



FY 2024 Annual Comprehensive Financial Report

3600 Kirchoff Road
Rolling Meadows, IL 60008
847-394-8500 CityRM.org



CITY OF ROLLING MEADOWS, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2024

Prepared by the Finance Department

CITY OF ROLLING MEADOWS, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the City of Rolling Meadows, including:

- List of Principal Officials
- Organizational Chart
- Letter of Transmittal
- GFOA Certificate of Achievement for Excellence in Financial Reporting

CITY OF ROLLING MEADOWS, ILLINOIS

**List of Principal Officials
December 31, 2024**

LEGISLATIVE

Mayor: Lara Sanoica

Deputy City Clerk: Judy Brose

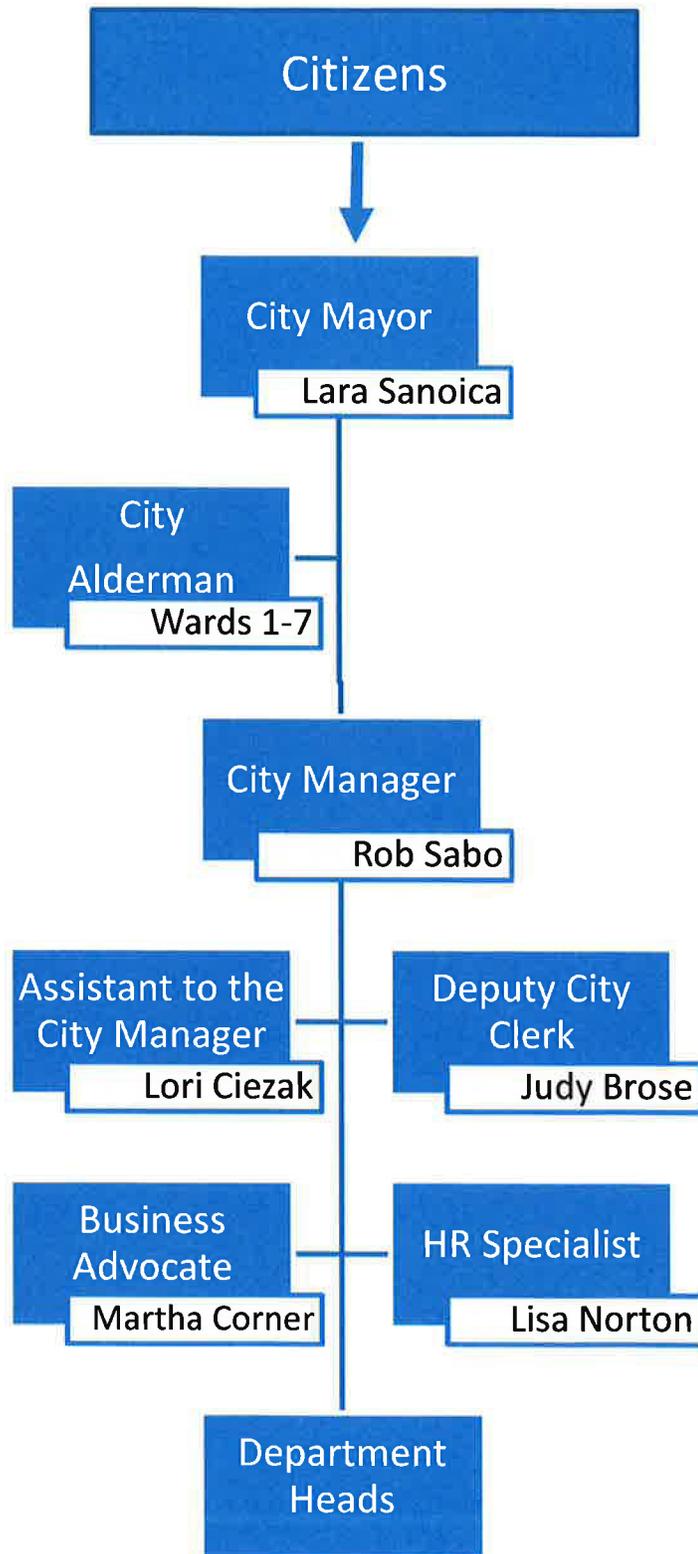
Ward 1:	Karen McHale, Alderman
Ward 2:	Nick Budmats, Alderman
Ward 3:	Kevin O'Brien, Alderman
Ward 4:	Jenifer Vinezeano, Alderman
Ward 5:	Stefanie Boucher, Alderman
Ward 6:	Mandy Reyez, Alderman
Ward 7:	Mike Koehler, Alderman

ADMINISTRATIVE

City Manager:	Rob Sabo
Finance Director:	Molly Talkington
Public Works Director:	Aaron Grosskopf
Police Chief:	John Nowacki
Fire Chief:	Pete Sutter
Community Development Director/Assistant City Manager	Glen Cole
Chief Information officer:	Waseem Kham
Human Services Director:	Natalia Nieves

City's Organizational Charts

Administration Organization Chart





June 12, 2025

To the Mayor of the City of Rolling Meadows
Members of the City Council
Citizens and Businesses of the City of Rolling Meadows, Illinois

The Annual Comprehensive Financial Report (ACFR) of the **CITY OF ROLLING MEADOWS, ILLINOIS** for the Fiscal Year ended December 31, 2024, is hereby submitted. The submittal of this report complies with Illinois state law which requires that the City issue a report on its financial position and activity presented in conformance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by an independent firm of certified public accountants.

For the year ended December 31, 2024, the licensed certified public accounting firm of Lauterbach & Amen, LLP, has issued an unmodified (“clean”) opinion on the City of Rolling Meadows financial statements. The independent auditors report can be found at the front of the financial section of this report.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position of the City of Rolling Meadows. The results of operations as measured by the financial activity of its various funds; and all disclosures necessary to enable the reader to gain a reasonable understanding of the City's financial affairs have been included.

This report includes all funds of the City (primary government), as well as its component unit, the Rolling Meadows Public Library (discretely presented component unit). Component units are autonomous entities for which the primary government is financially accountable.

Generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of management’s discussion and analysis (MD&A). This letter of transmittal should be read in conjunction with the management’s discussion and analysis and the notes to the financial statements to obtain the most complete assessment of the City’s current financial status and its future prospects. The City’s Management’s Discussion and Analysis can be found immediately following the report of the independent auditors.

PROFILE OF THE CITY OF ROLLING MEADOWS

The City of Rolling Meadows is located in northwest suburban Cook County, 27 miles from downtown Chicago, Illinois. Two major expressways serving the Northwest suburban area are the Jane Addams Memorial Tollway (Interstate 90) and Illinois Route 53 (also serving for part of its length as Interstate 290).

Rolling Meadows is part of the Chicago northwest suburban area located at the intersection of Interstate 90 and Illinois Route 53, approximately 10 miles west of O'Hare International Airport. The City's location makes it a highly desirable business and residential community. A diverse mix of commerce and industry provides a stable economic base which, in turn, fosters outstanding municipal services, educational systems, health and human care agencies, and recreational facilities all of which contribute to a high quality of life for Rolling Meadows residents.

The City's development, like that of much of the Northwest suburbs, traces to the mid-1950s when the Illinois Toll Road and O'Hare International Airport were under construction. Kimball Hill, the early residential developer of the City, acquired approximately 537 acres of farmland immediately south of the former Arlington Racetrack property and broke ground for the City's first single-family homes on July 21, 1953. The City incorporated on February 26, 1955, and had a population of 5,162. The City's current population as of the 2020 U.S. Census is 24,200.

The City operates under a Council-Manager form of government. The City Manager administers the City's day-to-day operations. The legislative authority of the City is vested in a seven-member council, each elected from their respective wards. The Mayor is elected at large. Each Alderperson and the Mayor serve staggered, four-year terms with term limits.

The City provides a full range of municipal services with approximately 170 full-time and 15 part-time persons working in Police, Fire, Human Services, Public Works, Community Development, Information Technology, Finance, and General Administration. The City maintains approximately 82 miles of streets, 112 miles of water mains, 78 miles of sidewalks and about 134 miles of parkway.

The City operates its own water distribution system with sewage treatment provided by the Metropolitan Water Reclamation District. The City is a member of two joint ventures; the first is the Northwest Suburban Municipal Joint Action Water Agency, which provides water from Lake Michigan through Chicago. The City also maintains a few deep-water wells as reserves. In case of emergency, the City also has two emergency water connects, one with the Village of Palatine and the other with the Village of Arlington Heights. These communities are currently in a different water system acquiring water from the City of Evanston. The second joint venture is the Solid Waste Agency of Northern Cook County, which provides support for solid waste disposal services. The City also owns and operates its own fleet of refuse vehicles. Recycling is a contracted service. The City also contracts with Northwest Central Dispatch for emergency 911 Dispatch services.

The Rolling Meadows Public Library is operated under an appointed board, which is separate from the City Council. Library Board positions are appointed by the City's Mayor, with consent of the City Council, and expire on a rotating basis. Library operations are administered by the Library Board, however, the City is required by state statute to include within its property tax levy and budget, the Library's requests. The Library does not have authority to issue debt, and must do so through the City. Thus, the Library is a component unit of the City. The City performs many functions for the Library including Payroll, IMRF reporting, monthly bank reconciliations, and other items.

In December 2013, Standard & Poor's Rating Services raised the City's long-term rating on the City of Rolling Meadows' general obligation bonds to AA+ from A+ based on Standard & Poor's local General Obligation rating criteria. Standard & Poor's cited the City's very strong budgetary flexibility, liquidity and strong budgetary performance among the reasons behind the increase in the credit rating. In November 2018 and March 2019, Standard & Poor's reviewed the City's credit rating as part of the comprehensive review for the issuance of general obligation bonds. Standard & Poor's reaffirmed the City's credit rating of an AA+ with a stable outlook with strong budget flexibility.

In November of 2014, Moody's Investor Service upgraded Rolling Meadows' general obligation (GO) bond rating to Aa3 from a previous rating of A1, reflecting the agency's confidence in the City's overall financial health. The Moody's report cited a substantial increase in the City's reserves levels as well as a strong capacity to meet financial obligations. In March of 2018, Moody's reaffirmed the City's bond rating of Aa3.

MAJOR INITIATIVES

The City is actively engaged in developing new strategies for economic growth and development. Economic Development continues to be a priority for the City of Rolling Meadows. The City encourages businesses to begin, grow, and expand their businesses within the City limits.

Building for the future, the City continues to re-invest in capital infrastructure projects such as water main replacements and local road reconstruction projects. The following is a discussion of some of the economic development and major projects recently completed, under construction, or recently approved:

- In 2024, the City had 67 new business openings including:
 - Aqua Vitae Engineering
 - Café of the Grove
 - Cardboard Cat Games
 - Doggy Gym & Swim
 - Eleven 11 Hair Studio
 - Illinois Sanitation Service
 - Kneadful Bodyworks
 - Mission Eyes
 - Peace Hospice & Palliative Care
 - Signarama
 - Sushi Edo
 - Urgent Vet
 - Wolf Development
 - Zelall Furniture

- The City engaged in regional collaboration with Next Level Northwest (NLNW), a community-based business accelerator. In 2024, the professional coaching program graduated the Rolling Meadows businesses Pasta Di Casa and State Farm Insurance.

- The 2023 approved Sustainability Plan and Business Development Strategic Plans will help the City reduce its carbon footprint and guide future economic development activities to meet the needs of the City now and in the future. In 2024, engagement meetings were conducted with stakeholders such as commercial property and business owners. The engagement was positive and many are looking to see what the economic development landscape will look like related to the major redevelopment of the former Arlington Park Racetrack property. This property is in Arlington Heights but is surrounded on three sides by Rolling Meadows. Additionally, major vehicular transportation access to the former Racetrack is within the City.

Redevelopment Relating to Tax Increment Financing Districts

TIF District No. 2 - Riverwalk Condominiums and Retail Space (created in 2002 and remains active) - In January 2003, the City entered into a redevelopment agreement with Salt Creek Development Corporation. The site now houses three buildings with 124 condominiums and 14,000 square foot of commercial/office space. A fourth building, originally planned, was not built. The City owns the land and uses it as green space. In 2013, the City refunded the General Obligation Bonds associated with this TIF for a little more than \$60,000 in interest savings for taxpayers. During FY 2024, the City undertook a Kirchoff Road Corridor Planning study which ultimately identified the green space as a focal point for redevelopment. A Request for Proposals process is being conducted in 2025 for the potential development of the parcel. This TIF now has \$760,138 set aside for development.

TIF District No. 4 - Golf Road (created in 2015) - TIF #4 was created July 28, 2015. A commercial insurance broker, Arthur J. Gallagher Insurance, relocated its headquarters from Itasca to Rolling Meadows in March 2017. Arthur J. Gallagher Insurance invested more than \$85 million to upgrade buildings, add garages, roadways, and landscaping to the property located at 2850 Golf Road and relocated approximately 2,000 employees to the new location. The City approved the Golf Road Tax Increment Financing District with a shortened TIF term of 15 years to help finance the redevelopment costs of the area. The length of the TIF could be expanded past 15 years due to a lowered reassessment of the main parcel which may delay reaching the ultimate incentive payment total of \$30 million.

Long-Term City Initiatives

The City's long-term activities are focused on the following efforts:

- **Supporting Office Properties:** The City is working on promoting its Class A and B office properties by highlighting Rolling Meadows as a strategic location for businesses to locate their offices. Given its easy access to I-90, I-290, and Rt. 53, the City offers the area's highly skilled workforce an easy commute, great dining and shopping destinations, and excellent amenities which is why companies like Gallagher, Northrup Grumman, Verizon, ATS Life Sciences, CH Robinson, Komori America, and many more have located their offices within Rolling Meadows. By marketing the City as a destination for office users, the City will continue to support its office portfolio, bring additional daytime population to the City, and drive continue economic vibrancy to the community. As office users look at consolidating office spaces and trimming rent costs in light of the hybrid work model used by many businesses, the City is positioning itself to attract such users to its existing world class, high visibility office properties.
- **Maintain High Retail Occupancy Rates:** The City works closely with its commercial property owners and brokers to attract and retain businesses within the community. The City continues to be an excellent location for restaurants, retailers, and service-oriented businesses to locate. Thanks to the City's active approach towards recruiting new development and businesses to the community, the City enjoys a low vacancy rate and is home to a diverse and eclectic mix of dining establishments, retail businesses, and service providers, which speaks to the City's location along major highways and arterial routes being attractive for business. The City will continue to be aggressive in pursuing new businesses to locate in the City through outreach, targeting recruitment, and providing incentive programs to entice businesses to locate within the City. The City anticipates the opening of Pacifica on Golf, a redevelopment project transforming a long vacant big box retail property into a multi-tenanted entertainment, dining, and shopping destination that will bring significant additional foot traffic to the City.
- **Redevelopment of City Owned Properties Along Kirchoff Road:** The City will be conducting a Request for Proposal process to identify developers interested in purchasing and redevelopment of City-owned properties along Kirchoff Road including the former Fire Station on Meadow Drive and the vacant parcel at the corner of Kirchoff Road and Owl Drive. These properties offer an attractive development opportunity to bring additional vibrancy and investment into the Kirchoff Road corridor. With both properties being in close proximity to Rt. 53, Arlington Park (the potential future home of the Chicago Bears), and a large residential population within walking and driving distance, both sites provide an excellent opportunity for mixed use development.
- **Multimodal Transportation:** Enhancements were made to the City's multimodal transportation options with the expansion of Pace's Rolling Meadows/Arlington Heights On Demand bus service to be able to reach as far east as Randhurst Mall in Mount Prospect. The City is working closely with Pace to further expand the On Demand service to extend the offering to the City's western boundary as well as reaching Harper College, opening transportation connectivity to the full community.
- **Sustainability Plan Goals and Strategies:** The plan identifies a series of "immediate," "short-term," and "long-term" actions and strategies to achieve goals in 10 specific categories:
 - Climate Change
 - Economic Development
 - Clean Energy
 - Land Use
 - Leadership
 - Mobility
 - Sustainable Communities
 - Waste and Recycling
 - Water/Stormwater Sustainability

- Business Development Plan’s Focus Areas: The plan has 10 focus areas identified as follows:
 - Business Attraction
 - Business Retention & Expansion
 - Encouraging Entrepreneurship
 - Financial Resources & Incentives
 - Local & Regional Partnerships
 - Communication, Outreach, & Marketing
 - Community Vibrancy, Events, & Quality of Life
 - Development, Redevelopment, & Repositioning Activities
 - Workforce Development
 - Arlington Park Redevelopment Impacts

ACCOUNTING SYSTEM AND BUDGETARY CONTROL

Management of the City of Rolling Meadows is responsible for establishing and maintaining an internal control structure. The internal control structure is designed to ensure that the assets of the City are protected from loss, theft, fraud, misappropriation or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. This structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

In addition, the City of Rolling Meadows maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the City's governing body. Activities of the General Fund, certain special revenue funds, capital project funds, debt service funds, enterprise funds, and internal service funds are included in the annual budget. Project-length financial plans are adopted for the capital projects funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

RELEVANT FINANCIAL POLICIES THIS YEAR

In order to ensure that the City continues to meet its immediate and long-term service goals, several financial policies and procedures have been implemented by management.

