DEBT (CONTINUED)

A summary of the future minimum commitments of bonds and loans payable is as follows:

	Governmental Activities			Business-Type Activities		
Fiscal Year	Principal	Interest	Total	Principal	Interest	Total
2026	$ 13,500	$ 623	$ 14,123	$ 232,542	$ 33,742	$ 266,284
2027	14,000	420	14,420	343,417	52,257	395,674
2028	-	-	-	352,601	45,574	398,175
2029	-	-	-	356,868	38,706	395,574
2030	-	-	-	231,221	31,753	262,974
2031-2035	-	-	-	1,180,648	90,352	1,271,000
2036-2040	-	-	-	249,485	3,739	253,224
Total	$ 27,500	$ 1,043	$ 28,543	$ 2,946,782	$ 296,123	$ 3,242,905

NOTE 6 STATUTORY DEBT LIMITATION

The statutory debt limitation is 8.625% of the equalized assessed valuation for 2025 calculated as follows:

Equalized Assessed Valuation	$ 42,007,080
Limitation Percentage	8.625%
Statutory Debt Limitation	3,623,111
Outstanding General Obligation Debt	81,138
Remaining Debt Margin	$ 3,541,973

NOTE 7 DEFINED BENEFIT PENSION PLAN

IMRF Plan Description

The City's defined benefit pension plan, a multi-employer agent plan, for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to Plan members and beneficiaries. The District's Plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multiemployer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the state of Illinois. IMRF issues a publicly available Annual Comprehensive Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided

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

NOTE 7 DEFINED BENEFIT PENSION PLAN (CONTINUED)

Benefits Provided (Continued)

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

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings.

Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of:

- 3% of the original pension amount, or
- ½ of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms

As of December 31, 2025, the following employees were covered by the benefit terms:

Retirees and Beneficiaries Currently Receiving Benefits	23
Inactive Plan Members Entitled to but not yet Receiving Benefits	27
Active Plan members	22
Total	72

Contributions

As set by statute, the City's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City's annual contribution rate for calendar year 2025 was 4.26% and 2024 was 3.96%. For the fiscal year ended April 30, 2025, the City contributed $48,027 to the Plan.

NOTE 7 DEFINED BENEFIT PENSION PLAN (CONTINUED)

Net Pension (Asset) Liability

The District's net pension (asset) liability was measured as of December 31, 2024. The total pension asset (liability) used to calculate the net pension (asset) liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

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

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.25%.
- **Salary Increases** were expected to be 2.85% to 13.75%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.25%.
- **Projected Retirement** Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2023 valuation according to an experience study from years 2020 - 2022.
- For **Nondisabled 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.

There were no benefit changes during the year.

NOTE 7 DEFINED BENEFIT PENSION PLAN (CONTINUED)

Actuarial Assumptions (Continued)

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:

	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	33.5 %	4.35 %
International Equity	18	5.40
Fixed Income	24.5	5.20
Real Estate	10.5	6.40
Alternative Investments	12.5	4.85 to 6.25
Cash Equivalents	1	3.60
Total	100.0 %	

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 the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

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

NOTE 7 DEFINED BENEFIT PENSION PLAN (CONTINUED)

Changes in the Net Pension Liability (Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) Liability (A) - (B)
Balances - December 31, 2023	$ 6,607,488	$ 6,649,213	$ (41,725)
Changes for the Year:			
Service Cost	106,120	-	106,120
Interest on the Total Pension Liability	470,909	-	470,909
Differences Between Expected and Actual Experience of the Total Pension Liability	1,072	-	1,072
Changes of Assumptions	-	-	-
Contributions - Employer	-	47,478	(47,478)
Contributions - Employees	-	64,385	(64,385)
Net Investment Income	-	471,714	(471,714)
Differences Between Projected and Actual Investment Income	-	157,704	(157,704)
Benefit Payments, Including Refunds of Employee Contributions	(330,496)	(321,109)	(9,387)
Other	-	(11,724)	11,724
Net Changes	247,605	408,448	(160,843)
Balances - December 31, 2024	$ 6,855,093	$ 7,057,661	$ (202,568)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

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

	1% Lower (6.25%)	Current Discount (7.25%)	1% Higher (8.25%)
Net Pension Liability (Asset)	$ 650,667	$ (202,568)	$ (759,696)

NOTE 7 DEFINED BENEFIT PENSION PLAN (CONTINUED)

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

For the year ended April 30, 2025, the City recognized pension expense of $101,816. At April 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences Between Expected and Actual Experience	$ 28,501	$ (6,228)
Changes of Assumptions	-	(2,410)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	103,948	-
Total Deferred Amounts to be Recognized in Pension Expense in Future Periods	132,449	(8,638)
Pension Contributions Made Subsequent to the Measurement Date	16,580	-
Total Deferred Amounts Related to Pensions	$ 149,029	$ (8,638)

$16,580 reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date will be recognized as an addition to the net pension asset in the year ended April 30, 2025.

