

VILLAGE OF HOMEWOOD, ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2026

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VILLAGE OF HOMEWOOD, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED APRIL 30, 2026

Prepared by:

Department of Finance

Amy Zukowski
Director of Finance

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village of Homewood, including:

- List of Principal Officials
- Letter of Transmittal

VILLAGE OF HOMEWOOD, ILLINOIS

List of Principal Officials

April 30, 2026

VILLAGE PRESIDENT

Richard A. Hofeld

BOARD OF TRUSTEES

Vivian Harris-Jones
Lauren Roman
Julie Willis

Jay Heiferman
Patrick Siemsen
Phil Mason

VILLAGE CLERK

Nakina Flores

VILLAGE MANAGER

Napoleon Haney

VILLAGE ATTORNEY

Christopher Cummings

DIRECTOR OF FINANCE

Amy Zukowski

POLICE CHIEF

Thomas Johnson

DIRECTOR OF PUBLIC WORKS

Joshua Burman

FIRE CHIEF

Bob Grabowski

ECONOMIC AND COMMUNITY DEVELOPMENT DIRECTOR

Noah Schumerth

ASSISTANT DIRECTOR OF FINANCE

Lindsay Cabay



October 2, 2026

To The Village President, Board of Trustees, and Residents of Homewood:

This Annual Financial Report provides a summary of the Village of Homewood's audited financial statements for the fiscal year ending April 30, 2026. The Village Manager, Director of Finance, and Department Directors are responsible for managing all financial transactions related to the Village of Homewood along with the preparation of this report. We collectively affirm that, to the best of our knowledge, the information presented is complete and accurate in all key areas.

To ensure that our financial accountability is of the highest standards, the Village has established strong internal control systems designed to protect the Village's assets from loss, theft, or misuse of public funds. This framework helps protect public assets and ensures that financial transactions are properly recorded and reported. Our goal is to provide transparency and maintain your trust by sharing how public funds are collected, managed, and allocated.

The Annual Financial Report is presented in a manner designed to clearly articulate the financial position and results of the operations of the Village as measured by the financial activity of the various funds, and ensure that all disclosures necessary to enable the reader to gain a complete understanding of the Village's financial affairs have been included.

The letter of transmittal is designed to complement the Management's Discussion and Analysis (MD&A). The MD&A provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A is required supplementary information in the overall financial report and provides insight into the Village's financial activities and internal and external forces which influence or impact the financial operations that may not be apparent from the financial statements alone. Readers are encouraged to look to the MD&A in conjunction with the review of the financial statements and other information contained in this financial report.

The Auditor's Opinion contained in the FY 2025/2026 audit is that "the financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village as of April 30, 2026, in accordance with accounting principles generally accepted in the United States of America." This is an unqualified opinion, often called a "clean opinion" and is the most favorable type of opinion. The Village has only received clean opinions for its many years of annual audits.

Quick Summary

Net Position

One of the clearest indicators of Homewood's overall financial condition is its Net Position, which can be thought of as a high-level financial "health check" for the Village. Simply stated, Net Position compares what the Village owns and has available financially against what it owes and other financial obligations. A positive and growing Net Position is generally a favorable indicator of long-term financial health. Homewood's Net Position increased from \$37.4 million in FY 2025 to \$39.3 million in FY 2026, a gain of approximately \$1.9 million. While the rate of growth moderated from 18.9% in FY 2025 to 5.0% in FY 2026, the Village continued to strengthen its overall Net Position.

General Fund and Reserves

Homewood's primary revenue sources continue to perform well, with sales tax, places for eating tax, property tax, state income tax, and gaming tax generally showing modest, but positive year-over-year growth. This steady revenue performance has helped the Village maintain a strong financial safety net (cash reserves) equal to five months of operating expenditures totaling \$12.5M.

It is important to note that the dollar amount of this reserve is not fixed. Each year, the Village recalculates the amount needed to meet the 5-month expenditure target based on its operating expenses for that fiscal year. Simply put, as the cost of operating the Village changes and increases, the amount needed to maintain five months of reserves changes as well. Unlike in years past, where the Village entertained larger surplus amounts that were placed in the General Fund's Fund Balance (Reserves), as of the end of the fiscal year, April 30, 2026, there is approximately \$670,000 of available reserves above the Village's General Fund Policy of maintaining at least five (5) months of operating expenses.

Surplus Normalization

The Village's past audits have consistently reflected sizeable operating surpluses. In past years, these surplus dollars were transferred to General Capital. As the Village's finances normalize, revenues and expenditures are becoming more closely aligned with the cost of ongoing operations resulting in smaller surpluses. The FY 2025/2026 audit reflects this shift, with the Village utilizing approximately \$766,000 from Fund Balance reserves to support a \$3.3 million transfer to the General Capital Fund for capital needs.

Even after this planned use of reserves, the Village remains in a strong financial position. Fund Balance remains approximately \$670,000 above the Village's required reserve level of five months of operating expenditures, providing continued financial stability and flexibility.

Challenges and Solutions

Like many communities, Homewood continues to develop long-term strategies to address the growing cost of maintaining and improving critical infrastructure. Engineering and construction costs continue to place pressure on available capital resources, requiring the Village to carefully prioritize projects and identify sustainable funding solutions. The Village's Water Fund faces particular challenges as it supports the maintenance and improvement of essential water infrastructure while also funding several significant capital projects. These demands have been compounded by the Village-wide Lead Service Line Replacement Program. To help manage the financial impact of this important initiative, the Village is utilizing interest-free financing through the Illinois Environmental Protection Agency.

Looking ahead, the Village will continue to evaluate and develop long-term, sustainable funding strategies for both General Fund and Water Fund capital needs, with the goal of maintaining critical infrastructure while preserving the Village's overall financial stability.

Community Profile

The Village of Homewood is a south suburban community within the Chicago metropolitan area in the southern portion of Cook County, Illinois. The 2020 U.S. Census Bureau's population for Homewood is 19,454. According to the U.S. Census Bureau's July 1, 2025 estimates, Homewood represents the following: Black or African American *Non-Hispanic* (43.3%); White *Non-Hispanic* (44.3%); and Hispanic or Latino (6.4%). The Village is 5.27 square miles in size, is substantially developed, and in very sound financial condition. The Village of Homewood is honored to offer a wide range of essential services and community amenities that support a safe, vibrant, and welcoming environment. These include police and fire protection, water and sanitary sewer services, street and infrastructure maintenance, building inspections, economic development support, and general administrative services. In addition to these core functions, Homewood also provides a variety of shopping and dining options, hosts community festivals and events throughout the year, and offers recreation programs and facilities for residents of all ages.

Ideal Location

Homewood serves as one of the major commercial and retail shopping centers in the south suburbs of Chicago with its location bordering I-80 to the north, Halsted Street to the east, and Kedzie Avenue to the west. Homewood has a well-established and resilient commercial and retail shopping corridor along Halsted Street between 183rd Street and 175th Street and is home to a number of large national chain retailers. Homewood is also the American Headquarters for Canadian National (CN) Railway. Homewood's CN campus has hosted over 15,000 CN employees at the site's training facility. Homewood is also the headquarters for Homewood Disposal, a residential, commercial, and industrial waste disposal service.

Homewood's Local Economy

Homewood continues to invest in viable and sustainable economic development projects that strengthen both the Village's fiscal position and the overall quality of the community. In addition to maintaining a stable residential and commercial tax base, the Village has worked diligently to attract new businesses, support existing businesses, encourage expansion, and reinvest in our commercial corridors. Homewood's retail, dining, entertainment, and commercial areas serve not only our residents but also visitors from surrounding communities. The sales tax revenues generated by this activity help support the essential municipal services our residents rely upon, including Police, Fire, Public Works, and other core Village operations.

Homewood operates in a highly competitive regional environment, particularly given our proximity to Indiana and its comparatively lower property tax structure. As a result, successful economic development in Homewood is rarely organic. It requires sustained effort, strategic planning, strong partnerships, and thoughtful municipal investment. Projects that strengthen the Village's tax base and bring new investment to the community often require the Village to actively address financial and development challenges that might otherwise prevent a project from moving forward.

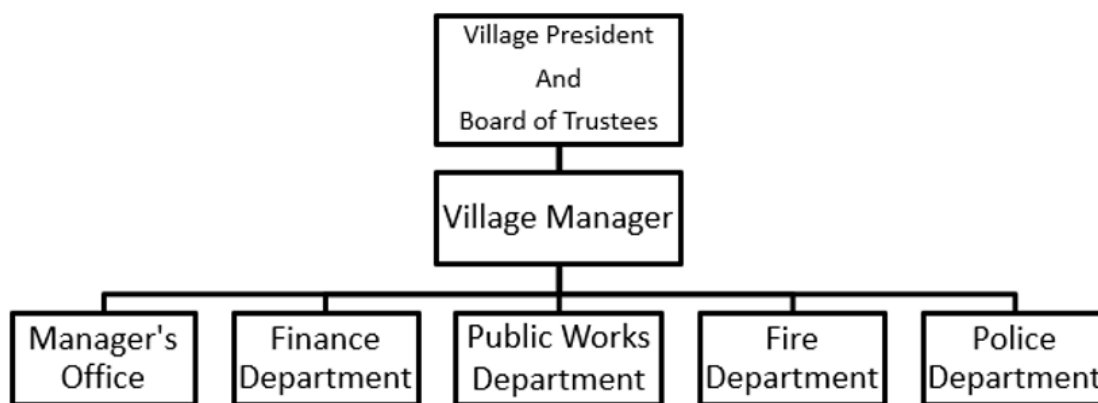
For this reason, Homewood places significant value on strong public-private partnerships and recognizes the important role that economic development incentives can play, particularly in Chicago's south suburban communities. Tools such as Tax Increment Financing (TIF), Cook County property tax incentive classifications, Enterprise Zones, and local façade and property improvement programs can help bridge financial gaps and create a more competitive environment for private investment. When used responsibly and strategically, these tools can help developers and business owners choose Homewood, reinvest in existing properties, create new economic activity, and strengthen the Village's long-term tax base.

Ultimately, economic development incentives are not simply expenditures. They are strategic investments intended to generate private investment, strengthen commercial areas, expand the tax base, and support the long-term financial sustainability of the Village.

Homewood's Governance Model

The Village of Homewood has operated under the 65 ILCS 5/5-1-1 et seq., managerial form of municipal government (council-manager form) since 1953. The managerial or council-manager form of government is the highest form of local government that groups the political leadership of elected officials in the form of an elected board, with the professional managerial experience of an appointed local government manager.

Policymaking and legislative authority are exclusively vested in a seven-member Board of Trustees composed of a Village President and six Trustees. The Village Manager is responsible for carrying out the policies, ordinances, and resolutions of the Village Board and overseeing the day-to-day operations of the Village.



Homewood's Net Position

A municipality's net position represents the overall financial health of a local government at a specific point in time. It's calculated by subtracting the Village's liabilities (what it owes) from its assets (what it owns). A positive net position means the Village has more resources than obligations, which is a sign of financial stability. Even gradual increases in a net position over time shows that a community's financial outlook is improving - slow and steady progress that benefits everyone in the community.

Net Position FY 2025-2026 Audit Results

Overall, the total net position of the Village increased by 5.0% *(a healthy and positive trend)*.

Net position summary *(The net position accounts for all municipal funds, not just general fund)*

- FY 2023 Net Position - \$26,781,671
- FY 2024 Net Position - \$31,468,774 (+17.5%)
- FY 2025 Net Position - \$37,416,782 (+18.9%)
- FY 2026 Net Position - \$39,301,829 (+ 5.0%)

Fiscal Health

There are four key financial indicators that provide a strong measure of a municipality's overall fiscal health: (1) balanced and sustainable budgeting, (2) strong fund balances and reserves, (3) a low debt burden with manageable long-term liabilities, and (4) reliable revenue streams supported by a stable and diversified tax base.

Homewood continues to perform well across each of these four indicators, reflecting the Village's commitment to responsible financial management, maintaining adequate reserves, carefully managing debt, and sustaining dependable revenue sources, including sales and property taxes.

Balanced and Sustainable Budgeting

Each year, the Village Board approves a budget that outlines how General Fund dollars will be spent to meet community needs. The budget is essentially the financial plan for delivering core services that residents rely on every day. Homewood is purposely conservative when it comes to spending. Homewood's operating budget, across all departments, increases a mere 2.0% to 3.0% every year. According to the 2024 City Fiscal Condition Report from the National League of Cities, the average municipal budget typically increases 4.9% each year. The Village's General Fund continues to stand firm in properly supporting municipal operations increasing from \$27.4M in FY 2025 to \$27.7M in FY 2026.

Strong Fund Balance and Reserves

The Village is required, by policy, to maintain a minimum of five (5) months of operating expenditures. The Village's fund balance policy includes a provision that prioritizes any funds above the five-month minimum to be used for the following purposes with Board approval: (1) capital projects, (2) economic development incentives, (3) increase reserves to six (6) months or develop a rainy day or contingency fund, or (4) make additional contributions to the Village's pension obligations. The FY 2025/2026 audit reflects the Village utilizing approximately \$766,000 from Fund Balance to support a \$3.3 million transfer to the General Capital Fund for capital needs. Even after this planned use of reserves, the Village remains in a strong financial position. Fund Balance remains approximately \$670,000 above the Village's required reserve level of five months of operating expenditures, providing continued financial stability and flexibility.

Low Debt Burden and Manageable Liability

Healthy and strained municipal debt service can be expressed as a percentage of operating revenues. Homewood has an *extremely* low debt service ratio. A normal municipal debt service ratio (*annual debt payments divided by operating revenues*) of 10-15% is typical. Using this formula, Homewood's \$30M of actual operating revenues could support an annual debt service of approximately \$3M - assuming a 10% debt ratio. Homewood's existing debt service ratio is 2.5% (*current annual debt service is \$746,688*). Manageable liability refers to the Village's ability to easily meet its financial responsibilities, including both short-term payments and long-term commitments like pensions and infrastructure maintenance.

Reliable Revenue Streams and Tax Base Stability

Property Tax Collection - The Village of Homewood enjoys a healthy commercial and residential tax base that contributes toward opportunities for continued economic growth. Homewood portion of a property tax bill is roughly 11%. This 11% generates a consistent \$7M in revenue to the Village's General Fund each year. Homewood maintains a very healthy property tax collection rate.

Sales Tax - The Village's sales tax revenue remains strong and consistent, increasing roughly 3% each year. Per fiscal year ending on April 30, 2026, about 22.7% or \$6.8M of the Village's \$30M General Fund is generated by sales tax. The Halsted Street retail corridor continues as the Village's leading sales-tax-generation area.

Casino Revenue - The Wind Creek Chicago Southland Casino opened in November 2024. Homewood, in partnership with the Village of East Hazel Crest, participates in a 45/55 split of casino host community revenues. The gross amount received during twelve (12) months was \$3.0M. This includes proceeds from the Wagering and Admissions tax. The Gaming Tax revenue is being absorbed within the General Fund and used to offset a number of declining revenue streams; specifically, the Use Tax, Cannabis Tax, and Gas Tax. The casino revenue is also used to fund the hiring of additional public safety personnel in the police and fire departments.

Public Benefit Fund – The Public Benefit Fund is a charitable fund created by Wind Creek and their two (2) host communities to promote education and public health in the Chicago Southland. The fund is supported by payments from Wind Creek and the Villages of East Hazel Crest and Homewood. Homewood is required to share 50% of its share of the gaming tax revenues (no admissions tax) with the Public Benefit Fund for the first four (4) years - November 2024 through November 2028. Homewood's net share of Gaming Tax received in FY 2026 (after payment to the Public Benefit Fund) was \$2M.

Capital Improvement Project / Lead Service Line Replacement

Over the next several months, the Village will focus on developing solutions for two significant financial opportunities. First, Homewood's five-year Capital Improvement Plan (CIP) identifies approximately \$106 million in infrastructure and capital needs. Second, the Village must continue addressing the approximately \$70 million Lead Service Line Replacement Program, an unfunded mandate that will require patience, careful planning, and a sustainable long-term funding strategy.

Each of these priorities is essential and presents its own unique financial opportunities. In order to properly address these items, the Village will need to carefully balance available revenues, competing priorities, infrastructure needs, and broader economic uncertainties. Funding strategies may include a combination of grants, bonds, tax revenues, and other financing tools, with each option requiring thoughtful analysis and consideration of its long-term financial impact.

The good news is that Homewood can have these discussions from a position of financial stability. Our strong financial foundation provides the Village with the flexibility to thoughtfully evaluate its options and develop practical, sustainable, and implementable solutions to these important long-term opportunities.

Non-Home Rule Sales Tax

To assist the Village in funding our long-term capital program, during the September 9, 2025 regular Board meeting, the Village Board approved an ordinance implementing a 1% non-home rule sales tax, effective January 1, 2026. In spring 2025, the Village partnered with “The Retail Coach,” a well-known national retail market research firm to complete a mobile data survey within the various shopping corridors in Homewood. The survey revealed that the Halsted Street shopping corridor generates the majority of the Village’s \$6.8M of sales tax. In 2024, Halsted Street shopping accounted for over 60% (\$4.1M) of the Village’s sales tax revenue for the year. According to the Retail Coach survey, 88% of the revenue generated from Halsted Street sales is generated from non-residents. Based on the data for all of the shopping corridors included in the research, staff projects that 85% of the estimated \$3.5M of additional revenue that would be generated by a non-home rule local sales tax will come from non-resident consumers.

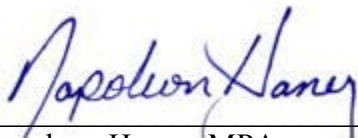
Summary

Homewood’s financial condition is very stable. The Village has a solid *five months of reserve* balance and continues to manage its operations with a fiscally conservative and spend-conscious mindset. The Village’s economic development efforts continue to yield long-term and positive financial results. Homewood’s General Fund continues to shoulder the support for both operational and capital improvement endeavors. Homewood is fortunate to have an economic development model that continues to attract and secure businesses and developers alike. Similarly, Homewood’s operational model stresses high-quality resident services, communication and engagement, transparency, and fiscal accountability. Homewood is closer to developing a sustainable funding strategy that will provide resources to complete the Village’s ongoing capital improvement expenses, and lead service line replacement program. Regardless of the opportunities, Homewood’s financials suggest that the funding tools needed for solutions are not only readily available, but are also sustainable.

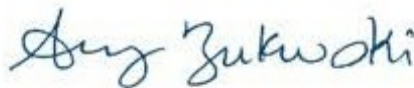
Acknowledgements

Preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated work of the Village’s Finance staff. In addition, Lauterbach & Amen, LLP should be recognized for their technical advice in preparing this year’s comprehensive annual financial report. Finally, the Village President and Board of Trustees should be acknowledged for their support in conducting the financial operations of the Village in a fiscally responsible and progressive manner.

Respectfully,



Napoleon Haney, MPA
Village Manager



Amy Zukowski, CPA
Finance Director

FINANCIAL SECTION

This section includes:

Independent Auditor's Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

INDEPENDENT AUDITOR'S REPORT

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



INDEPENDENT AUDITOR'S REPORT

October 2, 2026

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

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Homewood (the Village), Illinois as of and for the year ended April 30, 2026, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Homewood, Illinois, as of April 30, 2026, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF HOMEWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2026

Our discussion and analysis of the Village of Homewood's (the Village) financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2026. Please read it in conjunction with the transmittal letter which can be found in the introductory section of this report and the Village's financial statements, which can be found in the basic financial statements section of this report.

FINANCIAL HIGHLIGHTS

- The Village's net position of the governmental activities increased by \$2,082,774 or 23.7 percent and the net position of business-type activities decreased by \$1,129,713 or 2.4 percent.
- During the year, government-wide revenues for the primary government totaled \$46,593,352, while expenses totaled \$45,640,291, resulting in an increase to net position of \$953,061.
- The Village's net position totaled \$39,350,796 on April 30, 2026, which includes \$56,156,070 net investment in capital assets, \$21,227,779 subject to external restrictions, and \$38,033,053 unrestricted (deficit) net position that may be used to meet the ongoing obligations to citizens and creditors, within the framework of each funds purpose.
- Revenues for General Fund were over budget by \$3,999,329. This variance is mainly due to a conservative budget for Gaming Tax due to the timing of the opening of the Wind Creek Casino and budget preparation, interest income continuing to perform better than expected in the current year, the implementation of a 1% non-home rule sales tax on January 1, 2026, and sales tax performing 11% over the expected budgeted amount.
- Expenses within the General Fund came in \$676,477 over budget (102.4% of budget). General government, public facilities and protection of persons and property expenditures came in slightly over budget mostly due to a reporting classification adjustment for the Fire Department GEMT Ambulance Fee payments.
- Beginning net position for the governmental activities, business-type activities, and the Water and Sewer Fund was restated to correct an error in the reporting of capital assets.

USING THIS ANNUAL REPORT

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

Government-Wide Financial Statements

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

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

Management's Discussion and Analysis

April 30, 2026

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements - Continued

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

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

Fund Financial Statements

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

Governmental Funds

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

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

The Village maintains seventeen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Downtown TOD TIF Fund, Northeast TIF Fund, and CIP General Fund, which are considered major funds. Data from the other thirteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual appropriated budget for all of the governmental funds, except for the Southwest TIF Special Allocation Fund, the East CBD TIF Fund, and the South Gate TIF Fund. A budgetary comparison schedule for the remaining funds has been provided to demonstrate compliance with this budget.

VILLAGE OF HOMEWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2026

USING THIS ANNUAL REPORT - Continued

Fund Financial Statements - Continued

Proprietary Funds

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

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund, a major fund.

Fiduciary Funds

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

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's employer pension obligation for I.M.R.F., Sheriff's Law Enforcement Personnel, Police Pension, Firefighters' Pension, and Other-Post Employment Benefit Plan, and the budgetary comparison schedule for the General Fund.