Fund	Policy	Adoption
General Fund	Balance at 20% of operating expenditures	2024
Refuse Fund	Unassigned balance range of 30% to 50% of operating	2015
E911 Fund	Unassigned balance of 1 to 1.5 times annual expenditures	2016
Garage Fund	Balance range of \$1.0M to \$1.5M	2019
Liability Insurance Fund	Reserve equal to one year’s payment of insurance plus an additional reserve for unforeseen liability payments	2022
Health Insurance Fund	Reserve equal to one half a year’s payment of insurance	2022
Utilities Fund	Maintain at least 25% of operating expenditures	2022
Debt Management	Set parameters for total debt service for the City	2024

The City continues to follow those policies when developing the City's budget and adhering to the policies during the actual year. During 2024, the General Fund Balance policy was updated to realign with current goals for fund balance, and City Council approved a formal Debt Management Policy. Highlighted are some of the more pertinent policies that the City followed in FY 2024:

- The Capital Projects Committee continues to review capital projects and offer recommendations for long-term capital improvements.
- As required by Public Act 97-0609, the City posted employee compensation data for Illinois Municipal Retirement Fund (IMRF) employees who are expected to receive compensation greater than \$75,000. The City took this mandate one step further, to enhance transparency, and published this data for all employees.
- Prepared and reviewed monthly revenue, expenditure and cash balance reporting for all funds with particular focus on the General Fund to the City Council. These financial reports ensure that the City Council is made aware of any variances from the appropriated budget.
- Adhered to a capitalization policy which establishes the capitalization thresholds and estimated useful lives of fixed assets.
- Followed a purchasing policy to ensure that goods and services are obtained in a timely manner at the lowest possible cost.
- Followed a written credit card policy for all business-related credit card purchases. Employees must sign a credit card policy agreement prior to a city-issued credit card being issued.
- Adhered to an investment policy which invests in public funds in a manner which protects principal, maximizes returns for a measured level of risk, and meets daily cash flow requirements of the City.
- The City complied with state-mandated annual treasurer reporting requirements. The report is published in a local newspaper and posted on the City's website.

RISK MANAGEMENT

The City of Rolling Meadows participates in two public entity risk pools to protect against casualty and health-risk losses. The Intergovernmental Personnel Benefit Cooperative (IPBC) insures employee health, accident and life claims and the Intergovernmental Risk Management Agency (IRMA) insures general liability, first-party property losses, third-party liability claims, workers' compensation claims, and public official liability claims.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded an Achievement for Excellence in Financial Reporting to the City of Rolling Meadows for its annual comprehensive financial report for the fiscal year ended December 31, 2023. This was the thirty-ninth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized annual comprehensive financial report (ACFR). This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

GFOA awarded the City an Award of Outstanding Achievement in Popular Annual Financial Reporting for the FY 2023 Popular Annual Financial Report (PAFR) and also awarded a Distinguished Budget Presentation Award for the FY 2024 Budget.

Rolling Meadows is one of only 24 governmental agencies in Illinois to receive the prestigious GFOA Triple Crown Award, which recognizes organizations that earn the GFOA's Certificate of Achievement in Financial Reporting, the Popular Annual Financial Report, and the Distinguished Budget Presentation Award in the same calendar year.

ACKNOWLEDGMENTS

The preparation of this report was made possible by the dedication and hard work of the Mayor, City Council, and the entire Finance Department staff. I would like to acknowledge the Mayor and City Council for their leadership and support in planning and conducting the financial operations of the City. None of this would be possible without the City Departments that provide high-quality services for the entire community.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "Rob Sabo", written in a cursive style.

Rob Sabo
City Manager



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Rolling Meadows
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

Independent Auditor's Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

INDEPENDENT AUDITOR'S REPORT

This section includes the opinions of the City of Rolling Meadows' independent auditing firm.



INDEPENDENT AUDITOR’S REPORT

June 12, 2025

The Honorable City Mayor
Members of the City Council
City of Rolling Meadows, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rolling Meadows, Illinois (the City), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements as listed in the table of contents.

In our opinion, based our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rolling Meadows, Illinois, as of December 31, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Rolling Meadows Public Library, a discretely component unit, or the Police Pension Trust Fund as of December 31, 2024, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Rolling Meadows Public Library and Police Pension Trust Fund, is based solely on the report of the other auditors.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 12, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

CITY OF ROLLING MEADOWS, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2024

The City of Rolling Meadows' Management's Discussion and Analysis is designed to provide readers a narrative overview and analysis of the City's financial statements for the year ending December 31, 2024. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in the letter of transmittal (in the introductory section of this report) and the City's financial statements (in the basic financial statement section of this report).

Financial Highlights

The following are a few highlights to be discussed in greater detail in this Management's Discussion and Analysis and within the 2024 Annual Comprehensive Financial Report:

Net Position and Performance in Total: The City's total net position as of December 31, 2024 was \$133,965,329 an increase of \$3,657,475 or by 2.8% from FY 2023. The City's total net position is comprised of \$161,072,826 for net investment in capital assets; \$1,504,329 for Public Safety; \$1,504,761 for Highways and Streets; and a negative \$30,116,587 for Unrestricted Deficit. The overall change of the Unrestricted Deficit for the net position was a decrease of \$3.2 million (from a negative \$26.9 million for FY 2023). This was a result of governmental activities reporting an increase of \$3.8 million and business-type activities reporting an increase of approximately \$4.2 million. The total Other Post-Employment Benefits (OPEB) liability is reflected in the financials with an increase of \$0.1 million. For Compensated Absences, the short-term liability is \$2.1 million and the long-term liability is \$4.2 million for an increase of approximately \$2,652 thousand from FY 2023. In addition, there are deferred items recognized.

As noted in previous reports, the implementation of Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financing Reporting for Pensions, will have an ongoing effect on the full reporting of the City's long-term obligations. This GASB Statement revised existing guidance for the financial reports of most pension plans. GASB's intent is to improve the accounting and financial reporting of public employee pensions by state and local governments.

In FY 2018, the City implemented GASB Statement No. 75, Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions. Similar to GASB Statement No. 68 which requires the full accrual accounting for the City of Rolling Meadows' retirement plans (IMRF, Fire Pension Fund and the Police Pension Fund), GASB No. 75, accounts for the total OPEB liability for the City's post-employment benefits (i.e., retiree healthcare).

For the City's pension funds for FY 2024, the net pension liabilities for these retirement plans are as follows: the Illinois Municipal Retirement Fund (IMRF) is \$5.7 million; Firefighters' Pension Fund is \$41.8 million; and the Police Pension Fund is \$31.3 million. The total OPEB liability is \$5.4 million.

Governmental Activity Summary: The net position for governmental activities ended at \$104.4 million, an increase of \$2.7 million from FY 2023. 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. Compensated absences increased by \$2,542,476 and there was an overall decrease of \$7.8 million to the net pension liabilities (IMRF, Police Pension and Fire Pension). There was a decrease of \$9,544 for OPEB. The City retired \$0.7 million in general obligation bonds in FY 2024 and as a result of GASB Statement No. 96 being implemented for Subscription-Based Information Technology Arrangements, the City has retired \$0.3 million in debt. There were changes in amortization of bond premium, amortization of loss of refunding and a change in accrued interest payable.

Business-Type Activity Summary:

The net position for business-type activities ended at \$29.5 million, an increase of \$1.0 million from FY 2023. The primary reason for this increase is that there are capital projects that are still in process as well as the bond-funded capital projects.

General Fund Summary: At December 31, 2024, the total fund balance for the General Fund was \$19.0 million or 47.8% of General Fund operating expenditures excluding transfers in or out of the General Fund. Of the total fund balance, \$18,949,789 (or 47.8% of the General Fund’s FY 2024 operating expenditures) is unassigned fund balance (available fund balance for about three to four months of activities in the General Fund) and is available to meet the City’s ongoing obligations to its residents, businesses and creditors.

For FY 2024, the City’s total cash position increased from \$45.6 million to \$47.3 million or by \$1.7 million. For governmental activities, the cash position increased from \$35.7 million to \$38.3 million. For business activities the cash position decreased from \$9.9 million to \$9.0 million. The cash position of the General Fund at the end of the current fiscal year was \$17,241,326 – an increase of \$1.9 million from FY 2023. The City attributes the positive changes in cash position to better than expected revenues, specifically in the Ground Emergency Medical Transportation income, lower than budgeted expenditures, and increased investment activity

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Rolling Meadows’ basic financial statements. The City’s basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The government-wide statements are divided between governmental activities and business-type activities, with the public library reported as a discretely presented component unit. The perspective of the fund financial statements presents financial information for individual funds established by the City for specific purposes. They are categorized into three distinct groups: governmental, proprietary and fiduciary. This report also contains other supplementary information in addition to the basic financial statements themselves.

The following table (Table 1) summarizes the major features of the City’s financial statements.

This is a useful tool and should be read in conjunction with this analysis and the Annual Comprehensive Financial Report.

TABLE (1)

Description	Fund Financial Statements			
	Government-Wide	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire City government (except Fiduciary Funds) and the City's component unit.	Activities of the City that are not proprietary or fiduciary such as public safety.	Activities of the City that operate similar to private business such as the Utilities Fund and the Refuse Fund.	Activities in which the City is trustee or agents of another's resources such as pension plans.
Required financial Statements	1. Statement of net position 2. Statement of activities	1. Balance sheet 2. Statement of revenues, expenditures and changes in fund balance	1. Statement of net position 2. Statement of revenues, expenses, and changes in net position 3. Statement of cash flows	1. Statement of fiduciary net position 2. Statement of changes in fiduciary net position
Accounting Basis	Accrual	Modified accrual	Accrual	Accrual
Measurement Focus	Economic resource	Current financial	Economic resource	Economic resource
Type of asset/deferred outflows & liability/deferred inflows information	All assets/deferred outflows and liabilities/deferred inflows; both financial and capital short and long-term.	Assets/deferred inflows expected to be used and liabilities/deferred outflows that come due during the year or shortly thereafter; no capital assets.	All assets/deferred inflows and liabilities/deferred inflows; both financial and capital short and long-term.	All assets/deferred outflows and liabilities/deferred inflows, short and long-term. Does not contain capital assets.
Type or inflow & outflow information	All revenues and expenses during the year regardless of when the cash is received or paid.	Revenues for which cash is received during the year or shortly thereafter; expenditures for goods and services that have been received and payment is due during the year or shortly thereafter.	All revenues and expenses during the year regardless of when the cash is received or paid.	All revenues and expenses during the year regardless of when the cash is received or paid.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The Statement of Net Position presents information on all of the City'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 City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenses reported in this statement may relate to 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 City 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 City include general government (legislative, administrative, information technology, finance), public safety (fire, police, 911 services), public works, highways and streets, health and welfare, and economic development (community development). The business-type activities of the City include utilities (water, sewer, stormwater management) and refuse.

The government-wide financial statements include the City of Rolling Meadows, and its discretely presented component unit, the Rolling Meadows Public Library, for which the City is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

Fund Financial Statements

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

Governmental Funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

At year-end, the City of Rolling Meadows maintains ten individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, the Motor Fuel Tax Fund, the Debt Service Fund, the Local Roads Fund, the Fire Stations Fund, and the TIF #4 Golf Road Fund, all major funds. Data from the other four 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 and may be found elsewhere in this report.

The City of Rolling Meadows adopts an annual budget for its General Fund. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget.

Proprietary Funds

The City of Rolling Meadows maintains two different types of proprietary funds: enterprise and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City maintains two enterprise funds to account for its Utilities and Refuse Collection Funds.

Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City maintains five internal service funds: the Municipal Garage and Vehicle Replacement Funds account for its fleet of vehicles; the Buildings and Land Fund accounts for building maintenance and improvements; the Liability Insurance Fund accounts for general liability insurance as well as workers' compensation; and the Health Insurance Fund accounts for health insurance premiums (including retirees). Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Utilities and Refuse Collection Funds. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

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 City. The fiduciary funds include both pension funds for sworn police officers and firefighters. The accounting used 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 City's progress in funding its obligation to provide pension benefits to its employees and the budgetary comparison schedules for the General Fund and the Motor Fuel Tax Fund. The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information on pensions.

Infrastructure Assets

The City depreciates its assets (infrastructure – buildings, roads, sidewalks bridges, watermain, storm sewers, certain vehicles and equipment per the City's capital asset policy) over the assets' useful life.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Statement of Net Position

In FY 2020 the City's total net position was \$99.9 million and in FY 2024 the City's total net position was \$134.0 million. The change in net position for the current year is primarily due to the reduction in the City's net pension liability for the City's Police Pension and Firefighter' Pension Funds which are reflected in the financials. When comparing the last two fiscal years, the overall change is an increase of 0.7% in the City's total net position or \$0.9 million which is relatively flat to FY 2023. The following table and graph display the City's net position for the past five years.

TABLE 2. City of Rolling Meadows Net Position (in thousands)

Net Position	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Governmental Activities (in thousands)	\$ 77,161	90,133	100,585	104,374	104,442
Business-Type Activities (in thousands)	22,754	25,483	24,577	28,691	29,524
Total City Net Position	99,915	115,616	125,162	133,065	133,966
\$ Change from Previous Year	7,850	15,701	9,546	7,903	901
% Change from Previous Year	8.5%	15.7%	8.3%	6.3%	0.7%

TABLE 3. Condensed Statement of Net Position comparison of FY 2023 and FY 2024.

**TABLE 3. City of Rolling Meadows
Statement of Net Position
As of December 31, 2023 and December 31, 2024
(in millions)**

	Governmental		Business-Type		Total Primary Government	
	2023	2024	2023	2024	2023	2024
Current and Other Assets	\$ 61.1	64.3	12.6	11.8	73.7	76.1
Capital Assets	150.9	155.9	24.5	26.3	175.4	182.2
Total Assets	212.0	220.2	37.1	38.1	249.1	258.3
Deferred Outflows of Resources	24.6	14.9	1.2	0.8	25.8	15.7
Total Assets and Deferred Outflows of Resources	236.6	235.1	38.3	38.9	274.9	274.0
Current Liabilities	5.0	6.7	2.1	2.1	7.1	8.7
Noncurrent Liabilities	104.9	100.3	7.4	7.2	112.3	107.5
Total Liabilities	109.9	107.0	9.5	9.2	119.4	116.2
Deferred Inflows of Resources	22.3	23.6	0.1	0.2	22.4	23.8
Total Liabilities and Deferred Inflows of Resources	132.2	130.7	9.6	9.4	141.8	140.0
Net Position						
Net Investment in Capital Assets	137.4	140.0	19.0	21.1	156.4	161.1
Restricted	3.6	3.0	—	—	3.6	3.0
Unrestricted (Deficit)	(36.6)	(38.5)	9.7	8.4	(26.9)	(30.1)
Total Net Position	104.4	104.4	28.7	29.5	133.1	134.0

* Note: Rounding difference will occur between Annual Comprehensive Financial Report, this Table and other Tables.

Current Year Financial Impacts

The City's total net position across governmental and business-type activities is \$134.0 million (which is considered the City's bottom line). The City's net position reported an increase of \$0.9 million from FY 2023 ending position as shown in Table 3. This was a result of governmental activities reporting an increase of \$2.7 million before a restatement of (\$2.7) million and business-type activities reporting an increase of approximately \$1.0 million before a restatement of (\$0.1) million.

The City's net position is classified into three categories according to the order of their relative liquidity. These include assets invested in capital, restricted net position, and unrestricted net position. By far the largest portion of the total City of Rolling Meadows' net position shown in the summary Table 3, \$161.1 million reflects its net investment in capital assets (e.g., land, buildings, infrastructure, streets, machinery and equipment), less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

A portion of the City of Rolling Meadows' net position (approximately \$3.0 million) represents resources that are subject to external restrictions as to how they may be used. These restrictions include \$1.5 million for public safety which represents the combined ending fund balances for the 911 Fund, the Foreign Fire Insurance Fund and the Police Asset Seizure Fund. The remainder of the restricted net position is for Highways and Streets which equals \$1.5 million for the fund balance in the Motor Fuel Tax Fund for FY 2024.

Unrestricted net position consists of net position that does not meet the definition of net position invested in capital assets or restricted net position. At the end of the current fiscal year, the City of Rolling Meadows reports a negative unrestricted net position for the government as a whole, in the amount negative \$30.1 million which is an improvement of \$3.2 million from FY 2023. For governmental activities and business-type activities, the increase is attributed to changes in long-term liabilities.

Change in Net Position in the Statement of Activities

The fiscal year 2024 activities of the City of Rolling Meadows caused total net position to increase by \$2.7 million for governmental activities before a restatement of (\$2.7) million and to increase by approximately \$1.0 million for business-type activities before a restatement of (\$0.1) million. While the overall increase is relatively flat compared to FY 2023, the City continues, as a whole, to keep a diversified base of assets. The City of Rolling Meadows' total net position at the end of the end of fiscal year 2024 is \$134.0 million. However, for FY 2023, there was a restatement of the total net position from \$133.1 million to \$130.3 million. The restatement resulted in a \$2.8 million reduction in net position due to the implementation of GASB Statement 101, Compensated Absences, and an error correction in capital assets related to the implementation of GASB Statement 96, Subscription-Based Information Technology Arrangements. The restatement and other key elements are shown on Table 4 on the following page. The basic premise of this financial statement is to reflect the relative type of revenue in that the format identifies how each function of the government on the whole draws from general revenues, utility fees, grants, or other fees.

TABLE 4. City of Rolling Meadows
Changes in Net Position
For the Fiscal Years Ended December 31, 2023 and December 31, 2024
(in millions)

	Governmental		Business-Type		Total Primary Government	
	2023	2024	2023	2024	2023	2024
Revenues						
Program Revenues						
Charges for Services	\$ 6.3	9.3	13.8	15.4	20.1	24.8
Operating Grants/Contributions	3.4	0.6	—	—	3.4	0.6
Capital Grants/Contributions	1.3	1.6	—	—	1.3	1.6
General Revenues						
Property Taxes	17.7	17.1	—	—	17.7	17.1
Other Taxes	17.9	19.0	—	—	17.9	19.0
Other Revenues	3.6	2.2	0.2	0.2	3.7	2.4
Total Revenues	50.2	49.9	14.0	15.6	64.1	65.5
Expenses						
Governmental Activities						
General Government	4.2	1.4	—	—	4.2	1.4
Public Safety	29.6	33.4	—	—	29.6	33.4
Highway & Streets	1.2	1.8	—	—	1.2	1.8
Public Works	5.9	7.5	—	—	5.9	7.5
Health & Welfare	—	—	—	—	—	—
Economic Development	2.0	2.5	—	—	2.0	2.5
Interest	0.5	0.5	—	—	0.5	0.5
Business Type Activities						
Utilities	—	—	10.4	11.9	10.4	11.9
Refuse	—	—	2.4	2.7	2.4	2.7
Total Expenses	43.4	47.2	12.9	14.6	56.2	61.8
Change in Net Position before Transfers	6.8	2.7	1.1	1.0	7.9	3.7
Transfers	(3.0)	—	3.0	—	—	—
Change in Net Position	3.8	2.7	4.1	1.0	7.9	3.7
Net Position Beginning	100.6	104.4	24.6	28.7	125.2	133.1
Restatement - Change in Accounting	—	(2.7)	—	(0.1)	—	-2.8
Restatement - Error Correction	—	—	—	—	—	0.0
Net Position - Beginning as Restated	100.6	101.8	24.6	28.5	125.2	130.3
Net Position Ending	104.4	104.4	28.7	29.5	133.1	134.0

* Note: Rounding difference will occur in this Table.