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

Year Ending April 30,	Net Deferred Outflows of Resources
2025	$ 73,936
2026	177,174
2027	(95,758)
2028	(31,541)
Total	$ 123,811

NOTE 8 POSTEMPLOYMENT HEALTH CARE PLAN

Plan Description

The City is the administrator of a single employer Other Post Employment Benefit (OPEB) Plan and follows GASB No. 75. The Plan provides for continuation of group health insurance coverage to employees (and their beneficiaries) who retire under the Illinois Municipal Retirement Fund system. The City's group health insurance plan covers both active and retired members. The health plan does not issue a publicly available financial report. Membership in the plan as of April 30, 2025, consisted of:

Active Participants	20
Retiree Participants	-
Total	20

Funding Policy

Retirees and beneficiaries electing coverage pay 100% of the premium to the City in accordance with rates set by the City. The plan is financed on a pay-as-you-go basis. There have been no OPEB contributions by either the City or employees to date. As such, there are no plan assets.

Total OPEB Liability

The City's total OPEB liability was determined for fiscal year ending April 30, 2025, using April 30, 2025, as the measurement date and the actuarial valuation date was May 1, 2025.

Actuarial Assumptions

The total OPEB liability in the April 30, 2025 (measurement date), actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Entry Age Normal Level % of Salary
Inflation Rate	2.25% per Year
Salary Increases	2.75% Plus Merit and Longevity Increases
Health Care Cost Trend Rates	8.0% for 2026, Decreasing 0.25% Annually to an Ultimate Rate of 4.5% for 2040 and Later Years

Mortality rates for general actives and retirees were based on: SOA Pub-2010 General Headcount Weighted Mortality Table fully generational using Scale MP-2021 Mortality rates for surviving spouses were based on SOA Pub-2010 Contingent Survivor Headcount Weighted Mortality Table fully generational using Scale MP-2021.

Discount Rate

Under GASB 75, the discount rate used in valuing OPEB liabilities for unfunded plans as of the measurement date must be based on a yield for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). The discount rate was 5.24% as of April 30, 2025, for accounting disclosure purposes.

NOTE 8 POSTEMPLOYMENT HEALTH CARE PLAN (CONTINUED)

Changes in the Total OPEB Liability

	Total OPEB Liability
Total OPEB Liability at April 30, 2024	$ 50,008
Changes for the Year:	
Service Cost	3,660
Interest	2,372
Differences Between Expected and Actual Experience of the Total OPEB Liability	(1,846)
Changes in Assumptions	2,517
Benefit Payments	-
Net Changes	6,703
Total OPEB Liability at April 30, 2025	$ 56,711

The following assumptions have been used in accordance with GASB 75.

- The payroll growth rate assumption has been updated based on the 12/31/23 Illinois Municipal Retirement Fund (IMRF) GASB report. This caused a decrease in the liabilities.
- Discount rate as of the measurement date has been updated to be based on a yield for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). The prior full valuation used a discount rate of 4.42%. The current full valuation uses a discount rate of 4.42% as of the beginning of the year and 5.24% as of the end of the year. This change has caused an increase in liabilities as of the beginning of the year and a decrease in liabilities during the year. The discount rate will be updated annually to reflect market conditions as of the measurement date.

Sensitivity of the total OPEB liability to changes in the discount rate and healthcare cost trend rates. The following presents the total OPEB liability of the City, as well as what the City's 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 discount rate:

As of April 30, 2025	Total OPEB Liability
1% Decrease (4.24%)	$ 61,030
Current Discount Rate (5.24%)	56,711
1% Increase (6.24%)	52,612

NOTE 8 POSTEMPLOYMENT HEALTH CARE PLAN (CONTINUED)

Changes in the Total OPEB Liability (Continued)

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using health care cost trend rates that are 1-percentage-point lower (7% decreasing by 1% annually to an ultimate rate of 3.5%) or 1-percentage-point higher (9% decreasing by 1% annually to an ultimate rate of 5.5%) than the current health care cost trend rates:

As of April 30, 2025	Total OPEB Liability
1% Decrease (7.00%)	$ 50,453
Current Trend Rate (8.00%)	56,711
1% Increase (9.00%)	63,906

OPEB Expense (Benefit) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended April 30, 2025, the City recognized OPEB benefit of ($4,067). At April 30, 2025, the City reported deferred outflows/inflows of resources related to OPEB from the following source:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience of the Total OPEB Liability	$ 7,077	$ (43,219)
Changes in Assumptions	5,846	(2,564)
Total Deferred Amounts Related to OPEB	$ 12,923	$ (45,783)

Amounts reported as deferred outflows/inflows of resources related to OPEB will be recognized in OPEB expense (benefit) as follows:

Year Ending April 30,	Amount
2026	$ (10,212)
2027	(12,021)
2028	(4,816)
2029	(5,921)
2030	111
Thereafter	-
Total	$ (32,859)

NOTE 9 RISK MANAGEMENT

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. For general insurance, comprehensive liability and workers' compensation coverage, the City is a member of the Illinois Municipal League Risk Management Association (IMLRMA), a public entity risk pool.

The Risk Management Association (the RMA) was formed in 1981 under an Intergovernmental Cooperation Contract in accordance with the Intergovernmental Cooperation Section of the 1970 Illinois Constitution and by the Intergovernmental Cooperation Act of the Illinois Compiled Statutes. The agreement provides participating Illinois municipalities with a program of risk management, loss coverage and claims administration for municipal operations. The program provides for the creation of a self-insurance pool and the purchase of reinsurance or excess insurance with loss coverage for workers' compensation, automobile and general liability, auto physical damage, and property damage. The City is obligated to procure insurance policies to protect against liability and loss due to insurance claims. The City's responsibilities under this policy are: to initiate and maintain reasonably safety programs to prevent or reduce claims or losses within the scope of coverage, immediately report all incidents which could result in a claim or loss, immediately report a suit or other proceedings that are brought against the City as a result of a claim or loss, furnish the provider with any requests for annual payroll figures for the purposes of determining the City's annual contribution, allow the provider, at all reasonable times, to inspect the City's work places and equipment covered by the agreement. The City pays an annual premium to IMLRMA for its coverage.