VILLAGE OF HOMEWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2026

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village, assets/deferred outflows exceeded liabilities/deferred inflows by \$39,350,796

	Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2026	2025	2026	2025	2026	2025
Current and Other Assets	\$ 44,160,626	40,540,182	7,688,734	7,299,542	51,849,360	47,839,724
Capital Assets	17,168,426	16,572,314	41,447,128	41,577,855	58,615,554	58,150,169
Total Assets	61,329,052	57,112,496	49,135,862	48,877,397	110,464,914	105,989,893
Deferred Outflows	10,523,680	14,317,249	318,164	548,689	10,841,844	14,865,938
Total Assets/ Def. Outflows	71,852,732	71,429,745	49,454,026	49,426,086	121,306,758	120,855,831
Long-Term Debt	42,823,112	54,648,391	1,082,533	1,382,087	43,905,645	56,030,478
Other Liabilities	3,984,355	4,160,444	1,821,010	1,233,170	5,805,365	5,393,614
Total Liabilities	46,807,467	58,808,835	2,903,543	2,615,257	49,711,010	61,424,092
Deferred Inflows	31,755,499	21,817,622	489,453	197,335	32,244,952	22,014,957
Total Liabilities/Def. Inflows	78,562,966	80,626,457	3,392,996	2,812,592	81,955,962	83,439,049
Net Position						
Net Investment in Capital Assets	14,708,942	13,720,190	41,447,128	41,577,855	56,156,070	55,298,045
Restricted	17,506,214	13,106,153	3,721,565	2,835,639	21,227,779	15,941,792
Unrestricted (Deficit)	(38,925,390)	(36,023,055)	892,337	2,200,000	(38,033,053)	(33,823,055)
Total Net Position	(6,710,234)	(9,196,712)	46,061,030	46,613,494	39,350,796	37,416,782

A large portion of the Village's net position, \$56,156,070, reflects its investment in capital assets (for example, land, construction in progress, buildings and improvements, vehicle and equipment, infrastructure, and lease assets), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$21,227,779, of the Village's net position represents resources that are subject to external restrictions on how they may be used. The remaining deficit \$38,033,053, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

VILLAGE OF HOMEWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2026

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

	Changes in Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2026	2025	2026	2025	2026	2025
Revenues						
Program Revenues						
Charges for Services	\$ 3,726,079	4,263,618	9,440,787	8,834,030	13,166,866	13,097,648
Operating Grants/Contrib.	976,063	942,301	—	—	976,063	942,301
General Revenues						
Property Taxes	11,254,714	6,975,568	—	—	11,254,714	6,975,568
Income Taxes	3,561,763	3,470,956	—	—	3,561,763	3,470,956
Sales Taxes	6,882,038	6,198,719	—	—	6,882,038	6,198,719
Replacement Taxes	104,527	43,872	—	—	104,527	43,872
Gaming Taxes	2,057,701	951,027	—	—	2,057,701	951,027
ARPA	65,240	1,215,424	—	—	65,240	1,215,424
Other Taxes	5,486,730	4,991,225	—	—	5,486,730	4,991,225
Interest Income	810,776	1,071,000	—	—	810,776	1,071,000
Miscellaneous	2,226,934	2,963,957	—	—	2,226,934	2,963,957
Total Revenues	37,152,565	33,087,667	9,440,787	8,834,030	46,593,352	41,921,697
Expenses						
General Government	13,919,534	8,120,462	—	—	13,919,534	8,120,462
Public Health/						
Environment Protection	2,331,789	1,882,185	—	—	2,331,789	1,882,185
Maintenance/Development						
of Public Facilities	3,644,634	3,398,211	—	—	3,644,634	3,398,211
Protect of Persons/Property	12,821,341	12,725,423	—	—	12,821,341	12,725,423
Community Development	2,259,737	654,088	—	—	2,259,737	654,088
Interest on Long-Term Debt	92,756	30,895	—	—	92,756	30,895
Water and Sewer	—	—	9,558,792	8,167,159	9,558,792	8,167,159
Depreciation	—	—	1,011,708	995,266	1,011,708	995,266
Total Expenses	35,069,791	26,811,264	10,570,500	9,162,425	45,640,291	35,973,689
Change in Net Position	2,082,774	6,276,403	(1,129,713)	(328,395)	953,061	5,948,008
Net Position - Beginning	(9,196,712)	(15,473,115)	46,613,494	46,941,889	37,416,782	31,468,774
Restatement - Error Correction	403,704	—	577,249	—	980,953	—
Net Position - Beginning as Restated	(8,793,008)	(15,473,115)	47,190,743	46,941,889	38,397,735	31,468,774
Net Position - Ending	(6,710,234)	(9,196,712)	46,061,030	46,613,494	39,350,796	37,416,782

VILLAGE OF HOMEWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2026

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Net position of the Village's governmental activities increased by 23.7 percent (a restated deficit of \$8,793,008 in 2025 compared to deficit of \$6,710,234 in 2026). Unrestricted governmental activities net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled a deficit \$38,925,390 at April 30, 2026.

Net position of business-type activities decreased by 2.4 percent (a restated \$47,190,743 in 2025 compared to \$46,061,030 in 2026).

Governmental Activities

Revenues for governmental activities totaled \$37,152,565, while the cost of all governmental functions totaled \$35,069,791. This results in a surplus of \$2,082,774. Sales taxes, property taxes, and other taxes account for the greatest proportion of funding for governmental activities. The Village has a conservative approach to managing expenses, with growth in expenses closely monitored each year and operating departments encouraged to contain non-personnel related operating costs. The Village invested \$1,500,000 during the fiscal year in infrastructure, facilities, and equipment improvements from governmental activities.

Business-Type Activities

Business-type activities posted total revenues of \$9,440,787, while the cost of all business-type activities totaled \$10,570,500. This results in a deficit of \$1,129,713. Business-type activities are intended to be self-sufficient, meaning charges for services and other revenues should be sufficient to cover costs associated with the operation and capital needs over time. One key factor behind the deficit is an increase of approximately \$500,000 in water acquisition costs due to higher usage especially on the part of East Hazel Crest with the opening of the Wind Creek Casino hotel. Another factor is an increase of \$700,000 in public works expenditures, which includes the upgrade to Water Plant #1 and sanitary sewer slip lining work.

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

The Village's governmental funds reported combining ending fund balances of \$35,410,874, which is \$2,269,508, or 6.8 percent, higher than last year's total of \$33,141,366. Of the \$35,410,874 total, \$19,094,920 or approximately 53.9 percent, of the fund balance constitutes unrestricted fund balance.

VILLAGE OF HOMEWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2026

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS - Continued

Governmental Funds - Continued

The General Subfund, reported a deficit change in fund balance for the year of \$766,830, a decrease of 3.8 percent. The total General Subfund fund balance is \$19,608,308. Of the total General Fund fund balance, \$3,502,919 is considered nonspendable. These are funds that we are legally or contractually required to maintain for reserves with our risk-management and health insurance pools or property held for resale. \$411,567 is considered restricted and \$2,439,058 is considered assigned for non-TIF incentive and Police and Fire Pension fund allocation purposes. The remaining fund balance of \$13,254,764 is unrestricted fund balance as of April 30, 2026. The Village Board adopted a policy of maintaining no less than five (5) months of operating expenditures in unrestricted fund balance. The current balance represents approximately five (5) months of expenditures. The decrease in the current year is due to a transfer of \$3,300,000 from General Fund to Capital. Over \$2,500,000 of the transfer was able to be absorbed in the surplus available within the current year, the remainder of the transfer came from unassigned fund balance.

The Downtown TOD TIF Fund concluded the fiscal year with a balance of \$449,263, reflecting a 26.5% increase from the previous year's balance of \$355,255. This \$94,008 increase was driven primarily by higher property tax revenue compared to last year due to newly completed developments in the TIF area adding to the tax base.

The Northeast TIF Fund concluded the fiscal year with a balance of \$4,698,345, reflecting a 36.0% increase from the previous year's balance of \$3,454,752. This \$1,243,593 increase is partially due to the first year of property taxes for the Wind Creek Casino garage being paid.

The CIP General Fund concluded the fiscal year with a balance of \$5,507,552, reflecting a 63.8% increase from the previous year's balance of \$3,362,307. This \$2,145,245 increase is due mostly to the transfer of \$3,300,000 of funds from the General Fund to increase the capital funding available for projects and improvements.

Proprietary Funds

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

The Village reports the Water and Sewer as a major proprietary fund, which accounts for all of the operations of the municipal water and sewer system. The spread between purchase and sale rates is intended to finance the operations of the utility system, including labor costs, supplies, and infrastructure maintenance.

The Village intends to run the fund at a breakeven rate. Periodically, there will be an annual surplus or draw down due to timing of capital projects. Overall change in net position for the proprietary fund at year end was a deficit of \$1,129,713. Depreciation expense accounts for \$1,011,708 of the total fund's expenses of \$10,570,500, or 9.6 percent.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Village of Homewood budgets conservatively. General Fund actual revenues for the year totaled \$31,781,966 compared to budgeted revenues of \$27,782,637. This is mainly due to a conservative budget for Gaming Tax due to the timing of the opening of the Wind Creek Casino and budget preparation, interest income continuing to perform better than expected in the current year, the implementation of a 1% non-home rule sales tax on January 1, 2026, and sales tax performing 11% over the expected budgeted amount.

VILLAGE OF HOMEWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2026

GENERAL FUND BUDGETARY HIGHLIGHTS - Continued

The General Fund actual expenditures for the year were \$676,477 higher than budgeted (\$29,289,401 actual compared to \$28,612,924 budgeted). General government, public facilities and protection of persons and property expenditures came in slightly over budget mostly due to a reporting classification adjustment for the Fire Department GEMT Ambulance Fee payments.

CAPITAL ASSETS

The Village's investment in capital assets for its governmental and business type activities as of April 30, 2026 was \$58,615,554 (net of accumulated depreciation/amortization). This investment in capital assets includes land, construction in progress, buildings and improvements, vehicle and equipment, infrastructure and lease assets.

	Capital Assets - Net of Depreciation/Amortization					
	Governmental		Business-Type		Totals	
	2026	2025	2026	2025	2026	2025
Land	2,370,813	2,360,413	819,278	819,278	3,190,091	3,179,691
Construction in Progress	339,468	188,224	—	291,068	339,468	479,292
Buildings and Improvements	2,599,152	2,722,328	464,738	523,173	3,063,890	3,245,501
Vehicles and Equipment	4,373,301	4,031,993	1,170,479	1,085,791	5,543,780	5,117,784
Infrastructure	7,125,692	7,193,060	38,992,633	39,435,794	46,118,325	46,628,854
Lease Assets - Equipment	360,000	480,000	—	—	360,000	480,000
	<u>17,168,426</u>	<u>16,976,018</u>	<u>41,447,128</u>	<u>42,155,104</u>	<u>58,615,554</u>	<u>59,131,122</u>

Capital asset additions for the year included:

Land	\$ 10,400
Construction in Progress	151,244
Vehicles and Equipment	1,226,107
Infrastructure	<u>203,161</u>
	<u><u>1,590,912</u></u>

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

VILLAGE OF HOMEWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2026

DEBT ADMINISTRATION

At year-end, the Village had total outstanding debt of \$2,330,916. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental		Business-Type		Total Primary	
	2026	2025	2026	2025	2026	2025
General Obligation Bonds	\$ 1,971,399	2,611,269	—	—	1,971,399	2,611,269
Lease Payable	359,517	468,995	—	—	359,517	468,995
	2,330,916	3,080,264	—	—	2,330,916	3,080,264

The Village's outstanding debt decreased by \$749,348 in this fiscal year. Additional information on the Village's long-term debt can be found in Note 3 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Homewood is one of the major commercial and retail shopping centers in the South Suburbs of Chicago. The Village puts forth much effort, focus and investment in economic development opportunities. These efforts continue to yield long-term and positive financial results. Because of this, the long-term economic outlook for the Village of Homewood remains strong.

The Village's fiscal year 2026-2027 budget reflects a balanced operating budget with revenue and expenditure changes that are consistent with continued revenue strength, strong fund balances, and conservative spending. The Village's fiscal year 2026-2027 budget document can be found on the Village's website.

The Village's 5-Year Capital Improvement Plan will steer the Village going forward to ensure that Village infrastructure, equipment and vehicles are maintained. This document can also be found on the Village's website.

All staff remain committed to providing responsive and high quality customer service.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village of Homewood's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Finance Director, Village of Homewood, 2020 Chestnut Road, Homewood, IL 30430.

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements
- Governmental Funds
- Proprietary Funds
- Fiduciary Funds

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

VILLAGE OF HOMEWOOD, ILLINOIS

Statement of Net Position

April 30, 2026

See Following Page

VILLAGE OF HOMEWOOD, ILLINOIS

Statement of Net Position

April 30, 2026

	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 30,372,421	5,996,354	36,368,775
Receivables - Net of Allowances	8,283,789	1,570,815	9,854,604
Due from Other Funds	783,578	—	783,578
Land Held for Resale	1,000,000	—	1,000,000
Inventories	193,762	—	193,762
Prepays	2,309,157	—	2,309,157
Total Current Assets	42,942,707	7,567,169	50,509,876
Noncurrent Assets			
Capital Assets			
Nondepreciable	2,710,281	819,278	3,529,559
Depreciable	32,644,893	64,607,238	97,252,131
Accumulated Depreciation	(18,186,748)	(23,979,388)	(42,166,136)
Total Capital Assets	17,168,426	41,447,128	58,615,554
Other Assets			
Net Pension Asset - IMRF	1,217,919	121,565	1,339,484
Total Noncurrent Assets	18,386,345	41,568,693	59,955,038
Total Assets	61,329,052	49,135,862	110,464,914
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	511,257	51,030	562,287
Deferred Items - SLEP	4,633	—	4,633
Deferred Items - Police Pension	4,997,812	—	4,997,812
Deferred Items - Firefighters' Pension	2,468,312	—	2,468,312
Deferred Items - RBP	2,541,666	267,134	2,808,800
Total Deferred Outflows of Resources	10,523,680	318,164	10,841,844
Total Assets and Deferred Outflows of Resources	71,852,732	49,454,026	121,306,758

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

	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 716,061	1,609,824	2,325,885
Accrued Payroll	619,429	52,030	671,459
Due to Other Funds	783,578		783,578
Accrued Interest	27,659	64,120	91,779
Other Payables	242,667	—	242,667
Current Portion of Long-Term Liabilities	1,594,961	95,036	1,689,997
Total Current Liabilities	3,984,355	1,821,010	5,805,365
Noncurrent Liabilities			
Compensated Absences Payable	343,230	65,124	408,354
Net Pension Liability - SLEP	73,484	—	73,484
Net Pension Liability - Police Pension	26,571,201	—	26,571,201
Net Pension Liability - Firefighters' Pension	4,583,894	—	4,583,894
Total OPEB Liability - RBP	9,715,195	1,017,409	10,732,604
General Obligation Bonds Payable	1,291,094	—	1,291,094
Lease Payable	245,014	—	245,014
Total Noncurrent Liabilities	42,823,112	1,082,533	43,905,645
Total Liabilities	46,807,467	2,903,543	49,711,010
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	4,504,383	—	4,504,383
Grants	42,207	—	42,207
Deferred Items - IMRF	3,620,935	361,418	3,982,353
Deferred Items - Police Pension	13,525,694	—	13,525,694
Deferred Items - Firefighters' Pension	8,783,006	—	8,783,006
Deferred Items - RBP	1,218,200	128,035	1,346,235
Total Deferred Inflows of Resources	31,755,499	489,453	32,244,952
Total Liabilities and Deferred Inflows of Resources	78,562,966	3,392,996	81,955,962
NET POSITION			
Net Investment in Capital Assets	14,708,942	41,447,128	56,156,070
Restricted - TIF Development	5,511,643	—	5,511,643
Restricted - Law Enforcement	436,362	—	436,362
Restricted - Street Improvement	1,207,095	—	1,207,095
Restricted - Fire Department	117,710	—	117,710
Restricted - Telecommunication	823,468	—	823,468
Restricted - Capital Projects	7,332,320	3,600,000	10,932,320
Restricted - IMRF and Social Security	1,680,635	121,565	1,802,200
Restricted - Debt Service	373,882	—	373,882
Restricted - Audit	23,099	—	23,099
Unrestricted (Deficit)	(38,925,390)	892,337	(38,033,053)
Total Net Position	(6,710,234)	46,061,030	39,350,796

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

VILLAGE OF HOMEWOOD, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2026

		Program Revenues	
		Charges for Services	Operating Grants/ Contributions
	Expenses		
Governmental Activities			
General Government	\$ 13,919,534	1,101,658	83,308
Public Health/Environment Protection	2,331,789	2,772	—
Maintenance/Development of Public Facilities	3,644,634	125,297	892,755
Protect of Persons/Property	12,821,341	2,201,273	—
Community Development	2,259,737	295,079	—
Interest on Long-Term Debt	92,756	—	—
Total Governmental Activities	35,069,791	3,726,079	976,063
Business-Type Activities			
Water and Sewer	10,570,500	9,440,787	—
Total Primary Government	45,640,291	13,166,866	976,063

General Revenues

Taxes

Property Taxes

Other Taxes

Intergovernmental - Unrestricted

Sales Taxes

Income Taxes

Replacement Taxes

Gaming Taxes

ARPA Grants

Other Intergovernmental Taxes

Investment Income

Miscellaneous

Total General Revenues

Change in Net Position

Net Position - Beginning

Restatement - Error Correction

Net Position - Beginning as Restated

Net Position - Ending

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

Net (Expenses)/Revenues		
Primary Government		
Governmental Activities	Business-Type Activities	Totals
(12,734,568)	—	(12,734,568)
(2,329,017)	—	(2,329,017)
(2,626,582)	—	(2,626,582)
(10,620,068)	—	(10,620,068)
(1,964,658)	—	(1,964,658)
(92,756)	—	(92,756)
(30,367,649)	—	(30,367,649)
—	(1,129,713)	(1,129,713)
(30,367,649)	(1,129,713)	(31,497,362)
11,254,714	—	11,254,714
5,112,979	—	5,112,979
6,882,038	—	6,882,038
3,561,763	—	3,561,763
104,527	—	104,527
2,057,701	—	2,057,701
65,240	—	65,240
373,751	—	373,751
810,776	—	810,776
2,226,934	—	2,226,934
32,450,423	—	32,450,423
2,082,774	(1,129,713)	953,061
(9,196,712)	46,613,494	37,416,782
403,704	577,249	980,953
(8,793,008)	47,190,743	38,397,735
(6,710,234)	46,061,030	39,350,796

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

VILLAGE OF HOMEWOOD, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2026

	Special Revenue		Capital Projects			
			CIP			
	General	Downtown TOD TIF	Northeast TIF	General	Nonmajor	Totals
ASSETS						
Cash and Investments	\$ 13,710,504	1,221,114	4,700,018	5,507,552	5,233,233	30,372,421
Receivables - Net of Allowances						
Property Taxes	4,112,733	—	—	—	—	4,112,733
Other Taxes	2,694,349	—	—	—	71,848	2,766,197
Accounts	347,701	—	—	—	42,000	389,701
Due from Other Funds	783,578	—	—	—	—	783,578
Land Held for Resale	1,000,000	—	—	—	—	1,000,000
Inventories	193,762	—	—	—	—	193,762
Prepays	2,309,157	—	—	—	—	2,309,157
Total Assets	25,151,784	1,221,114	4,700,018	5,507,552	5,347,081	41,927,549
LIABILITIES						
Accounts Payable	452,192	133,628	1,673	—	128,568	716,061
Accrued Payroll	619,429	—	—	—	—	619,429
Due to Other Funds	—	638,223	—	—	145,355	783,578
Other Payables	242,667	—	—	—	—	242,667
Total Liabilities	1,314,288	771,851	1,673	—	273,923	2,361,735
DEFERRED INFLOWS OF RESOURCES						
Property Taxes	4,112,733	—	—	—	—	4,112,733
Grants	42,207	—	—	—	—	42,207
Total Deferred Inflows of Resources	4,154,940	—	—	—	—	4,154,940
Total Liabilities and Deferred Inflows of Resources	5,469,228	771,851	1,673	—	273,923	6,516,675
FUND BALANCES						
Nonspendable	3,502,919	—	—	—	—	3,502,919
Restricted	485,815	449,263	4,698,345	5,507,552	5,174,979	16,315,954
Assigned	2,439,058	—	—	—	—	2,439,058
Unassigned	13,254,764	—	—	—	(101,821)	13,152,943
Total Fund Balances	19,682,556	449,263	4,698,345	5,507,552	5,073,158	35,410,874
Total Liabilities, Deferred Inflows of Resources and Fund Balances	25,151,784	1,221,114	4,700,018	5,507,552	5,347,081	41,927,549

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

VILLAGE OF HOMEWOOD, ILLINOIS

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

April 30, 2026

Total Governmental Fund Balances	\$ 35,410,874
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	17,168,426
A net pension asset is not considered to represent a financial resource and therefore is not reported in the funds. Net Pension Asset - IMRF	1,217,919
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(3,109,678)
Deferred Items - SLEP	(56,441)
Deferred Items - Police Pension	(8,527,882)
Deferred Items - Firefighters' Pension	(6,314,694)
Deferred Items - RBP	1,323,466
Various Village tax revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore, are deferred in the funds.	623,508
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(429,037)
Net Pension Liability - SLEP	(73,484)
Net Pension Liability - Police Pension	(26,571,201)
Net Pension Liability - Firefighters' Pension	(4,583,894)
Total OPEB Liability - RBP	(10,429,541)
General Obligation Bonds Payable	(1,971,399)
Installment Contract Payable	(359,517)
Accrued Interest Payable	(27,659)
Net Position of Governmental Activities	(6,710,234)

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

VILLAGE OF HOMEWOOD, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds For the Fiscal Year Ended April 30, 2026

		Special Revenue		Capital Projects		
		Downtown	Northeast	CIP		
	General	TOD TIF	TIF	General	Nonmajor	Totals
Revenues						
Taxes	\$ 12,317,864	578,594	2,440,046	—	1,031,189	16,367,693
Intergovernmental	13,128,328	—	—	—	892,755	14,021,083
Charges for Services	2,611,532	—	—	—	—	2,611,532
Licenses and Permits	707,745	—	—	—	—	707,745
Fines and Forfeitures	406,802	—	—	—	—	406,802
Investment Income	696,406	605	2,096	—	111,669	810,776
Miscellaneous	1,913,289	—	—	—	240,055	2,153,344
Total Revenues	31,781,966	579,199	2,442,142	—	2,275,668	37,078,975
Expenditures						
General Government	9,979,546	—	—	—	117,518	10,097,064
Public Health/Environment Protection	1,177,034	—	—	1,154,755	—	2,331,789
Maintenance/Development of Public Facilities	4,087,206	—	—	—	711,620	4,798,826
Protect of Persons/Property	13,443,937	—	—	—	1,106,364	14,550,301
Community Development	472,580	485,191	1,198,549	—	103,417	2,259,737
Debt Service						
Principal Retirement	109,478	—	—	—	639,870	749,348
Interest and Fiscal Charges	19,620	—	—	—	76,372	95,992
Total Expenditures	29,289,401	485,191	1,198,549	1,154,755	2,755,161	34,883,057
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,492,565	94,008	1,243,593	(1,154,755)	(479,493)	2,195,918
Other Financing Sources (Uses)						
Disposal of Capital Assets	73,590	—	—	—	—	73,590
Transfers In	—	—	—	3,300,000	—	3,300,000
Transfers Out	(3,300,000)	—	—	—	—	(3,300,000)
	(3,226,410)	—	—	3,300,000	—	73,590
Net Change in Fund Balances	(733,845)	94,008	1,243,593	2,145,245	(479,493)	2,269,508
Fund Balances - Beginning	20,416,401	—	—	—	12,724,965	33,141,366
Adjustment - Change within Reporting Entity	—	355,255	3,454,752	3,362,307	(7,172,314)	—
Fund Balances - Beginning as Adjusted	20,416,401	355,255	3,454,752	3,362,307	5,552,651	33,141,366
Fund Balances - Ending	19,682,556	449,263	4,698,345	5,507,552	5,073,158	35,410,874

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

VILLAGE OF HOMEWOOD, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities - Governmental Activities For the Fiscal Year Ended April 30, 2026

Net Change in Fund Balances - Total Governmental Funds	\$ 2,269,508
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital Outlays	1,287,180
Depreciation Expense	(934,777)
Disposals - Cost	(483,273)
Disposals - Accumulated Depreciation	323,278

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

Change in Deferred Items - IMRF	(4,978,674)
Change in Deferred Items - SLEP	(72,343)
Change in Deferred Items - Police Pension	(4,036,666)
Change in Deferred Items - Firefighters' Pension	(4,388,960)
Change in Deferred Items - RBP	140,482

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.