For FY 2024 program revenues (all governmental revenues combined) compared to FY 2023 - Property taxes decreased by approximately \$0.7 million and other taxes increased \$1.1 million. The City had a debt issuance mature which reduced the property tax levy by approximately \$750 thousand. The Home Rule Sales Tax (HRST) rate was increased from 1.00% to 1.25% as of January 1, 2024. The increase in HRST is related to the rate increase and increased sales; totaling an increase of \$0.9 million from FY 2023 to FY 2024. State Sales and Food & Beverage taxes saw an uptick in revenue of \$0.1 million each. These three increases resulted in the \$1.1 million increase in other taxes.

Operating grants/contributions for public safety consisted of a total of approximately \$0.6 for FY 2024 which support operations in the City's Human Services Department. For capital grants/contributions, this consists of a total of \$1.6 million. This amount is comprised of amounts for local roadway improvement grants and for the state motor fuel tax annual allotment.

Governmental activities expenses increased by approximately \$3.7 million from FY 2023 to FY 2024. For General Government, the overall change from FY 2023 to FY 2024 is is three key changes:

1. The TIF #4 Golf Road Fund shows a \$0.5 million increase in expenditures for an increase in the AJ Gallagher redevelopment incentive,
2. The increase in public safety costs of \$2.5 million in the General Fund mainly increases to health insurance costs and changes to plan selections and a contract settlement to bring the Battalion Chiefs into the Fire Union and adjust their pay and pay scales, and
3. Similar to Public Safety, there were increases to the health insurance rates and changes to plan selections for Public Works. Additionally, there were wage adjustments that took effect for the full year in FY2024 for Local 150, and a new position, Management Analyst/Planner, in the Community Development Department that contributed to the increases to Public Works of \$0.8 million in the General Fund.

For FY 2024 business-type activities in terms of charges for services, there were rate changes in the Refuse and Utilities Funds. In the Refuse Fund, the refuse service revenue accounts for 88.6% of the total revenue for this fund. The rates charged to the customers had not changed since FY 2014 while the cost for supplies has increased significantly. Included in the FY 2023 budget was to move approximately \$345,000 for Host/Tipping Fees and the Transfer Station revenue from the General Fund to the Refuse Fund as a means to add new revenue streams to this fund

The City engaged with the University of Illinois at Chicago's College of Urban Planning and Public Affairs (UIC) graduate students. These students were tasked with looking at various areas of the Fiscal Stability Plan started in FY 2023 and one specific area was a Refuse Fund Analysis. This Analysis identified the need for an increase to the refuse rates. City staff then provided City Council an opportunity to balance the Refuse Budget with different rates to reach their comfort level for fund balance. The outcome to balance the fund within the policies established, the refuse rate increased by \$2.50 per month, penalties increased by 1%, and a Senior discount of 10% to rates was added. These revenue changes took effect with the FY2024 budget. With the rate changes, the FY 2024 Charge for Services increased by \$0.2 million or 6.8% over last fiscal year.

In the Utilities Fund, the rates charged to the customers had not increased since FY2019 while the cost for supplies has significantly increased. The Chicago Department of Water Management charge to supply water has been increasing at 5% annually via Northwest Suburban Municipal Joint Action Water Agency (NSM-JAWA) and is projected to continue at that rate. NSM-JAWA is actively working to find ways to reduce the increase that is being passed on from the City of Chicago, and, if successful, any decrease in the cost will be updated in a future capital plan. However, it is anticipated that any rate reduction would not take place until after 2028.

The City is striving towards rate and capital stabilization for its residents and businesses. The purpose of the rate study was to provide the City with various feasible scenarios for setting rates to cover operating, debt service, NSM-JAWA water cost, and capital improvement expenses while maintaining the appropriate cash balances (fund balances). Baxter & Woodman developed a study utilizing the City's audited financial data, incorporating the City's FY 2023 Budget and capital plan for the next five years to FY 2031. The City has recently achieved some stabilization with NSM-JAWA with City of Chicago rates capped at a maximum of 5% per year and the elimination of minimums. In addition, the Baxter & Woodman study assumes Public Works' capital plan at approximately \$3.0 million annually (fluctuations vary depending on expenditures). The \$3.0 million is comprised of \$1.5 million for water projects, \$1.0 million for sewer projects, and \$0.5 million for stormwater annually.

The approved change was to shift water and sewer rates to a Fixed Scaled Meter & Modified Inclining Block. This incorporates a fixed scale meter rate structure; which customers pay a proportional fixed charge per bill based on the water meter size. Also, this increased the number of tiers in the volumetric rate charge from the existing 2-tiers to a 5-tier plan.

The fixed scale meter rate structure starts at the 3/4th meter size and smaller. The properties with these meters pay the smallest access fee, and the access fee increases with meter size from there. Typically, the 3/4th meter size is residential. There are three residential properties with meter sizes up to 2 inches; two are for a care facility and one requested because home has an indoor pool. The change in the access rate charge to be based on meter size is to apply a larger share of the expenses to the larger users which correlates to meter size. Scaling the fixed charge by meter size more equitably prorates the City's fixed expenses, predominantly driven by infrastructure maintenance, across the diverse customer base. The outside of city limits customers would have the 150% multiplier applied to the access fees displayed above and to the volumetric fees discussed below.

The volumetric fees for water and sewer were changed from a 2-tiered plan to a 5-tiered plan (inclining block). By adding the additional tiers, the impact to the lowest water and sewer users is less than to those with higher volume use. As the volume increases so does the per use charge. When reviewing water use by customer, there are specific customers that routinely use well over 15,000 gallons a month. Likewise, there is a significant group of customers that use less than 5,000 gallons of water monthly. In the approved rate structure, those customers using under 5,000 gallons a month move to a new bottom tier that is also the lowest volumetric rate charge. Those that use 100,000 gallons or more per month can fall into one of two new tiers, 100,000 gallons to 250,000 gallons tier or the over 250,000 gallons tier. These two new tiers allow the City to charge higher volumetric rates for these users for both water and sewer.

For the stormwater fee, this was reviewed independently since the basis for the fee is handled differently than water and sewer fees. The analysis showed that from FY 2018 to FY 2021, the stormwater revenues exceeded its operating expenses and capital expenditures. This generated slightly less than \$1 million in reserve. The current stormwater fee was expected to be sufficient to cover expenses through FY 2023. However, a series of capital projects have begun or are planned for stormwater; the largest being the Park Street Drainage Improvements. To address the outyears for operating and capital needs and to continue to have sufficient reserves, City Council approved Baxter and Woodman's recommended increases to the Stormwater Management Fee. These increases started in FY 2024 and will continue through FY 2027. The rate levels at \$7.70 per Equivalent Residential Unit (ERU) per month through FY 2031. With all the rate changes in water, sewer, and stormwater, FY 2024 Charge for Services increased by \$1.2 million or 10.7% over last fiscal year.

For FY 2024 business-type activities in terms of expenses, for the City's Statement of Activities, the Utilities Fund and the Refuse Fund recognize non-cash items such as OPEB and IMRF expenses.

Governmental Activities

Revenues:

Total revenues for the City's Governmental Activities for FY 2024 were \$49.8 million which shows a decrease of \$0.4 million from FY 2023. Charges for Services were \$9.3 million, Operating and Capital Grants were approximately \$2.2 million; Property Taxes (includes the TIF revenues - with increases in EAV) were \$17.1 million, Other Taxes were approximately \$19.0 million and Other Revenues comprise the remainder of total revenues.

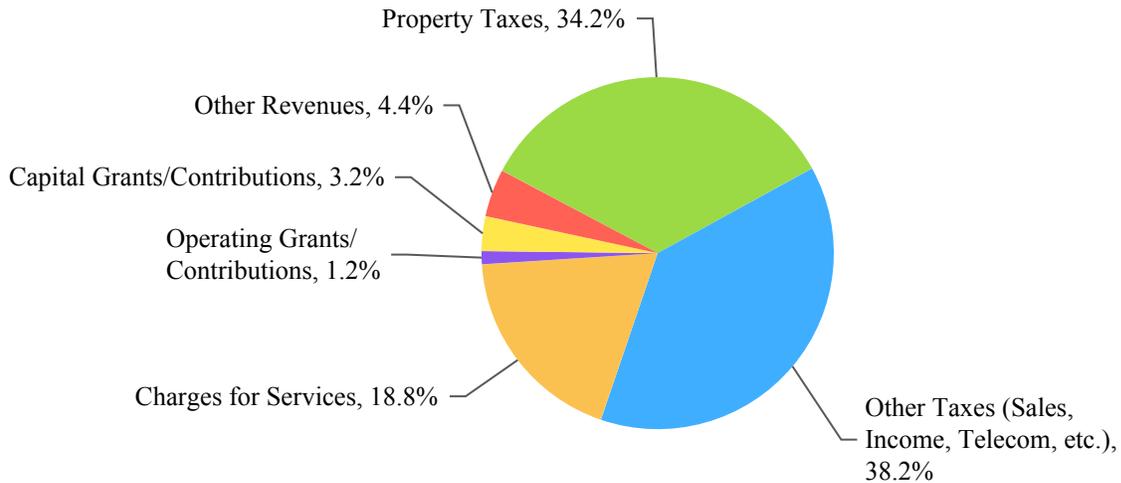
In FY 2024, state sales and home rule taxes increase by approximately \$1.0 million (or 13.41%), electric utility taxes increased by approximately \$0.1 million (or 4.78%), food and beverage receipts increased by approximately \$0.1 million (or 6.21%) and hotel taxes increased by \$31,346 (or 6.39%).

After the Five-Year Financial Forecast Committee of the Whole in 2023, City Council was supportive of increasing the Home Rule Sales Tax rate by 0.25% for a total rate of 1.25% beginning January 1, 2024. This revenue is applied to all the shops within the City including non-residents so this revenue is not solely dependent on our residents. This revenue is applied to the consumption of goods and services within the City. Items that are not subject to this tax include groceries, medicine, and licensed personal property (e.g., automobiles).

This increase is expected to generate an additional \$0.75 million in revenue annually. In the first year of collections, there will only be nine months at the higher tax rate due to the delay from collections at the location to receipt by the City. This funding enabled the City to support the enhanced Human Services and provide more services to our vulnerable populations.

The following chart reflects the percentage breakdown for each of the categories of governmental activities revenue. Taxes such as sales tax (state and home rule), telecommunications taxes, electric utility tax, hotel tax, food and beverage tax, real estate tax, income tax and other taxes account for a share at approximately 38.30% of total governmental activity revenue. Property Taxes are at 34.30% or \$17.1 million (this includes the TIF revenue), charges for services at 18.80%, operating grants/contributions at 1.20%, capital grants/contributions at 3.20%, other taxes at 38.30%, and Other Revenues at 4.40%. The City has a balanced and diversified revenue stream to help with the City’s overall fiscal strength and sustainability.

2024 Governmental Activities Revenues

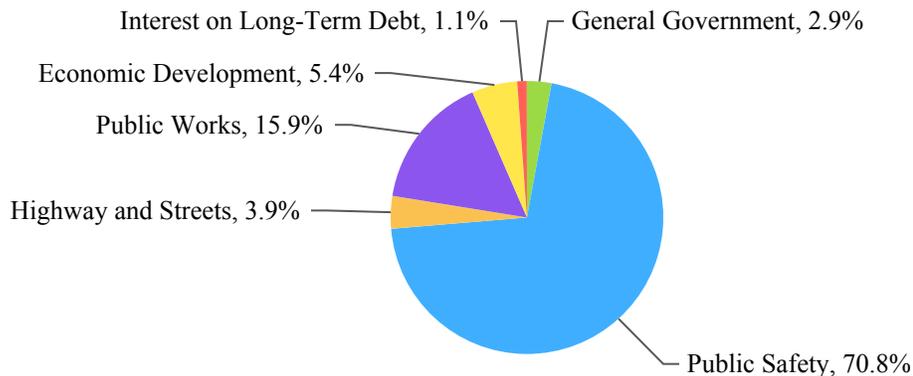


Expenses:

Total expenses for the City’s governmental activities for FY 2024 were approximately \$47.1 million - an approximate increase of \$3.7 million from FY 2023.

The following chart reflects the percentage breakdown for each of the categories of governmental activities expenses.

2024 Governmental Activities Expenses



Typical to a municipality such as the size of the City of Rolling Meadows, public safety - police and fire operations - comprise a large share of the governmental activities. For the City of Rolling Meadows, public safety expenses are 70.91% or \$33.4 million. Public safety includes police and fire public safety operations in the General Fund, 911 Fund expenditures, Foreign Fire Insurance expenditures and Asset Seizure expenditures (non-capital).

It is important to highlight that the fire and police pension expenses are budgeted and expended from the public safety budget. The employer contribution for Police and Fire Pensions comprised approximately \$7.8 million or 16.6% of the total Governmental activities' expenses. The employer contribution (levied on the City's property tax levy) for the Police Pension Fund was \$3.6 million and for the Fire Pension Fund was \$4.2 million.

For the other categories in governmental expenses, Highways and Streets (State Motor Fuel Tax Fund and Local Roads Fund - contractual/supply items) is approximately 3.86%, Public Works (across various funds) is 15.96%, Economic Development is at 5.39% (includes bonds) and Health/Welfare is less than 1%, and interest on long-term debt is 1.15%.

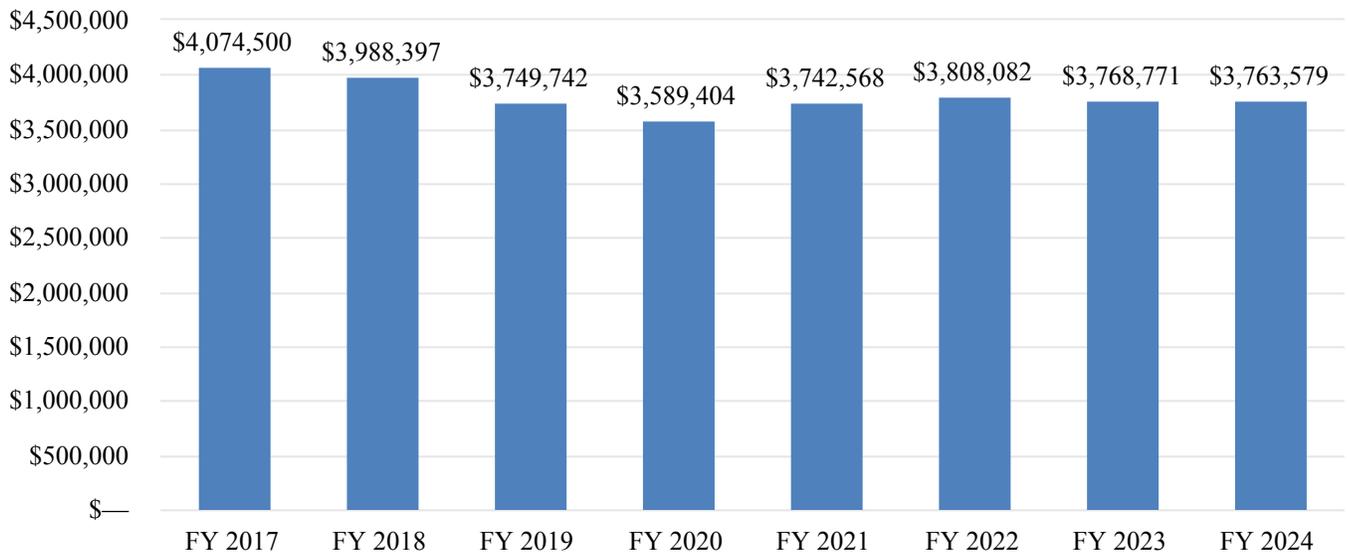
Business-Type Activities

Total revenues or charges for services for the City's business-type activities for FY 2024 were \$15.4 million, of which is comprised of \$12.3 million for the Utilities Fund and \$2.7 million for the Refuse Collection Fund. The major revenue components of the charges for services classification for business-type activities are fees from the City's Utilities Fund (water, sewer, refuse and stormwater) and Refuse Fund.

Total expenses for the City's business-type activities for FY 2024 were \$14.6 million, an increase of \$1.8 million from FY 2023.

Of the total operating expenses for business-type activities for Utilities, approximately 55.9% is related to water, 10.5% to sewer, 6.8% to stormwater, and the remainder to administrative, debt, and depreciation/amortization costs. For FY 2024, the City paid \$3,763,579 to the Northwest Suburban Municipal Joint Action Water Agency (JAWA) for the City's water supply, a decrease of 0.14% or \$5,192 from year-over-year. It is also important to note on the statement of net position; the City holds an Investment in Joint Venture with JAWA. The City's share of the net position of JAWA at December 31, 2024 was \$289,842.

JAWA Water Costs Annually - FY 2017 to FY 2024



As discussed earlier in this report, the Refuse rate was increased for the first time since FY 2014. In FY 2015, the City Council adopted a fund balance policy for the Refuse Fund which the City shall strive to hold an amount known as current net position ranging from 30% to 50% of the Refuse Fund's operating expenditures. The City's Fiscal Stability Plan is a multiyear plan rate changes were structured to rebuild the fund balance over time to bring it back within the fund balance policy.

Financial Analysis of the Government's Funds

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

Governmental Funds - The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing resources available at the end of the year in comparison with the City's upcoming financing requirements. As of December 31, 2024, the governmental funds reported a combined fund balance of \$27.0 million, an increase of \$509,665 from FY 2023. The Home Rule Sales Tax rate was increased 0.25% beginning January 1, 2024 and the addition of the Ground Medical Transport System charge. These revenues provided increases in Taxes and Charges for Services in the governmental funds, specifically, the General Fund. The overall increase in the General Fund was greater than governmental funds and the General Fund increase was offset by decreases in other governmental funds as outlined below.

The General Fund ended with a \$19.0 million total fund balance for FY 2024. The General Fund is above the fund balance of 20% for total fund balance. For FY 2024, the City's Unassigned General Fund Balance is \$18.9 million which is 47.8% of expenses to fund balance.