Settled claims have exceeded this coverage in two of the past three fiscal years.

NOTE 10 INTERFUND TRANSFERS

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorization.

For the fiscal year ended April 30, 2025, the City Council approved the following interfund transfers:

Fund	Interfund Transfer In	Interfund Transfers Out
General Fund	$ -	$ 43,189
Nonmajor Funds:		
Workers' Compensation Fund	28,801	-
Tort Liability Fund	14,388	-
Total Interfund Transfers	$ 43,189	$ 43,189

These interfund transfers were necessary to conduct the ordinary business of the City.

NOTE 11 INTERFUND RECEIVABLES AND PAYABLES

Fund	Receivable	Payable
Water Fund	$ 19,723	$ (21,339)
Sewer Fund	23,656	-
Electric Fund	21,339	(47,741)
General Fund	6,495	-
TIF Fund	381,502	-
TIF#2 Fund	-	(381,502)
Nonmajor Funds:		
Garbage Fund	4,362	-
Business District Fund	-	(6,495)
Total	$ 457,077	$ (457,077)

These balances result from the time lag between dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The balance between TIF Fund and TIF#2 Fund is not expected to be fully collected in the subsequent year.

NOTE 12 OTHER DISCLOSURE REQUIREMENTS

Accounting principles generally accepted in the United States of America require disclosure, as part of the basic financial statements, of certain information concerning individual funds including:

Excess of expenditures over appropriations in individual funds for those funds which appropriations were made:

Fund	Appropriations	Expenditures
Workers' Compensation	$ 28,000	$ 28,801
Cemetery	40,195	41,789
Motor Fuel Tax	98,985	126,238
Business District	69,000	71,531
Garbage Disposal	142,683	146,542

TIF Fund #2 reported a deficit fund balance of ($277,045) at April 30, 2025.

NOTE 13 TAX ABATEMENTS

Tax abatements, as defined by Governmental Accounting Standards Board (GASB) Statement No 77, *Tax Abatement Disclosures* (GASB 77), are agreements between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. This Statement requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues.

NOTE 13 TAX ABATEMENTS (CONTINUED)

Tax Increment Financing Abatements

Illinois's Tax Increment Financing Act enables cities to finance certain redevelopment costs with the revenue generated from (1) payments in lieu of real estate taxes, as measured by the net increase in assessed valuation resulting from redevelopment and (2) a portion of the increase in other local tax revenue associated with new economic activity. When a tax increment financing (TIF) plan is adopted, real estate tax rate of all taxing districts having taxing power within the redevelopment area to the increased assessed valuation resulting from redevelopment, a tax "increment" is produced.

The City's estimated net reduced property tax revenue resulting from the TIFs for the year ended April 30, 2025, is $43,752.

Redevelopment Plan for Tax Increment Area

The City has entered into an agreement with two businesses in the project area. The City's net reduced property tax revenue resulting from these agreements for the year ending April 30, 2025 is $55,140.

Economic Incentive Credits

The City has entered into an economic incentive agreement with a developer to encourage economic development within the business district. The City remits a percentage of sales tax generated within the project area back to the developer. The City's net reduced sales tax revenue resulting from the economic incentive agreement for the year ending April 30, 2025, is $71,531.

NOTE 14 RESTATEMENT OF BEGINNING NET POSITION

During fiscal year 2025, the City implemented GASB Statement No. 101, *Compensated Absences*. This Statement requires that liabilities be recognized for various leave types that have not been used and for leave that has been used but not yet paid, provided the leave is attributable to services already rendered, accumulates, and is more likely than not to be used or paid. The adoption of the new accounting principle resulted in restatement of the beginning balance of the Net Position as follows:

	Governmental Activities	Water Fund	Sewer Fund	Electric Fund	Business-Type Activities
Fund Balance/Net Position - April 30, 2024,					
As Previously Reported	$ 6,390,910	$ 1,835,510	$ 5,357,366	$ 2,977,237	$ 10,205,925
Implementation of GASB 101	(38,116)	(92,010)	(23,551)	(60,520)	(176,081)
Fund Balance/Net Position - May 1, 2024					
As Restated	$ 6,352,794	$ 1,743,500	$ 5,333,815	$ 2,916,717	$ 10,029,844