Change in Compensated Absences Payable	(96,609)
Change in Net Pension Liability - IMRF	2,287,502
Change in Net Pension Liability - SLEP	106,123
Change in Net Pension Liability - Police Pension	5,456,097
Change in Net Pension Liability - Firefighters' Pension	5,052,159
Change in Total OPEB Liability - RBP	(600,837)
Retirement of Debt	749,348

Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

3,236

Changes in Net Position of Governmental Activities

2,082,774

VILLAGE OF HOMEWOOD, ILLINOIS

Statement of Net Position - Proprietary Fund

April 30, 2026

	Business-Type Activities - Enterprise
	Water and Sewer
ASSETS	
Current Assets	
Cash and Investments	\$ 5,996,354
Receivables - Net of Allowances	1,570,815
Total Current Assets	<u>7,567,169</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	819,278
Depreciable	64,607,238
Accumulated Depreciation	<u>(23,979,388)</u>
Total Capital Assets	41,447,128
Other Assets	
Net Pension Asset - IMRF	<u>121,565</u>
Total Noncurrent Assets	<u>41,568,693</u>
Total Assets	<u>49,135,862</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	51,030
Deferred Items - RBP	<u>267,134</u>
Total Deferred Outflows of Resources	<u>318,164</u>
Total Assets and Deferred Outflows of Resources	<u>49,454,026</u>

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

	Business-Type Activities - Enterprise
	Water and Sewer
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 1,609,824
Accrued Payroll	52,030
Deposit Payable	64,120
Compensated Absences Payable	16,281
OPEB Liability - RBP	78,755
Total Current Liabilities	<u>1,821,010</u>
Noncurrent Liabilities	
Compensated Absences Payable	65,124
Total OPEB Liability - RBP	<u>1,017,409</u>
Total Noncurrent Liabilities	<u>1,082,533</u>
Total Liabilities	<u>2,903,543</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Items - IMRF	361,418
Deferred Items - RBP	<u>128,035</u>
Total Deferred Inflows of Resources	<u>489,453</u>
Total Liabilities and Deferred Inflows of Resources	<u>3,392,996</u>
NET POSITION	
Investment in Capital Assets	41,447,128
Restricted - IMRF	121,565
Restricted - Capital Projects	3,600,000
Unrestricted	<u>892,337</u>
Total Net Position	<u>46,061,030</u>

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

VILLAGE OF HOMEWOOD, ILLINOIS

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Fund For the Fiscal Year Ended April 30, 2026

	Business-Type Activities - Enterprise
	Water and Sewer
Operating Revenues	
Charges for Services	\$ 7,465,102
Sales to the Village of Flossmoor	1,618,400
Sales to the Village of East Hazel Crest	261,404
Total Operating Revenues	<u>9,344,906</u>
Operating Expenses	
Operations	9,558,792
Depreciation	1,011,708
Total Operating Expenses	<u>10,570,500</u>
Operating (Loss)	<u>(1,225,594)</u>
Nonoperating Revenues	
Miscellaneous	91,166
Investment Income	4,715
	<u>95,881</u>
Change in Net Position	<u>(1,129,713)</u>
Net Position - Beginning	46,613,494
Restatement - Error Correction	577,249
Net Position - Beginning as Restated	<u>47,190,743</u>
Net Position - Ending	<u><u>46,061,030</u></u>

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

VILLAGE OF HOMEWOOD, ILLINOIS

Statement of Cash Flows - Proprietary Fund For the Fiscal Year Ended April 30, 2026

	Business-Type Activities - Enterprise
	Water and Sewer
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 9,352,411
Payments to Suppliers	(7,566,981)
Payments to Employees	(1,320,241)
	<u>465,189</u>
Financing Activities	
Purchase of Capital Assets	<u>(303,732)</u>
Cash Flows from Investing Activities	
Investment Income	<u>4,715</u>
Net Change in Cash and Cash Equivalents	166,172
Cash and Cash Equivalents - Beginning	<u>5,830,182</u>
Cash and Cash Equivalents - Ending	<u><u>5,996,354</u></u>
Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities	
Operating (Loss)	(1,225,594)
Adjustments to Reconcile Operating Income	
Income to Net Cash Provided by	
(Used in) Operating Activities:	
Depreciation	1,011,708
Other Income (Expense)	91,166
(Increase) Decrease in Current Assets	7,505
Increase (Decrease) in Current Liabilities	<u>580,404</u>
Net Cash Provided by Operating Activities	<u><u>465,189</u></u>

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

VILLAGE OF HOMEWOOD, ILLINOIS

Statement of Fiduciary Net Position

April 30, 2026

	Pension Trust
ASSETS	
Cash and Cash Equivalents	\$ 560,478
Investments	
Illinois Police Officers' Pension Investment Fund	47,940,876
Illinois Firefighters' Pension Investment Fund	25,136,395
Prepays	17,403
Total Assets	73,655,152
LIABILITIES	
Accounts Payable	5,279
NET POSITION	
Net Position Restricted for Pensions	73,649,873

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

VILLAGE OF HOMEWOOD, ILLINOIS

Statement of Changes in Fiduciary Net Position For the Fiscal Year Ended April 30, 2026

	Pension Trust
Additions	
Contributions - Employer	\$ 4,108,541
Contributions - Plan Members	725,168
Contributions - Other	668,586
Total Contributions	<u>5,502,295</u>
Investment Income	
Interest Earned	740,602
Net Change in Fair Value	<u>12,598,560</u>
	13,339,162
Less Investment Expenses	<u>(98,964)</u>
Net Investment Income	<u>13,240,198</u>
Total Additions	<u>18,742,493</u>
Deductions	
Administration	101,463
Benefits and Refunds	<u>5,316,452</u>
Total Deductions	<u>5,417,915</u>
Change in Fiduciary Net Position	13,324,578
Net Position Restricted for Pensions	
Beginning	<u>60,325,295</u>
Ending	<u><u>73,649,873</u></u>

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

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Homewood, Illinois (the Village) was incorporated February 14, 1893. The Village operates under a Council-Manager form of government and provides services that include police, fire, water utility, sewer utility, street maintenance, health and environment, community development, and general administrative services.

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

REPORTING ENTITY

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

Police Pension Employees Retirement System

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

Firefighters' Pension Employees Retirement System

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

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION

Government-Wide Financial Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The Village's police and fire safety, highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's water and sewer operations and maintenance; depreciation, improvement and extension; and surplus services are classified as business-type activities.

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

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

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

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, sales taxes, income taxes, interest income, etc.).

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

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

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village may from time to time electively add funds, as major funds, which either have debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements.

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

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

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

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

Governmental Funds

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

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

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains two major special revenue funds. The Downtown TOD TIF Fund is used to account for TIF related revenues and expenditures which will drive economic development and redevelopment in the Village's downtown area the next 23 years. The Northeast TIF Fund is used to account for revenues derived from the Northeast Tax Increment District to pay development cost. Additionally, the Village maintains ten non-major special revenue funds.

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

Capital Projects Funds are used to account for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains one major capital projects fund. The CIP General Fund is used to account for the cost of planned current and future major projects for building, infrastructure improvements, traffic and environmental projects, fire training and safety programs, and police capital equipment purchases. Additionally, the Village maintains two nonmajor capital projects funds.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

Proprietary Funds

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

Enterprise Funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains one water and sewer related enterprise fund. The Water and Sewer Fund, a major fund, is used to account for amounts credited each month with an amount sufficient, when added to the amount then on deposit in this account, to pay the current month's operating costs.

Fiduciary Funds

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

Pension Trust Funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's police force. The Firefighters' Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's Fire Department.

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

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

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

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

Basis of Accounting

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

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

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

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

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting - Continued

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

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

Cash and Investments

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

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

Interfund Receivables, Payables and Activity

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

Receivables

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

Prepays/Inventories - Land Held for Resale

Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids/inventories are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Capital Assets

Capital assets purchased or acquired with an original cost of \$20,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized/amortized. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by the governmental activities) the government chose to include all such items regardless of their acquisition date. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated acquisition value on the date donated.

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

Land Improvements	75 - 100 Years
Buildings	75 - 100 Years
Machinery and Equipment	10 - 15 Years
Infrastructure - Bridges	80 Years
Infrastructure - Roads	80 Years
Infrastructure - Water and Sewer	75 - 100 Years
Lease Assets - Equipment	15 Years

Deferred Outflows/Inflows of Resources

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

Compensated Absences

The Village's policy allows full time and part time employees to earn varying amounts of sick and vacation pay for each year employed.

Full time employees accrue vacation between two and six weeks. Employees are eligible to accrue vacation based on their length of service with the Village. Full time employees earn eight hours of sick leave per month. Part time employees earn four hours of sick leave per month.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Compensated Absences - Continued

Upon separation of employment any unused and accrued vacation is paid out to the employee.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

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

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

Net Position

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

Net Investment in Capital Assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation/amortization and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

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

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Use of Estimates

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The Board of Trustees follows these procedures in establishing the budgetary data reflected in the financial statements:

- At the first Village Board meeting in April, the Village Manager submits to the Board of Trustees a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- A Public Hearing is conducted to obtain citizen comments.
- Prior to May 1, the budget is legally enacted for all operating funds except for the Southwest TIF Special Allocation, the East CBD TIF, the South Gate TIF, the Police Pension, and the Firefighters' Pension Funds.
- Total actual expenditures for any fund may not legally exceed the total budgeted for that fund. However, modifications to the budget may be made in that the Village Manager is authorized to transfer budgeted amounts between departments within any fund; any revisions that alter the total expenditures of any fund must be approved by the Board of Trustees. Revisions made by the Board on the current year's budget were in accordance with legal requirements. Budget appropriations lapse at year-end. During the year, supplementary appropriations were necessary.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget as of the date of this report:

Fund	Excess
Northeast TIF	\$ 719,756
Police Seized	270,105
Network #3 Cook County Telecomm	67,518
Dixie/Miller Court TIF	3,619

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

DEFICIT FUND BALANCES

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

Fund	Deficit
North Halsted TIF	\$ 2,754
East CBD TIF	60,859
183rd West TIF	28,099
Kedzie Gateway TIF	10,109

Deficits will be eliminated by future revenues or transfers.

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

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

The Illinois Trust was established for the purpose of allowing various public agencies including, but not limited to, counties, townships, cities, towns, villages, school districts, housing authorities and public water supply districts, to jointly invest funds in accordance with the Laws of the State of Illinois. Participation in the Illinois Trust is voluntary. The Illinois Trust is not registered with the SEC as an Investment Company. Investments in the Illinois Trust are valued at the share price, the price for which the investment could be sold.

Village

Deposits and Investments. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$17,472,913, and the bank balances totaled \$16,214,305. The Village also has \$19,895,862 invested in the Illinois Trust at year-end.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The Village's investment in the Illinois Trust has an average maturity of less than one year.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village's investment policy does not address credit risk. The Village's investment in the Illinois Trust is not rated.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Village - Continued

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

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

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy does not address concentration of credit risk. At year-end, the Village does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Police Pension Fund

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

Deposits. The Fund retains all its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the Fund. The excess of available cash is required to be transferred to IPOPIF for purposes of the long-term investment for the Fund. At year-end, the carrying amount of the Fund's cash on hand totaled \$415,014 and the bank balances totaled \$415,014.

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

Investments. At year-end the Fund has \$47,940,876 invested in IPOPIF. The pooled investments consist of the investments as noted in the target allocation table available at www.ipopif.org. Investments in IPOPIF are valued at IPOPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at year-end. The fund may redeem shares with a seven calendar day notice. IPOPIF may, at its sole discretion and based on circumstances, process redemption requests with fewer than a seven calendar day notice. Regular redemptions of the same amount on a particular day of the month may be arranged with IPOPIF.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Continued

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

Rate of Return

For the year ended April 30, 2026, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 13.91%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Firefighters' Pension Fund

The Illinois Firefighters' Pension Investment Fund (IFPIF) is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate firefighter pension funds. IFPIF was created by Public Act 101-0610, and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds. Participation in IFPIF by Illinois suburban and downstate firefighter pension funds is mandatory. Investments of the Fund are combined in a commingled external investment pool and held by IFPIF. A schedule of investment expenses is included in IFPIF's annual comprehensive financial report. For additional information on IFPIF's investments, please refer to their annual comprehensive financial report, which can be obtained from IFPIF at 1919 South Highland Avenue, Building A, Suite 237, Lombard, IL 60148 or at www.ifpif.org

Deposits. The Fund retains all its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the Fund. The excess of available cash is required to be transferred to IFPIF for purposes of the long-term investment for the Fund. At year-end, the carrying amount of the Fund's cash on hand totaled \$145,464 and the bank balances totaled \$145,464.

Custodial Credit Risk. The Fund's investment policy states that collateral is required for demand deposits and certificates of deposit at one hundred ten percent (110%) of all deposits not covered by federal depository insurance. Obligations that may be pledged as collateral are obligations of the United States of America and its agencies. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance. Furthermore, the Fund's U.S. Treasury Securities, Federal Home Loan Bank and Mortgage Securities, Federal National Mortgage Securities, Government National Mortgage Securities, and State and Local Securities are categorized as insured, registered, or held by the Fund or its agent in the Fund's name. The Fund's investment in the Illinois Funds is not subject to custodial credit risk.

Investments. At year-end the Fund has \$25,136,395 invested in IFPIF. The pooled investments consist of the investments as noted in the target allocation table available at www.ifpif.org. Investments in IFPIF are valued at IFPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at year-end. The plan may redeem shares by giving notice by 5:00 pm central time on the 1st of each month. Requests properly submitted on or before the 1st of each month will be processed for redemption by the 14th of the month. Expedited redemptions may be processed at the sole discretion of IFPIF.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Continued

Investment Policy. IFPIF's current investment policy was adopted by the Board of Trustees on June 17, 2022. IFPIF is authorized to invest in all investments allowed by Illinois Compiled Statutes (ILCS). The IFPIF shall not be subject to any of the limitations applicable to investments of pension fund assets currently held by the transferor pension funds under Sections 1-113.1 through 1-113.12 or Article 4 of the Illinois Pension Code.

Rate of Return

For the year ended April 30, 2026, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 13.25%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for the 2025 levy attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about March 1 and September 1. The County collects such taxes and remits them periodically.

INTERFUND BALANCES

Interfund balances are advances in anticipation of receipts. The composition of interfund balances as of the date of this report, is as follows:

Receivable Fund	Payable Fund	Amount
General	Downtown TOD TIF	\$ 638,223
General	Nonmajor Governmental	145,355
		<u>783,578</u>

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
CIP General	General	<u>\$ 3,300,000</u>

A transfer was made from the General Fund to the Capital Improvement Fund to support future approved capital projects.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Restated Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 2,360,413	10,400	—	2,370,813
Construction in Progress	188,224	151,244	—	339,468
	<u>2,548,637</u>	<u>161,644</u>	<u>—</u>	<u>2,710,281</u>
Depreciable/Amortizable Capital Assets				
Land Improvements	5,612,702	—	—	5,612,702
Buildings	8,743,324	1,005,209	483,273	9,265,260
Infrastructure	17,046,604	120,327	—	17,166,931
Lease Assets - Equipment	600,000	—	—	600,000
	<u>32,002,630</u>	<u>1,125,536</u>	<u>483,273</u>	<u>32,644,893</u>
Less Accumulated Depreciation/Amortization				
Land Improvements	2,890,374	123,176	—	3,013,550
Buildings	4,711,331	503,906	323,278	4,891,959
Infrastructure	9,853,544	187,695	—	10,041,239
Lease Assets - Equipment	120,000	120,000	—	240,000
	<u>17,575,249</u>	<u>934,777</u>	<u>323,278</u>	<u>18,186,748</u>
Total Net Depreciable/Amortizable Capital Assets	<u>14,427,381</u>	<u>190,759</u>	<u>159,995</u>	<u>14,458,145</u>
Total Net Capital Assets	<u>16,976,018</u>	<u>352,403</u>	<u>159,995</u>	<u>17,168,426</u>

Depreciation/amortization expense was charged to governmental activities as follows:

General Government	\$ 448,119
Maintenance/Development of Public Facilities	132,988
Protect of Persons/Property	<u>353,670</u>
	<u>934,777</u>

VILLAGE OF HOMEWOOD, ILLINOIS**Notes to the Financial Statements****April 30, 2026****NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued****CAPITAL ASSETS - Continued****Business-Type Activities**

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

	Restated Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 819,278	—	—	819,278
Construction in Progress	291,068	—	291,068	—
	<u>1,110,346</u>	<u>—</u>	<u>291,068</u>	<u>819,278</u>
Depreciable Capital Assets				
Land Improvements	2,457,566	—	—	2,457,566
Buildings	2,094,271	220,898	157,022	2,158,147
Machinery and Equipment	59,617,623	373,902	—	59,991,525
	<u>64,169,460</u>	<u>594,800</u>	<u>157,022</u>	<u>64,607,238</u>
Less Accumulated Depreciation				
Land Improvements	1,934,393	58,435	—	1,992,828
Buildings	1,008,480	136,210	157,022	987,668
Machinery and Equipment	20,181,829	817,063	—	20,998,892
	<u>23,124,702</u>	<u>1,011,708</u>	<u>157,022</u>	<u>23,979,388</u>
Total Net Depreciable Capital Assets	<u>41,044,758</u>	<u>(416,908)</u>	<u>—</u>	<u>40,627,850</u>
Total Net Capital Assets	<u>42,155,104</u>	<u>(416,908)</u>	<u>291,068</u>	<u>41,447,128</u>

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

Water and Sewer	<u>\$ 1,011,708</u>
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VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS

General Obligation Bonds

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

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Limited Tax Bonds, Series 2020 - Due in annual installments of \$587,659 to \$703,435 plus interest at 3.35% to 3.70% through December 1, 2025.	Bond Capital Projects	\$ 2,611,269	—	639,870	1,971,399

Legal Debt Margin

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

Assessed Valuation - 2024 Tax Levy	<u>\$ 517,755,199</u>
Legal Debt Limit - 8.625% of Assessed Value	44,656,386
Amount of Debt Applicable to Limit	<u>2,330,916</u>
Legal Debt Margin	<u>42,325,470</u>

The 2025 tax levy extension was not available as of the date of this report.

Leases

The Village has the following lease outstanding at year end:

Lease	Start Date	End Date	Payments	Interest Rate
2024 Equipment Vehicle Lease	12/23/2024	12/23/2028	\$131,005 Annually	4.59%

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

Long-Term Liabilities Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 332,428	96,609	—	429,037	85,807
Net Pension Liability/(Asset)					
IMRF	1,069,583	—	2,287,502	(1,217,919)	—
SLEP	179,607	—	106,123	73,484	—
Police Pension	32,027,298	—	5,456,097	26,571,201	—
Firefighters' Pension	9,636,053	—	5,052,159	4,583,894	—
Total OPEB Liability - RBP	9,828,704	600,837	—	10,429,541	714,346
General Obligation Bonds	2,611,269	—	639,870	1,971,399	680,305
Lease Payable	468,995	—	109,478	359,517	114,503
	<u>56,153,937</u>	<u>697,446</u>	<u>13,651,229</u>	<u>43,200,154</u>	<u>1,594,961</u>
Business-Type Activities					
Compensated Absences	113,030	—	31,625	81,405	16,281
Net Pension Liability/(Asset) - IMRF	114,771	—	236,336	(121,565)	—
Total OPEB Liability - RBP	<u>1,176,892</u>	<u>—</u>	<u>80,728</u>	<u>1,096,164</u>	<u>78,755</u>
	<u>1,404,693</u>	<u>—</u>	<u>348,689</u>	<u>1,056,004</u>	<u>95,036</u>

Compensated absences are reported as the net change amount for the fiscal year.

For governmental activities the net pension liabilities/(asset) and the total OPEB liability are liquidated by the General Fund. The Bond Capital Projects Funds make payments on the general obligation bonds. The General Fund makes payments on the lease payable.