There were some other changes to note - the Motor Fuel Tax Fund's fund balance decreased from \$1,680,002 in FY 2023 to \$1,504,761 for FY 2024. With the FY 2024 budget adoption, a larger portion of the City's annual road reconstruction projects were paid for by the Motor Fuel Tax Fund where in prior year's the large portion was in the Local Road Fund.

The 911 Fund decreased its fund balance from \$1,644,772 in FY 2023 to \$1,284,076. The 911 Fund has a fund balance policy which strives to hold one to one and half times the expenditures in the Fund as reserves. The fund balance is in range for this policy. The decrease is due to the State unfunded mandate to require Police to wear body cameras. During FY 2024, Police contracted with Axon to lease the body camera, tasers, and data storage for a 10-year term. Since is also a Subscription-Based Information Technology Arrangements, GASB 96 applied.

The Debt Service Fund increased its fund balance from \$(1,637) in FY 2023 to \$— in FY 2024. This fund paid for debt service and its associated administration through FY 2024. The debt service associated with the fund is completed. This fund will remain open as potential new debt service in future year(s) may be tracked through this fund.

The Local Roads Fund's balance decreased from \$904,865 in FY 2023 to \$140,387. This fund's revenue sources are trending flat or decreasing while the need for road maintenance and repair remains with increasing costs in materials, supplies and labor. As part of the Fiscal Stability Plan, during FY 2023, there was a one-time \$1.5 million transfer in. This was done to allow staff time to determine a financial stability plan for this fund during FY 2024 and recommend the strategy as part of the FY 2025 budget process.

The Fire Stations Fund's balance increased from \$839,906 in FY 2023 to \$1,053,835. The funding for the Fire Stations Fund 2018 debt shifted from the property tax levy through abatement to other funding sources within the City's General Fund. Annually, the City staff will transfer the annual payment from the General Fund to this fund. With the timing of the principal and interest payments, there is a delay in payment from the receipt of the transfer. This will continue until the debt service is completed.

The TIF #2 (Kirchoff & Owl) Fund increased its position from a \$289,325 in FY 2023 to \$760,138 in FY 2024. During FY 2024, the City conducted a Kirchoff Road Corridor Plan. This plan included economic development recommendations for the remaining vacant parcel in this TIF. The City will continue to build fund balance in this TIF to apply to an obligated project during FY 2025.

The TIF #4 (Golf Road) Fund's fund balance was decreased. This Fund includes a redevelopment agreement with AJ Gallagher. Due to delays by Cook County in remitting property tax payments to the City in prior years, no redevelopment payment was made in FY 2022. With the return to a normal property tax payment cycle, two redevelopment payments were made in FY 2024. These payments are based on property taxes paid by AJ Gallagher on designated parcels within the TIF district. The process involves taxes being paid by Gallagher to Cook County, which then remits the funds to the City, after which the City distributes payment to Gallagher per the terms of the agreement. The funding for the two payments was partially in fund balance as a portion of the taxes were collected in a prior year and the remaining funding was received in FY 2024. Because of the partial collections in a prior year, the fund balance was decreased in FY 2024. The FY 2024 fund balance is \$3,051,038. FY 2024 is the 10th year of its shortened term of fifteen years.

The two remaining governmental funds are restricted for use. These Funds are not governed by the City of Rolling Meadows; separate governing authorities may authorize the use of the funds to offset certain City expenditures. In FY 2024, the Foreign Fire Tax Fund paid for \$65,512 and the Police Asset Seizure Fund paid for \$47,263 in expenditures.

General Fund Budgetary Highlights

The General Fund represents approximately 64% of the City’s operating activities and accounts for the majority of the City’s primary activities. The City’s General Fund has stabilized over the last several years with reduction in expenditures and better than anticipated revenues in some areas (many of these revenues are one-time increases). For FY 2024, the City developed its adopted budget with a planned use of reserves in the General Fund. The planned use of reserves totaled approximately \$1.7 million and is shown in the General Fund Budgetary Highlights under “Original Budget.” The General Fund transferred \$0.1 million to the Vehicle Replacement Fund as part of a ten-year payback of a \$1.0 million loan.

For 2024, the General Fund revenues came in at \$42.5 million or 104.8% of the budgeted revenues. FY 2024 was the first year of the Ground Emergency Medical Transport (GEMT). This program allows the City to collect additional Medicaid reimbursement for ambulance services above what the State of Illinois reimburse. The State passes the additional funding onto the City and requires a reimbursement of 50% of the revenue. This revenue brought in \$3.4 million with half being repaid back to the State. This represents 70.8% of the total revenues above budgeted. The second largest contributing factor to increased revenues was more active investment of the City’s funds. The FY 2024 budget anticipated \$0.35 million for the General Fund and \$1.2 million was received. This is an increase of \$0.87 million or 248.9% above budget. This represents 17.9% of the total revenues above budget.

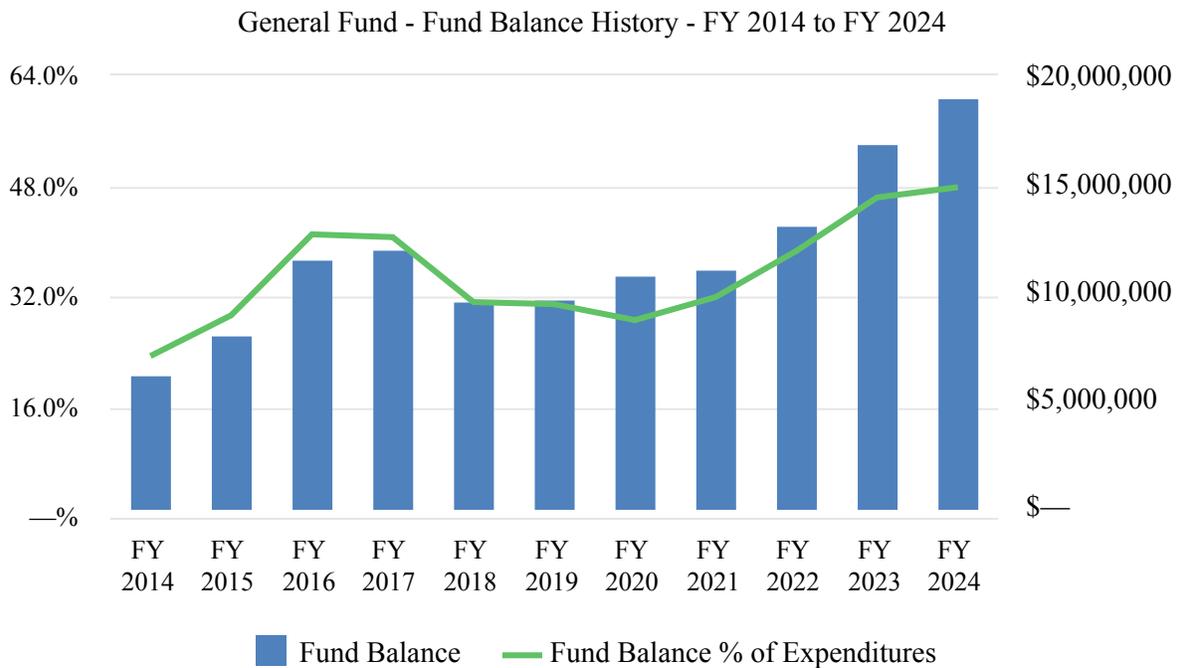
General Fund Budgetary Highlights Detail				
	Original	Final	Actual	% of Actual to Final
Revenues				
Taxes	\$ 24,447,105	24,759,815	25,116,316	101.4%
Intergovernmental	6,249,538	6,181,909	6,237,860	100.9%
Licenses and Permits	1,060,695	808,140	923,221	114.2%
Charges for Services	3,942,997	6,206,265	7,411,581	119.4%
Fines and Forfeitures	1,212,920	1,174,786	988,973	84.2%
Investment Income	350,000	1,000,000	1,221,523	22.2%
Miscellaneous	392,800	448,298	624,296	139.3%
Total Revenues	37,656,055	40,579,213	42,523,770	104.8%
Expenditures				
General Government	4,558,213	4,658,577	4,422,902	94.9%
Public Safety	29,868,792	30,014,223	30,211,454	100.7%
Public Works	4,881,778	4,892,584	4,889,922	99.9%
Health/Welfare and Culture	4,300	5,710	5,304	92.9%
Economic Development	57,500	71,600	73,563	102.7%
Debt Service				
Principal Retirement	—	—	25,469	—%
Interest and Fiscal Charges	—	—	2,964	—%
Total Expenditures	39,370,583	39,642,694	39,631,578	100.0%
Excess of Revenues Over (Under) Expenditures	(1,714,528)	936,519	2,892,192	(208.8%)
Other Financing Sources (Uses)				
Transfers Out	(112,175)	(814,012)	(802,787)	98.6%
Net Change in Fund Balance	<u>(1,826,703)</u>	<u>122,507</u>	2,089,405	
Fund Balance - Beginning - FY 2024			<u>16,863,019</u>	
Fund Balance - Ending - FY 2024			<u>18,952,424</u>	

The preceding chart shows the detail for the FY 2024 Original/Final Budget and the FY 2024 Actual results. The chart also shows the percentage of the Actual results to the Final Budget. In FY 2024, the City’s final/amended budget shows \$40.6 million for revenues and actual revenues received were \$42.5 million or \$1.9 million over the final/amended budget. The City’s General Fund’s revenues came in 4.8% over budget and expenditures came in less than one percent under budget or \$0.01 million.

The other financing uses included budgeted transfers of \$100,000 to the Vehicle and Equipment Replacement Fund (for the purpose of repaying a prior interfund loan), \$700,200 to the Fire Stations Fund, and \$.2,587 to the Debt Service Fund.

As of December 31, 2024, the total fund balance for the General Fund was \$19.0 million or 47.8% of General Fund operating expenditures excluding transfers in or out of the General Fund. Of the total fund balance, \$18.9 million (or 47.8% of FY 2024 operating expenditures) is unassigned fund balance (available fund balance for about three months of activities in the General Fund) and is available to meet the City’s ongoing obligations to its residents, businesses and creditors.

The next chart reflects the historical look over the last ten years and the overall gains for the General Fund (Unassigned Fund Balance).



General Fund - Revenues

General Fund revenues ended for the fiscal year with approximately \$1.9 million higher than the FY 2024 Budget. Shown in the next chart, there are nineteen revenue line items that make up the majority of General Fund revenues (or 86% of total General Fund Revenues). The FY 2024 actual to the FY 2024 Budget shows an increase of 5.6% or \$1.95 million in these major line items.

The Ground Emergency Medical Transport charge for service that was new in FY 2024 accounts for 76.9% or \$1.5 million of the increase. This revenue source was also the highest increase over budget at 39.1%. Dollar wise, investment income increased the most over budget by \$221,222 or 22.1%. This shows the results of more active investment of the City’s funds. Percentage wise, building permits were the second highest increase over budget at 34.0% or \$86,311. However, there is one revenue to watch into FY 2025, red light camera enforcement. The goal of the red light cameras is compliance with the traffic signals and not to increase revenue through fines. As a revenue the actuals were below budget by \$230,148 or (23.3%). In the upcoming year, FY 2025, this revenue will continue to decline since there will be construction in the vicinity of multiple cameras. The State requires the cameras are not operational during construction.

As outlined earlier in the report, City Council increased the Home Rule Sales Tax rate by 0.25% for a total rate of 1.25% beginning January 1, 2024. This increase is expected to generate an additional \$0.75 million in revenue annually. In the first year of collections, there was only nine months at the higher tax rate due to the delay from collections at the location to receipt by the City. This funding enabled the City to support the enhanced Human Services and provide more services to our vulnerable populations. FY 2024 collections were \$9.8 million which is 5.2% or \$191,558 over budget. This revenue is expected to continue to grow in FY 2025.

For the current property tax levy, the City received approximately 98.5% of the amount of the adopted property tax levy. However, Cook County has allowed more appeals which means some returns of property taxes through appeals. In FY 2024, there was \$112,186 in property taxes returned to tax payers as compared to \$19,509 in FY 2023. Property Taxes continue to remain a reliable and consistent source of revenue for the City.

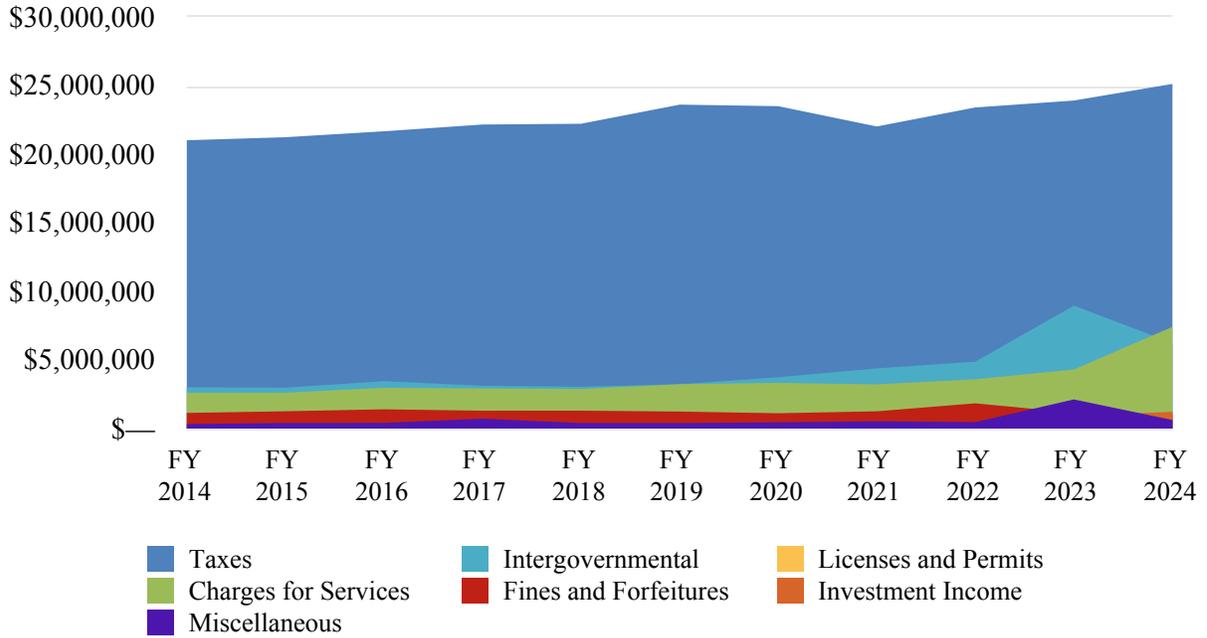
The following chart summarizes approximately 85.0% of the General Fund’s key revenue line items.

Major Revenue Sources - Budget to Actual (Approximately 86% of General Fund Revenues)

	Budget	Actual	\$ Change	% Change
Property Taxes - Prior Years' Taxes	\$ (88,865)	\$ (112,186)	\$ (23,321)	—%
Property Taxes - Current Levy	4,497,082	4,541,378	44,296	1.0%
Property Taxes - Police Pension	3,626,000	3,598,117	(27,883)	(0.8%)
Property Taxes - Fire Pension	4,257,000	4,221,166	(35,834)	(0.8%)
Municipal Sales Tax	4,397,959	4,405,062	7,103	0.2%
Home Rule Sales Tax	3,716,958	3,908,516	191,558	5.2%
Telecommunications Tax	500,000	533,419	33,419	6.7%
Electric Utility Tax	1,000,000	1,098,041	98,041	9.8%
Hotel Tax	500,000	521,996	21,996	4.4%
Food and Beverage Tax	1,745,609	1,771,045	25,436	1.5%
Real Estate Transfer Tax	350,000	392,064	42,064	12.0%
Cable Franchise Fees	258,072	237,698	(20,374)	(7.9%)
State Income Tax	4,130,698	4,165,907	35,209	0.9%
Local Use Tax	876,692	857,784	(18,908)	(2.2%)
Replacement Tax	348,942	349,403	461	0.1%
Building Permits	253,544	339,855	86,311	34.0%
Red Light Enforcement Fines	988,018	757,870	(230,148)	(23.3%)
Ground Emer Medical Transport	2,693,777	3,747,188	1,053,411	39.1%
Investment Income	1,000,000	1,221,523	221,523	22.2%
	35,051,486	36,555,846	1,504,360	4.3%

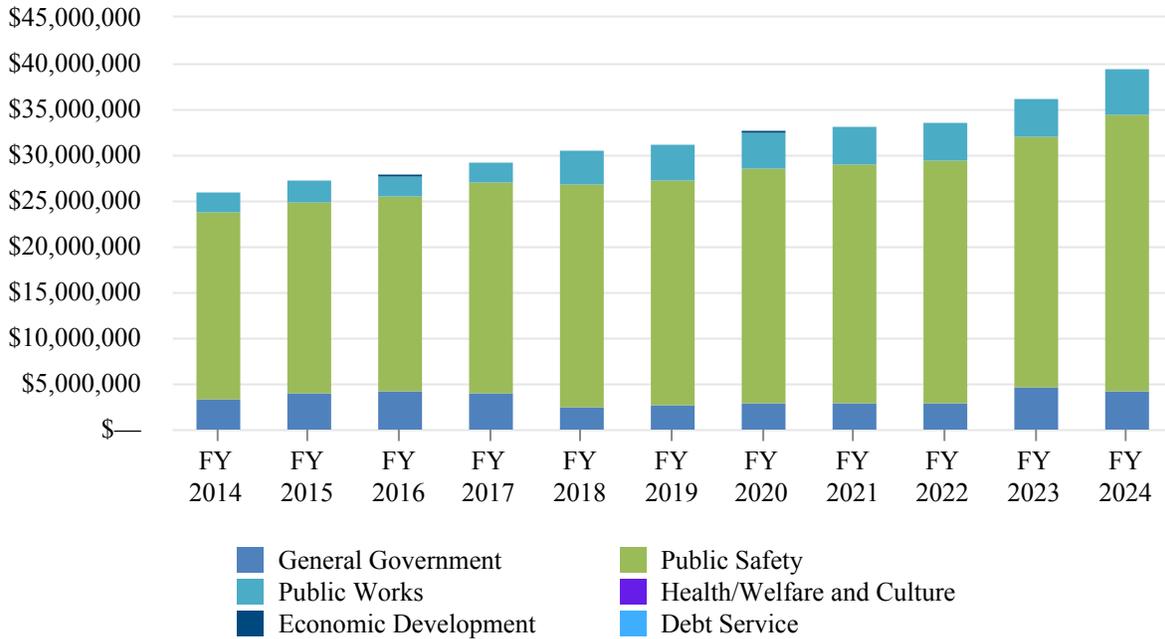
The next chart shows trend data for General Fund revenues from FY 2014 to FY 2024. Overall the City’s General Fund revenues are diversified. To gain a sense of how current year impacts affected General Fund revenues, major revenue line items are explained in further depth following this chart.