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF ALTAMONT, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) – GENERAL FUND (UNAUDITED)
YEAR ENDED APRIL 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUE				
Property and Mobile Home Taxes	$ 186,240	$ 186,240	$ 185,053	$ (1,187)
Hotel/Motel Tax	11,000	11,000	10,810	(190)
Video Game/Cannabis Use Tax	109,500	109,500	100,949	(8,551)
Sales Tax	450,000	450,000	430,470	(19,530)
Local Use Tax	84,500	84,500	74,147	(10,353)
Income Tax	365,000	365,000	363,924	(1,076)
Replacement Tax	25,000	25,000	38,394	13,394
Liquor Licenses	6,500	6,500	7,800	1,300
Franchise Fees	50,000	50,000	44,598	(5,402)
Public Hearing Fees	300	300	100	(200)
Golf Cart Permits	1,000	1,000	1,450	450
Telecommunication	14,000	14,000	12,169	(1,831)
Court Fines	4,000	4,000	5,679	1,679
Materials Sold	300	300	1,819	1,519
Interest Income	71,395	71,395	97,383	25,988
Rental and Lease Income	8,400	8,400	9,756	1,356
Grant Proceeds	54,000	-	29,145	29,145
Miscellaneous Income	8,600	8,600	23,855	15,255
Memorials, Conations, and Trust Income	45,500	45,500	61,272	15,772
Total Revenue	1,495,235	1,441,235	1,498,773	57,538
EXPENDITURES				
GENERAL ADMINISTRATION				
Contractual Services:				
Contract Labor	-	-	9,050	(9,050)
Consultants	-	-	90	(90)
Contractual Mowing	-	-	2,310	(2,310)
Dues and Subscriptions	2,500	2,500	2,598	(98)
Engineering Service	-	2,000	1,960	40
General Insurance	10,350	10,350	11,598	(1,248)
Legal Services	8,000	8,000	19,450	(11,450)
Liability Insurance	850	850	920	(70)
Maintenance Agreements	800	800	644	156
Maintenance - Building	6,500	10,500	13,907	(3,407)
Maintenance - Vehicles	1,000	1,000	47	953
Maintenance - Equipment	500	500	85	415
Maintenance - Grounds	400	400	454	(54)
Advertising	-	-	140	(140)
Insect Control	4,010	5,710	5,677	33
Postage	100	100	79	21
Printing	500	500	306	194
Telephone	4,500	4,500	5,104	(604)
Training	400	400	750	(350)
Travel	1,000	1,000	1,072	(72)
Tree City USA	100	100	-	100
Tourism	8,000	15,500	13,500	2,000
Zoning	1,800	1,800	1,530	270
Total Contractual Services	51,310	66,510	91,271	(24,761)

See accompanying Notes to Required Supplementary Information.

CITY OF ALTAMONT, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) – GENERAL FUND (UNAUDITED) (CONTINUED)
YEAR ENDED APRIL 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
EXPENDITURES (Continued)				
GENERAL ADMINISTRATION (Continued)				
Personal Services:				
Salaries	$ 65,895	$ 65,895	$ 62,396	$ 3,499
Payroll Tax	5,045	5,045	4,774	271
Health Insurance	500	500	3,186	(2,686)
IMRF	2,040	2,040	1,857	183
Total Personal Services	73,480	73,480	72,213	1,267
Commodities:				
Gas and Oil	1,000	1,000	1,170	(170)
Office Supplies	1,800	1,800	1,162	638
Computer Supplies	5,000	5,000	6,629	(1,629)
Uniforms	900	900	597	303
Operating Supplies	3,000	3,000	3,308	(308)
Total Commodities	11,700	11,700	12,866	(1,166)
Other:				
Real Estate Taxes	180	180	189	(9)
Enterprise Zone	500	500	1,282	(782)
Miscellaneous	3,000	3,000	2,845	155
Total Other	3,680	3,680	4,316	(636)
Capital Outlay:				
Vehicle	-	3,025	3,025	-
Total Capital Outlay	-	3,025	3,025	-
Debt Service:				
Payments on Principal	13,000	13,000	13,000	-
Interest	1,020	1,020	1,020	-
Total Debt Service	14,020	14,020	14,020	-
Total General Administration	154,190	172,415	197,711	(25,296)
POLICE DEPARTMENT				
Personal Services:				
Salaries	222,635	222,635	219,271	3,364
Payroll Tax	17,035	17,035	16,775	260
IMRF	8,845	8,845	8,531	314
Medical and Life Insurance	48,350	13,220	10,978	2,242
Total Personal Services	296,865	261,735	255,555	6,180
Contractual Services:				
Dues and Subscriptions	500	500	320	180
Lease, Permits, Fees, and Licenses	250	250	225	25
Legal Services	5,000	7,000	5,481	1,519
Maintenance - Building	500	500	482	18
Maintenance - Vehicles	10,000	10,000	12,441	(2,441)
Maintenance - Equipment	500	500	718	(218)
Postage	200	200	111	89
Telephone	1,500	1,500	2,439	(939)
Training	1,000	1,000	7,650	(6,650)
Travel	200	200	-	200
Maintenance Agreements	480	480	429	51
Total Contractual Services	20,130	22,130	30,296	(8,166)

See accompanying Notes to Required Supplementary Information.