For business-type activities the net pension liability/(asset) and the total OPEB liability are liquidated by the Water and Sewer Fund.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

Debt Service Requirements to Maturity

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

Fiscal Year Ending	Governmental Activities			
	General Obligation Bonds		Lease Payable	
2027	\$ 680,305	66,382	114,503	16,502
2028	703,435	43,252	119,759	11,246
2029	587,659	19,686	125,255	5,750
	1,971,399	129,320	359,517	33,498

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2026:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 17,168,426
Less Capital Related Debt:	
General Obligation Limited Tax Bonds of 2020	(1,971,399)
Lease Payable	(359,517)
Capital Related Accounts Payable	(128,568)
Net Investment in Capital Assets	14,708,942
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	41,447,128
Less Capital Related Debt:	—
Net Investment in Capital Assets	41,447,128

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS

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

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

		Special Revenue		Capital Projects		
		Downtown	Northeast	CIP		
	General	TOD TIF	TIF	General	Nonmajor	Totals
Fund Balances						
Nonspendable						
Land Held for Resale	\$ 1,000,000	—	—	—	—	1,000,000
Inventories	193,762	—	—	—	—	193,762
Prepays	2,309,157	—	—	—	—	2,309,157
	<u>3,502,919</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>3,502,919</u>
Restricted						
TIF Development	—	449,263	4,698,345	—	364,035	5,511,643
Law Enforcement	—	—	—	—	436,362	436,362
Street Improvement	—	—	—	—	1,207,095	1,207,095
Fire Department	—	—	—	—	117,710	117,710
Telecommunication	—	—	—	—	823,468	823,468
IMRF	340,622	—	—	—	—	340,622
Social Security	122,094	—	—	—	—	122,094
Debt Service	—	—	—	—	401,541	401,541
Audit	23,099	—	—	—	—	23,099
Capital Projects	—	—	—	5,507,552	1,824,768	7,332,320
	<u>485,815</u>	<u>449,263</u>	<u>4,698,345</u>	<u>5,507,552</u>	<u>5,174,979</u>	<u>16,315,954</u>
Assigned						
Non-TIF Incentives	2,439,058	—	—	—	—	2,439,058
Unassigned	13,254,764	—	—	—	(101,821)	13,152,943
Total Fund Balances	<u>19,682,556</u>	<u>449,263</u>	<u>4,698,345</u>	<u>5,507,552</u>	<u>5,073,158</u>	<u>35,410,874</u>

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

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

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

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

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

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

Minimum Fund Balance Policy. A level of unrestricted fund balances will be maintained in the General Fund sufficient to handle emergency needs, cover unfavorable variances in revenue and expenditure estimates, and for cash flow purposes. The established unrestricted fund balance level for these funds should be adequate to cover a minimum of five months of operations.

REPORTING UNITS AFFECTED BY RESTATEMENTS OF BEGINNING BALANCES

Error Correction. During the fiscal year ended April 30, 2026, the Village identified that certain capital asset additions related to vehicles and infrastructure were not recorded in the prior fiscal year. As a result, beginning net position has been restated to reflect the correction of this error. The following is a summary of the net position as originally reported and as restated:

	Primary Government		Enterprise
	Governmental Activities	Business-Type Activities	Water and Sewer
Beginning Net Position as Previously Reported	\$ (9,196,712)	46,613,494	46,613,494
Error Correction			
Depreciable Capital Assets	403,704	577,249	577,249
Beginning Net Position as Restated	<u>(8,793,008)</u>	<u>47,190,743</u>	<u>47,190,743</u>

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION

JOINT VENTURES

The Village participates in a joint venture with several municipalities, which is known as E-COM, for the mutual operation of a centralized dispatch and communication system. E-COM provides all services necessary for emergency dispatch and communication. The Village pays annual assessments to E-COM. To obtain a copy of the E-COM separately issued financial statements, contact the E-COM Dispatch Center at 1154 Ridge Road, Homewood, Illinois 60430.

RISK MANAGEMENT

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

Intergovernmental Risk Management Agency (IRMA)

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperations Statute to pool its risk management needs.

The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. IRMA has a mix of self-insurance and commercial insurance at various amounts about that level. Beginning January 1, 2026, the Village of Homewood has a \$50,000 deductible for each occurrence. Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors. Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

COMMITMENTS - TAX ABATEMENTS

The Village of Homewood has entered into various tax rebate agreements with local corporations under Village code. Under these agreements, the Village rebates a portion of sales and places for eating taxes. For the fiscal year ended April 30, 2026, the Village rebated a total of \$546,199, in taxes, under these agreements.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

INTERGOVERNMENTAL AGREEMENT

Southland Public Benefit Fund

Under an agreement related to the Wind Creek casino development, the Village is required to remit 50% of its share of casino gaming tax revenues to the Southland Public Benefit Fund during the first four years of casino operations. During fiscal year 2026, the Village contributed approximately \$883,000 to the Southland Public Benefit Fund.

CONTINGENT LIABILITIES

Litigation

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

Grants

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

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS

The Village contributes to four defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Sheriff's Law Enforcement Personnel Fund (SLEP), which is administered by the IMRF, the Police Pension Plan which is a single-employer pension plan, and the Firefighters' Pension Plan which is a single-employer pension plan. A separate report is issued for the Police Pension Plan and Firefighters' Pension Plan and may be obtained by writing to the Village at 2020 Chester Road, Homewood Illinois 60430. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

The aggregate amount of pension expense recognized for the four pension plans is:

	Pension Expenses/ (Revenues)	Net Pension Liability	Deferred Outflows	Deferred Inflows
IMRF				
Regular Plan	\$ 3,389,079	(1,339,484)	562,287	3,982,353
SLEP Plan	(20,547)	73,484	4,633	61,074
Police Pension	1,648,818	26,571,201	4,997,812	13,525,694
Firefighters' Pension	377,093	4,583,894	2,468,312	8,783,006
	5,394,443	29,889,095	8,033,044	26,352,127

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

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

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

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

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. IMRF - Regular Plan. 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.

Sheriff's Law Enforcement Personnel. SLEP members having accumulated at least 30 years of SLEP service and terminating IMRF on or after July 1, 1998, may elect to retire at or after age 50 with no early retirement discount penalty. SLEP members meeting these two qualifications are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.50% of their final rate of earnings, for each year of credited service up to 20 years, 2.00% of their final earnings rate for the next 10 years of credited service and 1.00% for each year thereafter. For those SLEP members retiring with less than 20 years of SLEP service, the regular IMRF pension formula applies. SLEP also provides death and disability benefits. These benefit provisions and all other requirements are established by State statutes.

Plan Membership. As of December 31, 2025, the measurement date, the following employees were covered by the benefit terms:

	Regular	SLEP	Totals
Inactive Plan Members Currently Receiving Benefits	111	3	114
Inactive Plan Members Entitled to but not yet Receiving Benefits	44	—	44
Active Plan Members	58	—	58
Total	213	3	216

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended April 30, 2026, the Village's contribution was 7.23% of covered payroll. SLEP members are required to contribute 7.50% of their annual covered salary. For the year-ended April 30, 2026, the Village's contribution was —% of covered payroll.

Net Pension Liability/(Asset). The Village's net pension liability/(asset) was measured as of December 31, 2025. The total pension liability used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2025, using the following actuarial methods and assumptions:

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

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

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

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	24.00%	4.75%
Domestic Equities	32.50%	7.35%
International Equities	18.00%	7.45%
Real Estate	10.50%	6.25%
Blended	14.00%	3.90% - 8.50%
Cash and Cash Equivalents	1.00%	3.00%

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Regular Plan	\$ 3,349,205	(1,339,484)	(5,081,966)
SLEP Plan	155,035	73,484	1,662

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension Liability/(Asset) - Regular Plan

	Total Pension Liability (A)	Fiduciary Net Position (B)	Net Pension Liability/ (Asset) (A) - (B)
Balances at December 31, 2024	\$ 43,523,743	42,339,389	1,184,354
Changes for the Year:			
Service Cost	459,487	—	459,487
Interest on the Total Pension Liability	3,075,841	—	3,075,841
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(2,251,105)	—	(2,251,105)
Changes of Assumptions	—	—	—
Contributions - Employer	—	404,797	(404,797)
Contributions - Employees	—	256,835	(256,835)
Net Investment Income	—	6,714,078	(6,714,078)
Benefit Payments, including Refunds of Employee Contributions	(2,656,159)	(2,656,159)	—
Other (Net Transfer)	—	(3,567,649)	3,567,649
Net Changes	(1,371,936)	1,151,902	(2,523,838)
Balances at December 31, 2025	42,151,807	43,491,291	(1,339,484)

VILLAGE OF HOMEWOOD, ILLINOIS**Notes to the Financial Statements****April 30, 2026****NOTE 4 - OTHER INFORMATION - Continued****EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued****Illinois Municipal Retirement Fund (IMRF) - Continued****Changes in the Net Pension Liability - SLEP Plan**

	Total Pension Liability (A)	Plan Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2024	\$ 1,069,853	890,246	179,607
Changes for the Year:			
Service Cost	—	—	—
Interest on the Total Pension Liability	73,862	—	73,862
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	17,968	—	17,968
Changes of Assumptions	—	—	—
Contributions - Employer	—	12,877	(12,877)
Contributions - Employees	—	—	—
Net Investment Income	—	153,883	(153,883)
Benefit Payments, including Refunds of Employee Contributions	(102,122)	(102,122)	—
Other (Net Transfer)	—	31,193	(31,193)
Net Changes	(10,292)	95,831	(106,123)
Balances at December 31, 2025	1,059,561	986,077	73,484

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

For the year ended April 30, 2026, the Village recognized pension expense of \$3,389,079 for the Regular Plan and pension revenue of \$20,547 for the SLEP Plan. At April 30, 2026, the Village reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

	Regular Plan		SLEP Plan	
	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Deferred Outflows of Resources	Deferred (Inflows) of Resources
Difference Between Expected and Actual Experience	\$ 424,563	(1,449,001)	—	—
Change in Assumptions	—	—	—	—
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(2,533,352)	—	(61,074)
Total Pension Expense to be Recognized in Future Periods	424,563	(3,982,353)	—	(61,074)
Pension Contributions Made Subsequent to the Measurement Date	137,724	—	4,633	—
Total Deferred Amounts Related to IMRF	562,287	(3,982,353)	4,633	(61,074)

\$137,724 for the Regular Plan and \$4,633 for the SLEP Plan are reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2027. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources	
	Regular	SLEP
2027	\$ 133,858	16,050
2028	(1,931,523)	(33,619)
2029	(990,904)	(25,216)
2030	(769,221)	(18,289)
2031	—	—
Thereafter	—	—
Totals	(3,557,790)	(61,074)

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan

Plan Descriptions

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

Plan Membership. At April 30, 2026, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	49
Inactive Plan Members Entitled to but not yet Receiving Benefits	5
Active Plan Members	<u>41</u>
Total	<u><u>95</u></u>

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

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of $\frac{1}{2}$ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Plan Descriptions - Continued

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

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2026, the Village's contribution was 73.06% of covered payroll.

Concentrations. At year-end, the Pension Plan has over 5 percent of net plan assets available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2026, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	6.80%
Salary Increases	4.00% - 7.68%
Adjustments	3.25%
Inflation	2.50%

The mortality rates were based on the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study improved to 2021 using MP-2021 Improvement Rates. These rates are then improved generationally using MP-2021 Improvement Rates.

Discount Rate

The discount rate used to measure the total pension liability was 6.80%, compared to 6.67% in the prior year. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Discount Rate Sensitivity

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

	1% Decrease (5.80%)	Current Discount Rate (6.80%)	1% Increase (7.80%)
Net Pension Liability	\$ 36,668,418	26,571,201	18,306,225

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2025	\$ 71,366,227	39,338,929	32,027,298
Changes for the Year:			
Service Cost	1,143,778	—	1,143,778
Interest on the Total Pension Liability	4,815,336	—	4,815,336
Changes of Benefit Terms	2,831,369	—	2,831,369
Difference Between Expected and Actual Experience of the Total Pension Liability	—	—	—
Changes of Assumptions	(1,199,031)	—	(1,199,031)
Contributions - Employer	—	3,068,249	(3,068,249)
Contributions - Employees	—	491,727	(491,727)
Contributions - Other	—	668,586	(668,586)
Net Investment Income	—	8,882,643	(8,882,643)
Benefit Payments, Including Refunds of Employee Contributions	(4,022,914)	(4,022,914)	—
Other (Net Transfer)	—	(63,656)	63,656
Net Changes	3,568,538	9,024,635	(5,456,097)
Balances at April 30, 2026	74,934,765	48,363,564	26,571,201

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

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

For the year ended April 30, 2026, the Village recognized pension expense of \$1,648,818. At April 30, 2026, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 3,430,955	(492,358)	2,938,597
Change in Assumptions	1,566,857	(7,619,001)	(6,052,144)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(5,414,335)	(5,414,335)
Total Deferred Amounts Related to Police Pension	4,997,812	(13,525,694)	(8,527,882)

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2027	\$ (2,634,852)
2028	(2,633,332)
2029	(2,171,167)
2030	(1,195,319)
2031	106,788
Thereafter	—
Total	(8,527,882)

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan

Plan Descriptions

Plan Administration. The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active fire employees.

Plan Membership. At April 30, 2026, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	15
Inactive Plan Members Entitled to but not yet Receiving Benefits	4
Active Plan Members	<u>22</u>
Total	<u><u>41</u></u>

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

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of $\frac{1}{2}$ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Plan Descriptions - Continued

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

Contributions. Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2026, the Village's contribution was 43.69% of covered payroll.

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

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2026, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.13%
Salary Increases	4.00% - 13.33%
Cost of Living Adjustments	3.25%
Inflation	2.50%

The mortality rates were based on the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study improved to 2021 using MP-2021 Improvement Rates. These rates are then improved generationally using MP-2021 Improvement Rates.

Discount Rate

The discount rate used to measure the total pension liability was 7.13%, compared to 6.58% in the prior year. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Discount Rate Sensitivity

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

	1% Decrease (6.13%)	Current Discount Rate (7.13%)	1% Increase (8.13%)
Net Pension Liability	\$ 8,643,067	4,583,894	1,239,372

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2025	\$ 30,622,419	20,986,366	9,636,053
Changes for the Year:			
Service Cost	709,345	—	709,345
Interest on the Total Pension Liability	1,971,298	—	1,971,298
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(27,162)	—	(27,162)
Changes of Assumptions	(2,112,159)	—	(2,112,159)
Contributions - Employer	—	1,040,292	(1,040,292)
Contributions - Employees	—	233,441	(233,441)
Contributions - Other	—	—	—
Net Investment Income	—	4,357,555	(4,357,555)
Benefit Payments, Including Refunds of Employee Contributions	(1,293,538)	(1,293,538)	—
Other (Net Transfer)	—	(37,807)	37,807
Net Changes	(752,216)	4,299,943	(5,052,159)
Balances at April 30, 2026	29,870,203	25,286,309	4,583,894

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

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

For the year ended April 30, 2026, the Village recognized pension expense of \$377,093. At April 30, 2026, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Totals
Difference Between Expected and Actual Experience	\$ 99,996	(1,145,325)	(1,045,329)
Change in Assumptions	2,368,316	(4,935,865)	(2,567,549)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(2,701,816)	(2,701,816)
Total Deferred Amounts Related to Firefighters' Pension	2,468,312	(8,783,006)	(6,314,694)

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2027	\$ (1,142,727)
2028	(1,659,441)
2029	(1,563,282)
2030	(1,151,930)
2031	(486,481)
Thereafter	(310,833)
Total	(6,314,694)

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

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

Benefits Provided. RBP provides healthcare for retirees and their dependents. The Village provides the cost of coverage for 80 percent of health insurance premiums for all employees and their dependents. The cost of coverage ends once the employee turns 65 and is eligible for Medicare.

Plan Membership. As of April 30, 2026, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	76
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>107</u>
Total	<u><u>183</u></u>

Total OPEB Liability

The Village's total OPEB liability was measured as of April 30, 2026, and was determined by an actuarial valuation as of April 30, 2025.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the April 30, 2025 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued.

Inflation	2.50%
Salary Increases	3.00%
Discount Rate	4.62%
Healthcare Cost Trend Rates	8.30% for 2025, decreasing to an ultimate uate of 4.30% for 2026 and later years.
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on a combination of the expected rate of return on plan assets and the municipal bond rate.

Mortality rates were based on the Sex Distrinct Raw Rates as developed in the PubS-2010(A) Study improved to 2021 using MP-2021 Improvement Rates for Police and Fire. For all others the PubG-2010(B) Improved Generationally using MP-2021 Improvement Rates, weighed per IMRF Experience Study Report dated January 4, 2024 was used.

Change in the Total OPEB Liability

	Total OPEB Liability
Balance at April 30, 2025	<u>\$ 11,081,635</u>
Changes for the Year:	
Service Cost	151,339
Interest on the Total OPEB Liability	559,899
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	—
Changes of Assumptions or Other Inputs	525,933
Benefit Payments	<u>(793,101)</u>
Net Changes	<u>444,070</u>
Balance at April 30, 2026	<u><u>11,525,705</u></u>

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

The following presents the total OPEB liability, calculated using a Single Discount Rate of 4.62%, while the prior valuation used 5.24%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

		1% Decrease (3.62%)	Current Discount Rate (4.62%)	1% Increase (5.62%)
Total OPEB Liability	\$	12,476,787	11,525,705	10,698,650

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

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

		1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$	10,504,393	11,525,705	12,709,640

VILLAGE OF HOMEWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

For the year ended April 30, 2026, the Village recognized OPEB expense of \$1,108,393. At April 30, 2026, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Totals
Difference Between Expected and Actual Experience	\$ 1,938,074	(404,764)	1,533,310
Change in Assumptions	870,726	(941,471)	(70,745)
Net Difference Between Projected and Actual Earnings	—	—	—
Total Deferred Amounts Related to OPEB	2,808,800	(1,346,235)	1,462,565

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

Fiscal Year	Net Deferred Outflows of Resources
2027	\$ 391,459
2028	117,966
2029	137,680
2030	226,633
2031	226,633
Thereafter	362,194
Totals	1,462,565

SUBSEQUENT EVENT

On June 26, 2026, the Village entered into a \$4,090,663 loan agreement with the Illinois Environmental Protection Agency. The loan bears interest at a rate of 0.00% and is due in semiannual installments of \$40,642 on May 11 and November 11, beginning November 11, 2027, through May 11, 2047.

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule Employer Contributions - Last Ten Fiscal Years
 - Illinois Municipal Retirement Fund - Regular
 - Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Personnel
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset) - Last Ten Measurement Years
 - Illinois Municipal Retirement Fund - Regular
 - Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Personnel
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Investment Returns - Last Ten Fiscal Years
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Total OPEB Liability
 - Retiree Benefit Plan
- Budgetary Comparison Schedules
 - General Fund
 - Major Special Revenue Funds

Notes to the Required Supplementary Information

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

VILLAGE OF HOMEWOOD, ILLINOIS

Illinois Municipal Retirement Fund - Regular

Schedule of Employer Contributions - Last Ten Fiscal Years

April 30, 2026

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2017	\$ 565,405	\$ 565,405	\$ —	\$ 4,424,137	12.78%
2018	544,074	544,074	—	4,475,920	12.16%
2019	505,744	505,744	—	4,613,275	10.96%
2020	440,755	440,755	—	4,730,356	9.32%
2021	510,706	510,706	—	4,811,251	10.61%
2022	529,469	529,469	—	4,844,181	10.93%
2023	394,494	394,494	—	4,803,751	8.21%
2024	329,917	329,917	—	4,976,111	6.63%
2025	373,305	373,305	—	5,421,316	6.89%
2026	423,304	423,304	—	5,853,209	7.23%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	18 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.85% 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 2023 valuation pursuant to an experience study of the period 2020-2022.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

VILLAGE OF HOMEWOOD, ILLINOIS

Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Personnel

Schedule of Employer Contributions - Last Ten Fiscal Years

April 30, 2026

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2017	\$ 8,185	\$ 8,185	\$ —	\$ 27,394	29.88%
2018	23,600	23,600	—	—	—%
2019	26,598	26,598	—	—	—%
2020	26,222	26,222	—	—	—%
2021	28,008	28,008	—	—	—%
2022	24,696	24,696	—	—	—%
2023	17,989	17,989	—	—	—%
2024	11,283	11,283	—	—	—%
2025	12,700	12,700	—	—	—%
2026	13,233	13,233	—	—	—%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	18 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.85% 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 2023 valuation pursuant to an experience study of the period 2020-2022.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

VILLAGE OF HOMEWOOD, ILLINOIS

Police Pension Fund

Schedule of Employer Contributions - Last Ten Fiscal Years

April 30, 2026

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2017	\$ 1,401,026	\$ 1,480,797	\$ 79,771	\$ 3,538,459	41.85%
2018	1,611,978	1,598,078	(13,900)	3,662,305	43.64%
2019	1,636,498	1,458,177	(178,321)	3,919,645	37.20%
2020	1,750,856	1,637,252	(113,604)	3,929,737	41.66%
2021	1,876,832	1,700,700	(176,132)	4,022,728	42.28%
2022	2,104,390	2,132,498	28,108	4,034,946	52.85%
2023	2,237,677	1,973,058	(264,619)	4,068,178	48.50%
2024	2,140,536	2,526,363	385,827	3,904,531	64.70%
2025	2,173,305	2,362,930	189,625	4,199,610	56.27%
2026	2,325,490	3,068,249	742,759	4,199,610	73.06%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	90% Funded Over 16 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	3.75% - 7.43%
Investment Rate of Return	7.00%
Retirement Age	See the Notes to the Financial Statements
Mortality	PubS-2010 Adjusted for Plan Status, Collar, and Illinois Public Pension Data, as Appropriate

VILLAGE OF HOMEWOOD, ILLINOIS

Firefighters' Pension Fund

Schedule of Employer Contributions - Last Ten Fiscal Years

April 30, 2026

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2017	\$ 529,555	\$ 553,240	\$ 23,685	\$ 1,694,378	32.65%
2018	555,764	537,675	(18,089)	1,753,681	30.66%
2019	570,125	516,409	(53,716)	1,808,708	28.55%
2020	670,337	664,488	(5,849)	1,829,283	36.33%
2021	669,791	594,564	(75,227)	1,889,191	31.47%
2022	765,460	793,859	28,399	1,985,249	39.99%
2023	762,102	657,234	(104,868)	2,038,703	32.24%
2024	708,599	810,937	102,338	2,175,758	37.27%
2025	709,905	753,254	43,349	2,211,945	34.05%
2026	761,160	1,040,292	279,132	2,381,133	43.69%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	90% Funded Over 16 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	3.75% - 13.08%
Investment Rate of Return	7.13%
Retirement Age	See the Notes to the Financial Statements
Mortality	PubS-2010 Adjusted for Plan Status, Collar, and Illinois Public Pension Data, as Appropriate

VILLAGE OF HOMEWOOD, ILLINOIS

Illinois Municipal Retirement Fund - Regular

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

April 30, 2026

See Following Page

VILLAGE OF HOMEWOOD, ILLINOIS

Illinois Municipal Retirement Fund - Regular

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

April 30, 2026

	12/31/2016	12/31/2017	12/31/2018
Total Pension Liability			
Service Cost	\$ 496,752	480,406	448,066
Interest	2,411,756	2,450,727	2,417,525
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	(666,544)	(561,812)	294,767
Change of Assumptions	(80,738)	(1,082,358)	972,532
Benefit Payments, Including Refunds of Member Contributions	(1,760,257)	(1,678,581)	(1,748,402)
Net Change in Total Pension Liability	400,969	(391,618)	2,384,488
Total Pension Liability - Beginning	32,874,485	33,275,454	32,883,836
Total Pension Liability - Ending	33,275,454	32,883,836	35,268,324
Plan Fiduciary Net Position			
Contributions - Employer	\$ 565,405	539,772	541,526
Contributions - Members	199,086	197,517	205,817
Net Investment Income	1,979,636	5,299,596	(1,853,820)
Benefit Payments, Including Refunds of Member Contributions	(1,760,257)	(1,678,581)	(1,748,402)
Other (Net Transfer)	(64,337)	(1,075,660)	516,308
Net Change in Plan Fiduciary Net Position	919,533	3,282,644	(2,338,571)
Plan Net Position - Beginning	28,744,047	29,663,580	32,946,224
Plan Net Position - Ending	29,663,580	32,946,224	30,607,653
Employer's Net Pension Liability/(Asset)	\$ 3,611,874	(62,388)	4,660,671
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	89.15%	100.19%	86.79%
Covered Payroll	\$ 4,424,137	4,388,394	4,573,695
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	81.64%	(1.42%)	101.90%

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2016 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017 and 2023.