General Fund Revenues - FY 2014 to FY 2024



The City of Rolling Meadows has a diversified mix of General Fund revenues and is resilient in its composition of revenues. Remaining line items aside what were mentioned came in for the most part near, at or above budget.

General Fund Expenditures - FY 2014 to FY 2024



The General Fund expenditures chart shows expenditures from FY 2014 to FY 2024. The FY 2024 year-end results show that the General Fund's total expenditures came in at \$39.6 million which is \$11.1 thousand, or less than one percent under budget. The City's past experience shows that expenditures typically fall below the budgeted amount each year.

General Government ended with 94.9% of the FY 2024 Budget or \$235,675 under budget; Public Safety ended at 100.7% or \$197,231 over budget; Public Works ended at 99.9% or \$2,662 under budget; Health/Welfare and Culture ended at 92.9% or \$406 under budget; and Economic Development ended at 102.7% or \$1,963 over budget.

Proprietary Funds - The City’s proprietary funds provide the same type of information found in the government-wide financial statements, but include long-term outflows and capital assets. The total net position of the Utilities and Refuse Collection Funds at the end of the year amounted to a total of \$29.5 million - increased by \$1.0 million from FY 2023. The Utilities Fund increased its net position from \$28.0 million in FY 2023 to \$28.8 million in FY 2024. The Refuse Fund increased its net position from \$677,195 in FY 2023 to \$709,287 in FY 2024. There were rate increases in both these funds as outlined earlier in the report.

Capital Asset and Debt Administration

Capital Assets - The City of Rolling Meadows’ net investment in capital assets for its governmental and business-type activities as of December 31, 2024 amounts to \$161.1 million (net of accumulated depreciation) (see Statement of Net Position). This investment in capital assets includes land, land improvements, construction in progress, buildings, machinery and equipment, infrastructure, vehicles, and subscription arrangements. The following table summarizes the changes in capital assets. The governmental activities net capital assets increased by approximately \$1.9 million due to the implementation of GASB Statement No. 96 and the recording of the Subscription-Based Information Technology Arrangements. The business-type activities net capital assets increased by \$1.9 million with the addition of new capital assets and the depreciation of existing assets (mostly the underground utilities projects).

**City of Rolling Meadows
Capital Assets at Year End
Net of Depreciation
(in Millions)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2023	2024	2023	2024	2023	2024
Land	\$ 101.7	101.7	—	—	101.7	101.7
Land Improvements	3.7	3.0	1.8	2.3	5.5	5.3
Construction in Progress	0.3	0.2	0.3	0.2	0.6	0.4
Buildings	16.2	15.9	0.8	0.8	17.0	16.7
Machinery & Equipment	20.7	22.4	21.2	22.7	41.9	45.1
Infrastructure	1.4	1.6	0.2	0.2	1.6	1.8
Vehicles	5.5	6.8	—	—	5.5	6.8
Subscription Arrangements	4.6	4.3	0.1	0.1	4.7	4.4
Total	154.1	155.9	24.4	26.3	178.5	182.2

* Rounding differences may occur.

The City of Rolling Meadows produces a five-year Capital Improvements Plan (CIP) and updates it annually. As part of the City’s CIP and in the City’s FY 2024 Budget, the City invested approximately \$14.1 million in capital improvements (assets and other improvements). Investing and maintaining the City’s capital assets is essential for the City’s overall financial strength and for the benefit of the City’s residents and businesses.

Additional information on the City of Rolling Meadows’ capital assets may be found in Note 3 of this report.

DEBT OUTSTANDING

At the end of the fiscal year 2024, the City of Rolling Meadows had total debt outstanding of \$18.6 million and 100% comprises debt backed by the full faith and credit of the government. The City retired \$0.7 million in general obligation bonds and \$0.3 million in subscription arrangements in FY 2024.

City of Rolling Meadows Outstanding General Obligation Debt (in millions)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2023	2024	2023	2024	2023	2024
General Obligation Bonds	\$ 11.4	10.9	3.6	3.5	15.0	14.4
Subscription Arrangements	4.5	4.2	0.1	0.1	4.6	4.3
	15.9	15.1	3.7	3.6	19.6	18.7

* Rounding differences may occur.

In November 2014, Moody's Investor Service upgraded Rolling Meadows' general obligation (GO) bond rating to Aa3 from a previous rating of A1, reflecting the agency's confidence in the City's overall financial health. The Moody's report cited a substantial increase in the City's reserve levels as well as a strong capacity to meet financial obligations. In March 2018, Moody's reaffirmed the City's bond rating of Aa3.

The City of Rolling Meadows has taken advantage of low-interest loans from the Illinois Environmental Protection Agency (IEPA) for construction and eligible engineering costs associated with water main improvements and sewer works improvements. The IEPA Loans are paid from the City's Utilities Fund. The IEPA Water Loan Payable at December 31, 2024 for the Waterworks Improvements is \$654,287. The IEPA Sewer Loan Payable at December 31, 2024 is \$721,496. The City began making payments on both of the IEPA Loans in FY 2014. These loans will be paid back by FY 2034.

The City of Rolling Meadows, under its home rule authority, does not have a legal debt limit.

Additional information on the City of Rolling Meadows' long-term debt may be found in Note 3 of this report.

Economic Factors and Next Year's Budget

The City's strong fund balances are important to the City's financial stability and resiliency. The City's balance sheet continues to remain strong with solid cash reserves. The City continues to maintain an investment grade credit rating. Fiscal Year 2024 showed continued economic recovery and activity across the City, hopefully leading to greater economic activity and growth. The City has resources in place to assist businesses as they look to move into the City or expand within the City.

The Fiscal Year 2024 budget process began with the development of a Five-Year Financial Forecast. The Five-Year Financial Forecast (FYF) provides a framework for fiscal decisions. Its primary use is guiding the development of the annual budget and related matters, including the property tax levy. In addition, the FYF projects trends that may indicate future opportunities or threats to the City's fiscal condition. The FYF is intended to aid City Council in making decisions around the annual budget in the context of the City's anticipated ability to fund services and programs. The Forecast included eight funds: General, Motor Fuel Tax, Local Roads, Vehicle & Equipment, Building & Land, Refuse, Utilities, and E911 Funds

The FYF showed that thoughtful changes in the FY 2025 would alter the course of the forecast and help the City realign revenues and their growth with expenditure growth and needs. In the majority of the funds, the 2024 FYF showed positive improvements as compared to the 2023 FYF. In continuing that proactive measure of making changes with the annual budget, the budget strategy is as follows:

1. FY 2025 will include the recommended City contribution for the Police & Fire Pension funding in the General Fund as outlined by Foster & Foster.
2. ISince the State is eliminating the 1.0% Grocery Tax beginning January 1, 2026, staff will provide further information and hold additional discussions with City Council regarding a local option this tax during the end of FY2024 and into FY2025. The State elimination is an estimated \$500,000 reduction in revenue for the City's General Fund.
3. For the Local Road Fund and during FY 2025, staff will develop potential funding options to restore and stabilize this fund. These funding options will be presented as part of the FY 2026 budget process.

The FY 2025 budget is implementing the Budget Strategy outlined above in the Five-Year Financial Forecast (FYF). The annual budget is for all 15 City funds not just the eight funds in the FYF. In conjunction with the budget, the Capital Improvements Plan (CIP) was developed.

The CIP is a financial planning tool that identifies and prioritizes long term capital projects and asset purchases and replacement. While the annual budget is a one-year look at the City's financial position, staff has reviewed a five-year look for the capital project funds. The five-year look provides a larger context for these funds that include projects and assets that span more than one-year for financing. The Motor Fuel Tax and Local Road Funds are trending downward in the FYF. As a one-time measure, the FY 2025 proposed budget includes a \$250,000 transfer from the Building & Land Fund to the Local Road Fund as a small influx of funding. During FY 2025, staff will work to develop options to stabilize the Local Road Fund. These fund stabilization options will be included in the FY 2026 budget development.

Requests for Information

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the City's finances and the City's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be addressed to the Finance Department, City of Rolling Meadows, 3600 Kirchoff Road, Rolling Meadows, IL 60008.

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.

CITY OF ROLLING MEADOWS, ILLINOIS

Statement of Net Position

December 31, 2024

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

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

	Primary Government			Component
	Governmental Activities	Business-Type Activities	Totals	Unit Public Library
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 38,311,302	8,958,245	47,269,547	5,217,408
Receivables - Net of Allowances	21,663,382	2,442,823	24,106,205	4,510,569
Prepays/Inventories	4,323,614	119,144	4,442,758	—
Total Current Assets	64,298,298	11,520,212	75,818,510	9,727,977
Noncurrent Assets				
Capital Assets				
Nondepreciable	104,651,481	2,295,244	106,946,725	608,893
Depreciable	128,057,877	47,197,103	175,254,980	9,728,199
Accumulated Depreciation	(76,831,189)	(23,196,923)	(100,028,112)	(6,510,071)
Total Capital Assets	155,878,169	26,295,424	182,173,593	3,827,021
Other Assets				
Equity Interest in Joint Venture	—	289,842	289,842	—
Total Noncurrent Assets	155,878,169	26,585,266	182,463,435	3,827,021
Total Assets	220,176,467	38,105,478	258,281,945	13,554,998
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Items - IMRF	1,853,624	673,854	2,527,478	724,118
Deferred Items - Police Pension	4,389,784	—	4,389,784	—
Deferred Items - Firefighters' Pension	7,796,349	—	7,796,349	—
Deferred Items - RBP	892,162	112,118	1,004,280	53,429
Total Deferred Outflows of Resources	14,931,919	785,972	15,717,891	777,547
Total Assets and Deferred Outflows of Resources	235,108,386	38,891,450	273,999,836	14,332,545

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

	Primary Government			Component
	Governmental	Business-Type	Totals	Unit
	Activities	Activities		Public Library
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 1,656,216	807,432	2,463,648	316,271
Accrued Payroll	611,237	64,229	675,466	77,574
Retainage Payable	30,000	54,360	84,360	—
Deposits Payable	776,503	600,042	1,376,545	—
Interest Payable	18,113	12,480	30,593	—
Other Payables	387,321	—	387,321	—
Current Portion of Long-Term Liabilities				
Compensated Absences Payable	1,953,175	129,818	2,082,993	10,086
Total OPEB Liability - RBP	334,437	42,027	376,464	21,093
IEPA Loans Payable	—	136,140	136,140	—
General Obligation Bonds Payable - Net	619,027	189,580	808,607	—
Subscription Arrangements	299,198	24,139	323,337	—
Total Current Liabilities	6,685,227	2,060,247	8,745,474	425,024
Noncurrent Liabilities				
Compensated Absences Payable	3,897,262	269,620	4,166,882	110,793
Net Pension Liability - IMRF	4,203,966	1,528,284	5,732,250	1,642,281
Net Pension Liability - Police Pension	31,302,568	—	31,302,568	—
Net Pension Liability - Firefighters' Pension	41,770,817	—	41,770,817	—
Total OPEB Liability - RBP	4,466,606	561,318	5,027,924	266,426
IEPA Loans Payable	—	1,239,643	1,239,643	—
General Obligation Bonds Payable - Net	10,803,733	3,504,169	14,307,902	—
Subscription Arrangements	3,891,642	52,337	3,943,979	—
Total Noncurrent Liabilities	100,336,594	7,155,371	107,491,965	2,019,500
Total Liabilities	107,021,821	9,215,618	116,237,439	2,444,524
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	15,428,911	—	15,428,911	4,510,569
Deferred Items - Leases	1,912,422	—	1,912,422	—
Deferred Items - IMRF	8,699	3,163	11,862	3,398
Deferred Items - Police Pension	2,337,692	—	2,337,692	—
Deferred Items - Firefighters' Pension	2,771,901	—	2,771,901	—
Deferred Items - RBP	1,185,321	148,959	1,334,280	70,985
Total Deferred Inflows of Resources	23,644,946	152,122	23,797,068	4,584,952
Total Liabilities and Deferred Inflows of Resources	130,666,767	9,367,740	140,034,507	7,029,476
NET POSITION				
Net Investment in Capital Assets	139,977,770	21,095,056	161,072,826	3,827,021
Restricted - Public Safety	1,504,329	—	1,504,329	—
Restricted - Highways and Streets	1,504,761	—	1,504,761	—
Restricted - Public Library	—	—	—	305,817
Unrestricted (Deficit)	(38,545,241)	8,428,654	(30,116,587)	3,170,231
Total Net Position	104,441,619	29,523,710	133,965,329	7,303,069

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

CITY OF ROLLING MEADOWS, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2024

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/Contributions	Capital Grants/Contributions
Governmental Activities				
General Government	\$ 1,364,355	6,855,942	—	—
Public Safety	33,400,673	2,485,822	603,942	—
Highways and Streets	1,816,033	—	—	1,607,380
Public Works	7,516,064	—	—	—
Health and Welfare	5,304	—	—	—
Economic Development	2,536,545	—	—	—
Interest on Long-Term Debt	541,855	—	—	—
Total Governmental Activities	47,180,829	9,341,764	603,942	1,607,380
Business-Type Activities				
Utilities	11,902,182	12,640,551	—	—
Refuse Collection	2,724,318	2,784,793	—	—
Total Business-Type Activities	14,626,500	15,425,344	—	—
Total Primary Government	61,807,329	24,767,108	603,942	1,607,380
Component Unit - Public Library	4,798,338	6,853	203,630	—

General Revenues
Taxes
Property
State Sales and Home Rule
Simplified Telecommunications
Electric Utility
Natural Gas
Hotel
Food and Beverage
Real Estate Transfer
Other Taxes
Intergovernmental - Unrestricted
Income Taxes
Local Use Taxes
Replacement Taxes
Video Gaming Revenues
Investment Income
Miscellaneous
Total General Revenues
Change in Net Position
Net Position - Beginning
Restatement - Change in Accounting Estimates
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			
Governmental Activities	Primary Government		Component Unit
	Business-Type Activities	Totals	Public Library
5,491,587	—	5,491,587	—
(30,310,909)	—	(30,310,909)	—
(208,653)	—	(208,653)	—
(7,516,064)	—	(7,516,064)	—
(5,304)	—	(5,304)	—
(2,536,545)	—	(2,536,545)	—
(541,855)	—	(541,855)	—
(35,627,743)	—	(35,627,743)	—
—	738,369	738,369	—
—	60,475	60,475	—
—	798,844	798,844	—
(35,627,743)	798,844	(34,828,899)	—
—	—	—	(4,587,855)
17,068,360	—	17,068,360	4,267,442
8,313,578	—	8,313,578	—
533,419	—	533,419	—
1,098,041	—	1,098,041	—
465,854	—	465,854	—
521,996	—	521,996	—
1,771,045	—	1,771,045	—
392,064	—	392,064	—
314,163	—	314,163	—
4,165,907	—	4,165,907	—
857,784	—	857,784	—
349,403	—	349,403	119,915
260,824	—	260,824	—
1,589,620	181,392	1,771,012	68,143
602,924	—	602,924	3,641
38,304,982	181,392	38,486,374	4,459,141
2,677,239	980,236	3,657,475	(128,714)
104,373,537	28,690,717	133,064,254	7,431,783
(2,651,500)	(147,243)	(2,798,743)	—
42,343	—	42,343	—
101,764,380	28,543,474	130,307,854	7,431,783
104,441,619	29,523,710	133,965,329	7,303,069

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

CITY OF ROLLING MEADOWS, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2024

	General	Special Revenue Motor Fuel Tax
ASSETS		
Cash and Investments	\$ 17,241,326	1,467,172
Receivables - Net of Allowances		
Property Taxes	12,787,399	—
Other Taxes	3,385,883	90,874
Accounts	387,827	—
Leases	1,991,327	—
Prepays	2,635	—
Total Assets	<u>35,796,397</u>	<u>1,558,046</u>
LIABILITIES		
Accounts Payable	380,338	53,285
Accrued Payroll	601,268	—
Retainage Payable	—	—
Deposits Payable	776,503	—
Other Payables	387,321	—
Total Liabilities	<u>2,145,430</u>	<u>53,285</u>
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	12,786,121	—
Deferred Items - Leases	1,912,422	—
Total Deferred Inflows of Resources	<u>14,698,543</u>	<u>—</u>
Total Liabilities and Deferred Inflows of Resources	<u>16,843,973</u>	<u>53,285</u>
FUND BALANCES		
Nonspendable	2,635	—
Restricted	—	1,504,761
Assigned	—	—
Unassigned	18,949,789	—
Total Fund Balances	<u>18,952,424</u>	<u>1,504,761</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>35,796,397</u>	<u>1,558,046</u>

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

Debt Service	Capital Projects			Nonmajor	Totals
	Local Roads	Fire Stations	TIF #4 Golf Road		
—	149,335	1,053,807	3,051,038	2,685,471	25,648,149
—	1,627,810	315,008	—	700,000	15,430,217
—	96,518	—	—	—	3,573,275
—	181,333	—	—	—	569,160
—	—	—	—	—	1,991,327
—	—	—	—	—	2,635
—	2,054,996	1,368,815	3,051,038	3,385,471	47,214,763
—	256,799	—	—	421,004	1,111,426
—	—	—	—	—	601,268
—	30,000	—	—	—	30,000
—	—	—	—	—	776,503
—	—	—	—	—	387,321
—	286,799	—	—	421,004	2,906,518
—	1,627,810	314,980	—	700,000	15,428,911
—	—	—	—	—	1,912,422
—	1,627,810	314,980	—	700,000	17,341,333
—	1,914,609	314,980	—	1,121,004	20,247,851
—	—	—	—	—	2,635
—	—	—	—	1,504,329	3,009,090
—	140,387	1,053,835	3,051,038	760,138	5,005,398
—	—	—	—	—	18,949,789
—	140,387	1,053,835	3,051,038	2,264,467	26,966,912
—	2,054,996	1,368,815	3,051,038	3,385,471	47,214,763