CITY OF ALTAMONT, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) – GENERAL FUND (UNAUDITED) (CONTINUED)
YEAR ENDED APRIL 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
EXPENDITURES (Continued)				
POLICE DEPARTMENT (Continued)				
Commodities:				
Gas and Oil	$ 15,000	$ 15,000	$ 8,316	$ 6,684
Office Supplies	200	200	129	71
Computer Supplies	3,000	3,000	2,862	138
Operating Supplies	2,500	2,500	2,980	(480)
Uniforms	6,000	6,000	5,041	959
Total Commodities	26,700	26,700	19,328	7,372
Capital Outlay:				
Equipment - Vehicle	54,000	54,000	48,891	5,109
Equipment	74,000	20,000	19,943	57
Total Capital Outlay	128,000	74,000	68,834	5,166
Other:				
Miscellaneous	1,500	1,500	340	1,160
Total Other	1,500	1,500	340	1,160
Total Police Department	473,195	386,065	374,353	11,712
STREETS AND ALLEYS DEPARTMENT				
Personal Services:				
Salaries	138,360	138,360	134,067	4,293
Payroll Tax	10,586	10,586	10,256	330
IMRF	5,235	5,235	5,249	(14)
Medical and Life Insurance	41,700	41,700	48,925	(7,225)
Total Personal Services	195,881	195,881	198,497	(2,616)
Commodities:				
Gas and Oil	12,000	12,000	8,533	3,467
Office Supplies	100	100	51	49
Computer Supplies	500	500	488	12
Operating Supplies	4,000	4,000	3,392	608
Total Commodities	16,600	16,600	12,464	4,136
Other:				
Miscellaneous	7,600	7,600	6,672	928
Total Other	7,600	7,600	6,672	928

See accompanying Notes to Required Supplementary Information.

CITY OF ALTAMONT, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) – GENERAL FUND (UNAUDITED) (CONTINUED)
YEAR ENDED APRIL 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
EXPENDITURES (Continued)				
STREETS AND ALLEYS DEPARTMENT (Continued)				
Contractual Services:				
Lease, Permits, Fees, and Licenses	$ 300	$ 300	$ 142	$ 158
Consultants	-	-	750	(750)
Contract Labor	7,500	7,500	5,500	2,000
Dues and Subscriptions	200	200	880	(680)
Engineering Service	8,000	8,000	4,669	3,331
Maintenance Agreements	1,000	1,000	121	879
Maintenance - Building	21,000	21,000	21,007	(7)
Maintenance - Equipment	10,000	10,000	9,358	642
Maintenance - Grounds	3,000	3,000	852	2,148
Maintenance - Storm Sewer	1,000	1,000	1,886	(886)
Maintenance - Street	1,500	1,500	11,595	(10,095)
Maintenance - Vehicles	1,000	1,000	1,068	(68)
Mobile Phone Service	500	500	506	(6)
Maintenance- Other	-	-	165	(165)
Road Aggregate	1,500	1,500	-	1,500
Training	200	200	80	120
Telephone	900	900	1,150	(250)
Tree City USA	1,000	1,000	-	1,000
Freight	-	-	22	(22)
Printing	50	50	154	(104)
Street/Traffic Sign Repair	500	500	293	207
Uniforms	4,850	4,850	4,309	541
Utilities - Heating	3,000	3,000	2,416	584
Total Contractual Services	67,000	67,000	66,923	77
Capital Outlay:				
Culverts and Tile	-	1,800	4,328	(2,528)
Drainage	15,000	15,000	-	15,000
Equipment	27,125	27,125	33,218	(6,093)
Communication Equipment	-	-	284	(284)
Sidewalks/Street Improvements	12,000	17,000	3,742	13,258
Total Capital Outlay	54,125	60,925	41,572	19,353
Total Streets and Alleys Department	341,206	348,006	326,128	21,878

See accompanying Notes to Required Supplementary Information.

CITY OF ALTAMONT, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) – GENERAL FUND (UNAUDITED) (CONTINUED)
YEAR ENDED APRIL 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
EXPENDITURES (Continued)				
PARK DEPARTMENT				
Personal Services:				
Salaries	$ 5,000	$ 5,000	$ 4,337	$ 663
Payroll Tax	430	430	332	98
Total Personal Services	5,430	5,430	4,669	761
Contractual Services:				
Maintenance - Building	5,000	5,000	784	4,216
Maintenance - Equipment	2,000	2,000	1,324	676
Maintenance - Grounds	5,000	7,000	5,756	1,244
Maintenance- Other	1,000	1,000	377	623
Legal Fees	2,000	2,000	822	1,178
Contractual Mowing	25,000	25,000	25,580	(580)
Consultants	-	7,000	7,000	-
General Insurance	1,500	1,500	2,358	(858)
Printing	100	100	40	60
Total Contractual Services	41,600	50,600	44,041	6,559
Commodities:				
Other Improvements	-	-	1,282	(1,282)
Operating Supplies	5,000	5,000	3,542	1,458
Total Commodities	5,000	5,000	4,824	176
Other Expenses:				
Miscellaneous Expense	-	-	691	(691)
Total Other Expenses	-	-	691	(691)
Capital Outlay:				
Building	78,653	78,653	32,173	46,480
Other Improvements	12,500	12,500	193	12,307
Total Capital Outlay	91,153	91,153	32,366	58,787
Total Park Department	143,183	152,183	86,591	65,592
Total Expenditures	1,111,774	1,058,669	984,783	73,886
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	383,461	382,566	513,990	131,424
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	421,600	421,600
Transfers Out	-	-	(464,789)	464,789
Total Other Financing Sources (Uses)	-	-	(43,189)	886,389
NET CHANGE IN FUND BALANCE	$ 383,461	$ 382,566	470,801	$ 1,017,813
Reconciliation to Modified Accrual Basis - Net Change Resulting from Recording:				
Receivables			(5,471)	
Accruals			2,383	
NET CHANGE IN FUND BALANCE - MODIFIED ACCRUAL BASIS			467,713	
Fund Balance - Beginning of Year			2,565,667	
FUND BALANCE - END OF YEAR			$ 3,033,380	

See accompanying Notes to Required Supplementary Information.

CITY OF ALTAMONT, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) – TIF FUND (UNAUDITED)
YEAR ENDED APRIL 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUE				
Property and Mobile Home Taxes	$ 365,000	$ 365,000	$ 454,216	$ 89,216
Interest Income	16,325	16,325	29,804	13,479
Total Revenue	381,325	381,325	484,020	102,695
EXPENDITURES				
Economic Development:				
Incentive Payments - Real Estate Taxes	23,050	23,050	40,370	(17,320)
TIF #2 Development	100,000	100,000	-	100,000
Dues and Subscriptions	550	550	550	-
Consultants	250	250	460	(210)
Legal Services	5,000	7,000	1,582	5,418
Miscellaneous	-	15,000	14,768	232
Capital Outlay	1,000	1,000	-	1,000
Total Expenditures	129,850	146,850	57,730	89,120
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	251,475	234,475	426,290	13,575
OTHER FINANCING SOURCES (USES)				
Transfers Out	(27,925)	(27,925)	-	(27,925)
Total Other Financing (Uses)	(27,925)	(27,925)	-	(27,925)
NET CHANGE IN FUND BALANCE	$ 223,550	$ 206,550	426,290	$ (14,350)
Reconciliation to Modified Accrual Basis - Net Change Resulting from Recording:				
Receivables				
Accruals			(688)	
NET CHANGE IN FUND BALANCE - MODIFIED ACCRUAL BASIS			425,602	
Fund Balance - Beginning of Year			972,927	
FUND BALANCE - END OF YEAR			$ 1,398,529	

See accompanying Notes to Required Supplementary Information.

CITY OF ALTAMONT, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) – TIF 2 FUND (UNAUDITED)
YEAR ENDED APRIL 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUE				
Property and Mobile Home Taxes	$ 275	$ 275	$ 644	$ 369
Interest Income	300	300	111	(189)
Total Revenue	575	575	755	180
EXPENDITURES				
Economic Development:				
Engineers	5,000	5,000	3,745	1,255
Drainage	5,000	5,000	-	5,000
Consultants	-	-	220	(220)
Legal Services	8,000	8,000	4,916	3,084
Maintenance - Street	10,000	10,000	-	10,000
Capital Outlay	-	-	1,000	(1,000)
Miscellaneous	500	500	372	128
Total Expenditures	28,500	28,500	10,253	18,247
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(27,925)	(27,925)	(9,498)	(18,067)
OTHER FINANCING SOURCES (USES)				
Transfers In	27,925	27,925	-	(27,925)
Total Other Financing Sources	27,925	27,925	-	(27,925)
NET CHANGE IN FUND BALANCE	$ -	$ -	(9,498)	$ (45,992)
Reconciliation to Modified Accrual Basis - Net Change Resulting from Recording:				
Accruals			338	
NET CHANGE IN FUND BALANCE - MODIFIED ACCRUAL BASIS			(9,160)	
Fund Balance - Beginning of Year (Deficit)			(267,885)	
FUND BALANCE - END OF YEAR (Deficit)			$ (277,045)	

See accompanying Notes to Required Supplementary Information.

CITY OF ALTAMONT, ILLINOIS
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
YEAR ENDED APRIL 30, 2025
(UNAUDITED)

Calendar Year Ended December 31,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	$ 106,120	$ 98,247	$ 97,832	$ 93,146	$ 99,711	$ 104,120	$ 97,625	$ 97,768	$ 98,353	$ 93,302
Interest on Total Pension Liability	470,909	456,052	413,785	392,257	368,133	368,080	360,468	351,669	322,759	302,425
Difference Between Expected and Actual Experience	1,072	(17,407)	377,863	74,361	140,714	(243,702)	(82,573)	60,584	187,858	71,921
Assumption Changes	-	(6,735)	-	-	(44,847)	-	144,383	(143,383)	-	-
Benefit Payments and Refunds	(330,496)	(327,841)	(285,539)	(244,808)	(210,555)	(240,574)	(264,266)	(234,237)	(212,182)	(185,931)
Net Change in Total Pension Liability	247,605	202,316	603,941	314,956	353,156	(12,076)	255,637	132,401	396,788	281,717
Total Pension Liability - Beginning	6,607,488	6,405,172	5,801,231	5,486,275	5,133,119	5,145,195	4,889,558	4,757,157	4,360,369	4,078,652
Total Pension Liability - Ending (A)	$ 6,855,093	$ 6,607,488	$ 6,405,172	$ 5,801,231	$ 5,486,275	$ 5,133,119	$ 5,145,195	$ 4,889,558	$ 4,757,157	$ 4,360,369
Plan Fiduciary Net Position										
Employer Contributions	$ 47,478	$ 262,160	$ 60,933	$ 78,661	$ 81,650	$ 72,982	$ 90,243	$ 83,630	$ 72,498	$ 79,844
Employee Contributions	64,385	71,022	97,210	66,133	34,312	37,514	73,244	63,551	61,469	51,220
Pension Plan Net Investment Income	629,418	761,961	(870,878)	1,051,949	926,037	710,346	(224,653)	733,418	319,437	(103,405)
Benefit Payments and Refunds	(321,109)	(329,212)	(330,451)	(244,808)	(210,555)	(240,574)	(264,267)	(234,237)	(212,182)	(185,931)
Other	(11,724)	(36,432)	8,666	(33,758)	(4,402)	(3,616)	(111,449)	(4,092)	(5,163)	14,550
Net Change in Plan Fiduciary Net Position	408,448	729,499	(1,034,520)	918,177	827,042	576,652	(436,882)	642,270	236,059	(143,722)
Plan Fiduciary Net Position - Beginning	6,649,213	5,919,714	6,954,234	6,036,057	5,209,015	4,632,363	5,069,245	4,426,975	4,190,916	4,334,638
Plan Fiduciary Net Position - Ending (B)	$ 7,057,661	$ 6,649,213	$ 5,919,714	$ 6,954,234	$ 6,036,057	$ 5,209,015	$ 4,632,363	$ 5,069,245	$ 4,426,975	$ 4,190,916
Net Pension Liability (Asset) - Ending (A) - (B)	$ (202,568)	$ (41,725)	$ 485,458	$ (1,153,003)	$ (549,782)	$ (75,896)	$ 512,832	$ (179,687)	$ 330,182	$ 169,453
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	102.96%	100.63%	92.42%	119.88%	110.02%	101.48%	90.03%	103.67%	93.06%	96.11%
Covered Payroll	$ 1,198,953	$ 1,128,125	$ 1,046,966	$ 1,000,774	$ 992,104	$ 1,006,658	$ 999,369	$ 980,419	$ 952,666	$ 946,019
Net Pension Liability (Asset) as a Percentage of Covered Payroll	17.49%	17.07%	16.35%	17.25%	18.08%	19.61%	19.42%	20.05%	20.03%	21.70%

See accompanying Notes to Required Supplementary Information.

CITY OF ALTAMONT, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
YEAR ENDED APRIL 30, 2025
(UNAUDITED)

Regular Employees Plan

Fiscal Year Ended April 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2016	$ 76,718	$ 76,718	$ -	$ 938,390	8.18 %
2017	75,738	75,738	-	958,395	7.90
2018	87,438	87,438	-	1,005,722	8.69
2019	83,533	83,533	-	987,976	8.45
2020	75,559	75,559	-	1,020,159	7.41
2021	80,978	80,978	-	998,241	8.11
2022	73,688	73,688	-	1,026,854	7.18
2023	54,997	54,997	-	1,054,226	5.22
2024	263,260	263,260	-	1,160,323	22.69
2025	51,700	51,700	-	1,139,280	4.54

See accompanying Notes to Required Supplementary Information.

CITY OF ALTAMONT, ILLINOIS
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
APRIL 30, 2025
(UNAUDITED)

TOTAL OPEB LIABILITY	2025	2024	2023	2022	2021	2020	2019
Service Cost	$ 3,660	$ 3,568	$ 4,031	$ 4,466	$ 6,062	$ 4,738	$ 4,404
Interest	2,372	2,042	3,306	1,583	3,284	3,535	3,575
Differences Between Expected and Actual Experience of the Total OPEB Liability	(1,846)	(2,966)	(40,847)	13,666	(57,271)	8,521	-
Changes of Assumptions	2,517	1,611	222	(5,983)	6,840	4,164	800
Benefit Payments	-	-	-	-	-	(6,152)	(5,696)
Net Change in Total OPEB Liability	6,703	4,255	(33,288)	13,732	(41,085)	14,806	3,083
Total OPEB Liability - Beginning	50,008	45,753	79,041	65,309	106,394	91,588	88,505
Total OPEB Liability - Ending	$ 56,711	$ 50,008	$ 45,753	$ 79,041	$ 65,309	$ 106,394	$ 91,588
Covered Employee Payroll	$ 1,027,280	$ 1,112,573	$ 963,601	$ 946,355	$ 843,401	$ 764,656	$ 932,915
Total OPEB Liability as a Percentage of Covered Employee Payroll	5.52%	4.49%	4.75%	8.35%	7.74%	13.91%	9.82%

NOTES TO SCHEDULE

1. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB statement No. 75 to pay related benefits.
2. This schedule will ultimately present 10 years of information when available.
3. There have been no significant changes in assumptions in the years presented.

See accompanying Notes to Required Supplementary Information.

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

Budget: The City Council legally enacts the budget through passage of an ordinance which is developed on the cash basis of accounting for all 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. Expenditures may not exceed appropriations at the fund level which constitutes the legal level of control. All budget revisions must be approved by the city council. The budget lapses at year-end. The City has adopted an annual budget for all funds. Budgets are prepared on the cash basis and a reconciliation is provided to the modified accrual basis.

NOTE 2 EXPENDITURES IN EXCESS OF APPROPRIATIONS

There were no major governmental funds that had expenditures in excess of appropriations for the year ended April 30, 2025.

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

Valuation Date:

Notes	Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

<u>Methods and Assumptions Used to Determine 2024 Contribution Rates</u>:

Actuarial Cost Method	Aggregate entry age normal
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	19-year closed period
Asset Valuation Method	Five-year smoothed market; 20% corridor
Wage Growth	2.75%
Price Inflation	2.25%
Salary Increases	2.75% to 13.75%, including inflation
Investment Rate of Return	7.25%

NOTE 3 SUMMARY OF IMRF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2024 CONTRIBUTION RATE (CONTINUED)

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

Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For nondisabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount Weighted, below-median income, General, Disable Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
Other Information Notes	There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2022 actuarial valuation

OTHER SUPPLEMENTARY INFORMATION

CITY OF ALTAMONT, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENT FUNDS
APRIL 30, 2025

	Special Revenue Funds									
	Audit Fund	Workers' Compensation Fund	Cemetery Fund	Motor Fuel Tax Fund	IMRF Fund	Unemployment Tax Fund	Tort Liability Fund	Library Fund	Business District Fund	Total
ASSETS										
Cash	$ 22,102	$ -	213,299	$ 444,860	$ 350,784	$ 65,282	$ -	$ 72,211	$ 210,842	$ 1,379,380
Prepaid Insurance	-	19,201	606	-	-	-	9,592	-	-	29,399
Accounts Receivable, Net	29,701	-	-	8,009	39,601	12,031	-	49,007	23,612	161,961
Total Assets	$ 51,803	$ 19,201	$ 213,905	$ 452,869	$ 390,385	$ 77,313	$ 9,592	$ 121,218	$ 234,454	$ 1,570,740
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE										
LIABILITIES										
Accounts Payable	$ -	$ -	$ 2,100	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,100
Due to Other Funds	-	-	-	-	-	-	-	-	6,495	6,495
Total Liabilities	-	-	2,100	-	-	-	-	-	6,495	8,595
DEFERRED INFLOWS OF RESOURCES										
Subsequent Year's Property Taxes	29,701	-	-	-	39,601	11,880	-	49,007	-	130,189
Unavailable Revenue	-	-	-	-	-	-	-	-	8,600	8,600
Total Deferred Inflows of Resources	29,701	-	-	-	39,601	11,880	-	49,007	8,600	138,789
FUND BALANCE (DEFICIT)										
Nonspendable:										
Prepaid Items	-	19,201	606	-	-	-	9,592	-	-	29,399
Restricted for:										
General and Administrative	22,102	-	-	-	-	65,433	-	-	-	87,535
Library Operations	-	-	-	-	-	-	-	72,211	-	72,211
Retirement	-	-	-	-	350,784	-	-	-	-	350,784
Streets and Alleys	-	-	-	452,869	-	-	-	-	-	452,869
Economic Development	-	-	-	-	-	-	-	-	219,359	219,359
Committed for Cemetery	-	-	211,199	-	-	-	-	-	-	211,199
Total Fund Balance (Deficit)	22,102	19,201	211,805	452,869	350,784	65,433	9,592	72,211	219,359	1,423,356
Total Liabilities, Deferred Inflows of Resources, and Fund Balance (Deficit)	$ 51,803	$ 19,201	$ 213,905	$ 452,869	$ 390,385	$ 77,313	$ 9,592	$ 121,218	$ 234,454	$ 1,570,740

CITY OF ALTAMONT, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT)
NONMAJOR GOVERNMENT FUNDS
YEAR ENDED APRIL 30, 2025

	Special Revenue Funds									
	Audit Fund	Workers' Compensation Fund	Cemetery Fund	Motor Fuel Tax Fund	IMRF Fund	Unemployment Tax Fund	Tort Liability Fund	Library Fund	Business District Fund	Total
REVENUE										
Property and Mobile Home Taxes	$ 29,791	$ -	$ 21,353	$ -	$ 39,722	$ 11,918	$ -	$ 49,208	$ -	$ 151,992
Sales Tax	-	-	-	-	-	-	-	-	100,186	100,186
Motor Fuel Tax	-	-	-	100,160	-	-	-	-	-	100,160
Memorials, Donations, and Trust Income	-	-	-	-	-	-	-	1,284	-	1,284
Charges for Services	-	-	5,000	-	-	-	-	-	-	5,000
Operating Grants	-	-	-	-	-	-	-	3,291	-	3,291
Interest Income	428	-	7,371	16,549	12,038	2,235	-	57	6,728	45,406
Miscellaneous Income	-	-	-	-	-	-	-	3,593	-	3,593
Total Revenue	30,219	-	33,724	116,709	51,760	14,153	-	59,314	106,914	412,793
EXPENDITURES										
General Administration	7,298	28,233	-	-	-	2,647	16,143	-	-	54,321
Streets and Alleys	-	-	-	84,758	-	-	-	-	-	84,758
Economic Development	-	-	-	-	-	-	-	-	71,531	71,531
Library	-	-	-	-	-	-	-	60,675	-	60,675
Cemetery	-	-	38,973	-	-	-	-	-	-	38,973
Capital Outlay	-	-	-	34,295	-	-	-	-	-	34,295
Total Expenditures	7,298	28,233	38,973	119,053	-	2,647	16,143	60,675	71,531	344,553
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)	22,921	(28,233)	(5,249)	(2,344)	51,760	11,506	(16,143)	(1,361)	35,383	68,240
OTHER FINANCING SOURCES (USES)										
Transfers In	-	28,801	-	-	-	-	14,388	-	-	43,189
Total Other Financing Sources (Uses)	-	28,801	-	-	-	-	14,388	-	-	43,189
NET CHANGE IN FUND BALANCE (DEFICIT)	22,921	568	(5,249)	(2,344)	51,760	11,506	(1,755)	(1,361)	35,383	111,429
Fund Balance (DEFICIT) - Beginning of Year	(819)	18,633	217,054	455,213	299,024	53,927	11,347	73,572	183,976	1,311,927
FUND BALANCE - END OF YEAR	$ 22,102	$ 19,201	$ 211,805	$ 452,869	$ 350,784	$ 65,433	$ 9,592	$ 72,211	$ 219,359	$ 1,423,356