12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024	12/31/2025
497,748	492,445	446,902	448,393	458,253	432,573	459,487
2,505,668	2,642,913	2,698,562	2,796,239	2,876,663	2,918,152	3,075,841
—	—	—	—	—	—	—
874,053	96,462	386,700	152,231	(192,483)	1,485,971	(2,251,105)
—	(344,101)	—	—	(31,586)	—	—
(1,912,516)	(2,051,061)	(2,143,677)	(2,227,598)	(2,357,416)	(2,694,071)	(2,656,159)
1,964,953	836,658	1,388,487	1,169,265	753,431	2,142,625	(1,371,936)
35,268,324	37,233,277	38,069,935	39,458,422	40,627,687	41,381,118	43,523,743
37,233,277	38,069,935	39,458,422	40,627,687	41,381,118	43,523,743	42,151,807
426,355	458,719	558,058	426,044	321,947	353,111	404,797
213,219	207,670	211,030	215,936	220,848	235,059	256,835
5,777,296	5,170,275	6,719,748	(5,807,610)	4,106,638	3,942,882	6,714,078
(1,912,516)	(2,051,061)	(2,143,677)	(2,227,598)	(2,357,416)	(2,694,071)	(2,656,159)
419,217	235,973	(272,198)	(148,395)	419,505	706,748	(3,567,649)
4,923,571	4,021,576	5,072,961	(7,541,623)	2,711,522	2,543,729	1,151,902
30,607,653	35,531,224	39,552,800	44,625,761	37,084,138	39,795,660	42,339,389
35,531,224	39,552,800	44,625,761	37,084,138	39,795,660	42,339,389	43,491,291
1,702,053	(1,482,865)	(5,167,339)	3,543,549	1,585,458	1,184,354	(1,339,484)
95.43%	103.90%	113.10%	91.28%	96.17%	97.28%	103.18%
4,716,330	4,614,889	4,689,566	4,733,820	4,907,727	5,223,531	5,770,142
36.09%	(32.13%)	(110.19%)	74.86%	32.31%	22.67%	(23.21%)

VILLAGE OF HOMEWOOD, ILLINOIS

Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Personnel

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

April 30, 2026

	12/31/2016	12/31/2017	12/31/2018
Total Pension Liability			
Service Cost	\$ 24,281	—	—
Interest	104,193	110,940	107,445
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	71,857	17,802	19,852
Change of Assumptions	(65,508)	(44,128)	31,126
Benefit Payments, Including Refunds of Member Contributions	(117,106)	(129,900)	(132,530)
Net Change in Total Pension Liability	17,717	(45,286)	25,893
Total Pension Liability - Beginning	1,526,431	1,544,148	1,498,862
Total Pension Liability - Ending	1,544,148	1,498,862	1,524,755
Plan Fiduciary Net Position			
Contributions - Employer	\$ 8,185	21,673	27,457
Contributions - Members	2,055	—	—
Contributions - Other	—	—	—
Net Investment Income	88,115	233,048	(100,408)
Benefit Payments, Including Refunds of Member Contributions	(117,106)	(129,900)	(132,530)
Administrative Expense	32,111	(33,677)	49,129
Net Change in Plan Fiduciary Net Position	13,360	91,144	(156,352)
Plan Net Position - Beginning	1,144,297	1,157,657	1,248,801
Plan Net Position - Ending	1,157,657	1,248,801	1,092,449
Employer's Net Pension Liability	\$ 386,491	250,061	432,306
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	74.97%	83.32%	71.65%
Covered Payroll	\$ 27,394	81,233	—
Employer's Net Pension Liability as a Percentage of Covered Payroll	1,410.86%	307.83%	—%

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2016 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017 and 2023.

12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024	12/31/2025
—	—	—	—	—	—	—
105,644	104,981	105,743	75,666	75,216	74,571	73,862
—	—	—	—	—	—	—
21,736	23,343	(417,939)	13,978	15,158	16,508	17,968
—	6,446	—	—	(923)	—	—
(135,195)	(137,846)	(110,692)	(94,613)	(97,089)	(99,595)	(102,122)
(7,815)	(3,076)	(422,888)	(4,969)	(7,638)	(8,516)	(10,292)
1,524,755	1,516,940	1,513,864	1,090,976	1,086,007	1,078,369	1,069,853
1,516,940	1,513,864	1,090,976	1,086,007	1,078,369	1,069,853	1,059,561
24,879	28,907	26,207	21,675	10,625	—	12,877
—	—	—	—	—	—	—
—	—	—	—	—	—	—
236,490	195,392	253,262	(171,728)	101,831	96,005	153,883
(135,195)	(137,846)	(110,692)	(94,613)	(97,089)	(99,595)	(102,122)
14,627	28,297	(427,647)	8,620	30,287	(4,902)	31,193
140,801	114,750	(258,870)	(236,046)	45,654	(8,492)	95,831
1,092,449	1,233,250	1,348,000	1,089,130	853,084	898,738	890,246
1,233,250	1,348,000	1,089,130	853,084	898,738	890,246	986,077
283,690	165,864	1,846	232,923	179,631	179,607	73,484
81.30%	89.04%	99.83%	78.55%	83.34%	83.21%	93.06%
—	—	—	—	—	—	—
—%	—%	—%	—%	—%	—%	—%

VILLAGE OF HOMEWOOD, ILLINOIS

Police Pension Fund

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

April 30, 2026

	4/30/2017	4/30/2018	4/30/2019
Total Pension Liability			
Service Cost	\$ 1,094,625	1,159,098	1,301,906
Interest	3,528,677	3,367,305	3,487,726
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	(1,154,726)	95,173	2,192,916
Change of Assumptions	(3,850,052)	(165,805)	(4,853,964)
Benefit Payments, Including Refunds of Member Contributions	(2,235,155)	(2,481,407)	(2,531,003)
Other (Net Transfer)	—	—	—
Net Change in Total Pension Liability	(2,616,631)	1,974,364	(402,419)
Total Pension Liability - Beginning	61,027,198	58,410,567	60,384,931
Total Pension Liability - Ending	58,410,567	60,384,931	59,982,512
Plan Fiduciary Net Position			
Contributions - Employer	\$ 1,480,797	1,598,078	1,458,177
Contributions - Members	364,506	375,173	401,960
Contributions - Other	—	—	—
Net Investment Income	2,735,424	2,133,783	1,923,453
Benefit Payments, Including Refunds of Member Contributions	(2,235,155)	(2,481,407)	(2,531,003)
Administrative Expenses	(64,089)	(44,639)	(93,843)
Net Change in Plan Fiduciary Net Position	2,281,483	1,580,988	1,158,744
Plan Net Position - Beginning	24,856,268	27,137,751	28,718,739
Plan Net Position - Ending	27,137,751	28,718,739	29,877,483
Employer's Net Pension Liability	\$ 31,272,816	31,666,192	30,105,029
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	46.46%	47.56%	49.81%
Covered Payroll	\$ 3,538,459	3,662,305	3,919,645
Employer's Net Pension Liability as a Percentage of Covered Payroll	883.80%	864.65%	768.05%

Change of Assumptions. In measurement year 2026, the change in assumption was calculated due to a change in the bond rate assumption.

4/30/2020	4/30/2021	4/30/2022	4/30/2023	4/30/2024	4/30/2025	4/30/2026
1,004,226	1,764,785	1,513,003	1,264,926	1,225,892	1,073,054	1,143,778
3,682,771	3,761,538	3,856,180	4,176,820	4,234,230	4,492,280	4,815,336
299,880	—	—	(56,400)	—	—	—
(1,332,367)	(63,037)	(374,703)	450,384	(739,715)	1,409,584	2,831,369
12,458,014	1,933,881	(8,549,121)	2,416,377	(5,308,526)	(3,682,600)	(1,199,031)
(2,679,323)	(2,985,713)	(3,140,901)	(3,372,944)	(3,477,393)	(3,871,367)	(4,022,914)
—	—	—	—	—	—	—
13,433,201	4,411,454	(6,695,542)	4,879,163	(4,065,512)	(579,049)	3,568,538
59,982,512	73,415,713	77,827,167	71,131,625	76,010,788	71,945,276	71,945,276
73,415,713	77,827,167	71,131,625	76,010,788	71,945,276	71,366,227	75,513,814
1,637,252	1,700,700	2,132,498	1,973,058	2,526,363	2,362,930	3,068,249
388,952	880,532	399,863	411,676	384,245	411,603	491,727
—	—	8,166	106,340	127,422	659,246	668,586
614,035	8,223,547	(2,716,226)	567,812	3,069,948	3,501,063	8,882,643
(2,679,323)	(2,985,713)	(3,140,901)	(3,372,944)	(3,477,393)	(3,871,367)	(4,022,914)
(48,510)	(51,144)	(53,020)	(68,734)	(89,412)	(71,118)	(63,656)
(87,594)	7,767,922	(3,369,620)	(382,792)	2,541,173	2,992,357	9,024,635
29,877,483	29,789,889	37,557,811	34,188,191	33,805,399	36,346,572	39,338,929
29,789,889	37,557,811	34,188,191	33,805,399	36,346,572	39,338,929	48,363,564
43,625,824	40,269,356	36,943,434	42,205,389	35,598,704	32,027,298	27,150,250
40.58%	48.26%	48.06%	48.06%	50.52%	55.12%	64.05%
3,929,737	4,022,728	4,034,946	4,068,178	3,904,531	4,199,610	4,199,610
1110.15%	1001.05%	915.59%	1037.45%	911.73%	762.63%	646.49%

VILLAGE OF HOMEWOOD, ILLINOIS

Firefighters' Pension Fund

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

April 30, 2026

	4/30/2017	4/30/2018	4/30/2019
Total Pension Liability			
Service Cost	\$ 575,757	610,705	693,265
Interest	1,424,222	1,374,528	1,447,660
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	(512,264)	85,206	(746,603)
Change of Assumptions	(1,574,980)	287,464	(1,225,258)
Benefit Payments, Including Refunds of Member Contributions	(669,452)	(793,376)	(816,139)
Administrative Expenses	—	—	—
Net Change in Total Pension Liability	(756,717)	1,564,527	(647,075)
Total Pension Liability - Beginning	23,798,028	23,041,311	24,605,838
Total Pension Liability - Ending	23,041,311	24,605,838	23,958,763
Plan Fiduciary Net Position			
Contributions - Employer	\$ 553,240	537,675	516,409
Contributions - Members	160,870	159,466	166,610
Contributions - Other	—	—	—
Net Investment Income	1,311,465	1,033,535	971,215
Benefit Payments, Including Refunds of Member Contributions	(669,452)	(793,376)	(816,139)
Administrative Expenses	(26,746)	(28,325)	(52,429)
Net Change in Plan Fiduciary Net Position	1,329,377	908,975	785,666
Plan Net Position - Beginning	12,014,967	13,344,344	14,253,319
Plan Net Position - Ending	13,344,344	14,253,319	15,038,985
Employer's Net Pension Liability	\$ 9,696,967	10,352,519	8,919,778
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	57.91%	57.93%	62.77%
Covered Payroll	\$ 1,694,378	1,753,681	1,808,708
Employer's Net Pension Liability as a Percentage of Covered Payroll	572.30%	590.33%	493.16%

Change of Assumptions. In measurement year 2026, the change in assumption was calculated due to a change in the bond rate assumption.

4/30/2020	4/30/2021	4/30/2022	4/30/2023	4/30/2024	4/30/2025	4/30/2026
551,237	816,116	892,649	706,925	736,493	658,971	709,345
1,462,527	1,601,963	1,568,824	1,721,681	1,739,795	1,836,882	1,971,298
96,393	—	—	(26,691)	—	—	—
655,551	(140,176)	(1,640,482)	(42,910)	(751,210)	(90,381)	(27,162)
2,552,757	4,082,240	(5,327,725)	1,452,938	(2,232,058)	263,376	(2,112,159)
(890,928)	(1,024,227)	(1,076,768)	(1,172,965)	(1,123,540)	(1,193,601)	(1,293,538)
—	—	—	—	—	—	—
4,427,537	5,335,916	(5,583,502)	2,638,978	(1,630,520)	1,475,247	(752,216)
23,958,763	28,386,300	33,722,216	28,138,714	30,777,692	29,147,172	30,622,419
28,386,300	33,722,216	28,138,714	30,777,692	29,147,172	30,622,419	29,870,203
664,488	594,564	793,859	657,234	810,937	753,254	1,040,292
175,320	185,097	189,715	192,765	206,033	208,200	233,441
—	—	—	1,406	—	3,573	—
311,967	4,200,736	(1,170,387)	92,769	1,794,629	1,991,877	4,357,555
(890,928)	(1,024,227)	(1,076,768)	(1,172,965)	(1,123,540)	(1,193,601)	(1,293,538)
(30,421)	(31,755)	(42,019)	(50,231)	(39,714)	(34,486)	(37,807)
230,426	3,924,415	(1,305,600)	(279,022)	1,648,345	1,728,817	4,299,943
15,038,985	15,269,411	19,193,826	17,888,226	17,609,204	19,257,549	20,986,366
15,269,411	19,193,826	17,888,226	17,609,204	19,257,549	20,986,366	25,286,309
13,116,889	14,528,390	10,250,488	13,168,488	9,889,623	9,636,053	4,583,894
53.79%	56.92%	63.57%	57.21%	66.07%	68.53%	84.65%
1,829,283	1,889,191	1,985,249	2,038,703	2,175,758	2,211,945	2,381,133
717.05%	769.03%	516.33%	645.92%	454.54%	435.64%	192.51%

VILLAGE OF HOMEWOOD, ILLINOIS

Police Pension Fund

Schedule of Investment Returns - Last Ten Fiscal Years

April 30, 2026

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2017	11.09%
2018	7.95%
2019	6.61%
2020	2.08%
2021	27.75%
2022	(7.30%)
2023	(7.43%)
2024	4.98%
2025	1.51%
2026	13.91%

VILLAGE OF HOMEWOOD, ILLINOIS

Firefighters' Pension Fund

Schedule of Investment Returns - Last Ten Fiscal Years

April 30, 2026

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2017	10.93%
2018	7.79%
2019	6.69%
2020	2.08%
2021	27.81%
2022	(7.41%)
2023	(6.33%)
2024	5.03%
2025	1.39%
2026	13.25%

VILLAGE OF HOMEWOOD, ILLINOIS

Retiree Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability

April 30, 2026

	<u>4/30/2019</u>
Total OPEB Liability	
Service Cost	\$ 184,861
Interest	427,107
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	—
Change of Assumptions or Other Inputs	172,772
Benefit Payments	<u>(830,908)</u>
Net Change in Total OPEB Liability	(46,168)
Total OPEB Liability - Beginning	<u>11,173,806</u>
 Total OPEB Liability - Ending	 <u><u>11,127,638</u></u>
 Covered-Employee Payroll	 \$ 9,577,200
 Total OPEB Liability as a Percentage of Covered-Employee Payroll	 116.19%

Notes:

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

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2019 through 2026.

4/30/2020	4/30/2021	4/30/2022	4/30/2023	4/30/2024	4/30/2025	4/30/2026
109,581	202,498	210,970	192,223	158,516	151,568	151,339
406,967	323,956	266,523	338,688	334,296	356,280	559,899
—	—	—	—	—	—	—
(112,485)	282,004	—	(673,281)	—	2,491,812	—
2,463,591	137,773	(1,346,580)	58,985	(402,465)	(288,968)	525,933
(889,901)	(901,742)	(1,156,068)	(1,147,397)	(847,596)	(765,751)	(793,101)
1,977,753	44,489	(2,025,155)	(1,230,782)	(757,249)	1,944,941	444,070
11,127,638	13,105,391	13,149,880	11,124,725	9,893,943	9,136,694	11,081,635
13,105,391	13,149,880	11,124,725	9,893,943	9,136,694	11,081,635	11,525,705
10,218,096	9,854,915	12,232,111	10,230,112	10,537,015	11,470,942	12,858,641
128.26%	133.43%	90.95%	96.71%	86.71%	96.61%	89.63%

VILLAGE OF HOMEWOOD, ILLINOIS

General Fund

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual For the Fiscal Year Ended April 30, 2026

	General Subfund		
	Budgeted Amounts		Actual
	Original	Final	
Revenues			
Taxes	\$ 10,411,871	10,411,871	11,290,518
Intergovernmental	11,688,768	11,688,768	13,116,328
Charges for Services	2,045,312	2,045,312	2,611,532
Licenses and Permits	694,300	694,300	707,745
Fines and Forfeitures	420,250	420,250	406,802
Interest Income	200,000	200,000	696,406
Miscellaneous	1,400,136	1,400,136	1,913,289
Total Revenues	26,860,637	26,860,637	30,742,620
Expenditures			
General Government	8,095,163	8,900,471	8,973,185
Public Health/Environment Protection	1,245,426	1,245,426	1,177,034
Maintenance/Development of Public Facilities	3,974,912	4,154,911	4,087,206
Protect of Persons/Property	12,774,061	12,834,461	13,443,937
Community Development	436,650	436,650	472,580
Debt Service			
Principal Retirement	131,005	131,005	109,478
Interest and Fiscal Charges	—	—	19,620
Total Expenditures	26,657,217	27,702,924	28,283,040
Excess (Deficiency) of Revenues Over (Under) Expenditures	203,420	(842,287)	2,459,580
Other Financing Sources (Uses)			
Disposal of Capital Assets	10,000	10,000	73,590
Transfers Out	—	—	(3,300,000)
	10,000	10,000	(3,226,410)
Net Change In Fund Balance	213,420	(832,287)	(766,830)
Fund Balance - Beginning			20,375,138
Fund Balance - Ending			19,608,308

Illinois Municipal Retirement Subfund			Totals		
Budgeted Amounts		Actual	Budgeted Amounts		Actual
Original	Final		Original	Final	
910,000	910,000	1,027,346	11,321,871	11,321,871	12,317,864
12,000	12,000	12,000	11,700,768	11,700,768	13,128,328
—	—	—	2,045,312	2,045,312	2,611,532
—	—	—	694,300	694,300	707,745
—	—	—	420,250	420,250	406,802
—	—	—	200,000	200,000	696,406
—	—	—	1,400,136	1,400,136	1,913,289
922,000	922,000	1,039,346	27,782,637	27,782,637	31,781,966
910,000	910,000	1,006,361	9,005,163	9,810,471	9,979,546
—	—	—	1,245,426	1,245,426	1,177,034
—	—	—	3,974,912	4,154,911	4,087,206
—	—	—	12,774,061	12,834,461	13,443,937
—	—	—	436,650	436,650	472,580
—	—	—	131,005	131,005	109,478
—	—	—	—	—	19,620
910,000	910,000	1,006,361	27,567,217	28,612,924	29,289,401
12,000	12,000	32,985	215,420	(830,287)	2,492,565
—	—	—	10,000	10,000	73,590
—	—	—	—	—	(3,300,000)
—	—	—	10,000	10,000	(3,226,410)
12,000	12,000	32,985	225,420	(820,287)	(733,845)
		41,263			20,416,401
		74,248			19,682,556

VILLAGE OF HOMEWOOD, ILLINOIS

Downtown TOD TIF - Special Revenue Fund

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

For the Fiscal Year Ended April 30, 2026

	Budgeted Amounts		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 251,000	251,000	578,594
Interest Income	500	500	605
Total Revenues	251,500	251,500	579,199
Expenditures			
Community Development	520,367	520,367	485,191
Net Change in Fund Balance	(268,867)	(268,867)	94,008
Fund Balance - Beginning			355,255
Fund Balance - Ending			449,263

VILLAGE OF HOMEWOOD, ILLINOIS

Northeast TIF - Special Revenue Fund

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

For the Fiscal Year Ended April 30, 2026

	Budgeted Amounts		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 550,000	550,000	2,440,046
Interest Income	1,500	1,500	2,096
Total Revenues	551,500	551,500	2,442,142
Expenditures			
Community Development	478,793	478,793	1,198,549
Net Change in Fund Balance	72,707	72,707	1,243,593
Fund Balance - Beginning			3,454,752
Fund Balance - Ending			4,698,345

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Combining Statements - General Fund Subfunds
- Budgetary Comparison Schedules - General Fund Subfunds
- Budgetary Comparison Schedule - Major Governmental Fund
- Combining Statements - Nonmajor Governmental Funds
- Combining Statements - Nonmajor Governmental - Special Revenue Funds
- Budgetary Comparison Schedules - Nonmajor Governmental - Special Revenue Funds
- Budgetary Comparison Schedule - Nonmajor Governmental - Debt Service Fund
- Combining Statements - Nonmajor Governmental - Capital Projects Funds
- Budgetary Comparison Schedule - Nonmajor Governmental - Capital Projects Fund
- Budgetary Comparison Schedule - Enterprise Fund
- Combining Statements - Pension Trust Funds

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

Downtown TOD TIF Fund

The Downtown TOD TIF Fund is used to account for TIF related revenues and expenditures which will drive economic development and redevelopment in the Village's downtown area.

Northeast TIF Fund

The Northeast TIF Fund is used to account for revenues derived from the Northeast Tax Increment District to pay development cost.

Police Seized Fund

The Police Seized Fund is used to account for money confiscated from drug-related arrests that can only be used in affiliation with further drug investigation activity.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for allotments of motor fuel taxes. These allotments are received from the State of Illinois.

Foreign Fire Insurance Fund

The Foreign Fire Insurance Fund is used to account for a special tax on insurance companies located outside of the State of Illinois selling fire insurance in the Village.

Network #3 Cook County Telecomm Fund

The Network #3 Cook County Telecomm Fund is used to account for a joint effort by eight south suburban community law enforcement agencies to maintain a UHF radio communication system. The Village was the coordinator of the federal grant received to partially finance this project at its inception in 1978.

INDIVIDUAL FUND DESCRIPTIONS

SPECIAL REVENUE FUNDS - Continued

Southwest TIF Special Allocation Fund

The Southwest TIF Special Allocation Fund is used to account for incremental property taxes received from the Southwest Central Business Tax Increment Finance District created in 1999 to be used for incentives and façade and streetscape improvements funded from a one-time transfer of \$925,000 from the successful Central Business Tax Increment Finance District. This Fund was terminated on December 31, 2023. The remaining unobligated funds were approved through resolution at the December 13, 2022 Board of Trustees meeting to be transferred/ported to the adjoining Downtown Transit Oriented Development (TOD) TIF.

East CBD TIF Fund

The East CBD TIF Fund is used to account for revenues derived from the East CBD Tax Increment District to pay development cost.

Dixie/Miller Court TIF Fund

The Dixie/Miller Court TIF Fund is used to account for revenues derived from the Dixie/Miller Court Tax Increment District to pay development cost.

183rd West TIF

The 183rd West TIF Fund is used to account for revenues derived from the 183rd West Tax Increment District to pay development costs.

North Halsted TIF

The North Halsted TIF Fund is used to account for revenues derived from the North Halsted Tax Increment District to pay development costs.

Kedzie Gateway TIF Fund

The Kedzie Gateway TIF Fund is used to account for revenues derived from the Kedzie Gateway Tax Increment District to pay development cost.

INDIVIDUAL FUND DESCRIPTIONS

DEBT SERVICE FUND

Debt Service Funds are created to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt.

Bond Debt Service Fund

The Bond Debt Service Fund is used to accumulate monies for payments of General Obligation Bonds. The amounts being accumulated are financed by a specific annual tax levy.

CAPITAL PROJECTS FUNDS

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

Capital Improvement (CIP) General Fund

The CIP General Fund is a Capital Projects Fund that accounts for funds committed for capital equipment replacements and major maintenance items.

South Gate TIF Fund

The South Gate TIF Fund is used to account for a State of Illinois Department of Commerce and Economic Opportunity Grant and accumulated interest for land acquisition for a TIF District for the property known as the South Gate Commercial area. This TIF was terminated on December 31, 2024. The remaining unobligated funds will remain for a period of time in case of tax adjustments (appeals).

Bond Capital Projects Fund

The Bond Capital Projects Fund is used to account for the accumulation of monies for payments of General Obligation Bonds. Amounts being accumulated are financed by a specific annual levy.

INDIVIDUAL FUND DESCRIPTIONS

ENTERPRISE FUND

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

Water and Sewer Fund

The Water and Sewer Fund is used to account for amounts credited each month with an amount sufficient, when added to the amount then on deposit in this account, to pay the current month's operating costs.

FIDUCIARY FUNDS

PENSION TRUST FUNDS

Police Pension Fund

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

Firefighters' Pension Fund

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

VILLAGE OF HOMEWOOD, ILLINOIS**General Fund****Combining Balance Sheet by Subfund****April 30, 2026**

	General Subfund	Illinois Municipal Retirement Subfund	Totals
ASSETS			
Cash and Investments	\$ 13,606,856	103,648	13,710,504
Receivables - Net of Allowances			
Property Taxes	3,614,442	498,291	4,112,733
Other Taxes	2,694,349	—	2,694,349
Accounts	347,701	—	347,701
Due from Other Funds	783,578	—	783,578
Land Held for Resale	1,000,000	—	1,000,000
Inventories	193,762	—	193,762
Prepays	2,309,157	—	2,309,157
Total Assets	24,549,845	601,939	25,151,784
LIABILITIES			
Accounts Payable	422,792	29,400	452,192
Accrued Payroll	619,429	—	619,429
Other Payables	242,667	—	242,667
Total Liabilities	1,284,888	29,400	1,314,288
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	3,614,442	498,291	4,112,733
Grants	42,207	—	42,207
Total Deferred Inflows of Resources	3,656,649	498,291	4,154,940
Total Liabilities and Deferred Inflows of Resources	4,941,537	527,691	5,469,228
FUND BALANCES			
Nonspendable	3,502,919	—	3,502,919
Restricted	411,567	74,248	485,815
Assigned	2,439,058	—	2,439,058
Unassigned	13,254,764	—	13,254,764
Total Fund Balances	19,608,308	74,248	19,682,556
Total Liabilities, Deferred Inflows of Resources and Fund Balances	24,549,845	601,939	25,151,784

VILLAGE OF HOMEWOOD, ILLINOIS

General Fund

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances by Subfund For the Fiscal Year Ended April 30, 2026

	General Subfund	Illinois Municipal Retirement Subfund	Totals
Revenues			
Taxes	\$ 11,290,518	1,027,346	12,317,864
Intergovernmental	13,116,328	12,000	13,128,328
Charges for Services	2,611,532	—	2,611,532
Licenses and Permits	707,745	—	707,745
Fines and Forfeitures	406,802	—	406,802
Interest Income	696,406	—	696,406
Miscellaneous	1,913,289	—	1,913,289
Total Revenues	30,742,620	1,039,346	31,781,966
Expenditures			
General Government	8,973,185	1,006,361	9,979,546
Public Health/Environment Protection	1,177,034	—	1,177,034
Maintenance/Development of Public Facilities	4,087,206	—	4,087,206
Protect of Persons/Property	13,443,937	—	13,443,937
Community Development	472,580	—	472,580
Debt Service			
Principal Retirement	109,478	—	109,478
Interest and Fiscal Charges	19,620	—	19,620
Total Expenditures	28,283,040	1,006,361	29,289,401
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,459,580	32,985	2,492,565
Other Financing Sources (Uses)			
Disposal of Capital Assets	73,590	—	73,590
Transfers Out	(3,300,000)	—	(3,300,000)
	(3,226,410)	—	(3,226,410)
Net Change in Fund Balance	(766,830)	32,985	(733,845)
Fund Balance - Beginning	20,375,138	41,263	20,416,401
Fund Balance - Ending	19,608,308	74,248	19,682,556

VILLAGE OF HOMEWOOD, ILLINOIS

General Subfund - General Fund

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

For the Fiscal Year Ended April 30, 2026

	Budgeted Amounts		
	Original	Final	Actual
Revenues			
Taxes	\$ 10,411,871	10,411,871	11,290,518
Intergovernmental	11,688,768	11,688,768	13,116,328
Charges for Services	2,045,312	2,045,312	2,611,532
Licenses and Permits	694,300	694,300	707,745
Fines and Forfeitures	420,250	420,250	406,802
Investment Income	200,000	200,000	696,406
Miscellaneous	1,400,136	1,400,136	1,913,289
Total Revenues	26,860,637	26,860,637	30,742,620
Expenditures			
General Government	8,095,163	8,900,471	8,973,185
Public Health/Environment Protection	1,245,426	1,245,426	1,177,034
Maintenance/Development of Public Facilities	3,974,912	4,154,911	4,087,206
Protect of Persons/Property	12,774,061	12,834,461	13,443,937
Community Development	436,650	436,650	472,580
Debt Service			
Principal Retirement	131,005	131,005	109,478
Interest and Fiscal Charges	—	—	19,620
Total Expenditures	26,657,217	27,702,924	28,283,040
Excess (Deficiency) of Revenues Over (Under) Expenditures	203,420	(842,287)	2,459,580
Other Financing Sources (Uses)			
Disposal of Capital Assets	10,000	10,000	73,590
Transfers Out	—	—	(3,300,000)
	10,000	10,000	(3,226,410)
Net Change In Fund Balance	213,420	(832,287)	(766,830)
Fund Balance - Beginning			20,375,138
Fund Balance - Ending			19,608,308

VILLAGE OF HOMEWOOD, ILLINOIS

General Subfund - General Fund

Schedule of Revenues - Budget and Actual

For the Fiscal Year Ended April 30, 2026

	Budgeted Amounts		Actual
	Original	Final	
Taxes			
Property Taxes	\$ 2,486,262	2,486,262	2,843,478
Property Taxes - Prior Years	20,000	20,000	2,139
Property Taxes - Police Pension	2,629,870	2,629,870	2,571,189
Property Taxes - Fire Pension	852,739	852,739	852,674
Non-Home Rule Sales Tax	—	—	865,641
Use Taxes	400,000	400,000	185,312
Electric Utility Taxes	620,000	620,000	620,428
Natural Gas Utility Taxes	400,000	400,000	436,106
Telecommunications Taxes	400,000	400,000	368,776
Cable TV Franchise Taxes	330,000	330,000	220,192
Video Gaming Machines Taxes	135,000	135,000	132,742
Hotel Tax	60,000	60,000	79,525
Places of Eating Tax	2,000,000	2,000,000	2,107,647
Township Road and Bridge Taxes	78,000	78,000	4,669
Total Taxes	10,411,871	10,411,871	11,290,518
Intergovernmental			
Sales Taxes	6,200,000	6,200,000	6,882,038
State Income Tax	3,500,000	3,500,000	3,561,763
Replacement Tax	110,000	110,000	92,527
State Grants	2,000	2,000	79,027
Federal Grants	2,000	2,000	4,281
ARPA Grants	253,768	253,768	65,240
Gas Tax	200,000	200,000	179,350
Cannabis Tax	321,000	321,000	194,401
Gaming Tax	1,100,000	1,100,000	2,057,701
Total Intergovernmental	11,688,768	11,688,768	13,116,328
Charges for Services			
Ambulance Fees	1,250,000	1,250,000	1,767,405
Building Inspection Fees	70,000	70,000	39,553
Zoning & Subdivision Fees	1,500	1,500	6,848
Parking Fees	110,000	110,000	92,687
State Route Maintenance	50,000	50,000	124,531
Special Events	40,000	40,000	59,748
Foreclosure Registration Fee	40,000	40,000	37,148
Sidewalk Program	10,000	10,000	766

VILLAGE OF HOMEWOOD, ILLINOIS**General Subfund - General Fund****Schedule of Revenues - Budget and Actual - Continued****For the Fiscal Year Ended April 30, 2026**

	Budgeted Amounts		Actual
	Original	Final	
Charges for Services - Continued			
Tower Rental	395,700	395,700	413,129
Tree Sales	\$ 1,000	1,000	2,772
Natural Gas Franchise Fee	45,000	45,000	37,070
Other Charges for Services	32,112	32,112	29,875
Total Charges for Services	2,045,312	2,045,312	2,611,532
Licenses and Permits			
Liquor Licenses	70,000	70,000	67,789
Business Licenses	105,000	105,000	109,440
Building Permits	200,000	200,000	211,530
Animal License	2,300	2,300	2,280
Tobacco License	10,000	10,000	10,979
Vehicle Licenses	275,000	275,000	278,661
Alarm Permit	32,000	32,000	27,066
Total Licenses and Permits	694,300	694,300	707,745
Fines and Forfeitures			
State Court Fines	45,000	45,000	59,414
DUI Fines	1,000	1,000	—
Red Light Traffic Enforcement	140,000	140,000	92,355
Building Code Violations	12,000	12,000	28,521
Court Supervision Fines	500	500	—
Alarm Fines	20,000	20,000	25,416
Municipal Ordinance Violation	15,000	15,000	9,247
Impoundment Fine	55,000	55,000	67,000
Parking and Compliance	130,000	130,000	124,329
Animal Impounds	1,750	1,750	520
Total Fines and Forfeitures	420,250	420,250	406,802
Investment Income	200,000	200,000	696,406
Miscellaneous			
Employee Insurance Contributions	785,000	785,000	790,710
General Liens	50,000	50,000	87,424
Miscellaneous	565,136	565,136	1,035,155
Total Miscellaneous	1,400,136	1,400,136	1,913,289
Total Revenues	26,860,637	26,860,637	30,742,620

VILLAGE OF HOMEWOOD, ILLINOIS**General Subfund - General Fund****Schedule of Expenditures - Budget and Actual****For the Fiscal Year Ended April 30, 2026**

	Budgeted Amounts		Actual
	Original	Final	
General Government			
Public Representation	\$ 137,380	137,380	109,765
Village Administration	2,066,158	2,114,944	2,012,757
Legal Services	300,976	300,976	346,844
Information Technology	692,417	761,756	745,449
Finance	497,331	650,186	790,260
Pensioner Costs	4,400,901	4,935,229	4,968,110
Total General Government	8,095,163	8,900,471	8,973,185
Public Health/Environment Protection			
Landscape and Maintenance	1,245,426	1,245,426	1,177,034
Maintenance/Development of Public Facilities			
Traffic Control and Street Lights	302,944	318,944	370,876
General Street Maintenance	566,294	566,294	555,359
Snow and Ice	340,208	340,208	370,906
Stormwater Management	343,616	343,616	356,518
Street Administration	285,637	285,637	212,046
Engineering	510,870	494,870	486,230
Building Maintenance	586,139	586,139	600,938
Vehicle Maintenance	1,014,778	1,014,778	968,458
Vehicle Acquisition and Replacement	24,426	204,425	165,875
Total Maintenance/Development of Public Facilities	3,974,912	4,154,911	4,087,206
Protect of Persons/Property			
Fire Operation	3,417,510	3,417,510	3,411,247
Fire Administration	524,440	524,440	1,221,997
Emergency Preparedness	490,608	490,608	480,429
Patrol Services	5,843,740	5,843,740	5,367,732
Criminal Investigation	773,585	773,585	1,092,329
Communications	808,538	853,938	938,828
Police Administration	915,640	930,640	931,375
Total Protect of Persons/Property	12,774,061	12,834,461	13,443,937

VILLAGE OF HOMEWOOD, ILLINOIS

General Subfund - General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended April 30, 2026

	Budgeted Amounts		Actual
	Original	Final	
Community Development			
Community Events	\$ 231,620	231,620	235,146
Homewood Science Center	205,030	205,030	237,434
Total Community Development	436,650	436,650	472,580
Debt Service			
Principal Retirement	131,005	131,005	109,478
Interest and Fiscal Charges	—	—	19,620
Total Debt Service	131,005	131,005	129,098
Total Expenditures	26,657,217	27,702,924	28,283,040

VILLAGE OF HOMEWOOD, ILLINOIS

Illinois Municipal Retirement Subfund - General Fund

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

For the Fiscal Year Ended April 30, 2026

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 910,000	910,000	1,027,346
Intergovernmental			
Replacement Tax	12,000	12,000	12,000
Total Revenues	922,000	922,000	1,039,346
Expenditures			
General Government			
Pension Fund Contributions	910,000	910,000	1,006,361
Net Change in Fund Balance	12,000	12,000	32,985
Fund Balance - Beginning			41,263
Fund Balance - Ending			74,248

VILLAGE OF HOMEWOOD, ILLINOIS

CIP General - Capital Projects Fund

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

For the Fiscal Year Ended April 30, 2026

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ —	—	—
Expenditures			
Public Health/Environment Protection	1,450,340	1,556,983	1,154,755
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,450,340)	(1,556,983)	(1,154,755)
Other Financing Sources			
Transfers In	—	—	3,300,000
Net Change in Fund Balance	<u>(1,450,340)</u>	<u>(1,556,983)</u>	2,145,245
Fund Balance - Beginning			<u>3,362,307</u>
Fund Balance - Ending			<u>5,507,552</u>

VILLAGE OF HOMEWOOD, ILLINOIS**Nonmajor Governmental Funds****Combining Balance Sheet****April 30, 2026**

	Special Revenue	Debt Service Bond Debt Service	Capital Projects	Totals
ASSETS				
Cash and Investments	\$ 2,751,583	401,541	2,080,109	5,233,233
Receivables - Net of Allowances				
Other Taxes	71,848	—	—	71,848
Accounts	42,000	—	—	42,000
Total Assets	2,865,431	401,541	2,080,109	5,347,081
LIABILITIES				
Accounts Payable	—	—	128,568	128,568
Due to Other Funds	145,355	—	—	145,355
Total Liabilities	145,355	—	128,568	273,923
FUND BALANCES				
Restricted	2,821,897	401,541	1,951,541	5,174,979
Unassigned	(101,821)	—	—	(101,821)
Total Fund Balances	2,720,076	401,541	1,951,541	5,073,158
Total Liabilities, Deferred Inflows of Resources and Fund Balances	2,865,431	401,541	2,080,109	5,347,081

VILLAGE OF HOMEWOOD, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended April 30, 2026

	Special Revenue	Debt Service Bond Debt Service	Capital Projects	Totals
Revenues				
Taxes	\$ 181,216	849,973	—	1,031,189
Intergovernmental	892,755	—	—	892,755
Investment Income	12,384	—	99,285	111,669
Miscellaneous	240,055	—	—	240,055
Total Revenues	1,326,410	849,973	99,285	2,275,668
Expenditures				
General Government	117,518	—	—	117,518
Maintenance/Development of Public Facilities	711,620	—	—	711,620
Protect of Persons/Property	270,105	—	836,259	1,106,364
Community Development	103,417	—	—	103,417
Debt Service				
Principal Retirement	—	639,870	—	639,870
Interest and Fiscal Charges	—	76,372	—	76,372
Total Expenditures	1,202,660	716,242	836,259	2,755,161
Net Change in Fund Balances	123,750	133,731	(736,974)	(479,493)
Fund Balances - Beginning	6,406,333	267,810	6,050,822	12,724,965
Adjustment - Change within Reporting Entity	(3,810,007)	—	(3,362,307)	(7,172,314)
Fund Balances - Beginning as Adjusted	2,596,326	267,810	2,688,515	5,552,651
Fund Balances - Ending	2,720,076	401,541	1,951,541	5,073,158

VILLAGE OF HOMEWOOD, ILLINOIS**Nonmajor Governmental - Special Revenue Funds****Combining Balance Sheet****April 30, 2026**

	Police Seized	Motor Fuel Tax	Foreign Fire Insurance	Network #3 Cook County Telecomm	Downtown TOD TIF
ASSETS					
Cash and Investments	\$ 436,362	1,135,247	117,710	781,468	—
Receivables - Net of Allowances					
Other Taxes	—	71,848	—	—	—
Receivables	—	—	—	42,000	—
Total Assets	436,362	1,207,095	117,710	823,468	—
LIABILITIES					
Due to Other Funds	—	—	—	—	—
FUND BALANCES					
Restricted	436,362	1,207,095	117,710	823,468	—
Unassigned	—	—	—	—	—
Total Fund Balances	436,362	1,207,095	117,710	823,468	—
Total Liabilities and Fund Balances	436,362	1,207,095	117,710	823,468	—

Northeast TIF	Southwest TIF Special Allocation	East CBD TIF	Dixie/ Miller Court TIF	183rd West TIF	North Halsted TIF	Kedzie Gateway TIF	Totals
—	209,139	—	28,123	—	43,534	—	2,751,583
—	—	—	—	—	—	—	71,848
—	—	—	—	—	—	—	42,000
—	209,139	—	28,123	—	43,534	—	2,865,431
—	—	60,859	—	28,099	46,288	10,109	145,355
—	209,139	—	28,123	—	—	—	2,821,897
—	—	(60,859)	—	(28,099)	(2,754)	(10,109)	(101,821)
—	209,139	(60,859)	28,123	(28,099)	(2,754)	(10,109)	2,720,076
—	209,139	—	28,123	—	43,534	—	2,865,431

VILLAGE OF HOMEWOOD, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended April 30, 2026

	Police Seized	Motor Fuel	Foreign Fire Insurance	Network #3 Cook County Telecomm	Downtown TOD TIF
Revenues					
Taxes	\$ —	—	855	—	—
Intergovernmental	—	892,755	—	—	—
Investment Income	11,004	862	—	499	—
Miscellaneous	152,985	—	—	87,070	—
Total Revenues	163,989	893,617	855	87,569	—
Expenditures					
General Government	—	—	—	117,518	—
Maintenance/Development of Public Facilities	—	711,620	—	—	—
Protect of Persons/Property	270,105	—	—	—	—
Community Development	—	—	—	—	—
Total Expenditures	270,105	711,620	—	117,518	—
Net Change in Fund Balances	(106,116)	181,997	855	(29,949)	—
Fund Balances - Beginning	542,478	1,025,098	116,855	853,417	355,255
Adjustment - Change within Reporting Entity	—	—	—	—	(355,255)
Fund Balances - Beginning as Adjusted	542,478	1,025,098	116,855	853,417	—
Fund Balances - Ending	436,362	1,207,095	117,710	823,468	—

Northeast TIF	Southwest TIF Special Allocation	East CBD TIF	Dixie/ Miller Court TIF	183rd West TIF	North Halsted TIF	Kedzie Gateway TIF	Totals
—	4,217	9,338	85,058	—	—	81,748	181,216
—	—	—	—	—	—	—	892,755
—	—	—	17	1	—	1	12,384
—	—	—	—	—	—	—	240,055
—	4,217	9,338	85,075	1	—	81,749	1,326,410
—	—	—	—	—	—	—	117,518
—	—	—	—	—	—	—	711,620
—	—	—	—	—	—	—	270,105
—	—	—	83,532	15,990	2,754	1,141	103,417
—	—	—	83,532	15,990	2,754	1,141	1,202,660
—	4,217	9,338	1,543	(15,989)	(2,754)	80,608	123,750
3,454,752	204,922	(70,197)	26,580	(12,110)	—	(90,717)	6,406,333
(3,454,752)	—	—	—	—	—	—	(3,810,007)
—	204,922	(70,197)	26,580	(12,110)	—	(90,717)	2,596,326
—	209,139	(60,859)	28,123	(28,099)	(2,754)	(10,109)	2,720,076

VILLAGE OF HOMEWOOD, ILLINOIS

Police Seized - Special Revenue Fund

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

For the Fiscal Year Ended April 30, 2026

	Budget		Actual
	Original	Final	
Revenues			
Investment Income	\$ 14,000	14,000	11,004
Miscellaneous	50,000	50,000	152,985
Total Revenues	64,000	64,000	163,989
Expenditures			
Protect of Persons/Property	—	—	270,105
Net Change in Fund Balance	64,000	64,000	(106,116)
Fund Balance - Beginning			542,478
Fund Balance - Ending			436,362

VILLAGE OF HOMEWOOD, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

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

For the Fiscal Year Ended April 30, 2026

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Motor Fuel Tax Allotment	\$ 850,000	850,000	892,755
Investment Income	1,000	1,000	862
Total Revenues	851,000	851,000	893,617
Expenditures			
Maintenance/Development of Public Facilities	765,000	765,000	711,620
Net Change in Fund Balance	86,000	86,000	181,997
Fund Balance - Beginning			1,025,098
Fund Balance - Ending			1,207,095

VILLAGE OF HOMEWOOD, ILLINOIS

Foreign Fire Insurance - Special Revenue Fund

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

For the Fiscal Year Ended April 30, 2026

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Other Taxes	\$ 30,000	30,000	855
Expenditures			
Protect of Persons/Property	30,000	30,000	—
Net Change in Fund Balance	—	—	855
Fund Balance - Beginning			116,855
Fund Balance - Ending			117,710

VILLAGE OF HOMEWOOD, ILLINOIS

Network #3 Cook County Telecomm - Special Revenue Fund

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

For the Fiscal Year Ended April 30, 2026

	Budget		Actual
	Original	Final	
Revenues			
Investment Income	\$ 1,000	1,000	499
Miscellaneous	84,000	84,000	87,070
Total Revenues	85,000	85,000	87,569
Expenditures			
General Government	50,000	50,000	117,518
Net Change in Fund Balance	35,000	35,000	(29,949)
Fund Balance - Beginning			853,417
Fund Balance - Ending			823,468

VILLAGE OF HOMEWOOD, ILLINOIS

Dixie/Miller Court TIF - Special Revenue Fund

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

For the Fiscal Year Ended April 30, 2026

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 75,000	75,000	85,058
Investment Income	50	50	17
Total Revenues	75,050	75,050	85,075
Expenditures			
Community Development	79,913	79,913	83,532
Net Change in Fund Balance	(4,863)	(4,863)	1,543
Fund Balance - Beginning			26,580
Fund Balance - Ending			28,123

VILLAGE OF HOMEWOOD, ILLINOIS

183rd West TIF - Special Revenue Fund

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

For the Fiscal Year Ended April 30, 2026

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 350,000	350,000	—
Investment Income	300	300	1
Total Revenues	350,300	350,300	1
Expenditures			
Community Development	303,033	303,033	15,990
Net Change in Fund Balance	47,267	47,267	(15,989)
Fund Balance - Beginning			(12,110)
Fund Balance - Ending			(28,099)

VILLAGE OF HOMEWOOD, ILLINOIS

North Halsted TIF - Special Revenue Fund

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

For the Fiscal Year Ended April 30, 2026

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 300,000	300,000	—
Investment Income	250	250	—
Total Revenues	300,250	300,250	—
Expenditures			
Community Development	23,000	23,000	2,754
Net Change in Fund Balance	277,250	277,250	(2,754)
Fund Balance - Beginning			—
Fund Balance - Ending			(2,754)

VILLAGE OF HOMEWOOD, ILLINOIS

Kedzie Gateway TIF - Special Revenue Fund

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

For the Fiscal Year Ended April 30, 2026

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 200,000	200,000	81,748
Investment Income	300	300	1
Total Revenues	200,300	200,300	81,749
Expenditures			
Community Development	181,428	181,428	1,141
Excess (Deficiency) of Revenues Over (Under) Expenditures	18,872	18,872	80,608
Other Financing (Uses)			
Transfers Out	(30,000)	(30,000)	—
Net Change in Fund Balance	(11,128)	(11,128)	80,608
Fund Balance - Beginning			(90,717)
Fund Balance - Ending			(10,109)

VILLAGE OF HOMEWOOD, ILLINOIS

Bond Debt Service - Debt Service Fund

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

For the Fiscal Year Ended April 30, 2026

	Budgeted Amounts		Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 751,688	751,688	849,973
Expenditures			
Debt Service			
Principal Retirement	639,870	639,870	639,870
Interest and Fiscal Charges	106,818	106,818	76,372
Total Expenditures	746,688	746,688	716,242
Net Change in Fund Balance	5,000	5,000	133,731
Fund Balance - Beginning			267,810
Fund Balance - Ending			401,541

VILLAGE OF HOMEWOOD, ILLINOIS

Nonmajor Governmental - Capital Projects Funds

Combining Balance Sheet

April 30, 2026

	South Gate TIF	CIP General	Bond Capital Projects	Totals
ASSETS				
Cash and Investments	\$ 126,773	—	1,953,336	2,080,109
LIABILITIES				
Accounts Payable	—	—	128,568	128,568
FUND BALANCES				
Restricted	126,773	—	1,824,768	1,951,541
Total Liabilities and Fund Balances	126,773	—	1,953,336	2,080,109

VILLAGE OF HOMEWOOD, ILLINOIS**Nonmajor Governmental - Capital Projects Funds****Combining Statement of Revenues, Expenditures and Changes in Fund Balances****For the Fiscal Year Ended April 30, 2026**

	South Gate TIF	CIP General	Bond Capital Projects	Totals
Revenues				
Investment Income	\$ —	—	99,285	99,285
Expenditures				
Protect of Persons/Property	—	—	836,259	836,259
Net Change in Fund Balances	—	—	(736,974)	(736,974)
Fund Balances - Beginning	126,773	3,362,307	2,561,742	6,050,822
Adjustment - Change within Reporting Entity	—	(3,362,307)	—	(3,362,307)
Fund Balances - Beginning as Adjusted	126,773	—	2,561,742	2,688,515
Fund Balances - Ending	126,773	—	1,824,768	1,951,541

VILLAGE OF HOMEWOOD, ILLINOIS

Bond Capital Projects - Capital Projects Fund

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

For the Fiscal Year Ended April 30, 2026

	Budget		Actual
	Original	Final	
Revenues			
Investment Income	\$ —	—	99,285
Expenditures			
Protect of Persons/Property	1,982,450	2,154,809	836,259
Net Change in Fund Balance	(1,982,450)	(2,154,809)	(736,974)
Fund Balance - Beginning			2,561,742
Fund Balance - Ending			1,824,768

VILLAGE OF HOMEWOOD, ILLINOIS

Water and Sewer - Enterprise Fund

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

For the Fiscal Year Ended April 30, 2026

	Budgeted Amounts		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 7,152,000	7,152,000	7,465,102
Sales to the Village of Flossmoor	1,540,000	1,540,000	1,618,400
Sales to the Village of East Hazel Crest	200,000	200,000	261,404
Total Operating Revenues	8,892,000	8,892,000	9,344,906
Operating Expenses			
Operations			
Water Delivery	—	—	421
Water Acquisition	3,579,930	3,579,930	4,511,016
Water Distribution	737,436	737,436	762,614
Wastewater Distribution	484,269	484,269	491,228
W/S Meters and Lift Stations	499,007	499,007	465,278
Utilities Administration	2,351,302	2,879,702	2,249,492
Public Works	7,063,123	7,234,017	1,078,743
Depreciation	—	—	1,011,708
Total Operating Expenses	14,715,067	15,414,361	10,570,500
Operating (Loss)	(5,823,067)	(6,522,361)	(1,225,594)
Nonoperating Revenues			
Miscellaneous	105,000	105,000	91,166
Investment Income	2,000	2,000	4,715
	107,000	107,000	95,881
Change in Net Position	(5,716,067)	(6,415,361)	(1,129,713)
Net Position - Beginning			46,613,494
Restatement - Error Correction			577,249
Net Position - Beginning as Restated			47,190,743
Net Position - Ending			46,061,030

VILLAGE OF HOMEWOOD, ILLINOIS**Pension Trust Funds****Combining Statement of Fiduciary Net Position****April 30, 2026**

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 415,014	145,464	560,478
Investments			
Illinois Police Officers' Pension Investment Fund	47,940,876	—	47,940,876
Illinois Firefighters' Pension Investment Fund	—	25,136,395	25,136,395
Prepays	10,446	6,957	17,403
Total Assets	48,366,336	25,288,816	73,655,152
LIABILITIES			
Accounts Payable	2,772	2,507	5,279
NET POSITION			
Net Position Restricted for Pensions	48,363,564	25,286,309	73,649,873

VILLAGE OF HOMEWOOD, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended April 30, 2026

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 3,068,249	1,040,292	4,108,541
Contributions - Plan Members	491,727	233,441	725,168
Contributions - Other	668,586	—	668,586
Total Contributions	4,228,562	1,273,733	5,502,295
Investment Earnings			
Interest Earned	252,171	488,431	740,602
Net Change in Fair Value	8,674,473	3,924,087	12,598,560
	8,926,644	4,412,518	13,339,162
Less Investment Expenses	(44,001)	(54,963)	(98,964)
Net Investment Income	8,882,643	4,357,555	13,240,198
Total Additions	13,111,205	5,631,288	18,742,493
Deductions			
Administration	63,656	37,807	101,463
Benefits and Refunds	4,022,914	1,293,538	5,316,452
Total Deductions	4,086,570	1,331,345	5,417,915
Change in Fiduciary Net Position	9,024,635	4,299,943	13,324,578
Net Position Restricted for Pensions			
Beginning	39,338,929	20,986,366	60,325,295
Ending	48,363,564	25,286,309	73,649,873

STATISTICAL SECTION (Unaudited)

This part of the annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.

VILLAGE OF HOMEWOOD, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*

April 30, 2026 (Unaudited)

See Following Page

VILLAGE OF HOMEWOOD, ILLINOIS

Net Position by Component - Last Ten Fiscal Years* April 30, 2026 (Unaudited)

	2017	2018	2019
Governmental Activities			
Net Investment in Capital Assets	\$ 15,640,718	14,993,025	15,374,261
Restricted	3,513,409	4,516,476	3,451,964
Unrestricted (Deficit)	(31,517,676)	(34,936,361)	(46,421,882)
Total Governmental Activities Net Position	(12,363,549)	(15,426,860)	(27,595,657)
Business-Type Activities			
Net Investment in Capital Assets	31,087,716	30,907,125	30,364,853
Restricted	5,283,023	6,920,233	7,871,161
Unrestricted	7,600,049	6,427,536	5,588,765
Total Business-Type Activities Net Position	43,970,788	44,254,894	43,824,779
Primary Government			
Net Investment in Capital Assets	46,728,434	45,900,150	45,739,114
Restricted	8,796,432	11,436,709	11,323,125
Unrestricted (Deficit)	(23,917,627)	(28,508,825)	(40,833,117)
Total Primary Government Net Position	31,607,239	28,828,034	16,229,122

Data Source: Village Records

*Accrual Basis of Accounting

2020	2021	2022	2023	2024	2025	2026
15,528,743	15,217,542	14,998,824	15,336,991	15,829,535	13,720,190	14,708,942
3,228,573	5,615,145	6,807,997	6,858,734	8,219,307	13,106,153	17,506,214
(49,777,128)	(52,188,333)	(45,294,683)	(41,744,606)	(39,521,957)	(36,023,055)	(38,925,390)
(31,019,812)	(31,355,646)	(23,487,862)	(19,548,881)	(15,473,115)	(9,196,712)	(6,710,234)
30,432,519	33,829,230	41,213,733	41,789,448	42,085,136	41,577,855	41,447,128
10,391,715	7,520,363	—	1,519,474	2,356,753	2,835,639	3,721,565
3,808,565	3,710,756	4,576,925	3,021,630	2,500,000	2,200,000	892,337
44,632,799	45,060,349	45,790,658	46,330,552	46,941,889	46,613,494	46,061,030
45,961,262	49,046,772	56,212,557	57,126,439	57,914,671	55,298,045	56,156,070
13,620,288	13,135,508	6,807,997	8,378,208	10,576,060	15,941,792	21,227,779
(45,968,563)	(48,477,577)	(40,717,758)	(38,722,976)	(37,021,957)	(33,823,055)	(38,033,053)
13,612,987	13,704,703	22,302,796	26,781,671	31,468,774	37,416,782	39,350,796

VILLAGE OF HOMEWOOD, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years* April 30, 2026 (Unaudited)

	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Expenses										
Governmental Activities										
General Government	\$ 6,760,866	7,139,187	6,890,156	7,322,355	7,543,609	6,328,016	8,051,277	8,568,790	8,120,462	13,919,534
Public Health/Environmental Protection	625,178	715,611	709,246	747,625	619,498	779,820	884,131	959,164	1,882,185	2,331,789
Maint./Development of Public Facilities	3,713,326	3,754,736	3,559,230	3,382,539	3,664,557	3,815,528	4,344,423	4,738,207	3,398,211	3,644,634
Protection of Persons/Property	13,254,380	12,883,194	13,128,288	15,158,189	13,978,493	10,820,378	13,052,186	12,059,570	12,725,423	12,821,341
Community Development	799,506	569,515	1,400,036	853,061	362,759	847,960	668,994	887,878	654,088	2,259,737
Interest on Long-Term Debt	14,458	32,029	32,436	20,639	24,037	19,469	14,954	2,394	30,895	92,756
Total Governmental Activities Expenses	25,167,714	25,094,272	25,719,392	27,484,408	26,192,953	22,611,171	27,015,965	27,216,003	26,811,264	35,069,791
Business-Type Activities										
Water and Sewer	7,548,704	7,422,164	7,077,037	7,025,923	7,143,310	7,026,886	7,075,458	6,832,276	9,162,425	10,570,500
Total Primary Government Expenses	32,716,418	32,516,436	32,796,429	34,510,331	33,336,263	29,638,057	34,091,423	34,048,279	35,973,689	45,640,291
Program Revenues										
Governmental Activities										
Charges for Services	2,565,178	2,255,706	2,566,733	2,448,821	2,046,697	2,890,629	5,063,594	5,032,763	4,263,618	3,726,079
Operating Grants/Contributions	497,229	504,379	515,274	685,674	2,166,052	1,436,092	1,200,716	950,414	942,301	976,063
Capital Grants/Contributions	12,442	—	—	—	—	—	—	—	—	—
Total Governmental Activities Program Revenues	3,074,849	2,760,085	3,082,007	3,134,495	4,212,749	4,326,721	6,264,310	5,983,177	5,205,919	4,702,142
Business-Type Activities										
Charges for Services										
Water and Sewer	9,044,369	8,824,277	8,550,730	8,783,964	8,513,684	8,706,755	8,613,644	8,347,144	8,834,030	9,440,787
Total Primary Government Program Revenues	12,119,218	11,584,362	11,632,737	11,918,459	12,726,433	13,033,476	14,877,954	14,330,321	14,039,949	14,142,929

	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Net (Expense) Revenue										
Governmental Activities	\$ (22,092,865)	(22,334,187)	(22,637,385)	(24,349,913)	(21,980,204)	(18,284,450)	(20,751,655)	(21,232,826)	(21,605,345)	(30,367,649)
Business-Type Activities	1,495,665	1,402,113	1,473,693	1,758,041	1,370,374	1,679,869	1,538,186	1,514,868	(328,395)	(1,129,713)
Total Primary Government Net Revenue (Expense)	(20,597,200)	(20,932,074)	(21,163,692)	(22,591,872)	(20,609,830)	(16,604,581)	(19,213,469)	(19,717,958)	(21,933,740)	(31,497,362)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property Taxes	6,076,725	6,017,665	6,256,261	6,613,258	6,259,235	8,407,021	7,138,127	7,890,171	6,975,568	11,254,714
Sales Tax	4,470,363	4,838,615	4,880,527	5,038,077	5,603,418	6,376,989	6,351,819	5,864,599	6,198,719	6,882,038
Other Tax	4,055,736	4,022,135	4,018,170	4,101,635	4,180,859	4,753,852	4,727,863	4,704,902	4,492,083	5,112,979
Other Revenues	3,148,430	3,272,432	4,032,503	4,198,308	4,657,392	5,664,738	5,474,535	5,945,389	9,264,351	9,200,692
Transfers	915,157	1,120,029	970,167	974,480	943,466	949,634	998,292	903,531	—	—
Total Governmental Activities	18,666,411	19,270,876	20,157,628	20,925,758	21,644,370	26,152,234	24,690,636	25,308,592	26,930,721	32,450,423
Business-Type Activities										
Interest Income (Loss)	(2,361)	2,022	4,052	24,459	642	74	—	—	—	—
Transfers	(915,157)	(1,120,029)	(970,167)	(974,480)	(943,466)	(949,634)	(998,292)	(903,531)	—	—
Total Business-Type Activities	(917,518)	(1,118,007)	(966,115)	(950,021)	(942,824)	(949,560)	(998,292)	(903,531)	—	—
Total Primary Government	17,748,893	18,152,869	19,191,513	19,975,737	20,701,546	25,202,674	23,692,344	24,405,061	26,930,721	32,450,423
Changes in Net Position										
Governmental Activities	(3,426,454)	(3,063,311)	(2,479,757)	(3,424,155)	(335,834)	7,867,784	3,938,981	4,075,766	5,325,376	2,082,774
Business-Type Activities	578,147	284,106	507,578	808,020	427,550	730,309	539,894	611,337	(328,395)	(1,129,713)
Total Primary Government	(2,848,307)	(2,779,205)	(1,972,179)	(2,616,135)	91,716	8,598,093	4,478,875	4,687,103	4,996,981	953,061

Data Source: Village Records

*Accrual Basis of Accounting

VILLAGE OF HOMEWOOD, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years* April 30, 2026 (Unaudited)

	2017	2018	2019
General Fund			
Nonspendable	\$ 1,553,446	1,676,632	1,916,428
Restricted	505,518	370,228	238,860
Assigned	252,825	276,809	259,120
Unassigned	5,615,528	5,550,787	4,814,858
Total General Fund	7,927,317	7,874,456	7,229,266
All Other Governmental Funds			
Nonspendable	—	—	—
Restricted	3,012,930	4,172,508	3,225,944
Unassigned	(69,719)	(70,197)	(132,956)
Total All Other Governmental Funds	2,943,211	4,102,311	3,092,988
Total Governmental Funds	10,870,528	11,976,767	10,322,254

Data Source: Village Records

*Modified Accrual Basis of Accounting

2020	2021	2022	2023	2024	2025	2026
1,689,368	1,610,469	1,673,119	1,852,321	1,824,985	3,096,206	3,502,919
153,283	32,024	—	12,150	220,603	239,059	485,815
738,621	156,621	145,214	1,324,524	980,764	516,521	2,439,058
5,092,048	7,029,846	10,819,362	14,113,595	15,039,968	16,564,615	13,254,764
7,673,320	8,828,960	12,637,695	17,302,590	18,066,320	20,416,401	19,682,556
—	—	—	43,000	314,716	—	—
3,075,290	5,584,291	6,811,439	6,846,584	7,998,704	12,897,989	15,830,139
(253,952)	(102,700)	(70,197)	(149,365)	(149,410)	(173,024)	(101,821)
2,821,338	5,481,591	6,741,242	6,740,219	8,164,010	12,724,965	15,728,318
10,494,658	14,310,551	19,378,937	24,042,809	26,230,330	33,141,366	35,410,874

VILLAGE OF HOMEWOOD, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years* April 30, 2026 (Unaudited)

	2017	2018	2019
Revenues			
Property Taxes	\$ 6,076,725	6,017,665	6,256,261
Other Taxes	3,986,989	4,013,027	4,046,923
Intergovernmental	6,877,583	7,156,673	7,446,042
Charges for Services	1,208,152	1,019,122	1,196,991
Licenses and Permits	704,161	642,953	754,479
Fines and Forfeitures	652,865	593,631	615,263
Interest Income	2,191	3,300	6,808
Miscellaneous	1,248,690	1,455,453	1,975,454
Total Revenues	20,757,356	20,901,824	22,298,221
Expenditures			
General Government	6,549,006	6,679,566	6,950,139
Public Health/Environmental Protection	625,178	715,611	709,246
Maint/Development of Public Facilities	3,528,431	3,798,544	3,976,433
Protection of Persons/Property	9,897,018	10,404,372	11,255,186
Community Development	799,506	569,515	1,400,036
Debt Service			
Principal Retirement	590,783	640,096	626,037
Interest and Fiscal Charges	16,625	10,808	45,856
Total Expenditures	22,006,547	22,818,512	24,962,933
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,249,191)	(1,916,688)	(2,664,712)
Other Financing Sources (Uses)			
Debt Issuance	36,496	1,871,113	—
Disposal of Capital Assets	18,656	31,785	56,790
Transfers In	1,038,101	1,165,529	1,036,716
Transfers Out	(122,944)	(45,500)	(66,549)
	970,309	3,022,927	1,026,957
Net Change in Fund Balances	(278,882)	1,106,239	(1,637,755)
Debt Service as a Percentage of Noncapital Expenditures	2.87%	2.85%	2.83%

Data Source: Village Records

*Modified Accrual Basis of Accounting

2020	2021	2022	2023	2024	2025	2026
6,613,258	6,259,235	8,407,021	7,138,127	7,890,171	6,975,568	11,254,714
4,163,135	4,042,359	4,696,852	4,751,541	4,645,716	4,492,083	5,112,979
7,705,454	10,755,434	11,900,552	11,520,296	10,724,979	13,321,441	14,021,083
1,206,608	1,128,298	1,651,493	3,675,021	3,923,007	2,942,517	2,611,532
711,268	623,226	690,573	924,621	677,853	878,452	707,745
530,945	295,173	548,563	463,952	431,903	442,649	406,802
47,793	2,123	2,754	191,496	754,831	1,071,000	810,776
2,168,812	1,656,905	1,546,973	1,285,628	1,280,592	2,903,760	2,153,344
23,147,273	24,762,753	29,444,781	29,950,682	30,329,052	33,027,470	37,078,975
7,582,406	7,798,823	7,992,186	7,905,495	9,155,161	7,946,888	10,097,064
747,625	619,498	779,820	884,131	959,164	1,882,185	2,331,789
3,397,262	3,606,625	3,797,394	4,839,333	5,594,130	5,141,974	4,798,826
10,963,616	10,636,867	11,181,387	11,300,612	11,848,291	13,600,865	14,550,301
853,061	362,759	847,960	668,994	887,878	654,088	2,259,737
699,779	646,554	730,011	699,117	596,056	131,005	749,348
26,470	21,600	24,811	17,070	4,382	30,895	95,992
24,270,219	23,692,726	25,353,569	26,314,752	29,045,062	29,387,900	34,883,057
(1,122,946)	1,070,027	4,091,212	3,635,930	1,283,990	3,639,570	2,195,918
320,870	1,790,000	—	—	—	3,211,269	—
—	12,400	27,540	29,650	—	60,197	73,590
1,179,962	1,217,239	1,025,567	1,077,015	3,333,963	2,300,000	3,300,000
(205,482)	(273,773)	(75,933)	(78,723)	(2,430,432)	(2,300,000)	(3,300,000)
1,295,350	2,745,866	977,174	1,027,942	903,531	3,271,466	73,590
172,404	3,815,893	5,068,386	4,663,872	2,187,521	6,911,036	2,269,508
3.12%	2.84%	3.03%	2.78%	2.14%	0.59%	2.52%

VILLAGE OF HOMEWOOD, ILLINOIS

Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years

April 30, 2026 (Unaudited)

Tax Levy Year	Residential Property	Commercial Property	Industrial Property	Railroad Property	Farm Property	Total Assessed Value	Taxable Assessed Value as a Percentage of Actual Taxable Value	Estimated Actual Taxable Value	Total Direct Tax Rate
2016	\$ 216,753,116	\$ 108,749,102	\$ 6,912,089	\$ 4,070,644	\$ —	\$ 336,484,951	33.33%	\$ 1,009,454,853	\$ 1.803
2017	240,942,083	120,391,644	7,054,157	3,798,284	—	372,186,168	33.33%	1,116,558,504	1.670
2018	232,537,953	117,707,365	6,757,694	4,121,399	—	361,124,411	33.33%	1,083,373,233	1.755
2019	229,831,327	118,223,118	6,793,965	3,749,669	—	358,598,079	33.33%	1,075,794,237	1.784
2020	266,966,191	137,181,816	7,530,704	3,531,031	—	415,209,742	33.33%	1,245,629,226	1.597
2021	241,984,207	130,253,728	7,064,795	3,531,031	—	382,833,761	33.33%	1,148,501,283	1.778
2022	236,768,605	128,150,084	6,819,272	3,921,500	—	375,659,461	33.33%	1,126,978,383	1.911
2023	381,738,663	128,702,323	7,566,673	4,246,222	—	522,253,881	33.33%	1,566,761,643	1.319
2024	374,630,162	132,106,666	7,187,557	3,830,814	—	517,755,199	33.33%	1,553,265,597	1.535
2025	N/A	N/A	N/A	N/A	N/A	N/A	33.33%	N/A	N/A

Data Source: Cook County Clerk's Office

Notes: Property in Cook County is reassessed once every three years. The County assesses property at approximately 36 percent of actual value for commercial and industrial property and 16 percent for residential property. Estimated actual taxable value is calculated by dividing taxable assessed value by those percentage. Tax rates are per \$1,000 of assessed value.

N/A - The 2025 tax levy extension was not available as of the date of this report.

VILLAGE OF HOMEWOOD, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
April 30, 2026 (Unaudited)**

See Following Page

VILLAGE OF HOMEWOOD, ILLINOIS

Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years April 30, 2026 (Unaudited)

	2016	2017	2018
Direct Rates			
Corporate	\$ 0.230	0.195	0.203
Fire and Police Protection	0.207	0.171	0.182
Debt Service	—	0.171	0.176
Pensions Including Soc. Sec.	0.767	0.844	0.894
All Other	0.599	0.289	0.300
Total Village	1.803	1.670	1.755
Overlapping Rates*			
County and Forest Preserve	0.596	0.589	0.549
Schools	12.847	11.843	11.940
All Other	2.467	2.319	2.447

Data Source: Cook County Clerk's Office

Notes: The provisions of the Property Tax Extension Limitation Law (the "Limitation Law") are applicable to non-home rule taxing districts in Cook County including the Village. The Limitation Law limits the annual growth in property tax extensions for the Village to the lesser of 5% or the percentage increase in the Consumer Price Index during the calendar year preceding the relevant levy year. Generally, extensions can be increased beyond this limitation due to new construction and referendum approval of tax or limitation rate increases.

*Overlapping rates are those of local and county governments that apply to property owners within the Village of Homewood. The rates shown are for those taxpayers in the largest tax code and are representative of rates that apply to Village taxpayers.

N/A - The 2025 tax levy extension was not available as of the date of this report.

2019	2020	2021	2022	2023	2024	2025
0.193	0.147	0.158	0.144	0.110	0.131	N/A
0.170	0.132	0.142	0.129	0.099	0.118	N/A
0.161	0.162	0.176	0.150	0.000	0.151	N/A
0.959	0.904	0.816	1.142	0.832	0.756	N/A
0.301	0.252	0.486	0.346	0.278	0.379	N/A
1.784	1.597	1.778	1.911	1.319	1.535	N/A
0.543	0.528	0.523	0.533	0.478	0.459	N/A
12.370	10.686	11.808	14.106	10.314	10.942	N/A
2.521	2.681	2.551	1.799	2.096	2.233	N/A

VILLAGE OF HOMEWOOD, ILLINOIS

Principal Property Tax Payers - Current Tax Levy Year and Nine Tax Levy Years Ago April 30, 2026 (Unaudited)

Taxpayer	2025			2015		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Washington Park Plaza LLC	\$ 16,799,751	1	3.24%	\$ 10,757,705	1	3.28%
Menard Inc.	8,613,256	2	1.66%	3,299,393	8	1.01%
Mercyhealth Care Center	7,808,092	3	1.51%	2,895,424	9	0.88%
Walmart	7,441,716	4	1.44%			
Wind Creek IL LLC	6,835,169	5	1.32%			
Marquis	5,908,971	6	1.14%			
Jewel	5,561,282	7	1.07%	4,059,149	3	1.24%
Target	5,463,903	8	1.06%	3,977,147	4	1.21%
The Home Depot	4,332,806	9	0.84%	3,439,481	5	1.05%
Kohls	4,228,327	10	0.82%	4,493,543	2	1.37%
Homewood Associates				3,430,136	6	1.05%
Healthcare & Retirement				3,350,345	7	1.02%
K-Mart Corporation				2,467,942	10	0.75%
Totals	<u>72,993,273</u>		<u>14.10%</u>	<u>42,170,265</u>		<u>12.86%</u>
Total Village Taxable Assessed Value	<u>517,755,199</u>			<u>327,584,466</u>		

Data Source: Cook County Clerk's Office

The 2025 tax levy extension was not available as of the date of this report, so the information shown is the most current available.

VILLAGE OF HOMEWOOD, ILLINOIS

Property Tax Levies and Collections - Last Ten Fiscal Years April 30, 2026 (Unaudited)

Fiscal Year	Taxes Levied for the Fiscal Year		Collected within the		Collections in Subsequent Years	Total Collections to Date				
			Fiscal Year of the Levy			Amount	Percentage of Levy			
	Amount	Percentage of Levy	Amount	Percentage of Levy						
2017	\$	6,213,671	\$	2,956,327	47.58%	\$	2,832,944	\$	5,789,271	93.17%
2018		6,448,178		2,888,176	44.79%		2,755,117		5,643,293	87.52%
2019		6,526,015		2,889,929	44.28%		2,800,618		5,690,547	87.20%
2020		6,647,322		3,107,297	46.75%		2,909,179		6,016,476	90.51%
2021		6,881,974		2,887,110	41.95%		3,348,114		6,235,224	90.60%
2022		6,632,814		3,331,514	50.23%		3,034,635		6,366,149	95.98%
2023		7,176,369		3,080,976	42.93%		3,570,988		6,651,964	92.69%
2024		6,791,915		3,337,393	49.14%		2,921,426		6,258,819	92.15%
2025		7,947,698		3,132,503	39.41%		4,658,164		7,790,667	98.02%
2026		7,981,293		3,476,909	43.56%		—		3,476,909	43.56%

Data Source: Village of Homewood property tax levy and collection records.

Tax collections from the County in theory could exceed 100%. Cook County adds 3% to the Village's levy for uncollectible taxes (5% for debt service funds) and incorporates this allowance into the total extension.

VILLAGE OF HOMEWOOD, ILLINOIS

Taxable Sales by Category - Last Ten Calendar Years April 30, 2026 (Unaudited)

	2015	2016	2017
General Merchandise	\$ 540,576	986,906	1,082,063
Food	629,998	579,096	599,188
Drinking/Eating Places	589,189	633,651	645,942
Apparel	57,471	97,618	104,569
Furniture/Household/Radio	224,768	240,516	272,160
Lumber/Bldg/Hardware	371,125	439,696	520,826
Automobile/Filling Stations	898,842	852,769	765,921
Drugs & Misc. Retail	883,691	796,864	744,080
Agriculture & Others	165,272	173,715	172,412
Manufacturing	11,695	13,155	15,312
Totals	4,372,627	4,813,986	4,922,473
Village Sales Tax Rate	1.00%	1.00%	1.00%

Data Source: Illinois Department of Revenue

Notes: State of Illinois Department of Revenue information is not available on a April 30 fiscal year basis so we use their calendar year reporting. Categories include Municipal Sales Tax only. The Village implemented a Non-Home Rule Sales Tax effective January 1, 2026 to bring the total sales tax rate to 10.0%.

2018	2019	2020	2021	2023	2024	2025
1,098,033	1,098,997	1,199,378	1,245,033	595,945	632,714	533,033
602,900	696,479	649,285	715,052	715,817	701,501	672,052
674,171	678,803	729,362	749,978	779,621	822,391	846,217
126,122	89,479	136,561	185,691	199,275	191,868	259,009
277,328	310,325	366,695	243,651	214,616	213,732	230,846
564,193	802,509	754,255	700,058	696,405	685,796	762,735
763,471	719,143	793,774	803,922	815,171	889,282	646,707
764,436	820,515	1,384,548	1,370,121	1,487,727	1,568,619	2,169,942
171,746	154,971	231,219	221,444	286,895	318,374	636,947
14,767	18,528	40,173	41,786	39,053	41,912	62,894
5,057,167	5,389,749	6,285,250	6,276,736	5,830,525	6,066,189	6,820,382
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

VILLAGE OF HOMEWOOD, ILLINOIS

Direct and Overlapping Sales Tax Rates - Last Ten Fiscal Years April 30, 2026 (Unaudited)

Fiscal Year	Homewood Rate	Non-Home Rule Sales Tax Rate *	County Rate	State of Illinois Rate	Transit Authority Rate
2017	1.00%	0.00%	1.75%	5.00%	1.25%
2018	1.00%	0.00%	1.75%	5.00%	1.25%
2019	1.00%	0.00%	1.75%	5.00%	1.25%
2020	1.00%	0.00%	1.75%	5.00%	1.25%
2021	1.00%	0.00%	1.75%	5.00%	1.25%
2022	1.00%	0.00%	1.75%	5.00%	1.25%
2023	1.00%	0.00%	1.75%	5.00%	1.25%
2024	1.00%	0.00%	1.75%	5.00%	1.25%
2025	1.00%	0.00%	1.75%	5.00%	1.25%
2026	1.00%	1.00%	1.75%	5.25%	1.25%

Data Sources: Village of Homewood Finance Department
Cook County Treasurer's Office
Illinois Department of Revenue
RTA

*Effective January 1, 2026

VILLAGE OF HOMEWOOD, ILLINOIS

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years April 30, 2026 (Unaudited)

Fiscal Year	Governmental Activities		Business-Type Activities		Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Installment Contract	Installment Contract	Contract			
2017	\$ 600,000	\$ 55,667	\$ —	\$ —	\$ 655,667	0.11%	33.93
2018	1,687,000	199,684	164,119	—	2,050,803	0.35%	106.13
2019	1,121,000	139,647	124,802	—	1,385,449	0.24%	71.70
2020	537,000	344,738	84,365	—	966,103	0.16%	50.00
2021	1,790,000	235,184	42,775	—	2,067,959	0.31%	106.25
2022	1,165,000	130,173	—	—	1,295,173	0.20%	66.63
2023	530,000	66,056	—	—	596,056	0.09%	30.64
2024	—	—	—	—	—	0.00%	—
2025	2,611,269	468,995	—	—	3,080,264	0.40%	158.20
2026	1,971,399	359,517	—	—	2,330,916	0.30%	119.82

Data Source: Village Records

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

VILLAGE OF HOMEWOOD, ILLINOIS

Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years April 30, 2026 (Unaudited)

Fiscal Year	General Obligation Bonds	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2017	\$ 600,000	0.18%	\$ 31.05
2018	1,687,000	0.45%	87.31
2019	1,121,000	0.31%	58.01
2020	537,000	0.15%	27.79
2021	1,790,000	0.43%	91.97
2022	1,165,000	0.30%	59.94
2023	530,000	0.14%	27.25
2024	—	—%	—
2025	2,611,269	0.50%	134.11
2026	1,971,399	N/A	101.34

Data Source: Village Records

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for personal income and population data.

VILLAGE OF HOMEWOOD, ILLINOIS

Schedule of Direct and Overlapping Governmental Activities Debt April 30, 2026 (Unaudited)

Governmental Unit	(1) Outstanding Debt	(2) Percentage of Debt Applicable to Village	(3) Village's Share of Debt
Direct			
Village of Homewood	\$ 2,330,916	100.00%	\$ 2,330,916
Overlapping Debt			
Homewood School District No. 153	24,980,000	93.11%	23,258,635
Flossmoor School District No. 161	11,275,000	18.04%	2,034,316
Hazel Crest School District No. 152 1/2	16,185,000	2.22%	358,838
Thornton School District No. 154	401,000	0.34%	1,370
Homewood-Flossmoor H.S.D. No. 233	25,180,000	51.61%	12,996,648
Thornton H.S.D. No. 205	80,190,000	0.18%	144,606
Prairie State Community College No. 515	20,865,000	10.79%	2,252,211
Thornton Community College No. 510	20,892,941	0.07%	14,497
Cook County, Including Forest Preserve District	1,831,166,750	0.25%	4,505,670
Metropolitan Water Reclamation District	2,555,076,024	0.02%	441,397
Homewood-Flossmoor Park District	15,153,405	61.63%	9,339,232
Total Overlapping Debt	4,601,365,120		55,347,420
Total Direct and Overlapping Debt	4,603,696,036		57,678,336

Data Sources:

(1) Data Source: Cook County Tax Extension Department

(2) Determined by ratio of assessed value of property subject to taxation in the Village to value of property subject to taxation in overlapping unit.

(3) Amount in column (2) by amount in column (1).

VILLAGE OF HOMEWOOD, ILLINOIS

Debt Margin Information - Last Ten Fiscal Years

April 30, 2026 (Unaudited)

Fiscal Year	Debt Limit	Total Net Debt Applicable to Limit	Debt Margin	Total Net Debt Applicable to Limit as a of Debt Limit
2017	\$ 29,021,827	\$ 600,000	\$ 28,421,827	2.07%
2018	32,101,057	1,687,000	30,414,057	5.26%
2019	31,146,980	1,121,000	30,025,980	3.60%
2020	30,929,084	537,000	30,392,084	1.74%
2021	35,811,840	1,790,000	34,021,840	5.00%
2022	35,811,840	1,165,000	34,646,840	3.25%
2023	33,019,412	530,000	32,489,412	1.61%
2024	32,400,629	—	32,400,629	—%
2025	45,044,397	2,611,269	42,433,128	5.80%
2026	44,656,386	2,330,916	42,325,470	5.22%

Legal Debt Margin Calculation for Fiscal Year 2026

\$ 517,755,199

Total Equalized Assessed Valuation - 2024

44,656,386

Debt Limit - 8.625% of Total EAV

General Obligation Bonds

2,330,916

Legal Debt Margin

42,325,470

Data Source: Cook County Clerk and Village Records

VILLAGE OF HOMEWOOD, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years April 30, 2026 (Unaudited)

Fiscal Year	(1) Population	Per Capita Income	Total Personal Income	Median Age	Education Level in Years of Schooling	(2) School Enrollment	Unemployment Rate
2017	19,323	\$ 30,336	\$ 586,182,528	42.5	14.00	3,493	5.50%
2018	19,323	30,336	586,182,528	42.5	14.00	3,493	5.50%
2019	19,323	30,336	586,182,528	42.5	14.00	3,493	5.50%
2020	19,323	30,336	586,182,528	42.5	14.00	3,493	17.00%
2021	19,463	34,608	673,575,504	40.5	14.00	3,493	8.40%
2022	19,437	33,243	646,144,191	39.3	14.00	3,493	3.90%
2023	19,453	35,145	683,675,685	39.2	14.00	3,493	5.40%
2024	19,453	36,971	719,196,863	39.1	14.00	3,493	6.40%
2025	19,471	39,955	777,963,805	39.8	14.00	3,319	4.10%
2026	19,454	40,339	784,754,906	40.2	14.00	3,319	6.30%

Data Source:

(1) 2017 - 2020 is from final 2010 Census.

2021 - 2026 is from final 2020 Census.

(2) School Enrollment is from Elementary School Districts 153, 161, and High School District 233.

Remaining categories are from Economic and Community Development Department.

VILLAGE OF HOMEWOOD, ILLINOIS

Principal Employers - Current Fiscal Year and Ten Fiscal Years Ago April 30, 2026 (Unaudited)

Employer	2026			2016		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
CN Railroad	700	1	3.60%	700	1	3.62%
Comcast	450	2	2.31%	450	2	2.33%
School District 153	350	3	1.80%	331	4	1.71%
Jewel/Osco (2 stores)	276	4	1.42%	450	3	2.33%
Portillo's	200	5	1.03%	150	8	0.78%
Menards	165	6	0.85%	120	10	0.62%
Homewood Disposal	160	7	0.82%			
Target	150	8	0.77%	150	6	0.78%
ALIYA (Manor Health Care)	150	9	0.77%	150	7	0.78%
Village of Homewood	134	10	0.69%	210	5	1.09%
Home Depot				125	9	0.65%
	<u>2,735</u>		<u>14.06%</u>	<u>2,836</u>		<u>14.69%</u>

Source: 2016 data is from Fiscal Year Ending April 30, 2016 Annual Financial Report.

2026 data is from Village's Community Development Department/Finance Department.

*Wind Creek Casino opened in November 2024. It employs 1,133 people; however, only the parking garage is located within Homewood. The casino itself is in East Hazel Crest

Note: The information shown above is the most recent available.

VILLAGE OF HOMEWOOD, ILLINOIS

**Full-Time and Part-Time Employees by Function/Program - Last Ten Fiscal Years
April 30, 2026 (Unaudited)**

See Following Page

VILLAGE OF HOMEWOOD, ILLINOIS

Full-Time and Part-Time Employees by Function/Program - Last Ten Fiscal Years April 30, 2026 (Unaudited)

Function/Program	2017	2018	2019
Village Hall			
Manager's Office	6.00	7.00	8.50
Finance	6.00	6.00	6.50
Public Safety			
Fire			
Sworn Firefighters/EMT	17.00	17.00	17.00
Non Sworn Staff	4.00	4.00	4.00
Police			
Sworn Officers	39.50	40.00	41.00
Non Sworn Staff	6.50	6.50	7.50
Public Works			
Streets	7.00	7.00	7.00
Administration	—	—	—
Building/Maint	11.50	11.00	11.00
Vehicles	3.00	3.00	3.00
Sewer/Water	10.00	10.00	11.00
	110.50	111.50	116.50

Data Source: Village of Homewood Budget

Note: A full time employee is scheduled to work 2,080 hours per year (including vacation and sick time) FTE is calculated by dividing total labor hours by 2,080.

2020	2021	2022	2023	2024	2025	2026
8.50	7.50	7.50	8.00	8.00	8.50	9.00
6.50	6.00	5.50	5.50	5.50	6.00	6.00
20.00	20.00	20.00	20.00	20.00	22.00	22.00
4.00	4.00	4.00	4.00	4.00	4.00	4.50
40.00	38.50	41.00	36.00	36.00	41.00	42.00
7.00	7.00	7.00	8.00	8.00	8.00	8.00
7.00	7.00	7.00	7.00	10.00	7.00	7.00
—	—	—	—	5.00	5.00	4.50
11.00	13.00	13.00	13.00	6.00	7.00	7.00
3.00	3.00	3.00	3.00	3.00	3.00	3.00
10.00	10.00	10.00	10.00	10.00	10.00	9.00
117.00	116.00	118.00	114.50	115.50	121.50	122.00

VILLAGE OF HOMEWOOD, ILLINOIS

Operating Indicators by Function - Last Ten Fiscal Years

April 30, 2026 (Unaudited)

Function/Program	2017	2018	2019
Police			
Number of Employees			
Full Time	43	46	44
Reserve	14	14	13
Community Service Officers	—	—	—
Crossing Guards	17	19	18
Part-Time Clerical	6	6	5
Miles Patrolled	260,000	260,000	260,000
Calls for Service	24,210	24,262	25,081
Part I Crimes Reported	821	834	843
Part I Crimes Cleared	399	397	452
Part II Crimes Reported	1,493	1,460	1,396
Part II Crimes Cleared	912	959	898
Group A Offenses	—	—	—
Group A Arrests	—	—	—
Group B Arrests	—	—	—
Number of Traffic Citations Issued	3,483	3,493	3,452
Number of Arrests Made	1,311	1,356	1,350
Jail Facilities	7	7	7
Jail Population	962	996	938
Number of Auto Accidents	937	940	951
Vehicles			
Patrol Units	12	12	12
Administrative	6	7	7
Fire			
Number of Stations	1	1	1
Number of Employees	18	18	18
Number of Paid-on-Call	15	11	12
Number of Fire Responses	643	639	915
Est. \$ Loss from Fires	\$280,470	\$120,000	\$706,300
Number of Fire Prevention Inspections	1,002	881	857
Number of Public Education Presentations	23	22	32
Number of Emergency Medical Responses	2,318	2,357	2,392
Health & Environment			
Number of Food Service Establishment Inspections	212	229	229
Number of Swimming Pool Inspections	3	193	193
Number of Property Code Inspections	1,333	1,746	1,746
Building Permits Issued	1,145	1,277	1,277

Data Source: Village Records

Note: Volume usage of capital assets is not available. The Village instead elected to present the above statistics as it was

2020	2021	2022	2023	2024	2025	2026
44	46	40	39	45	49	49
13	—	—	—	—	—	—
—	5	6	6	6	4	4
18	16	21	16	15	14	16
5	5	6	4	7	6	6
260,000	260,000	260,000	260,000	260,000	260,000	260,000
16,820	17,415	19,128	19,509	21,449	20,152	25,791
622	—	—	—	—	—	—
263	—	—	—	—	—	—
835	—	—	—	—	—	—
429	—	—	—	—	—	—
—	1,022	1,204	1,036	832	956	766
—	383	518	247	262	322	281
—	231	330	279	427	406	389
1,264	1,582	2,353	2,120	3,768	2,776	4,896
692	762	1,025	665	—	—	—
7	7	7	7	7	7	7
396	380	500	340	378	392	498
820	864	929	821	807	868	802
12	12	12	12	12	13	13
7	9	9	9	9	9	9
1	1	1	1	1	1	1
20	20	20	20	20	23	24
12	4	1	1	—	—	—
1,217	1,231	1,228	1,228	1,124	1,479	1,305
\$435,380	\$687,321	\$485,323	\$485,323	\$530,580	\$1,208,101	\$1,367,000
682	567	936	936	856	557	538
19	4	14	14	21	43	37
2,218	2,308	2,487	2,487	2,885	2,758	2,823
236	213	196	196	196	292	155
—	17	16	16	4	10	4
720	1,759	1,519	1,519	523	1,744	704
871	1,635	1,400	1,400	1,278	1,459	1,219