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

CITY OF ROLLING MEADOWS, ILLINOIS

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

December 31, 2024

Total Governmental Fund Balances	\$ 26,966,912
 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.	155,878,169
Less; Internal Service Funds	(15,693,022)
 Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	1,844,925
Deferred Items - Police Pension	2,052,092
Deferred Items - Firefighters' Pension	5,024,448
Deferred Items - RBP	(293,159)
 Internal Service Funds are used by the City to charge the costs of vehicle and equipment management and employee compensated absences to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position.	
	32,172,206
 Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(5,800,845)
Net Pension Liability - IMRF	(4,203,966)
Net Pension Liability - Police Pension	(31,302,568)
Net Pension Liability - Firefighters' Pension	(41,770,817)
Total OPEB Liability - RBP	(4,801,043)
General Obligation Bonds Payable - Net	(11,422,760)
Subscription Arrangements	(4,190,840)
Accrued Interest Payable	(18,113)
	<hr/>
Net Position of Governmental Activities	104,441,619 <hr/> <hr/>

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

CITY OF ROLLING MEADOWS, ILLINOIS

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

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

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

	General	Special Revenue Motor Fuel Tax
Revenues		
Taxes	\$ 25,116,316	—
Intergovernmental	6,237,860	1,075,694
Licenses and Permits	923,221	—
Charges for Services	7,411,581	—
Fines and Forfeitures	988,973	—
Investment Income	1,221,523	55,917
Miscellaneous	624,296	—
Total Revenues	<u>42,523,770</u>	<u>1,131,611</u>
Expenditures		
General Government	4,422,902	—
Public Safety	30,211,454	—
Highways and Streets	—	—
Public Works	4,889,922	—
Health/Welfare and Culture	5,304	—
Economic Development	73,563	—
Capital Outlay	—	1,306,852
Debt Service		
Principal Retirement	25,469	—
Interest and Fiscal Charges	2,964	—
Total Expenditures	<u>39,631,578</u>	<u>1,306,852</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,892,192</u>	<u>(175,241)</u>
Other Financing Sources (Uses)		
Transfers In	—	—
Transfers Out	(802,787)	—
	<u>(802,787)</u>	<u>—</u>
Net Change in Fund Balances	2,089,405	(175,241)
Fund Balances - Beginning	<u>16,863,019</u>	<u>1,680,002</u>
Fund Balances - Ending	<u><u>18,952,424</u></u>	<u><u>1,504,761</u></u>

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

Debt Service	Capital Projects			Nonmajor	Totals
	Local Roads	Fire Stations	TIF #4 Golf Road		
—	2,282,331	316,515	1,509,742	1,253,616	30,478,520
—	531,686	—	—	—	7,845,240
—	—	—	—	—	923,221
—	—	—	—	—	7,411,581
—	—	—	—	17,989	1,006,962
—	44,184	212,216	2,359	2,370	1,538,569
—	(21,372)	—	—	—	602,924
—	2,836,829	528,731	1,512,101	1,273,975	49,807,017
—	—	—	—	—	4,422,902
—	—	—	—	794,424	31,005,878
—	1,816,033	—	—	—	1,816,033
—	—	—	—	—	4,889,922
—	—	—	—	—	5,304
—	—	—	2,461,014	1,968	2,536,545
—	1,785,274	—	—	—	3,092,126
—	—	557,982	—	263,883	847,334
950	—	457,020	—	120,374	581,308
950	3,601,307	1,015,002	2,461,014	1,180,649	49,197,352
(950)	(764,478)	(486,271)	(948,913)	93,326	609,665
2,587	—	700,200	—	—	702,787
—	—	—	—	—	(802,787)
2,587	—	700,200	—	—	(100,000)
1,637	(764,478)	213,929	(948,913)	93,326	509,665
(1,637)	904,865	839,906	3,999,951	2,171,141	26,457,247
—	140,387	1,053,835	3,051,038	2,264,467	26,966,912

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

CITY OF ROLLING MEADOWS, ILLINOIS

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

Net Change in Fund Balances - Total Governmental Funds \$ 509,665

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	3,100,235
Depreciation Expense	(2,634,251)
Disposals - Cost	(14,818)
Disposals - Accumulated Depreciation	14,818

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

Change in Deferred Items - IMRF	(912,009)
Change in Deferred Items - Police Pension	(3,398,300)
Change in Deferred Items - Firefighters' Pension	(7,163,713)
Change in Deferred Items - RBP	(176,249)

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	97,548
Change in Net Pension Liability - IMRF	(326,983)
Change in Net Pension Liability - Police Pension	2,978,737
Change in Net Pension Liability - Firefighters' Pension	5,188,481
Change in Total OPEB Liability - RBP	9,544
Retirement of Debt	557,982
Debt Issuance	289,352
Amortization of Bond Premium	38,523
Change in Accrued Interest Payable	930

Internal service funds are used by the City to charge the costs of vehicle and equipment management and employee compensated absences to individual funds.

The net revenue of certain activities of internal service funds is reported with governmental activities. 4,517,747

Changes in Net Position of Governmental Activities 2,677,239

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

CITY OF ROLLING MEADOWS, ILLINOIS

Statement of Net Position - Proprietary Funds

December 31, 2024

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

**Statement of Net Position - Proprietary Funds
December 31, 2024**

	Business-Type Activities - Enterprise			Governmental
				Activities
	Utilities	Refuse Collection	Totals	Internal Service
ASSETS				
Current Assets				
Cash and Investments	\$ 8,287,548	670,697	8,958,245	12,663,153
Receivables - Net of Allowances - Accounts	2,035,070	407,753	2,442,823	99,403
Prepays	5,276	—	5,276	4,320,979
Inventories	113,868	—	113,868	—
Total Current Assets	10,441,762	1,078,450	11,520,212	17,083,535
Noncurrent Assets				
Capital Assets				
Nondepreciable	2,295,244	—	2,295,244	3,017,511
Depreciable	46,598,490	598,613	47,197,103	35,517,487
Accumulated Depreciation	(22,633,247)	(563,676)	(23,196,923)	(22,841,976)
Total Capital Assets	26,260,487	34,937	26,295,424	15,693,022
Other Assets				
Equity Interest in Joint Venture	289,842	—	289,842	—
Total Noncurrent Assets	26,550,329	34,937	26,585,266	15,693,022
Total Assets	36,992,091	1,113,387	38,105,478	32,776,557
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Items - IMRF	552,489	121,365	673,854	—
Deferred Items - RBP	89,869	22,249	112,118	—
Total Deferred Outflows of Resources	642,358	143,614	785,972	—
Total Assets and Deferred Outflows of Resources	37,634,449	1,257,001	38,891,450	32,776,557

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

	Business-Type Activities - Enterprise			Governmental
				Activities
	Utilities	Refuse Collection	Totals	Internal Service
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 754,056	53,376	807,432	544,790
Retainage Payable	54,360	—	54,360	—
Accrued Payroll	51,384	12,845	64,229	9,969
Accrued Interest Payable	12,480	—	12,480	—
Compensated Absences Payable	107,348	22,470	129,818	15,171
Total OPEB Liability - RBP	33,701	8,326	42,027	—
IEPA Loans Payable	136,140	—	136,140	—
General Obligation Bonds Payable	189,580	—	189,580	—
Subscription Arrangements	24,139	—	24,139	—
Total Current Liabilities	1,363,188	97,017	1,460,205	569,930
Noncurrent Liabilities				
Deposits Payable	597,299	2,743	600,042	—
Compensated Absences Payable	238,451	31,169	269,620	34,421
Net Pension Liability - IMRF	1,253,031	275,253	1,528,284	—
Total OPEB Liability - RBP	449,916	111,402	561,318	—
IEPA Loans Payable	1,239,643	—	1,239,643	—
General Obligation Bonds Payable	3,504,169	—	3,504,169	—
Subscription Arrangements	52,337	—	52,337	—
Total Noncurrent Liabilities	7,334,846	420,567	7,755,413	34,421
Total Liabilities	8,698,034	517,584	9,215,618	604,351
DEFERRED INFLOWS OF RESOURCES				
Deferred Items - IMRF	2,593	570	3,163	—
Deferred Items - RBP	119,399	29,560	148,959	—
Total Deferred Inflows of Resources	121,992	30,130	152,122	—
Total Liabilities and Deferred Inflows of Resources	8,820,026	547,714	9,367,740	604,351
NET POSITION				
Net Investment in Capital Assets	21,060,119	34,937	21,095,056	15,693,022
Unrestricted	7,754,304	674,350	8,428,654	16,479,184
Total Net Position	28,814,423	709,287	29,523,710	32,172,206

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

CITY OF ROLLING MEADOWS, ILLINOIS

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

	Business-Type Activities - Enterprise			Governmental
	Utilities	Refuse Collection	Totals	Internal Service
Operating Revenues				
Charges for Services	\$ 12,254,873	2,668,582	14,923,455	—
Interfund Services	—	—	—	11,982,147
Miscellaneous	385,678	116,211	501,889	2,165,111
Total Operating Revenues	12,640,551	2,784,793	15,425,344	14,147,258
Operating Expenses				
Administration	1,752,245	1,061,620	2,813,865	7,292,202
Public Safety	—	—	—	740,419
Public Works	900,000	—	900,000	491,836
Operations	7,684,951	1,658,816	9,343,767	—
Depreciation and Amortization	1,387,191	3,882	1,391,073	1,460,175
Total Operating Expenses	11,724,387	2,724,318	14,448,705	9,984,632
Operating Income	916,164	60,475	976,639	4,162,626
Nonoperating Revenues (Expenses)				
Disposal of Capital Assets	—	—	—	204,070
Investment Income	180,647	745	181,392	51,051
Interest Expense	(177,795)	—	(177,795)	—
	2,852	745	3,597	255,121
Income Before Transfers	919,016	61,220	980,236	4,417,747
Transfers In	—	—	—	1,000,000
Transfers Out	—	—	—	(900,000)
	—	—	—	100,000
Change in Net Position	919,016	61,220	980,236	4,517,747
Net Position - Beginning	28,013,522	677,195	28,690,717	27,688,683
Restatement - Change in Accounting Principle	(118,115)	(29,128)	(147,243)	(34,224)
Net Position - Beginning as Restated	27,895,407	648,067	28,543,474	27,654,459
Net Position - Ending	28,814,423	709,287	29,523,710	32,172,206

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

CITY OF ROLLING MEADOWS, ILLINOIS

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

	Business-Type Activities - Enterprise			Governmental
	Utilities	Refuse	Totals	Activities
		Collection		Internal Service
Cash Flows from Operating Activities				
Receipts from Customers and Users	\$ 12,911,763	2,820,920	15,732,683	—
Interfund Services Provided	—	—	—	13,212,729
Payments to Suppliers	(8,712,188)	(2,311,602)	(11,023,790)	(8,502,292)
Payments to Employees	(1,734,123)	(389,342)	(2,123,465)	(373,768)
	<u>2,465,452</u>	<u>119,976</u>	<u>2,585,428</u>	<u>4,336,669</u>
Cash Flows from Noncapital Financing Activities				
Transfers In	—	—	—	1,000,000
Transfers Out	—	—	—	(900,000)
	<u>—</u>	<u>—</u>	<u>—</u>	<u>100,000</u>
Cash Flows from Capital and Related Financing Activities				
Disposal of Capital Assets	—	—	—	204,070
Purchase of Capital Assets	(3,205,885)	—	(3,205,885)	(2,909,861)
Principal Paid on Debt	(323,189)	—	(323,189)	—
Interest Paid on Debt	(177,795)	—	(177,795)	—
	<u>(3,706,869)</u>	<u>—</u>	<u>(3,706,869)</u>	<u>(2,705,791)</u>
Cash Flows from Investing Activities				
Investment Income (Loss) Received	180,647	745	181,392	51,051
Net Change in Cash and Cash Equivalents	(1,060,770)	120,721	(940,049)	1,781,929
Cash and Cash Equivalents - Beginning	9,348,318	549,976	9,898,294	10,881,223
Cash and Cash Equivalents - Ending	<u>8,287,548</u>	<u>670,697</u>	<u>8,958,245</u>	<u>12,663,152</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities				
Operating Income	916,164	60,475	976,639	4,162,626
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities:				
Depreciation and Amortization	1,387,191	3,882	1,391,073	1,460,175
(Increase) Decrease in Current Assets	271,212	36,127	307,339	(934,529)
Increase (Decrease) in Current Liabilities	(109,115)	19,492	(89,623)	(351,603)
Net Cash Provided by Operating Activities	<u>2,465,452</u>	<u>119,976</u>	<u>2,585,428</u>	<u>4,336,669</u>

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

CITY OF ROLLING MEADOWS, ILLINOIS

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

	<u>Pension Trust</u>
ASSETS	
Cash and Cash Equivalents	\$ 997,152
Investments	
Illinois Police Officers Pension Investment Fund	67,770,018
Illinois Firefighters' Pension Investment Fund	58,961,772
Prepays	<u>5,343</u>
Total Assets	127,734,285
LIABILITIES	
Accounts Payable	<u>8,302</u>
NET POSITION	
Net Position Restricted for Pensions	<u><u>127,725,983</u></u>

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

CITY OF ROLLING MEADOWS, ILLINOIS

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

	<u>Pension Trust</u>
Additions	
Contributions - Employer	\$ 7,819,283
Contributions - Plan Members	<u>1,647,137</u>
Total Contributions	<u>9,466,420</u>
Investment Income (Loss)	
Interest Earned	6,720,857
Net Change in Fair Value	<u>5,210,410</u>
	11,931,267
Less Investment Expenses	<u>(113,480)</u>
Net Investment Income	<u>11,817,787</u>
Total Additions	<u>21,284,207</u>
Deductions	
Administration	127,239
Benefits and Refunds	<u>9,888,488</u>
Total Deductions	<u>10,015,727</u>
Change in Fiduciary Net Position	11,268,480
Net Position Restricted for Pensions	
Beginning	<u>116,457,503</u>
Ending	<u><u>127,725,983</u></u>

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Rolling Meadows (City), Illinois, is a municipal corporation and operates under the City Manager form of government. The City's major operations include police and fire protection, highways and streets maintenance and reconstruction, planning and zoning services, public improvements, economic development, water, sewer, refuse collection, stormwater management, 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 City's accounting policies established in GAAP and used by the City are described below.

REPORTING ENTITY

The City is a municipal corporation governed by an elected mayor and seven-member Aldermen. 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 component units that are required to be included in the financial statements of the City as pension trust funds and there is one discretely component unit to include in the reporting entity.

Police Pension Employees Retirement System

The City'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 City Mayor, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the City is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the City assumptions used in the determination of contribution levels. Although it is legally separate from the City, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the City'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.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

REPORTING ENTITY - Continued

Firefighters' Pension Employees Retirement System

The City'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 City Mayor, two elected from active participants of the Fund, and one elected from the retired members of the Fund. The participants are required to contribute a percentage of salary as established by state statute and the City is obligated to fund all remaining FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the City, the FPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the City'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.

Discretely Presented Component Unit

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

City of Rolling Meadows Public Library

The City of Rolling Meadows Public Library operates and maintains the public library within the City. The Public Library's Board is appointed by the Mayor of the City. The Public Library may not issue bonded debt without the City's approval. Separate audited financial statements for the Public Library may be obtained from the Public Library's offices at 3110 Martin Lane, Rolling Meadows, Illinois 60008.

BASIS OF PRESENTATION

Government-Wide Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The City's public safety, highways and streets, public works, health and welfare, economic development, and general administrative services are classified as governmental activities. The City's utilities, such as water, sewer and stormwater management services, and refuse collection 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 City's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The City utilizes restricted resources to finance qualifying activities.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Government-Wide Statements - Continued

The government-wide Statement of Activities reports both the gross and net cost of each of the City's functions and business-type activities (general government, public safety, highways and streets, public works, health and welfare, economic development services, etc.). The functions are supported by administration and finance 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, intergovernmental revenues, fines, permits and charges, etc.).

The City 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 City as an entity and the change in the City's net position resulting from the current year's activities.

Fund Financial Statements

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

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The City electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is a primary operating fund of the City or meets the following criteria:

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

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

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 City:

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

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The City maintains one major special revenue fund, the Motor Fuel Tax Fund, which is used to account for allotments of motor fuel taxes from the State of Illinois made on a per capita basis. The City uses this fund to maintain and construct transportation-related community needs, such as streets, bridges, and traffic signals. The City also maintains three nonmajor special revenue funds, the 911 Emergency Telephone Fund, the Foreign Fire Tax Fund and the Asset Seizure Fund.

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 City maintains one major debt service funds, the Debt Service Fund. The Debt Service Fund is used to account for the payment of interest and principal on the City's general long-term debt obligations for the governmental activities.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The City maintains three major capital projects funds, the Local Roads Fund, the Fire Stations Fund, and the TIF #4 Golf Road Fund. The Local Roads Fund is used to account for street improvements, including resurfacing, curb and gutter, sidewalks and bike paths. The Fire Stations Fund is used to account for the purchase of property for two fire stations, demolition of existing structures, engineering and design costs, regulatory and permitting costs, construction and legal costs, as well as acquisition and installation of furniture, fixtures and equipment costs related to two fire stations. The TIF #4 Golf Road Fund is used to account for the redevelopment of the property located primarily in the Meadows Corporate Center area along the Golf Road corridor (2850 Golf Road). The City also maintains one nonmajor capital projects fund: the TIF #2 Kirchoff/Owl Fund.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector.

Enterprise Funds account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The City maintains two major enterprise funds, the Utilities Fund and the Refuse Collection Fund.

The Utilities Fund is used to account for all resources collected and used to provide water and sanitary services to the City as well as to account for the resources collected to finance storm water runoff and creek bank improvements. The Refuse Collection Fund is used to account for all the resources collected and used to provide waste collection and disposal services.

Internal Service Funds are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the City on a cost-reimbursement basis. The City maintains five internal services funds, the Municipal Garage Fund, the Vehicle Replacement Fund, the Buildings and Land Fund, the Liability Insurance Fund, and the Health Insurance Fund. The Municipal Garage Fund is used to account for the resources collected from other City departments used to provide maintenance to City vehicles and major equipment/machinery. The Vehicle Replacement Fund is used to account for the resources collected from other City departments used in replacing City vehicles and major equipment. The Buildings and Land Fund is used to account for the resources collected from other City departments used for the purchase of land or buildings, or the remodeling, renovation, and expansion of current buildings. The Liability Insurance Fund is used to account for the resources collected from other City departments used to manage funding of the property/casualty/workers compensation claims. The Health Insurance Fund is used to account for resources collected from other City departments to fund the City's portion of health insurance premiums as well as those of retired employees.

The City's internal service funds are presented in the proprietary funds financial statements. Because the principal users of the internal services are the City's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity (general government, public safety, highways and streets, etc.).

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or custodial capacity for others and therefore are not available to support City 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 City'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 City's Fire Department.

The City'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 City, these funds are not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting

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

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year end. The City 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, use taxes, telecommunications taxes, local and state motor fuel taxes, food and beverages taxes, replacement taxes, franchise taxes, utility taxes, hotel/motel taxes, fines, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Cash and Investments

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

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

Receivables

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

Prepays/Inventories

Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The cost of governmental fund-type prepays/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 prepays in both the government-wide and fund financial statements.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

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.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Capital Assets

Capital assets purchased or acquired with an original cost of \$25,000 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/amortized. 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 City as a whole. Infrastructure such as streets and storm sewers are capitalized. 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. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

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

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

Land Improvements	7 - 31.5 Years
Buildings	7 - 45 Years
Infrastructure	5 - 15 Years
Machinery and Equipment	15 - 60 Years
Vehicles	8 - 20 Years
Waterworks and Sewage System	5 - 20 Years
Subscription Assets - Software	1.5 - 20 Years

Compensated Absences

All regular full-time and part-time employees in the service of the City shall be allowed vacation leave, with pay. Every regular employee shall be eligible for paid vacation after the completion of his or her initial probationary period. Employees with local (municipal), state or county government service, other than in Rolling Meadows, shall be entitled to credit for such service for purposes of calculating length of continuous service for vacation accrual. Vacation pay for regular part-time employees shall be prorated, based upon the number of hours worked per week by the employee. Part-time employee's vacation credits are determined by multiplying the ratio of hours worked to full-time hours by the rates detailed below. The means of determining the anniversary date for full and part-time employees shall be the same, namely 365 consecutive calendar days from their date of hire or previous anniversary. Vacation allowances shall be earned per pay period. For those employees not covered under a collective bargaining agreement, vacation may be accumulated up to two and one-half times the employee's annual accrual (rounded to the nearest whole day).

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Compensated Absences - Continued

Employees shall earn sick leave in accordance with the following provisions:

- 8-hour and 12-hour shift employees earn 8 hours per month up to a maximum of 1,400 hours
- Employees on 24-hour shift earn 12 hours per month. Employees who come from the ranks of the City's 24-hour shift employees, shall be entitled to retain the maximum accumulation for 24-hour shift employees when they transition to an 8-hour per day shift. Once they have transitioned to an 8-hour shift, they will earn new sick leave credits on the same basis as the 8-hour employee.
- Regular part-time employees are prorated on the number of hours worked per week up to a maximum of 1,800 hours

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 expenditures.

Net Position

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

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

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

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

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for all funds except the Foreign Fire Tax, the Asset Seizure, and the pension trust funds. All annual appropriations lapse at fiscal year-end.

All departments of the City submit requests for appropriation to the City Manager so that a budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the prior years, current year estimates, and requested appropriations for the next fiscal year.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations. A final budget must be prepared and adopted prior to December 31.

The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures/expenses of any fund must be approved by the governing body.

During the year, there were supplemental appropriations. The amounts reflected in the financial statements represent the original and final budget.

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The City 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 City's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Permitted Deposits and Investments - Illinois Statutes authorizes the City 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, commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds, the Illinois Metropolitan Investment Fund, and the Illinois Public Reserves Investment Management Trust.

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

The Illinois Metropolitan Investment Fund (IMET) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an Investment Company. Investments in IMET are valued at the share price, the price for which the investment could be sold.

The Illinois Public Reserves Investment Management Trust (IPRIME) is an investment opportunity and cash management service for Illinois Municipal Treasurers acting on behalf of counties, townships, cities, towns, villages, special road districts, public water supply districts, fire protection districts, drainage districts, levee districts, sewer districts, housing authorities, and all other political corporations or subdivisions of the State of Illinois. Participation in IPRIME is voluntary. IPRIME is not registered with the SEC as an Investment Company. Investments in IPRIME are valued at the share price, the price for which the investment could be sold.

City

Deposits. At year-end, the carrying amount of the City's deposits for governmental and business-type totaled \$17,386,149 and the bank balances totaled \$17,330,478. Additionally, the City has \$1,578,110 invested in the Illinois Funds, \$17,820,670 invested in the IMET Fund, and \$10,484,618 invested in IPRIME. The City's investments in Illinois Funds, IMET and IPRIME are 2a7-like investment pools that are measured at the net asset value per share as determined by the pool.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the City manages its interests rate risk by structuring its investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and by investing operating funds primarily in shorter term securities, money market mutual funds, or similar investment pools. The City's investments in the Illinois Funds and IPRIME have an average maturity of less than one year. The City's investments in the IMET Fund have an average maturity of less than one year and one to three years.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

City - Continued

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in security instruments authorized under State Statute, the City's investment policy further states investments are limited to U.S. government obligations; U.S. government agency obligations which have a liquid fair value with a readily determinable fair value; certificates of deposit and other evidences of deposit at financial institutions, bankers' acceptances and commercial paper, rated in the highest tier by a nationally recognized rating agency; investment-grade obligations of state and local governments and public authorities; repurchase agreements whose underlying purchased securities consist of money market mutual funds regulated by the Securities and Exchange Commission and whose portfolios consist only of dollar-denominated securities; local government investment pools; any other investments allowed by Illinois Complied Statutes. At year-end, the City's investment in the Illinois Funds was rated AAmmf by Fitch. The Illinois Metropolitan Investment Trust Convenience Fund is not rated and the Illinois Metropolitan Investment Trust 1-3 Year Fund is rated Aaa/bf by Moody's. The investment in the IPRIME is rated AAAM by Standard & Poor's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. Per the City's investment policy, the amount of collateral provided shall not be less than 110 percent of the fair value of the net amount of public funds secured. Pledged collateral will be held in safekeeping by an independent third-party depository designated by the City and evidenced by a safekeeping agreement. In accordance with its investment policy, all City deposits with financial institutions are fully insured and collateralized.

For an investment, this is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investments in the Illinois Funds, the IMET Fund, and IPRIME are not subject to custodial credit risk.

Concentration Risk. This is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's investment policy states that the City shall diversify its investments to avoid incurring unreasonable risks regarding specific security types and/or individual institutions. Furthermore, no financial institution shall hold more than fifty percent (50%) of the City's investment portfolio, exclusive of U.S. Treasury securities held in safekeeping. Commercial paper shall not exceed twenty-five percent (25%) of the City's investment portfolio. At December 31, 2024, all of the City's investments are in compliance with the guidelines outlined above in the City's investment policy. At year-end, the City does not have any investments over 5 percent of the 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).

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

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 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 \$498,833 and the bank balances totaled \$498,833.

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 does not require pledging of collateral for all bank balances in excess of federal depository, since flow-through FDIC is available for the Fund's deposits with financial institutions. 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 \$67,770,018 invested in IPOPIF. The pooled investments consist of the investments as noted in the target allocation table available at www.ipopif.org. Investments in IPOPIF are valued at IPOPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at year-end. The fund may redeem shares with a seven calendar day notice. IPOPIF may, at its sole discretion and based on circumstances, process redemption requests with fewer than a seven calendar day notice. Regular redemptions of the same amount on a particular day of the month may be arranged with IPOPIF.

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

Rate of Return

For the year ended December 31, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 9.80%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

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 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 \$498,319 and the bank balances totaled \$504,904.

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 does not limit custodial credit risk for deposits. 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 \$58,961,772 invested in IFPIF. The pooled investments consist of the investments as noted in the target allocation table available at www.ifpif.org. Investments in IFPIF are valued at IFPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at year-end. The plan may redeem shares by giving notice by 5:00 pm central time on the 1st of each month. Requests properly submitted on or before the 1st of each month will be processed for redemption by the 14th of the month. Expedited redemptions may be processed at the sole discretion of IFPIF.

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

Rate of Return

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances as Restated	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 101,650,189	—	—	101,650,189
Construction in Progress	3,696,018	618,222	1,312,948	3,001,292
	<u>105,346,207</u>	<u>618,222</u>	<u>1,312,948</u>	<u>104,651,481</u>
Depreciable Capital Assets				
Land Improvements	1,367,862	—	—	1,367,862
Buildings	29,166,582	308,354	—	29,474,936
Infrastructure	68,562,583	3,806,261	—	72,368,844
Machinery and Equipment	6,348,644	552,899	—	6,901,543
Vehicles	11,851,401	2,037,308	619,991	13,268,718
Subscription Assets - Software	4,690,792	—	14,818	4,675,974
	<u>121,987,864</u>	<u>6,704,822</u>	<u>634,809</u>	<u>128,057,877</u>
Less Accumulated Depreciation				
Land Improvements	1,102,846	46,748	—	1,149,594
Buildings	12,972,850	605,122	—	13,577,972
Infrastructure	47,902,205	2,039,493	—	49,941,698
Machinery and Equipment	4,996,019	262,798	—	5,258,817
Vehicles	6,321,763	802,097	619,991	6,503,869
Subscription Assets - Software	75,889	338,168	14,818	399,239
	<u>73,371,572</u>	<u>4,094,426</u>	<u>634,809</u>	<u>76,831,189</u>
 Total Net Depreciable Capital Assets	 <u>48,616,292</u>	 <u>2,610,396</u>	 <u>—</u>	 <u>51,226,688</u>
 Total Net Capital Assets	 <u>153,962,499</u>	 <u>3,228,618</u>	 <u>1,312,948</u>	 <u>155,878,169</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Governmental Activities - Continued

Depreciation expense was charged to governmental activities as follows:

Public Works	\$ 2,634,251
Internal Service	<u>1,460,175</u>
	<u><u>4,094,426</u></u>

Business-Type Activities

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

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 1,838,948	879,580	423,284	<u>2,295,244</u>
Depreciable Capital Assets				
Land Improvements	608,701	—	—	608,701
Building	3,801,290	—	—	3,801,290
Machinery and Equipment	2,253,120	—	—	2,253,120
Waterworks System	20,077,149	1,641,858	—	21,719,007
Sewerage System	17,514,377	1,107,731	—	18,622,108
Garage	39,819	—	—	39,819
Subscription Assets - Software	153,058	—	—	153,058
	<u>44,447,514</u>	<u>2,749,589</u>	<u>—</u>	<u>47,197,103</u>
Less Accumulated Depreciation				
Land Improvements	352,093	25,476	—	377,569
Building	2,956,011	69,987	—	3,025,998
Machinery and Equipment	2,007,427	27,690	—	2,035,117
Waterworks System	6,574,807	692,653	—	7,267,460
Sewerage System	9,842,667	559,739	—	10,402,406
Garage	39,819	—	—	39,819
Subscription Assets - Software	17,942	30,612	—	48,554
	<u>21,790,766</u>	<u>1,406,157</u>	<u>—</u>	<u>23,196,923</u>
Total Net Depreciable Capital Assets	<u>22,656,748</u>	<u>1,343,432</u>	<u>—</u>	<u>24,000,180</u>
Total Capital Assets	<u><u>24,495,696</u></u>	<u><u>2,223,012</u></u>	<u><u>423,284</u></u>	<u><u>26,295,424</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Business-Type Activities - Continued

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

Utilities	\$ 1,403,203
Refuse Collection	<u>3,882</u>
	<u><u>1,407,085</u></u>

Component Unit - Public Library

Component Unit - Public Library capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 608,893	—	—	608,893
Depreciable Capital Assets				
Buildings and Improvements	5,804,063	151,950	35,900	5,920,113
Furniture and Equipment	573,852	99,454	—	673,306
Books and Other Library Materials	2,636,896	213,145	200,931	2,649,110
Audio Visual Materials	491,217	31,385	36,932	485,670
	<u>9,506,028</u>	<u>495,934</u>	<u>273,763</u>	<u>9,728,199</u>
Less Accumulated Depreciation				
Buildings and Improvements	3,584,375	131,156	34,504	3,681,027
Furniture and Equipment	471,263	21,629	—	492,892
Books and Other Library Materials	1,897,829	231,832	200,931	1,928,730
Audio Visual Materials	409,766	34,588	36,932	407,422
	<u>6,363,233</u>	<u>419,205</u>	<u>272,367</u>	<u>6,510,071</u>
Total Net Depreciable Capital Assets	<u>3,142,795</u>	<u>76,729</u>	<u>1,396</u>	<u>3,218,128</u>
Total Capital Assets	<u><u>3,751,688</u></u>	<u><u>76,729</u></u>	<u><u>1,396</u></u>	<u><u>3,827,021</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

PROPERTY TAXES

Property taxes for 2024 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 Cook County and are payable in two installments, on or about March 1 and September 1 during the following year. The County collects such taxes and remits them periodically. Based upon collection histories, the City has provided an allowance for uncollectible property taxes equivalent to 5% and 3% of the current year's levy for Debt Service Funds and all other funds, respectively.

LEASES RECEIVABLE

For the year ended December 31, 2024, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

On January 1, 2022, the City entered into a 55 month lease as Lessor for the use of Waste Transfer Station. An initial lease receivable was recorded in the amount of \$374,784. As of December 31, 2024, the value of the lease receivable is \$126,119. The lessee is required to make quarterly variable principal and interest payments of \$21,146. The lease has an interest rate of 0.6860%. The value of the deferred inflow of resources as of December 31, 2024 was \$132,408, and the City recognized lease revenue of \$83,362 during the fiscal year.

On January 1, 2022, the City entered into a 113 month lease as Lessor for the use of LAMAR BILLBOARD. An initial lease receivable was recorded in the amount of \$340,357. As of December 31, 2024, the value of the lease receivable is \$247,224. The lessee is required to make monthly fixed payments of \$3,333. The lease has an interest rate of 1.1610%. The value of the deferred inflow of resources as of December 31, 2024 was \$231,925, and the City recognized lease revenue of \$36,897 during the fiscal year. The lessee had a termination period of 1 month as of the lease commencement.

On January 1, 2022, the City entered into a 131 month lease as Lessor for the use of 3201 Central Road. An initial lease receivable was recorded in the amount of \$423,157. As of December 31, 2024, the value of the lease receivable is \$319,446. The lessee is required to make annual fixed payments of \$37,841. The lease has an interest rate of 1.2450%. The value of the deferred inflow of resources as of December 31, 2024 was \$307,459, and the City recognized lease revenue of \$36,498 during the fiscal year. The lessee has 2 extension options, each for 60 months.

On January 1, 2022, the City entered into a 136 month lease as Lessor for the use of 3207 Central Road. An initial lease receivable was recorded in the amount of \$574,795. As of December 31, 2024, the value of the lease receivable is \$445,637. The lessee is required to make annual fixed payments of \$44,699. The lease has an interest rate of 0.8330%. The value of the deferred inflow of resources as of December 31, 2024 was \$423,385, and the City recognized lease revenue of \$44,265 during the fiscal year. The lessee has 1 extension option for 60 months.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LEASES RECEIVABLE - Continued

On January 1, 2022, the City entered into a 50 month lease as Lessor for the use of 3200 Campbell Street. An initial lease receivable was recorded in the amount of \$195,552. As of December 31, 2024, the value of the lease receivable is \$52,004. The lessee is required to make annual fixed payments of \$46,487. The lease has an interest rate of 0.5520%. The value of the deferred inflow of resources as of December 31, 2024 was \$54,754, and the City recognized lease revenue of \$49,719 during the fiscal year.

On January 1, 2022, the City entered into a 158 month lease as Lessor for the use of 2455 South Plum Grove Road. An initial lease receivable was recorded in the amount of \$344,905. As of December 31, 2024, the value of the lease receivable is \$277,692. The lessee is required to make annual fixed payments of \$22,714. The lease has an interest rate of 0.4260%. The value of the deferred inflow of resources as of December 31, 2024 was \$266,698, and the City recognized lease revenue of \$22,817 during the fiscal year. The lessee has 2 extension options, each for 60 months.

On January 1, 2022, the City entered into a 145 month lease as Lessor for the use of 2455 Plum Grove Road. An initial lease receivable was recorded in the amount of \$658,594. As of December 31, 2024, the value of the lease receivable is \$523,205. The lessee is required to make annual fixed payments of \$44,718. The lease has an interest rate of 0.3300%. The value of the deferred inflow of resources as of December 31, 2024 was \$495,793, and the City recognized lease revenue of \$46,487 during the fiscal year. The lessee has 2 extension options, each for 60 months.

During the fiscal year, the City has recognized \$320,045 of lease revenue.

The future minimum lease assets and the net present value of these minimum lease receipts as of year-end, are as follows:

Fiscal Year	Principal	Interest
2025	\$ 330,637	14,207
2026	244,917	11,814
2027	211,083	10,078
2028	219,760	8,384
2029	952,682	16,250
2030-2034	32,248	137
	<u>1,991,327</u>	<u>60,870</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERFUND TRANSFERS

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Debt Service	General	\$ 2,587 (2)
Fire Stations	General	700,200 (3)
Internal Service	General	100,000 (3)
Internal Service	Internal Service	<u>900,000 (1)</u>
		<u><u>1,702,787</u></u>

LONG-TERM DEBT

General Obligation Bonds

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

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Bonds of 2018 (\$9,500,000), due in annual installments of \$320,000 to \$670,000 plus interest at 4.00% through December 15, 2038.	Fire Stations	\$ 7,770,000	—	390,000	7,380,000
General Obligation Bonds of 2019 (\$8,500,000), due in annual installments of \$285,000 to \$600,000 plus interest at 4.00% through December 15, 2039.	Fire Stations	3,655,498	—	167,982	3,487,516
	Utilities	3,634,502	—	167,018	3,467,484
		<u>15,060,000</u>	<u>—</u>	<u>725,000</u>	<u>14,335,000</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

IEPA Loans Payable

The City has entered into loan agreements with the IEPA to provide low interest financing for waterworks and sewerage improvements. IEPA loans currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
IEPA (L17-4070) Loan Payable of 2012 - Due in semi-annual installments of \$40,440 including interest at 2.295% through September 15, 2033.	Utilities	\$ 719,034	—	64,747	654,287
IEPA (L17-4141) Loan Payable of 2013 - Due in semi-annual installments of \$41,743 including interest at 1.930% through May 1, 2034.	Utilities	790,064	—	68,568	721,496
		1,509,098	—	133,315	1,375,783

Legal Debt Margin

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

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity

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

Type of Debt	Beginning Balances as Restated	Additions	Deductions	Ending Balances	Amounts within One Year
Governmental Activities					
Compensated Absences					
General	\$ 5,898,393	97,548	195,096	5,800,845	1,938,004
Internal Services	61,068	11,476	22,952	49,592	15,171
Net Pension Liability					
IMRF	3,876,983	326,983	—	4,203,966	—
Police Pension	34,281,305	—	2,978,737	31,302,568	—
Firefighters' Pension	46,959,298	—	5,188,481	41,770,817	—
Total OPEB Liability - RBP	4,810,587	—	9,544	4,801,043	334,437
General Obligation Bonds	11,425,498	—	557,982	10,867,516	580,504
Unamortized Premium	593,767	—	38,523	555,244	38,523
Subscription Arrangements	4,480,192	—	289,352	4,190,840	299,198
	<u>112,387,091</u>	<u>436,007</u>	<u>9,280,667</u>	<u>103,542,431</u>	<u>3,205,837</u>
Business-Type Activities					
Compensated Absences					
General	436,826	37,388	74,776	399,438	129,818
Net Pension Liability - IMRF					
Total OPEB Liability - RBP	1,489,062	39,222	—	1,528,284	—
IEPA Loans Payable	508,857	94,488	—	603,345	42,027
General Obligation Bonds	1,509,098	—	133,315	1,375,783	136,140
Unamortized Premium	3,634,502	—	167,018	3,467,484	174,496
Subscription Arrangements	241,349	—	15,084	226,265	15,084
	<u>99,332</u>	<u>—</u>	<u>22,856</u>	<u>76,476</u>	<u>24,139</u>
	<u>7,919,026</u>	<u>171,098</u>	<u>413,049</u>	<u>7,677,075</u>	<u>521,704</u>
Component Unit - Public Library					
Compensated Absences					
General	85,776	70,206	35,103	120,879	10,086
Net Pension Liability - IMRF					
Total OPEB Liability - RBP	1,506,478	135,803	—	1,642,281	—
	477,092	—	189,573	287,519	20,023
	<u>2,069,346</u>	<u>206,009</u>	<u>224,676</u>	<u>2,050,679</u>	<u>30,109</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity - Continued

For the governmental activities, payments on the compensated absences, the net pension liabilities and the total OPEB liability are made by the General Fund and Health Insurance Fund. Payments on general obligation bonds are being liquidated by the Fire Stations Fund. Subscription arrangements are being liquidated by the General and 911 Emergency Telephone Funds. Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities.

Additionally, for business-type activities, compensated absences, the net pension liability and the total OPEB liability are liquidated by the Utilities and Refuse Collection Funds. The IEPA loans payable, general obligation bonds, and the subscription arrangements are being liquidated by the Utilities Fund.

Debt Service Requirements to Maturity

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

Fiscal Year	Governmental Activities		Business-Type Activities			
	General Obligation Bonds		IEPA Loans Payable		General Obligation Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 580,504	434,700	136,140	28,226	174,496	138,700
2026	600,518	411,480	139,025	25,341	179,482	131,720
2027	623,040	387,460	141,970	22,396	186,960	124,540
2028	650,562	362,538	144,979	19,387	194,438	117,062
2029	673,083	336,516	148,053	16,313	201,917	109,284
2030	703,112	309,592	151,191	13,175	211,888	101,208
2031	730,634	281,468	154,396	9,970	219,366	92,732
2032	758,155	252,242	157,671	6,695	226,845	83,958
2033	793,184	221,916	161,014	3,352	236,816	74,884
2034	823,213	190,188	41,344	399	246,787	65,412
2035	858,242	157,260	—	—	256,758	55,540
2036	888,270	122,930	—	—	266,730	45,270
2037	923,299	87,400	—	—	276,701	34,600
2038	960,835	50,468	—	—	289,165	23,532
2039	300,865	12,034	—	—	299,135	11,966
Totals	10,867,516	3,618,192	1,375,783	145,254	3,467,484	1,210,408

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Subscription Based Information Technology Arrangements (SBITAs)

City of Rolling Meadows has the following Subscription Arrangements at year end:

Subscription Arrangements	Start Date	End Date	Payments	Interest Rate
Pro License Bundle	12/1/2023	12/1/2033	\$84,319 per Year	3.6080%
Civic Plus Hosting	1/1/2023	1/1/2025	\$9,384 per Year	2.7070%
Debt Management	1/1/2023	1/1/2024	\$7,000 per Year	2.6760%
Sensus FlexNet AMI	5/30/2023	5/30/2028	\$24,419 per Year	2.3100%
Human Services Case	12/1/2023	12/1/2026	\$10,100 Per Year	3.6310%
Axon Body Cameras	12/1/2023	12/1/2043	\$195,488 Per Year	2.3100%

The future principal and interest subscription arrangement payments as of the year-end were as follows:

Fiscal Year	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2025	\$ 299,198	114,493	24,139	1,767
2026	289,255	105,336	25,474	1,209
2027	298,101	96,490	26,863	620
2028	296,899	87,358	—	—
2029	305,809	78,447	—	—
2030 - 2034	1,288,480	255,266	—	—
2035 - 2039	852,722	124,717	—	—
2040 - End	560,376	26,086	—	—
	<u>4,190,840</u>	<u>888,193</u>	<u>76,476</u>	<u>3,596</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATIONS

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

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 155,878,169
Less Capital Related Debt:	
Accounts Payable	(256,799)
Retainage Payable	(30,000)
General Obligation Bonds of 2018	(7,380,000)
General Obligation Bonds of 2019	(3,487,516)
Premium on Debt Issuance	(555,244)
Subscription Arrangements	<u>(4,190,840)</u>
Net Investment in Capital Assets	<u><u>139,977,770</u></u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	26,295,424
Less Capital Related Debt:	
Retainage Payable	(54,360)
IEPA Loan Payable of 2012	(654,287)
IEPA Loan Payable of 2013	(721,496)
General Obligation Bonds of 2019	(3,467,484)
Premium on Debt Issuance	(226,265)
Subscription Arrangements	<u>(76,476)</u>
Net Investment in Capital Assets	<u><u>21,095,056</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

REPORTING UNITS AFFECTED BY RESTATEMENTS OF BEGINNING BALANCES

Change in Accounting Principle. The City implemented GASB Statement No. 101, *Compensated Absences*. This statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

Error Correction. Beginning balances were restated due to errors in capital assets and subscription arrangements related to GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*.

The following is a summary of the net position as originally reported and as restated:

	Primary Government		Enterprise		
	Governmental Activities	Business-Type Activities	Utilities	Refuse Collection	Internal Service
Beginning Net Position/Fund as Previously Reported	\$ 104,373,537	28,690,717	28,013,522	677,195	27,688,683
Change in Accounting Principle					
Compensated Absences	(2,651,500)	(147,243)	(118,115)	(29,128)	(34,224)
Error Corrections					
Capital Assets	3,048,021	—	—	—	—
Subscription Arrangements	(3,005,678)	—	—	—	—
	42,343	—	—	—	—
Beginning Net Position/Fund Balance as Restated	101,764,380	28,543,474	27,895,407	648,067	27,654,459

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS

In the governmental funds financial statements, the City 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 City 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		Debt Service	Capital Projects			Nonmajor	Totals
	General	Motor		Local Roads	Fire Stations	TIF #4 Golf Road		
		Fuel Tax						
Fund Balances								
Nonspendable								
Prepays	\$ 2,635	—	—	—	—	—	—	2,635
Restricted								
Public Safety								
Police	—	—	—	—	—	—	1,360,246	1,360,246
Fire	—	—	—	—	—	—	144,083	144,083
Highways and Streets	—	1,504,761	—	—	—	—	—	1,504,761
	—	1,504,761	—	—	—	—	1,504,329	3,009,090
Assigned								
Capital Projects	—	—	—	140,387	1,053,835	3,051,038	760,138	5,005,398
Unassigned	18,949,789	—	—	—	—	—	—	18,949,789
Total Fund Balances	18,952,424	1,504,761	—	140,387	1,053,835	3,051,038	2,264,467	26,966,912

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

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

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the City Council; 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.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

Assigned Fund Balance. Consists of amounts that are constrained by the City Council's intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the City Council itself or b) a body or official to which the City Council has delegated the authority to assign amounts to be used for specific purposes. The City's highest level of decision-making authority is the City Council, 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. The City's policy manual states that the General Fund should maintain a minimum fund balance equal to 20% operating expenditures.

NOTE 4 - OTHER INFORMATION

RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the City's employees. These risks, along with medical claims for employees and retirees, are provided for through the City's participation in the Intergovernmental Risk Management Agency (IRMA) and the Intergovernmental Personnel Benefit Cooperative (IPBC). The City accounts for these activities in the Liability Insurance – Internal Service Fund and the Health Insurance – Internal Service Fund. There have been no significant reductions in coverage from the prior year and settled claims have not exceeded coverage for any of the past three years.

Intergovernmental Personnel Benefit Cooperative (IPBC)

Risks for medical and death benefits for employees and retirees are provided for through the City's participation in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each member. IPBC maintains specific reinsurance coverage for claims in excess of \$50,000 per individual employee participant. The City pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into subsequent years experience factor for premiums.

Intergovernmental Risk Management Agency (IRMA)

The City 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.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Intergovernmental Risk Management Agency (IRMA) - Continued

The City's payments to IRMA are displayed on the financial statements as expenses in the Liability Insurance Fund. Each member assumes the first \$2,500 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts about that level. Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The City 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.

CONTINGENT LIABILITIES

Litigation

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

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 City expects such amounts, if any, to be immaterial.

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

The City's water purchase contract with the Northwest Suburban Municipal Joint Action Water Agency (JAWA) provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

Solid Waste Agency of Northern Cook County (SWANCC)

The City's contract with the Solid Waste Agency of Northern Cook County (SWANCC) provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

COMMITMENTS

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

The City has committed to purchase water from the Northwest Suburban Municipal Joint Action Water Agency (JAWA). A new agreement, negotiated by the Member Communities and JAWA was approved on March 13, 2018. This Revised Water Supply Agreement will expire in FY 2032. The obligation to pay minimum annual amounts was removed from the new agreement.

Solid Waste Agency of Northern Cook County (SWANCC)

The City has committed to make payments to the Solid Waste Agency of Northern Cook County (SWANCC). The City expects to pay the following minimum amounts:

Fiscal Year	Amount
2025	<u>\$ 425,000</u>

JOINT VENTURES

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

The City is a member of the Northwest Suburban Municipal Joint Action Water Agency (JAWA) which consists of seven municipalities. JAWA is a municipal corporation and public body politic and corporate established pursuant to the Intergovernmental Cooperation Act of the State of Illinois. JAWA is empowered to plan, construct, improve, extend, acquire, finance, operate and maintain a water supply system to serve its members and other potential water purchasers.

The members form a contiguous geographic service area which is located 15 to 30 miles northwest of downtown Chicago. Under the Agency Agreement, additional members may join JAWA upon the approval of each member.

JAWA is governed by a Board of Directors which consists of one elected official from each member municipality. Each Director has an equal vote. The officers of JAWA are appointed by the Board of Directors. The Board of Directors determines the general policy of JAWA, makes all appropriations, approves contracts for sale or purchase of water, provides for the issuance of debt, adopts bylaws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the Agency Agreement or the bylaws.

Complete financial statements can be obtained from the Northwest Suburban Municipal Joint Action Water Agency, 903 Brantwood Avenue, Elk Grove Village, Illinois 60007.

Revenues of the system consist of: (a) all receipts derived from Water Supply Agreements or any other contract for the supply of water; (b) all income derived from the investment of monies; and (c) all income, fees, water service charges, and all rates, rents and receipts derived by JAWA from the ownership and operation of the system and the sale of water. JAWA covenants to establish fees and charges sufficient to provide revenues to meet all its requirements.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURES - Continued

Northwest Suburban Municipal Joint Action Water Agency (JAWA) - Continued

JAWA has entered into Revised Water Supply Agreements with the seven-member municipalities, extending to December 31, 2032. The Agreements are irrevocable and may not be terminated or amended except as provided in the General Resolution. Each member is obligated, on a “take or pay” basis, to purchase or in any event to pay for a minimum annual quantity of water.

JAWA has entered into an agreement with the City of Chicago under which the City has agreed to sell quantities of lake water sufficient to supply the projected water needs of JAWA through the year 2032.

The obligation of the City to make all payments as required by this agreement is unconditional and irrevocable, without regard to performance or nonperformance by JAWA of its obligations under this Agreement.

The payments required to be made by the City under this Agreement shall be required to be made solely from revenues to be derived by the City from the operation of the Water System. Members are not prohibited by the Agreement, however, from using other available funds to make payments under the Agreement. This Agreement shall not constitute an indebtedness of the City within the meaning of any statutory or constitutional limitation.

The obligation of the City to make payments required by this Agreement from revenues of the Water System shall be payable from the operation and maintenance account of the Water Fund.

In accordance with the joint venture agreement, the City remitted \$3,763,579 to JAWA for the year ended December 31, 2024. All payments were paid from the Utilities Fund. Deposits with JAWA in the amount of \$289,842 represent amounts held for security of debt service.

Solid Waste Agency of Northern Cook County (SWANCC)

The City is a member of the Solid Waste Agency of Northern Cook County (SWANCC) which consists of twenty-three municipalities. SWANCC is a municipal joint action agency, established pursuant to the Constitution of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). SWANCC is empowered under the Act to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members. SWANCC is reported as a nonequity proprietary joint venture.

SWANCC is governed by a Board of Directors which consists of one appointed representative from each member municipality. Each Director has an equal vote. The officers of SWANCC are appointed by the Board of Directors. The Board of Directors determines the general policy of SWANCC, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by SWANCC, adopts by-laws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the SWANCC agreement or by-laws. Separate audited financial statements are available from SWANCC’s administrative office at 77 W Hintz Road, Suite 200, Wheeling, Illinois 60090.

The City’s contract with SWANCC provides that each member is liable for its proportionate share of annual operating and fixed costs. The City’s share of these costs is expected to be funded through tipping fees paid by refuse haulers. In addition, the City is obligated for any costs arising from defaults in payment obligations by other members.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURES - Continued

Solid Waste Agency of Northern Cook County (SWANCC) - Continued

In accordance with the joint venture agreement, the City remitted \$551,150 to SWANCC for the year ended December 31, 2024, which is recorded in the City’s Refuse Collection Fund.

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS

The City contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Police Pension Plan which is a single-employer pension plan, and the Firefighters’ Pension Plan which is also a single-employer pension plan. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The Police and Firefighters’ Pension Plans also issue separate reports that may be obtained by writing the City at 3600 Kirchoff Road, Rolling Meadows, Illinois 60008.. The benefits, benefit levels, employee contributions and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

The aggregate amounts recognized for the pension plans is:

	Pension (Revenues)/ Expenses	Net Pension Liability	Deferred Outflows	Deferred Inflows
IMRF				
City	\$ 2,415,628	5,732,250	2,527,478	11,862
Police Pension	4,017,680	31,302,568	4,389,784	2,337,692
Firefighters' Pension	6,196,398	41,770,817	7,796,349	2,771,901
	12,629,706	78,805,635	14,713,611	5,121,455

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).

NOTE 4 - OTHER INFORMATION - Continued

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

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

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

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

Inactive Plan Members Currently Receiving Benefits	212
Inactive Plan Members Entitled to but not yet Receiving Benefits	106
Active Plan Members	<u>118</u>
Total	<u><u>436</u></u>

Contributions. As set by statute, the City'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 December 31, 2024, the City's contribution was 9.67% of covered payroll.

Net Pension Liability. The City's net pension liability was measured as of December 31, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
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. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	24.50%	5.20%
Domestic Equities	34.50%	4.35%
International Equities	18.00%	5.40%
Real Estate	10.50%	6.40%
Blended	11.50%	4.85% - 6.25%
Cash and Cash Equivalents	1.00%	3.60%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City 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 City calculated using the discount rate as well as what the City'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%)
City	\$ 12,844,341	5,732,250	(3,746)
Library	3,679,883	1,642,281	(1,073)
Net Pension Liability/(Asset)	16,524,224	7,374,531	(4,819)

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension Liability

	City	Library	Totals
Total Pension Liability			
Service Cost	\$ 600,968	172,176	773,144
Interest	4,594,346	1,316,273	5,910,619
Differences Between Expected and Actual Experience	1,286,685	399,520	1,686,205
Change of Assumptions	—	—	—
Benefit Payments, Including Refunds of Member Contributions	(4,229,336)	(1,211,698)	(5,441,034)
Net Change in Total Pension Liability	2,252,663	676,271	2,928,934
Total Pension Liability - Beginning	65,482,383	18,377,348	83,859,731
Total Pension Liability - Ending	67,735,046	19,053,619	86,788,665
Plan Fiduciary Net Position			
Contributions - Employer	749,229	214,653	963,882
Contributions - Members	357,354	102,381	459,735
Net Investment Income	6,040,793	1,730,678	7,771,471
Benefit Payments, Including Refunds of Member Contributions	(4,229,336)	(1,211,698)	(5,441,034)
Other (Net Transfer)	(1,031,582)	(295,546)	(1,327,128)
Position	1,886,458	540,468	2,426,926
Plan Net Position - