

Village of Hebron, Illinois

Annual Financial Report
For the Year Ended April 30, 2024

VILLAGE OF HEBRON, ILLINOIS

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VILLAGE OF HEBRON, ILLINOIS

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INDEPENDENT AUDITOR'S REPORT

To the President
and Members of the Board of Trustees
Village of Hebron, Illinois

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Hebron, Illinois (Village) as of and for the year ended April 30, 2024, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the accompanying table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Hebron, as of April 30, 2024, and the respective changes in modified cash basis financial position, and where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village of Hebron, 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 – Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis

of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

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

Other Matters

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the management's discussion and analysis, budgetary comparison information, multi-year schedule of changes in net pension liability and related ratios and multi-year schedule of contributions but does not include the basic financial statements and our auditor's report thereon.

Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

GW & Associates, P.C.

GW & Associates, P.C.
Hillside, Illinois
October 23, 2024

OTHER INFORMATION
MANAGEMENT DISCUSSION
AND ANALYSIS - UNAUDITED

VILLAGE OF HEBRON, ILLINOIS

Management's Discussion and Analysis

Year Ended April 30, 2024

As management of the Village of Hebron (Village), we offer readers of the Village's statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2024.

FINANCIAL HIGHLIGHTS

- The assets of the Village exceeded its liabilities at April 30, 2024 by \$4,094,039 (*net position*). Of this amount, \$1,627,802 (*unrestricted net position*) may be used to meet the Village's ongoing obligations to citizens and creditors.
- At April 30, 2024, the Village's governmental funds reported combined ending fund balances of \$915,667.
- At April 30, 2024, the unassigned fund balance for the General Fund was \$596,453.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances in a manner similar to a private-sector business.

Modified Cash Basis presents information on all of the Village's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The Modified Cash Basis presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported on a cash basis as soon as cash is received or disbursed, regardless of when the underlying event giving rise to the change occurred.

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

VILLAGE OF HEBRON, ILLINOIS

Management's Discussion and Analysis

Year Ended April 30, 2024

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Proprietary funds - The Village maintains one type of proprietary fund (enterprise fund). Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water and sewer services. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water and sewer services, all of which are considered to be major funds of the Village.

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

Notes to the financial statements

Notes to the financial statements provide additional information that is essential to a full understanding of the information provided in the basic financial statements. Supplementary information consists of more detailed data on budget to actual revenues and expenditures.

VILLAGE OF HEBRON, ILLINOIS

Management's Discussion and Analysis

Year Ended April 30, 2024

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain information concerning the Village's progress in meeting its obligation to provide as fully adequate as possible services to its residents.

The Village adopts an annual budget for all funds except the MFT Fund and Water & Sewer Capital Development Account. A budgetary comparison statement has been provided for the General Fund and Water & Sewer O&M Account to demonstrate compliance with the budget.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, assets exceeded liabilities by \$4,094,039 at April 30, 2024. Of the Village's net position, \$2,091,620 reflects its investment in capital assets (e.g., land, infrastructure, buildings, systems and equipment); less any related outstanding debt used to acquire those assets. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

VILLAGE OF HEBRON, ILLINOIS

Management's Discussion and Analysis

Year Ended April 30, 2024

	Primary Government		2024 Total	Primary Government		2023 Total
	Governmental Activities	Business-Type Activities		Governmental Activities	Business-Type Activities	
Assets						
Cash and investments, at cost	\$ 991,560	\$ 1,039,523	\$ 2,031,083	\$ 845,660	\$ 1,307,330	\$ 2,152,990
Due from other funds	(75,893)	75,893	-	78,729	-	78,729
Capital Assets not being depreciated	243,596	75,769	319,365	243,596	75,769	319,365
Capital Assets being depreciated, net	643,955	3,619,192	4,263,147	582,938	3,697,191	4,280,129
Total Assets	\$1,803,218	\$ 4,810,377	\$ 6,613,595	\$ 1,750,923	\$ 5,080,290	\$6,831,213
Liabilities						
Current Liabilities:						
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ 79,731	\$ 79,731
Due within 1 year- notes payable	-	-	-	147,375	-	147,375
Due within 1 year - IEPA loan	-	206,034	206,034	-	412,282	412,282
Non-Current Liabilities:						
Due in more than 1 year - IEPA loa	-	2,284,858	2,284,858	54,343	2,490,893	2,545,236
Compensated Absences	28,487	177	28,664	20,597	177	20,774
Total Liabilities	28,487	2,491,069	2,519,556	222,315	2,983,083	3,205,398
Net Position						
Net investment in capital assets	887,551	1,204,069	2,091,620	624,816	869,785	1,494,601
Restricted - Motor Fuel Tax	319,214	-	319,214	250,157	-	250,157
Restricted - Debt Service	-	-	-	1,689	-	1,689
Restricted - Capital Development	-	55,403	55,403	-	31,280	31,280
Unrestricted	567,966	1,059,836	1,627,802	651,946	1,190,474	1,842,420
Total Net Position	\$1,774,731	\$ 2,319,308	\$ 4,094,039	\$ 1,528,608	\$ 2,091,539	\$3,620,147

An additional portion of the Village's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$1,627,802) may be used to meet the Village's ongoing obligations to citizens and creditors.

At April 30, 2024, the Village is able to report positive balances in all categories of net position. Key elements of net position activity for the year are as follows:

VILLAGE OF HEBRON, ILLINOIS

Management's Discussion and Analysis

Year Ended April 30, 2024

Village of Hebron - Activities and Changes in Net Position						
	Governmental Activities		Business-Type Activities		Total	
	4/30/2023	4/30/2024	4/30/2023	4/30/2024	4/30/2023	4/30/2024
Program revenues						
Charges for services	\$ 71,419	\$ 104,877	\$ 839,905	\$ 872,710	\$ 911,324	\$ 977,587
Operating grants and contributions	162,798	71,276	-	-	162,798	71,276
General revenues						
Property taxes	227,330	237,507	-	-	227,330	237,507
Other taxes	527,053	519,720	-	-	527,053	519,720
Utility taxes	88,846	79,181	-	300	88,846	79,481
Other	20,267	5,587	187	438	20,454	6,025
Interest	19,246	43,855	23,789	46,709	43,035	90,564
Total revenues	<u>1,116,959</u>	<u>1,062,003</u>	<u>863,881</u>	<u>920,157</u>	<u>1,980,840</u>	<u>1,982,160</u>
Expenses						
General government	240,646	214,362	-	-	240,646	214,362
Public safety	352,755	373,425	-	-	352,755	373,425
Streets and roads	179,289	161,458	-	-	179,289	161,458
Buildings	42,613	47,039	-	-	42,613	47,039
Interest on long-term debt	8,803	1,733	30,532	18,147	39,335	19,880
Proprietary activities	-	-	539,634	697,926	539,634	697,926
Total expenses	<u>824,106</u>	<u>798,017</u>	<u>570,166</u>	<u>716,073</u>	<u>1,394,272</u>	<u>1,514,090</u>
Transfers in/(out)	-	(17,863)	-	23,685	-	5,822
Increase/(decrease) in net position	292,853	246,123	293,715	227,769	586,568	473,892
Net position - beginning of year	1,235,755	1,528,608	1,797,824	2,091,539	3,033,579	3,620,147
Contributed capital	-	-	-	-	-	-
Net position - end of year	<u>\$ 1,528,608</u>	<u>\$ 1,774,731</u>	<u>\$ 2,091,539</u>	<u>\$ 2,319,308</u>	<u>\$ 3,620,147</u>	<u>\$ 4,094,039</u>

Operating Grants and contributions in Governmental Activities decreased significantly year-to-year due to the ARPA Grant which no longer provided benefit to the Village in the 2023-2024 fiscal-year. Interest income increased across both Governmental-Activities & Business-Type Activities, since interest rates offered on cash held at the bank(s) increased. Charges for services increased slightly for Business-Type activities since the residents of the Village increased their water usage during the year. The Village also saw an increase in proprietary-activity expenses were largely due to an increase in a variety of maintenance expenses along with an increase in contractual services that were required by the Village's O&M fund.

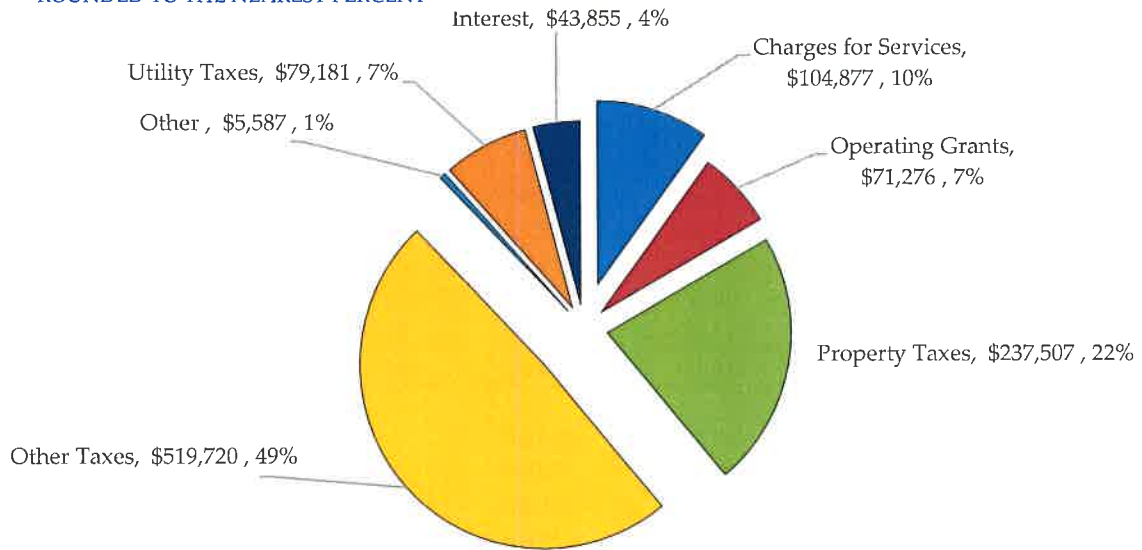
VILLAGE OF HEBRON, ILLINOIS

Management's Discussion and Analysis

Year Ended April 30, 2024

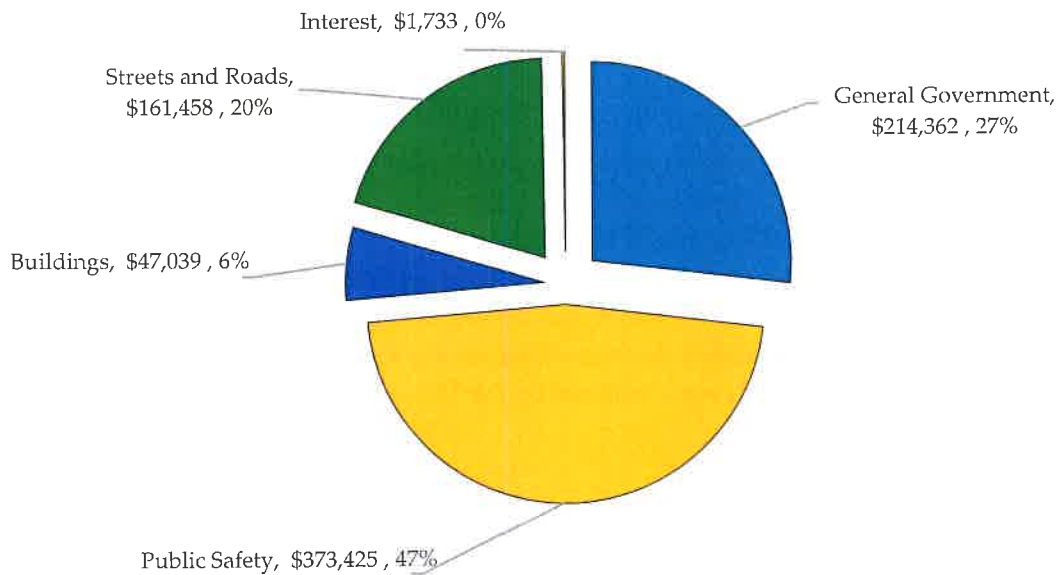
2024 GOVERNMENTAL REVENUES

ROUNDED TO THE NEAREST PERCENT



2024 GOVERNMENTAL EXPENSES

ROUNDED TO THE NEAREST PERCENT



VILLAGE OF HEBRON, ILLINOIS

Management's Discussion and Analysis

Year Ended April 30, 2024

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

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

Governmental funds

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

At April 30, 2024, the Village's governmental funds reported combined ending fund balances of \$915,667. A portion of this amount (\$596,453) constitutes unassigned fund balance, which is available, to meet the Village's ongoing obligations to citizens and creditors. The remainder of the fund balance is restricted to indicate that it is not available for new spending because it has already been committed for specific restricted purposes.

The General Fund is the chief operating fund of the Village. At April 30, 2024, the fund balance of the General Fund was \$596,453.

General Fund Budgetary Highlights

- The General Fund revenues were more than estimated revenues by \$107,856.
- The General Fund expenditures were less than the estimated expenditures by \$36,588.

VILLAGE OF HEBRON, ILLINOIS

Management's Discussion and Analysis

Year Ended April 30, 2024

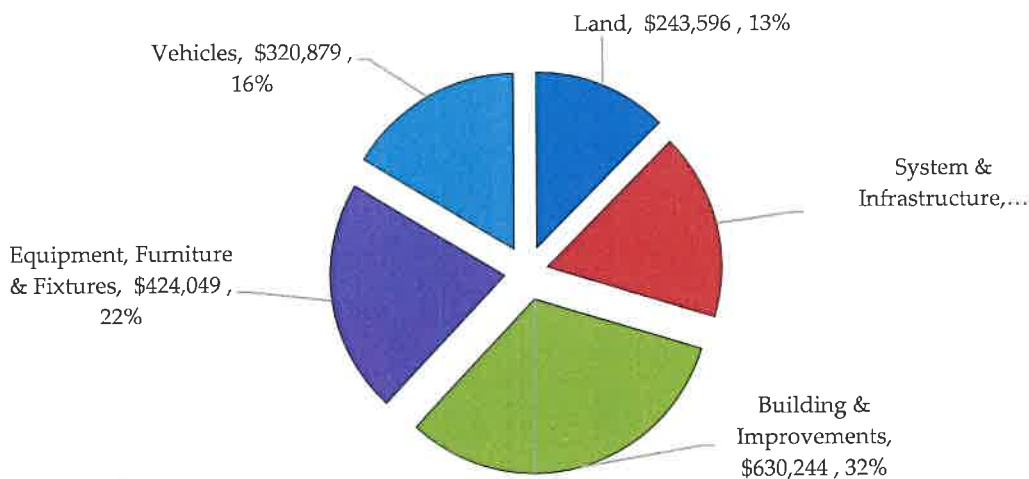
CAPITAL ASSETS

The Village's capital assets as of April 30, 2024 amount to \$4,582,512 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, equipment, vehicles, and infrastructure.

	Village of Hebron - Capital Assets					
	Governmental Activities		Business-Type Activities		Total	
	2023	2024	2023	2024	2023	2024
Capital Assets not being depreciated:						
Land	\$ 243,596	\$ 243,596	\$ 75,769	\$ 75,769	\$ 319,365	\$ 319,365
Total Capital Assets not being depreciated	243,596	243,596	75,769	75,769	319,365	319,365
Capital Assets being depreciated						
System & infrastructure	250,288	337,928	7,908,096	7,982,981	8,158,384	8,320,909
Buildings & improvements	630,244	630,244	471,178	471,178	1,101,422	1,101,422
Equipment, furniture, and fixtures	431,529	424,049	262,140	249,385	693,669	673,434
Vehicles	331,190	320,879	54,802	54,802	385,992	375,681
Total capital assets being depreciated	1,643,251	1,713,100	8,696,216	8,758,346	10,339,467	10,471,446
Accumulated depreciation	1,060,313	1,069,145	4,999,025	5,139,154	6,059,338	6,208,299
Total capital assets being depreciated (Net)	582,938	643,955	3,697,191	3,619,192	4,280,129	4,263,147
Total Capital Assets (Net)	\$ 826,534	\$ 887,551	\$ 3,772,960	\$ 3,694,961	\$ 4,599,494	\$ 4,582,512

2024 GOVERNMENTAL ACTIVITIES CAPITAL ASSETS - (at Cost)

ROUNDED TO THE NEAREST PERCENT



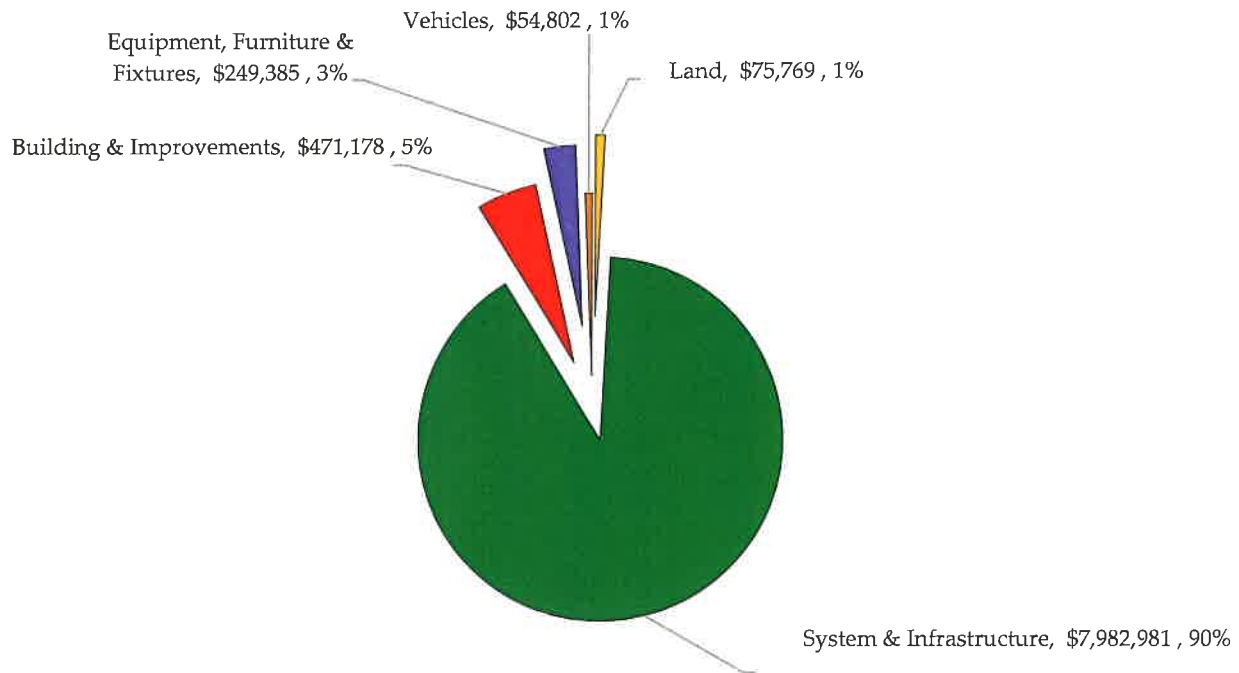
VILLAGE OF HEBRON, ILLINOIS

Management's Discussion and Analysis

Year Ended April 30, 2024

2024 BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS - (at Cost)

ROUNDED TO THE NEAREST PERCENT



Long-term liability activity for the year ended April 30, 2024 was as follows:

	Balance			Due Within	
	May 1, 2023	Additions	Retirements	April 30, 2024	One Year
Governmental Activities: Long-Term Debt					
Village Hall Loan	\$ 140,787	\$ -	\$ 140,787	\$ -	\$ -
House Purchase Loan	60,962	-	60,962	-	-
Total Long-Term Debt	<u>201,749</u>	<u>-</u>	<u>201,749</u>	<u>-</u>	<u>-</u>
Other Long Term Liabilities					
Compensated Absences	20,597	28,487	20,597	28,487	-
Total Governmental Long Term Obligations	<u>\$ 20,597</u>	<u>\$ 28,487</u>	<u>\$ 20,597</u>	<u>\$ 28,487</u>	<u>\$ -</u>
Business-Type Activities: Long-Term Debt					
2007 IEPA Loan	\$ 2,903,175	\$ -	\$ 412,283	\$ 2,490,892	\$ 206,034
Total Long-Term Debt	<u>2,903,175</u>	<u>-</u>	<u>412,283</u>	<u>2,490,892</u>	<u>206,034</u>
Other Long Term Liabilities					
Compensated Absences	5,845	177	5,845	177	-
Total Business-Type Long Term Obligations	<u>\$ 5,845</u>	<u>\$ 177</u>	<u>\$ 5,845</u>	<u>\$ 177</u>	<u>\$ 206,034</u>

VILLAGE OF HEBRON, ILLINOIS

Management's Discussion and Analysis

Year Ended April 30, 2024

ECONOMIC FACTORS AND PROPERTY TAXES

The equalized assessed valuation (EAV) of the Village for 2023 is \$34,497,609. That represents an increase in EAV of \$2,505,407 over the prior year's EAV. Taxes recorded in these financial statements are distributions received from the 2022 levy. A summary of the assessed valuations and extensions for tax years 2023, 2022, and 2021 is as follows:

VILLAGE OF HEBRON, ILLINOIS
Assessed Valuations, Extended Tax Rates
Percentage Allocations, and Extended Tax Rates

Tax levy year	2023		2022		2021	
Assessed valuations						
McHenry county	\$	34,497,609	\$	31,992,202	\$	28,757,816
Tax rates and percentage						
Allocations by fund						
Funds	Rate	Percentage	Rate	Percentage	Rate	Percentage
General fund	0.290803	42.08	0.283001	42.08	0.302993	42.43
Police Protection	0.13121	19.97	0.134761	19.97	0.141044	19.77
Audit	0.019683	3.00	0.020215	3.00	0.018743	2.63
Liability insurance	0.115951	19.97	0.134761	19.97	0.143753	20.14
Street lighting	0.039366	5.99	0.040429	5.99	0.045825	6.42
Social security	0.059045	8.99	0.060643	8.99	0.061549	8.62
Totals	0.656058	100.00	0.673810	100.00	0.713907	100.01
Property tax extensions						
Funds		2023		2022		2021
General fund		100,320		90,538		\$ 87,134
Police protection		45,264		43,113		40,561
Audit		6,790		6,467		5,390
Liability insurance		40,000		43,113		41,340
Street lighting		13,580		12,934		13,178
Social security		20,369		19,401		17,700
Totals		\$ 226,323		\$ 215,566		\$ 205,303

VILLAGE OF HEBRON, ILLINOIS

Management's Discussion and Analysis

Year Ended April 30, 2024

Property Tax Extensions



Description of Current or Expected Conditions

Currently, management is not aware of any other significant changes in conditions that could have a significant effect on the financial position or results of activities of the Village in the near future. However, management continues to monitor items that may impact future receipts, especially noting a potential decline in state funds as well as losses due to the tax cap.

Requests for Information

This financial report is designed to provide a general overview of the Village of Hebron's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to: Village of Hebron; P.O. Box 372; Hebron, Illinois 60034.

BASIC FINANCIAL STATEMENTS

VILLAGE OF HEBRON, ILLINOIS

Statement of Net Position - Modified Cash Basis

April 30, 2024

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
Assets			
Cash and investments, at cost	\$ 991,560	\$ 1,039,523	\$ 2,031,083
Internal balances	(75,893)	75,893	-
Capital assets not being depreciated	243,596	75,769	319,365
Capital assets being depreciated, net	643,955	3,619,192	4,263,147
Total Assets	\$ 1,803,218	\$ 4,810,377	\$ 6,613,595
Liabilities			
Due within 1 year - IEPA loan	\$ -	\$ 206,034	\$ 206,034
Non-Current Liabilities:			
Due in more than 1 year - IEPA loan	-	2,284,858	2,284,858
Compensated absences	28,487	177	28,664
Total Liabilities	28,487	2,491,069	2,519,556
Net Position			
Net investment in capital assets	887,551	1,204,069	2,091,620
Restricted - Motor Fuel Tax	319,214	-	319,214
Restricted - Debt Service	-	-	-
Restricted - Capital Development	-	55,403	55,403
Unrestricted	567,966	1,059,836	1,627,802
Total Net Position	\$ 1,774,731	\$ 2,319,308	\$ 4,094,039

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

VILLAGE OF HEBRON, ILLINOIS

Government-wide Statement of Activities - Modified Cash Basis

For the Year Ended April 30, 2024

Functions/Programs	Program Revenues				Net Revenue (Expense) and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Totals
General government	\$ 214,362	\$ 61,826	\$ -	\$ -	\$ (152,536)	\$ -	\$ (152,536)
Public safety	373,425	43,051	11,254	-	(319,120)	-	(319,120)
Streets	161,458	-	60,022	-	(101,436)	-	(101,436)
Buildings	47,039	-	-	-	(47,039)	-	(47,039)
Interest on long-term debt	1,733	-	-	-	(1,733)	-	(1,733)
Total Governmental Activities	798,017	104,877	71,276	-	(621,864)	-	(621,864)
Business-Type Activities							
Proprietary activities	697,926	872,710	-	-	-	174,784	174,784
Interest on long-term debt	18,147	-	-	-	-	(18,147)	(18,147)
Total Business-Type Activities	716,073	872,710	-	-	-	156,637	156,637
Total Primary Government	\$ 1,514,090	\$ 977,587	\$ 71,276	\$ -	(621,864)	156,637	(465,227)
General Revenues:							
Property taxes					237,507	-	237,507
Intergovernmental revenue					424,149	-	424,149
Utility taxes					79,181	-	79,181
Video gaming tax					95,571	-	95,571
Miscellaneous revenue					5,587	300	5,887
Investment income					43,855	47,147	91,002
Total Revenues					885,850	47,447	933,297
Transfers					(17,863)	23,685	5,822
Changes in Net Position					246,123	227,769	473,892
Net Position, Beginning					1,528,608	2,091,539	3,620,147
Total Net Position, Ending					\$ 1,774,731	\$ 2,319,308	\$ 4,094,039

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

VILLAGE OF HEBRON, ILLINOIS

Governmental Funds - Balance Sheet

For the Year Ended April 30, 2024

Assets	General Fund	Motor Fuel Tax Fund	Debt Service Fund	Total
Cash	\$ 640,538	\$ 351,022	\$ -	\$ 991,560
Due from other funds		-	-	-
Total Assets	\$ 640,538	\$ 351,022	\$ -	\$ 991,560
Liabilities				
Due to other funds	\$ 44,085	\$ 31,808	\$ -	\$ 75,893
Total Liabilities	44,085	31,808	-	75,893
Fund Balance				
Restricted	-	319,214	-	319,214
Unassigned	596,453	-	-	596,453
Total Fund Balance	596,453	319,214	-	915,667
Total Liabilities and Fund Balance	\$ 640,538	\$ 351,022	\$ -	\$ 991,560

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

VILLAGE OF HEBRON, ILLINOIS

Governmental Funds - Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended April 30, 2024

	General Fund	Motor Fuel Tax Fund	Debt Service Fund	Total
Revenues				
Property taxes	\$ 237,507	\$ -	\$ -	\$ 237,507
Intergovernmental revenue	424,149	60,022	-	484,171
Video gaming tax	95,571	-	-	95,571
Utility taxes	79,181	-	-	79,181
Licenses, fees, and permits	61,826	-	-	61,826
Fines	43,051	-	-	43,051
Grants and donations	11,254	-	-	11,254
Interest income	26,910	16,945	-	43,855
Miscellaneous revenue	5,587	-	-	5,587
Total Revenues	985,036	76,967	-	1,062,003
Expenditures				
Administrative	174,145	-	-	174,145
Police	381,425	-	-	381,425
Street	238,860	7,910	-	246,770
Building	47,039	-	-	47,039
Debt service - interest	1,733	-	-	1,733
Debt service - principal	201,750	-	-	201,750
Total Expenditures	1,044,952	7,910	-	1,052,862
Operating Transfers In/(Out)	(16,174)	-	(1,689)	(17,863)
Net Change in Fund Balance	(76,090)	69,057	(1,689)	(8,722)
Fund Balance				
Fund Balance, Beginning	672,543	250,157	1,689	924,389
Total Fund Balance, Ending	\$ 596,453	\$ 319,214	\$ -	\$ 915,667

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

VILLAGE OF HEBRON, ILLINOIS

*Governmental Funds - Reconciliation of the Governmental Fund Statements to
the Statement of Net Position and Statement of Activities*

For the Year Ended April 30, 2024

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

Total Fund Balances - Total Governmental Funds	\$ 915,667
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Amount net of depreciation	887,551
Other employee benefit obligations accruals are not reported in funds.	(28,487)
Total Net Position of Governmental Activities	<u>\$ 1,774,731</u>

Reconciliation of the Governmental Funds Statement of Revenue, Expenditures and Changes in Fund Balances to the Statement of Net Activities and Changes in Net Position

Excess (Deficiency) of Revenue Over Expenditures and Other Sources/Uses Governmental Funds	\$ (8,722)
Governmental funds report capital outlays as expenditures; however for the Statement of Activities the amounts are capitalized and depreciation over their useful life. (amount shown is net of depreciation)	61,017
Governmental funds report the payment of debt as an expenditure; however the Statement of Activities records the payment as a reduction in the debt liability.	201,749
Governmental funds do not accrue for deferred compensation but the expenses are accrued for in the Statement of Activities.	(7,921)
Changes in Net Position of Governmental Funds	<u>\$ 246,123</u>

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

VILLAGE OF HEBRON, ILLINOIS

Proprietary Fund - Statement of Net Position - Modified Cash Basis

April 30, 2024

Assets	Water & Sewer O&M Fund	Water & Sewer Capital Development	Water & Sewer Total
Cash	\$ 984,120	\$ 55,403	\$ 1,039,523
Due from other funds	75,893	-	75,893
Capital assets not being depreciated	75,769	-	75,769
Capital assets being depreciated	3,619,192	-	3,619,192
Total Assets	\$ 4,754,974	\$ 55,403	\$ 4,810,377
Liabilities			
Current Liabilities			
Notes payable - current portion	\$ 206,034	\$ -	\$ 206,034
Noncurrent Liabilities			
Compensated absences	177	-	177
Notes payable - long-term	2,284,858	-	2,284,858
Total Liabilities	2,491,069	-	2,491,069
Net Position			
Net investment in capital assets	1,204,069	-	1,204,069
Restricted	-	55,403	55,403
Unrestricted	1,059,836	-	1,059,836
Total Net Position	2,263,905	55,403	2,319,308
Total Liabilities and Net Position	\$ 4,754,974	\$ 55,403	\$ 4,810,377

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

VILLAGE OF HEBRON, ILLINOIS

Proprietary Fund - Statement of Revenues, Expenses, and Changes in Net Position - Modified Cash Basis
For the Year Ended April 30, 2024

	Water & Sewer O&M Account	Water & Sewer Capital Development Account	Water & Sewer Fund Totals
Operating Revenue			
Sewer charges	\$ 654,845	\$ -	\$ 654,845
Water charges	218,165	-	218,165
Total Operating Revenue	873,010	-	873,010
Operating Expenses			
Water department expenses	251,443	-	251,443
Sewer department expenses	306,354	-	306,354
Total Operating Expenses	557,797	-	557,797
Operating Income Before Depreciation	315,213	-	315,213
Less: depreciation/amortization	140,129	-	140,129
Operating Income/(Loss)	175,084	-	175,084
Non-Operating Revenue/(Expense)			
Interest expense	(18,147)	-	(18,147)
Interest income	46,709	438	47,147
Total Non-Operating Revenue/(Expense)	28,562	438	29,000
Transfers in/(out)	-	23,685	23,685
Total Change in Net Position	203,646	24,123	227,769
Net Position			
Net position, beginning	2,060,259	31,280	2,091,539
Total Net Position, Ending	\$ 2,263,905	\$ 55,403	\$ 2,319,308

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

VILLAGE OF HEBRON, ILLINOIS

Proprietary Fund - Statement of Cash Flows - Modified Cash Basis

For the Year Ended April 30, 2024

	Water & Sewer O&M Fund	Water & Sewer Capital Development Fund	Water & Sewer Total
Cash Flows from Operating Activities			
Cash received from customers and users	\$ 1,028,634	\$ -	\$ 1,028,634
Cash paid to suppliers	(562,015)	-	(562,015)
Cash paid for employees	(157,074)	-	(157,074)
Net Cash Flows Provided by Operating Activities	309,545	-	309,545
Cash Flows from Investing Activities			
Purchase of capital assets	(62,130)	-	(62,130)
Interest income	46,709	438	47,147
Net Cash Flows Provided by Investing Activities	(15,421)	438	(14,983)
Cash Flows from Capital and Financing Activities			
Loans/principal payments	(412,282)	-	(412,282)
Contributed capital		-	-
Bond/note principal payments, net		-	-
Bond/note interest payments, net	(18,147)	-	(18,147)
Increase (decrease) in due to other funds	(155,624)	-	(155,624)
Operating transfers in/(out)	-	23,685	23,685
Net Cash Flows Provided by Capital and Financing Activities	(586,053)	23,685	(562,368)
Net Increase/(Decrease) in Cash	(291,929)	24,123	(267,806)
Cash at Beginning of Year	1,276,049	31,280	1,307,329
Cash at End of Year	\$ 984,120	\$ 55,403	\$ 1,039,523
Reconciliation of Operating Income to Net Cash Provided by Operating Activities			
Operating income (loss) for the year	\$ 175,084	\$ -	\$ 175,084
Reimbursements and other	-	-	-
Depreciation/amortization	140,130	-	140,130
Increase (decrease) in compensated absences	(5,669)	-	(5,669)
Net Cash Provided by Operating Activities	\$ 309,545	\$ -	\$ 309,545

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

VILLAGE OF HEBRON, ILLINOIS

Fiduciary Fund - Statement of Net Position - Modified Cash Basis

April 30, 2024

	Assets	Custodial Fund
Cash		\$ -
Total Assets		\$ -
	Liabilities	
Due for distribution		\$ -
Total Liabilities		\$ -

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

VILLAGE OF HEBRON, ILLINOIS

Fiduciary Fund - Statement of Changes in Fiduciary Net Position

For the Year Ended April 30, 2024

	Custodial Fund
Additions	<u>\$ 10</u>
Total additions	<u>10</u>
Deductions	
Distributions	51
Transfer to General Fund	5,822
Total deductions	<u>5,873</u>
Change in Net Position	(5,863)
Net Position - May 1, 2023	<u>5,863</u>
Net Position - April 30, 2024	<u><u>\$ -</u></u>

NOTES TO THE BASIC
FINANCIAL STATEMENTS

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Hebron (Village) was organized under the provisions of Chapter 70 of the Illinois Compiled Statutes. The Village operates under the direction of an elected Board.

The Village's financial statements are prepared in accordance with the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies used by the Village are discussed below.

REPORTING ENTITY

The accompanying financial statements comply with the provisions of GASB Statement No. 61, *The Financial Reporting Entity*, in that the financial statements include all organizations, activities, and functions that comprise the Village. Component units are legally separate entities for which the Village (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the Village's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the Village. Using these criteria, the Village has no component units. In addition, the Village is not included as a component unit in any other governmental reporting entity as defined by GASB pronouncements.

BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE FINANCIAL STATEMENTS

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund (reporting the Village's major funds) financial statements. Both the government-wide and fund financial statements categorize primary activities as governmental activities or business type. The Village's general government, public safety, streets and roads, buildings and debt service activities are classified as governmental activities. The Village's water, sewer, and water and sewer capital development are classified as business-type activities.

In the government-wide Statement of Net Position — Modified Cash Basis, the governmental activities column (a) is presented on a consolidated basis, and (b) is reported on a modified

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

cash, and economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Village's net position are reported in three parts net investment in capital assets, restricted net position; and unrestricted net position. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities — Modified Cash Basis reports both the gross and net cost of each of the Village's functions (general government, public safety, streets, and buildings). The functions are also supported by general government revenues (property taxes, personal property replacement taxes, foreign fire insurance taxes, unrestricted investment earnings, etc.). The Statement of Activities — Modified Cash Basis reduces gross expenses (including depreciation) by related program revenues, operating and capital grants (where applicable). Program revenues must be directly associated with the function (general government, public safety, etc.). Program revenues include charges to customers or applicants who purchase, use or directly benefit from goods, services, or privilege provided by a given function or segment. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function) are normally covered by general revenue (property taxes, personal property replacement taxes, foreign fire insurance taxes, unrestricted investment earnings, etc.).

The Village does not allocate indirect costs.

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements

Year Ended April 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

GOVERNMENTAL FUNDS

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

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

SPECIAL REVENUE FUNDS —The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Motor Fuel Tax Fund is the only fund that meets this specification for the Village and accounts for revenues and expenditures to be used for road maintenance.

DEBT SERVICE FUND —The Debt Service Fund is used to account for the accumulation of funds for the periodic payment of principal, interest and related fees on general long-term debt.

The activities reported in these funds are reported as governmental activities in the government-wide financial statements

PROPRIETARY FUNDS

THE WATER AND SEWER FUND —The Water and Sewer Fund is used to account for the water and sewerage facilities for the residents. User charges to customers account for substantially all of the revenue of this fund. The Water and Sewer Fund is comprised of the Water and Sewer O&M account as well as the Water and Sewer Capital Development account.

The activities reported in these funds are reported as business-type activities in the government-wide financial statements.

FIDUCIARY FUND TYPES

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support Village programs. The reporting focus is on net position and changes in net position and is reported using the modified cash basis of accounting.

The Village's fiduciary funds are presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party (developers) and cannot

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements

Year Ended April 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

be used to address activities or obligations of the Village, these funds are not incorporated into the government-wide statements.

BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

MODIFIED CASH

The Government-wide Statement of Net Position — Modified Cash Basis and Statement of Activities — Modified Cash Basis and the Governmental Funds financial statements, are presented using the modified cash basis of accounting.

This basis recognizes assets, liabilities, net position/fund equity, revenues and expenditures/expenses when they result from cash transactions, with a provision for depreciation in the government-wide financial statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of the modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the Village utilized accounting principles generally accepted in the United States of America, the fund financial statements for governmental funds would use the modified accrual basis of accounting. The government-wide financial statements would be presented on the accrual basis of accounting.

CASH AND CASH EQUIVALENTS AND INVESTMENTS

Separate bank accounts are not maintained for all of the Village's funds. Instead, the funds maintain their un-invested cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Occasionally certain of the funds participating in the common bank accounts will incur overdrafts (deficits) in the accounts. Such overdrafts in effect constitute cash borrowed from other Village funds and are, therefore, inter-fund loans that have not been authorized by Village Board action.

The Village has defined cash and cash equivalents to include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are stated at the lower of cost or market. Gains or losses on the sale of investments are recognized upon realization.

INVENTORIES

It is the Village's policy to charge all purchases of items for resale or supplies to expenditures when purchased. No inventory accounts are maintained to reflect the value of resale or supply items on hand.

INTERFUND ACTIVITY

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

CAPITAL ASSETS

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on a straight-line basis over the following estimated useful lives:

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Land Improvements	15 years
Buildings	40 years
Furniture and Equipment	5-7 years
Computer Equipment	3 years
Vehicles	5-7 years

GASB Statement No. 34 requires the Village to report and depreciate new infrastructure assets acquired on or after May 1, 2004. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc.

LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Position — Modified Cash Basis. Bond premiums and discounts are deferred and amortized over the life of the bonds on a straight-line basis. Bonds payable are reported net of the applicable bond premium or discount.

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

GOVERNMENT-WIDE NET POSITION

Government-wide net position is divided into three components:

1. Net investment in capital assets— consist of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.
2. Restricted net position — consist of net position that are restricted by the Village's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
3. Unrestricted — all other net position is reported in this category.

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

GOVERNMENTAL FUND BALANCES

Fund Balance Classification - The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Village is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

NONSPENDABLE - This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The Village has not classified any items as being Nonspendable.

RESTRICTED - This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. Debt service resources are to be used for future servicing of the revenue note and are restricted through debt covenants. Infrastructure Projects are restricted by State Statute and County laws and are legally segregated for funding of infrastructure improvements.

COMMITTED - This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Village Board. These amounts cannot be used for any other purpose unless the Village Board removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Village did not have any committed resources as of April 30, 2024.

ASSIGNED - This classification includes amounts that are constrained by the Village's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Village Board or through the Village Board delegating this responsibility to the Village President through the budgetary process.

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

UNASSIGNED - This classification includes the residual fund balance for the General Fund and the amount established for Minimum Funding which represents the portion of the General Fund balance that has been established by the board to be used for debt service or in emergency situations. Any negative fund balances are also classified as unassigned.

PROPERTY TAX CALENDAR

The Village's property tax is levied on January 1 of each year on all taxable real property located in the Village. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments early in June and early in September of the following calendar year. The Village receives significant distributions of tax receipts approximately one month after these dates. The 2023 levy was passed by the board on November 27, 2023.

NOTE 2 - DEPOSITS AND INVESTMENTS

At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$2,031,083, and the bank balances totaled \$2,032,699. Of the total bank balances, \$250,911 is FDIC-Insured, \$1,232,968 is Collateralized, and \$548,820 is Uncollateralized. Of these amounts, \$1,232,968 is held in IL Funds. The Village is allowed to invest in securities as authorized by the Illinois Compiled Statutes, Chapter 30, Act 235/Articles 2 and 6.

The Illinois Funds is an investment pool managed by the Illinois public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Although not registered with the SEC, Illinois Funds operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 3 - CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2024 was as follows:

Depreciation expense was charged to functions as follows:

Capital Assets	Balance May 1, 2023	Increases	Decreases	Balance April 30, 2024
Governmental Activities:				
Capital assets not being depreciated				
Land	\$ 243,596	\$ -	\$ -	\$ 243,596
Capital assets being depreciated				
Infrastructure	250,287	87,641	-	337,928
Buildings & improvements	630,244	-	-	630,244
Equipment, furniture and fixtures	424,049	-	-	424,049
Vehicles	338,671	8,000	25,792	320,879
Total capital assets being depreciated	1,643,251	95,641	25,792	1,713,100
Less: Accumulated Depreciation	1,060,313	34,624	25,792	1,069,145
Capital Assets Being Depreciated (Net)	582,938	61,017	-	643,955
Total Capital Assets (Net)	\$ 826,534	\$ 61,017	\$ -	\$ 887,551
Water & Sewer Fund:				
Capital assets not being depreciated				
Land	\$ 75,769	\$ -	\$ -	\$ 75,769
Capital assets being depreciated				
Infrastructure	7,942,945	40,036	-	7,982,981
Buildings & improvements	471,178	-	-	471,178
Equipment, furniture and fixtures	227,291	22,094	-	249,385
Vehicles	54,802	-	-	54,802
Total capital assets being depreciated	8,696,216	62,130	-	8,758,346
Less: Accumulated Depreciation	4,999,024	140,130	-	5,139,154
Capital Assets Being Depreciated (Net)	3,697,192	(78,000)	-	3,619,192
Total Capital Assets (Net)	\$ 3,772,961	\$ (78,000)	\$ -	\$ 3,694,961

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 3 - CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to functions as follows:

Governmental Activities	
General government	\$ 32,296
Street and roads	<u>2,328</u>
Total Governmental Activities	<u>\$ 34,624</u>
Business-Type Activities	
Water and sewer	<u>\$ 140,130</u>

NOTE 4 - ILLINOIS MUNICIPAL RETIREMENT FUND

IMRF PLAN DESCRIPTION

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer 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).

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

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 4 - ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)

retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

EMPLOYEES COVERED BY BENEFIT TERMS

As of December 31, 2023, the following employees were covered by the benefit terms:

	IMRF
Retirees and Beneficiaries currently receiving benefits	7
Inactive Plan Members entitled to but not yet receiving benefits	5
Active Plan Members	<u>4</u>
Total	16

CONTRIBUTIONS

As set by statute, the Village'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 Village's annual contribution rate for calendar year 2023 was 5.66% and the fiscal year

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements

Year Ended April 30, 2024

NOTE 4 - ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)

ended April 30, 2024 had a contribution rate of 5.66%. For the calendar year, the Village contributed \$17,935 to the plan, and for the fiscal year ended April 30, 2024, the Village contributed \$18,419 to the plan. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

NET PENSION LIABILITY

The Village's net pension liability was measured as of December 31, 2023. The total pension liability used to calculate the net pension 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, 2023:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Price Inflation Rate** was assumed to be 2.25%.
- **Salary Increases** were expected to be 2.85% to 13.75%, including inflation.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2023 valuation according to an experience study from years 2020 to 2022.
- For non-disabled retirees the Pub-2010 Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021.
- For **Disabled Retirees**, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.
- For **Active Members**, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.
- The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return to the target asset allocation percentage and adding expected inflation.

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements

Year Ended April 30, 2024

NOTE 4 - ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2023:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Expected Real Rate of Return</u>
Domestic Equity	34.5%	5.00%
International Equity	18.0%	6.35%
Fixed Income	24.5%	4.75%
Real Estate	10.5%	6.30%
Alternative Investments	11.5%	6.05-8.65%
Cash Equivalents	1.0%	3.80%
Total	100%	

SINGLE DISCOUNT RATE

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. 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 3.77%, and the resulting single discount rate is 7.25%.

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements

Year Ended April 30, 2024

NOTE 4 - ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)

SENSITIVITY OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATE

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

	1% Decrease	Current Single Discount Rate	1% Increase
	6.25%	7.25%	8.25%
Total Pension Liability	\$ 1,279,682	\$ 1,165,640	\$ 1,068,595
Plan Fiduciary Net Position	1,077,913	1,077,913	1,077,913
Net Pension Liability/(Asset)	\$ 201,769	\$ 87,727	\$ (9,318)

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 4 – ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

Schedule of Changes in Net Pension Liability and Related Ratios - Current Period
Calendar Year Ended December 31, 2023

A. Total pension liability		
1. Service Cost	\$	29,606
2. Interest on the Total Pension Liability		75,022
3. Changes of benefit terms		-
4. Difference between expected and actual experience of the Total Pension Liability		92,589
5. Changes of assumptions		(4,593)
6. Benefit payments, including refunds of employee contributions		(93,942)
7. Net change in total pension liability		98,682
8. Total pension liability – beginning		1,066,958
9. Total pension liability – ending	\$	<u><u>1,165,640</u></u>
B. Plan fiduciary net position		
1. Contributions – employer	\$	17,935
2. Contributions – employee		14,259
3. Net investment income		103,825
4. Benefit payments, including refunds of employee contributions		(93,942)
5. Other (Net Transfer)		58,848
6. Net change in plan fiduciary net position		100,925
7. Plan fiduciary net position – beginning		976,988
8. Plan fiduciary net position – ending	\$	<u><u>1,077,913</u></u>
C. Net pension liability/(asset)	\$	<u><u>87,727</u></u>
D. Plan fiduciary net position as a percentage of the total pension liability		92.47%
E. Covered Valuation payroll*	\$	316,865
F. Net pension liability as a percentage of covered valuation payroll		27.69%

*Does not necessarily represent Covered Employee Payroll as defined in GASB No.68

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 4 – ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

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

For the year ended April 30, 2024, the Village recognized pension income of \$60,358. At April 30, 2024, the Village reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions <i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual	\$ 67,690	\$ 135,358
Changes in assumptions	-	3,281
Net difference between projected and actual earnings on pension plan investments	78,179	-
Total Deferred Amounts to be recognized in pension expense in future periods	145,869	138,639
Contributions subsequent to measurement date	6,426	-
Total Deferred Amounts Related to Pensions	\$ 152,295	\$ 138,639

Pension contributions made subsequent to the measurement date will be recognized as a reduction of the net pension liability in the following fiscal year. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending April 30,	Net Deferred Outflows of Resources
2025	\$ (13,707)
2026	(166)
2027	27,721
2028	(6,618)
2029	-
Thereafter	-
Total	\$ 7,230

The net pension liability and deferred outflows and inflows are not reported in these modified cash basis statements.

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 4 – ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2023 Contribution Rate *

Valuation Date: December 31, 2023

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

Methods and Assumptions Used to Determine 2023 Contribution Rates:

Actuarial Cost Method Aggregate Entry Age Normal
 Amortization Method Level Percentage of Payroll, Closed
 Remaining Amortization Period Non-Taxing bodies: 10-year rolling period.
 Taxing bodies (Regular, SLEP and ECO groups): 20-year closed period.
 Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the employer upon adoption of ERI.
 SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 15 years for most employers (five employers were financed over 16 years; one employer was financed over 17 years; two employers were financed over 18 years; one employer was financed over 21 years; three employers were financed over 24 years; four employers were financed over 25 years and one employer was financed over 26 years.

Asset Valuation Method 5-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%
 Retirement Age Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019

Mortality For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

Other Information:

Notes There were no benefit changes during the year

*Based on Valuation Assumptions used in the December 31, 2021, actuarial valuation

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 5 - INTERFUND BALANCES AND TRANSFERS

During current and prior years, the General Fund paid for road maintenance expenses to be reimbursed by the MFT Fund in the amount of \$31,808, and in the current year, the Water/Sewer Fund provided a short-term loan in the amount of \$99,578 to the General Fund to pay off the Village Hall Loan and House Purchase Loan, which is intended to be fully repaid within the next fiscal year. During the current year \$23,685 was transferred to the Water & Sewer Fund as a portion of the amount borrowed from the Water & Sewer Fund in the current year, leaving an ending balance of \$75,893.

Interfund loan balances at April 30, 2024 consisted of the following:

Due to	Due from	Amount
Water/Sewer	MFT	\$ 31,808
Water/Sewer	General	\$ 44,085
		<u>\$ 75,893</u>

NOTE 6 - LONG-TERM LIABILITY ACTIVITY

Long-term liability activity for the year ended April 30, 2024 was as follows:

	Balance			Balance	Due Within
	May 1, 2023	Additions	Retirements	April 30, 2024	One Year
Governmental Activities: Long-Term Debt					
Village Hall Loan	\$ 140,787	\$ -	\$ 140,787	\$ -	\$ -
House Purchase Loan	60,962	-	60,962	-	-
Total Long-Term Debt	<u>201,749</u>	<u>-</u>	<u>201,749</u>	<u>-</u>	<u>-</u>
Other Long Term Liabilities					
Compensated Absences	20,566	28,487	20,566	28,487	-
Total Governmental Long Term Obligations	<u>\$ 222,315</u>	<u>\$ 28,487</u>	<u>\$ 222,315</u>	<u>\$ 28,487</u>	<u>\$ -</u>
Business-Type Activities: Long-Term Debt					
2007 IEPA Loan	\$ 2,903,175	\$ -	\$ 412,283	\$ 2,490,892	\$ 206,034
Total Long-Term Debt	<u>2,903,175</u>	<u>-</u>	<u>412,283</u>	<u>2,490,892</u>	<u>206,034</u>
Other Long Term Liabilities					
Compensated Absences	5,845	177	5,845	177	-
Total Business-Type Long Term Obligations	<u>\$ 2,909,020</u>	<u>\$ 177</u>	<u>\$ 418,128</u>	<u>\$ 2,491,069</u>	<u>\$ 206,034</u>
	Maturity	Interest	Face	Carrying	
Long-term liabilities at April 30, 2024	Dates	Rates	Amount	Amounts	
Governmental Activities:					
Village Hall Loan	7/15/2024	4.250%	\$ 325,000	\$ -	
House Purchase Loan	11/10/2020	4.500%	\$ 112,000	\$ -	
Business-Type Activities:					
2007 IEPA Loan	9/27/2036	1.000%	\$ 4,922,423	\$ 2,490,892	

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements
Year Ended April 30, 2024

NOTE 6 - LONG-TERM LIABILITY ACTIVITY (CONCLUDED)

At April 30, 2024, the annual debt service requirements to service long-term debt:

Year Ending April 30,	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ -	\$ -	\$ -	\$ 206,034	\$ 24,395	\$ 230,429
2026	-	-	-	208,099	22,329	230,428
2027	-	-	-	210,186	20,243	230,429
2028	-	-	-	212,295	18,137	230,432
2029	-	-	-	214,421	16,008	230,429
2030	-	-	-	216,570	13,858	230,428
2031	-	-	-	218,736	11,687	230,423
2032	-	-	-	220,935	9,495	230,430
2033	-	-	-	223,149	7,280	230,429
2034	-	-	-	225,386	5,043	230,429
2035	-	-	-	227,645	2,783	230,428
2036	-	-	-	107,436	542	107,978
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,490,892</u>	<u>\$ 151,800</u>	<u>\$ 2,642,692</u>

NOTE 7 - EXCESS OF EXPENDITURES OVER APPROPRIATIONS

During the fiscal year ended April 30, 2024 no funds had expenditures that exceeded the appropriations.

NOTE 8 - RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The Village purchases commercial insurance to handle these risks of loss. During the fiscal year ended April 30, 2024, there was no significant reduction in insurance coverage for any

VILLAGE OF HEBRON, ILLINOIS

Notes to Financial Statements

Year Ended April 30, 2024

NOTE 8 - RISK MANAGEMENT (CONCLUDED)

category. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The Village is insured under a retrospectively-rated policy for workers' compensation coverage. Whereas, the initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the year ended April 30, 2024, there were no significant adjustments in premiums based on actual experience.

NOTE 9 – SUBSEQUENT EVENTS

The Village has evaluated subsequent events through the date on which the financial statements were available to be issued. The Village is not aware of any other pending litigation or potential non-disclosed liabilities that management believes would have a material adverse effect on the financial statements.

OTHER INFORMATION

VILLAGE OF HEBRON, ILLINOIS

General Fund - Schedule of Revenues - Budget and Actual

For the Year Ended April 30, 2024

Revenues	Budgeted	Modified Cash Basis
General Dept.		
Property tax levy	\$ 90,500	\$ 90,778
Audit Levy	6,467	6,459
Social security levy	19,400	19,377
Insurance levy	43,113	43,060
State sales tax	110,000	133,437
State income tax	220,000	223,962
Replacement tax	8,000	14,496
Utility tax	65,000	62,768
State use tax	25,000	52,254
Video gaming tax	75,000	95,571
Cannabis licenses	150	2,123
Liquor licenses	6,500	6,550
Other permits	-	240
Tower Rental Fees	-	11,350
Telecommunications	15,000	16,413
Franchise fees - cable	4,500	4,158
Business licenses	1,000	1,990
Interest income	25,000	24,788
Miscellaneous income	7,300	4,723
Hebron special events	100	125
Grants	5,000	4,754
Total General Dept.	727,030	819,376
Building Dept.		
Building permits other	20,000	34,965
Municipal code enforcement tickets	-	-
Miscellaneous income	100	-
Total Building Dept.	20,100	34,965
Police Dept		
Police protection levy	43,000	43,060
Municipal code enforcement tickets	1,000	8,170
Court fines	22,000	26,825
DUI equipment fines	2,000	1,250
Electronic citation	150	406
Towing/impound fines	1,000	6,400
Interest income	500	2,094
Miscellaneous income	1,000	739

continued

VILLAGE OF HEBRON, ILLINOIS

General Fund - Schedule of Revenues - Budget and Actual

For the Year Ended April 30, 2024

Revenues (Continued)	<u>Budgeted</u>	<u>Modified Cash Basis</u>
Grants	\$ 25,000	\$ 6,500
Total Police Dept	<u>95,650</u>	<u>95,444</u>
Street Dept.		
Road & bridge township levy	20,000	12,918
Street lighting levy	12,900	21,855
Building permits - parks	1,500	450
Interest Income	500	28
Total Street Dept.	<u>34,900</u>	<u>35,251</u>
Total Revenues	<u>\$ 877,680</u>	<u>\$ 985,036</u>

VILLAGE OF HEBRON, ILLINOIS

General Fund - Schedule of Expenditures - Budget and Actual

For the Year Ended April 30, 2024

	Budget		Modified Cash Basis
	Original	Final	
Administrative Department			
Salaries and Benefits			
Salary and wages	\$ 53,000	\$ 53,000	\$ 45,930
FICA - village share	2,511	2,511	2,814
Medicare - village share	589	589	590
Unemployment insurance	2,000	2,000	1,065
Total Salaries and Benefits	58,100	58,100	50,399
Administrative Expenses			
Maintenance - building	7,000	7,000	2,117
Maintenance - equipment	-	-	152
Contract services	20,500	20,500	20,305
Other services	3,500	3,500	52
Supplies & maintenance	600	600	176
Audit	5,000	5,000	5,000
Engineering services	20,000	20,000	2,650
Legal services	50,000	50,000	43,909
Improvements	5,000	5,000	-
Postage	2,000	2,000	486
Telephone	4,800	4,800	3,910
Utilities	3,000	3,000	1,754
Printing	1,800	1,800	317
Technology services	2,200	2,200	4,408
Dues, memberships	1,000	1,000	1,577
Publications	500	500	990
Licenses	200	200	-
Insurance	25,000	25,000	25,000
Insurance administrative - bond	200	200	-
Rentals	100	100	30
Office supplies	5,000	5,000	2,214
Computer software	1,000	1,000	1,975
Operating supplies	100	100	-
Office furniture	1,000	1,000	-
Computer hardware	5,000	5,000	849

continued

VILLAGE OF HEBRON, ILLINOIS

General Fund - Schedule of Expenditures - Budget and Actual

For the Year Ended April 30, 2024

	Budget		Modified Cash Basis
	Original	Final	
Administrative Expenses (Continued)			
Miscellaneous expense	\$ 2,000	\$ 2,000	\$ 1,706
Community projects	1,500	1,500	-
Senior citizen bus service	3,500	3,500	2,684
Events	2,500	2,500	1,485
Total Administrative Expenses	174,000	174,000	123,746
Debt Service			
Principal payment	9,500	9,500	201,750
Interest payment	10,000	10,000	1,733
Total Debt Service	19,500	19,500	203,483
Total Administrative Department	251,600	251,600	377,628
Police Department			
Salaries and Benefits			
Salary and wages	251,000	251,000	228,902
Health insurance	12,000	12,000	13,124
Social security- village share	16,200	16,200	13,867
Medicare - village share	3,800	3,800	3,120
Unemployment insurance	2,000	2,000	4,737
Retirement fund	8,000	8,000	9,400
Training	7,500	7,500	486
Uniform allowance	3,000	3,000	5,883
Total Salaries and Benefits	303,500	303,500	279,519
Administrative Expenses			
Maintenance - building	1,500	1,500	3,387
Maintenance - equipment	1,500	1,500	1,353
Maintenance - vehicles	8,000	8,000	4,766
Maintenance - other	1,000	1,000	70
Contract services	35,000	35,000	32,561
Other services	100	100	1,096
Supplies & maintenance	1,000	1,000	2,300
Legal services	20,000	20,000	16,796
Postage	200	200	221
Telephone	5,000	5,000	4,085
Printing	1,500	1,500	1,263
Technology services	2,500	2,500	2,893

continued

VILLAGE OF HEBRON, ILLINOIS

General Fund - Schedule of Expenditures - Budget and Actual

For the Year Ended April 30, 2024

	Budget		Modified Cash Basis
	Original	Final	
Police Department (Continued)			
Administrative Expenses			
Dues	\$ 3,000	\$ 3,000	\$ 2,720
Office supplies	1,200	1,200	2,020
Operating supplies	100	100	-
Computer software	1,000	1,000	-
Computer hardware	2,500	2,500	86
Fuel	15,000	15,000	15,093
DUI equipment supplies	300	300	-
Equipment - new	16,000	16,000	-
Vehicle - new	15,000	15,000	8,000
Miscellaneous expense	1,000	1,000	-
Capital improvements	-	-	3,196
Total Administrative Expenses	132,400	132,400	101,906
Total Police Department	435,900	435,900	381,425
Street Department			
Salaries and Benefits			
Salary and wages	65,000	65,000	63,054
Health insurance	6,000	6,000	5,370
Social security- village share	4,860	4,860	3,807
Medicare - village share	1,140	1,140	890
Unemployment insurance	3,300	3,300	633
Retirement fund	7,000	7,000	3,132
Training	1,000	1,000	-
Uniform allowance	1,000	1,000	-
Total Salaries and Benefits	89,300	89,300	76,886
Administrative Expenses			
Maintenance - buildings	1,000	1,000	1,167
Maintenance - equipment	3,000	3,000	2,104
Maintenance - vehicles	11,000	11,000	3,251
Street maintenance	20,000	20,000	12,766
Other maintenance	1,000	1,000	214
Water maintenance	800	800	-
Contract services	12,000	12,000	5,090
Other services	2,500	2,500	2,500
Supplies & maintenance	2,500	2,500	1,369

continued

VILLAGE OF HEBRON, ILLINOIS

General Fund - Schedule of Expenditures - Budget and Actual

For the Year Ended April 30, 2024

	Budget		Modified Cash Basis
	Original	Final	
Street Department (Continued)			
Administrative Expenses			
Snow removal	\$ 2,000	\$ 2,000	\$ 2,871
Engineering services	2,000	2,000	160
Improvements	10,000	10,000	4,502
Postage	50	50	-
Telephone	500	500	526
Utilities	2,000	2,000	1,164
Technology services	200	200	1,990
Street lighting	36,000	36,000	30,663
Lab testing	2,200	2,200	-
Rentals	1,000	1,000	2,080
Office supplies	240	240	135
Operating supplies	250	250	32
Computer hardware	200	200	-
Maintenance materials	10,000	10,000	-
Fuel	15,000	15,000	10,790
Road materials	3,500	3,500	4,573
Tree trimming	7,000	7,000	2,600
Equipment - new	15,000	15,000	512
Vehicle - new	20,000	20,000	-
Capital improvements	65,000	65,000	70,375
Parks	2,500	2,500	405
Miscellaneous expense	-	-	4
Printing	-	-	131
Total Administrative Expenses	248,440	248,440	161,974
Total Street Department	337,740	337,740	238,860
Building Department			
Salaries and Benefits			
Salary and wages	40,000	40,000	6,631
Salary and wages - p&z	1,500	1,500	-
Social security- village share	2,835	2,835	411
Medicare - village share	665	665	96
Unemployment insurance	2,100	2,100	58
Total Salaries and Benefits	47,100	47,100	7,196

continued

VILLAGE OF HEBRON, ILLINOIS

General Fund - Schedule of Expenditures - Budget and Actual

For the Year Ended April 30, 2024

	Budget		Modified Cash Basis
	Original	Final	
Building Department (Concluded)			
Administrative Expenses			
Maintenance - building	\$ -	\$ -	\$ 1,181
Maintenance -other	-	-	154
Contract services	2,000	2,000	17,705
Supplies & maintenance	500	500	176
Engineering services	3,500	3,500	-
Postage	200	200	66
Telephone	2,000	2,000	1,861
Technology services	200	200	-
Dues	200	200	-
Uilities	-	-	383
Office supplies	500	500	222
Operating supplies	100	100	-
Building/zoning inspection	-	-	17,965
Miscellaneous expense	-	-	130
Total Administrative Expenses	9,200	9,200	39,843
Total Building Department	56,300	56,300	47,039
Total General Fund	\$ 1,081,540	\$ 1,081,540	\$ 1,044,952

concluded

VILLAGE OF HEBRON, ILLINOIS

Water & Sewer O&M Account - Schedule of Revenues and Expenses - Budget and Actual -
Modified Cash Basis

For the Year Ended April 30, 2024

	Budget		Modified
	Original	Final	Cash Basis
Revenues			
Water - supply & distribution	\$ 190,000	\$ 190,000	\$ 217,865
Sewer - collection & treatment	600,000	600,000	654,845
Interest income	740	740	46,709
Permits	5,600	5,600	-
Grants	20,000	20,000	-
Miscellaneous	1,000	1,000	300
Tap on fees	3,000	3,000	-
Total Revenues	820,340	820,340	919,719
Sewer Department Salaries and Benefits			
Salary and wages	86,000	86,000	68,422
Health insurance	6,000	6,000	2,097
Social security- village share	5,670	5,670	4,426
Medicare - village share	1,330	1,330	1,035
Unemployment insurance	4,000	4,000	1,302
Retirement fund	5,000	5,000	2,947
Training	500	500	-
Uniform allowance	1,000	1,000	-
Payroll expense	100	100	-
Total Salaries and Benefits	109,600	109,600	80,229
Administration Expenses - Sewer			
Maintenance - buildings	2,500	2,500	1,694
Maintenance - equipment	40,000	40,000	15,794
Maintenance - vehicles	2,000	2,000	375
Other maintenance	500	500	-
Contract services	24,375	24,375	29,517
Sewer maintenance	16,000	16,000	18,911
Other services	300	300	416
Improvements (sewer)	750	750	2,920
Supplies & maintenance	200	200	406
Audit	5,000	5,000	5,000
Engineering services	4,500	4,500	-
Legal	5,000	5,000	2,275
Improvements	5,000	5,000	-

continued

VILLAGE OF HEBRON, ILLINOIS

Water & Sewer O&M Account - Schedule of Revenues and Expenses - Budget and Actual -
Modified Cash Basis

For the Year Ended April 30, 2024

	Budget		Modified
	Original	Final	Cash Basis
Sewer Department (Continued)			
Administration Expenses			
Postage	\$ 5,000	\$ 5,000	\$ 2,979
Telephone	2,500	2,500	3,617
Utilities	48,000	48,000	56,311
Printing	880	880	-
Technology services	1,000	1,000	4,062
Dues	8,000	8,000	7,542
Travel expense	2,700	2,700	-
Publications	150	150	-
Garbage disposal	125	125	-
Lab testing	7,500	7,500	3,335
Chemicals	30,000	30,000	14,833
Rentals	2,500	2,500	1,600
Insurance	37,500	37,500	29,782
Service Charge	-	-	266
Meters and other improvements	18,000	18,000	7,001
Office supplies	250	250	446
Operating supplies	500	500	5
Computer software	3,000	3,000	4,150
Loan principal	500,000	500,000	-
Loan interest	39,000	39,000	18,147
Equipment - new	100,000	100,000	9,526
Vehicle - new	10,000	10,000	-
Miscellaneous expense	250	250	3,150
Benevolence	2,500	2,500	-
Contingency	5,000	5,000	-
Maintenance Materials	-	-	212
Total Administration Expenses	930,480	930,480	244,272
Total Sewer Department	1,040,080	1,040,080	324,501
Water Department Expenses			
Salaries and Benefits			
Salary and wages	80,000	80,000	66,005
Health insurance	6,000	6,000	2,006
Social security - village share	5,265	5,265	3,926
Medicare - village share	1,235	1,235	918

continued

VILLAGE OF HEBRON, ILLINOIS

Water & Sewer O&M Account - Schedule of Revenues and Expenses - Budget and Actual -
Modified Cash Basis

For the Year Ended April 30, 2024

	Budget		Modified
	Original	Final	Cash Basis
Water Department Expenses (Continued)			
Salaries and Benefits			
Unemployment insurance	\$ 2,000	\$ 2,000	\$ 1,008
Retirement fund	7,000	7,000	2,947
Training	500	500	-
Uniform allowance	1,000	1,000	35
Total Salaries and Benefits	103,000	103,000	76,845
Administrative Expenses - Water			
Maintenance - buildings	1,500	1,500	445
Maintenance - equipment	11,000	11,000	7,499
Maintenance - vehicles	2,000	2,000	375
Water maintenance	67,500	67,500	13,332
Contract services	24,375	24,375	22,578
Other services	1,000	1,000	416
Supplies & maintenance	300	300	673
Tower maintenance	15,000	15,000	-
Audit	5,000	5,000	5,000
Engineering services	5,000	5,000	29,035
Legal services	2,500	2,500	1,597
Postage	-	-	2,943
Telephone	3,000	3,000	2,235
Utilities	20,000	20,000	16,600
Printing	200	200	286
Technology services	1,200	1,200	4,062
Dues	650	650	42
Travel	150	150	-
Publications	500	500	-
Lab testing	22,000	22,000	4,906
Water testing	7,500	7,500	2,164
Chemicals	34,000	34,000	4,551
Service Charges	100	100	71
Rentals	2,000	2,000	1,600
Insurance	37,500	37,500	29,782
Meters	12,000	12,000	7,001
Office supplies	650	650	747

continued

VILLAGE OF HEBRON, ILLINOIS

Water & Sewer O&M Account - Schedule of Revenues and Expenses - Budget and Actual -
Modified Cash Basis

For the Year Ended April 30, 2024

	Budget		Modified
	Original	Final	Cash Basis
Water Department Expenses (Concluded)			
Administrative Expenses			
Operating supplies	\$ 100	\$ 100	\$ 40
Computer software	6,500	6,500	4,150
Computer hardware	2,000	2,000	-
Maintenance materials	1,000	1,000	7,877
Equipment - new	15,000	15,000	1,816
Vehicle - new	5,000	5,000	-
Miscellaneous expense	1,500	1,500	1,722
Grant expense	20,000	20,000	-
Project materials	-	-	1,053
Total Administration Expenses	327,725	327,725	174,598
Total Water Department Expenses	430,725	430,725	251,443
Total Water and Sewer Expenses	\$ 1,470,805	\$ 1,470,805	\$ 575,944
Change in Net Position	\$ (650,465)	\$ (650,465)	\$ 343,775

concluded

VILLAGE OF HEBRON, ILLINOIS
Multi-year Schedule of Changes in Net Pension Liability and Related Ratios
Last 10 Calendar Years

(Schedule to be built prospectively from 2015)

Calendar Year Ending	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability									
Service Cost	\$ 29,606	\$ 49,278	\$ 42,985	\$ 30,263	\$ 27,980	\$ 20,681	\$ 13,912	\$ 12,593	\$ 10,398
Interest on the Total Pension Liability	75,022	89,653	85,460	79,921	71,617	68,999	69,585	67,360	64,842
Benefit Changes	-	-	-	-	-	-	-	-	-
Difference between Expected and Actual Experience	92,589	(238,724)	5,113	26,345	70,708	8,131	(20,504)	(1,259)	5,290
Assumption Changes	(4,593)	-	-	(4,487)	-	18,996	(25,829)	(1,572)	758
Benefit Payments and Refunds	(93,942)	(90,415)	(67,324)	(56,683)	(57,124)	(48,114)	(48,613)	(52,432)	(42,701)
Net Change in Total Pension Liability	98,682	(190,208)	66,234	75,359	113,181	68,693	(11,449)	24,690	38,587
Total Pension Liability - Beginning	1,066,958	1,257,166	1,190,932	1,115,573	1,002,392	933,699	945,148	920,458	881,871
Total Pension Liability - Ending (a)	\$ 1,165,640	\$ 1,066,958	\$ 1,257,166	\$ 1,190,932	\$ 1,115,573	\$ 1,002,392	\$ 933,699	\$ 945,148	\$ 920,458
Plan Fiduciary Net Position									
Employer Contributions	17,935	31,615	46,703	33,827	16,636	28,496	15,931	17,321	13,843
Employee Contributions	14,259	21,820	24,580	20,405	14,098	12,646	6,893	6,342	5,252
Pension Plan Net Investment Income	103,825	(176,441)	192,302	146,753	159,192	(50,265)	149,025	55,571	4,017
Benefit Payments and Refunds	(93,942)	(90,415)	(67,324)	(56,683)	(57,124)	(48,114)	(48,613)	(52,432)	(42,701)
Other	58,848	(204,644)	12,601	12,885	23,090	(17,643)	(14,292)	1,557	15,165
Net Change in Plan Fiduciary Net Position	100,925	(418,065)	208,862	157,187	155,892	(74,880)	108,944	28,359	(4,424)
Plan Fiduciary Net Position - Beginning	976,988	1,395,053	1,186,191	1,029,004	873,112	947,992	839,048	810,689	815,113
Plan Fiduciary Net Position - Ending (b)	\$ 1,077,913	\$ 976,988	\$ 1,395,053	\$ 1,186,191	\$ 1,029,004	\$ 873,112	\$ 947,992	\$ 839,048	\$ 810,689
Net Pension Liability/(Asset) - Ending (a) - (b)	87,727	89,970	(137,887)	4,741	86,569	129,280	(14,293)	106,100	109,769
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	92.47%	91.57%	110.97%	99.60%	92.24%	87.10%	101.53%	88.77%	88.07%
Covered Valuation Payroll*	\$ 316,865	\$ 484,888	\$ 546,220	\$ 453,448	\$ 313,299	\$ 281,031	\$ 153,177	\$ 140,937	\$ 116,720
Net Pension Liability as a Percentage of Covered Valuation Payroll	27.69%	18.55%	(25.24%)	1.05%	27.63%	46.00%	(9.33%)	75.28%	94.04%

*Does not necessarily represent Covered Employee Payroll as defined in GASB Statement No. 68.

VILLAGE OF HEBRON, ILLINOIS
 Multi-year Schedule of Contributions
 Last 10 Calendar Years

Fiscal Year Ending April 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2016	\$ 13,843	\$ 13,843	\$ -	\$ 116,720	11.86%
2017	\$ 17,321	\$ 17,321	\$ -	\$ 140,937	12.29%
2018	\$ 15,930	\$ 15,931	\$ (1)	\$ 153,177	10.40%
2019	\$ 28,497	\$ 28,496	\$ 1	\$ 281,031	10.14%
2020	\$ 16,636	\$ 16,636	\$ -	\$ 313,299	5.31%
2021	\$ 33,827	\$ 33,827	\$ -	\$ 453,448	7.46%
2022	\$ 46,702	\$ 46,703	\$ (1)	\$ 546,220	8.55%
2023	\$ 31,615	\$ 31,615	\$ -	\$ 484,888	6.52%
2024	\$ 18,419	\$ 18,419	\$ -	\$ 325,416	5.66%

NOTES TO OTHER
INFORMATION

VILLAGE OF HEBRON, ILLINOIS

Notes to Other Information

Year Ended April 30, 2024

The accounting policies of the Village include the preparation of financial statements on the modified cash basis of accounting which is a comprehensive basis of accounting other than generally accepted accounting principles. The Village also prepares its budget on the modified cash basis of accounting.

Under the modified cash basis of accounting, revenues are recorded when received in cash and expenditures are recorded when the cash is disbursed. General capital assets acquisitions are reported as expenditures in the governmental funds. Proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources. Assets of a fund are only recorded when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions.

Modified cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

Budgets are adopted at the function level in the General Fund and total General Fund expenditures disbursed may not legally exceed the budgeted amount. Appropriations lapse at year end unless specifically carried over. There were no carryovers to the following year.

The Village procedures in establishing the budgetary data reflected in the General Fund Financial Statements is presented below:

- Prior to July 15th the Village Board receives a proposed operating budget (appropriation ordinance) for the fiscal year commencing on preceding May 1st. The operating budget includes proposed expenditures and the means of financing them.
- The budget is legally enacted through passage of an ordinance prior to July 31st.
- The Village Treasurer, in conjunction with the Board, is authorized to expend the un-expensed balance of any item or items of any general appropriation in making up any deficiency in any item or items of the same general appropriation.
- The original budget was passed on June 26, 2023 and was not amended during the fiscal year.
- Formal budgetary integration is not employed as a management control device during the year for any fund.
- Budgetary comparisons presented in the accompanying financial statements are prepared on the modified cash basis of accounting, which is comprehensive basis of

VILLAGE OF HEBRON, ILLINOIS

Notes to Other Information

Year Ended April 30, 2024

accounting other than generally accepted accounting principles. All funds utilize the same basis of accounting for both budgetary purposes and actual results.

- Expenditures cannot legally exceed appropriations at the fund level.
- All appropriations lapse at year-end.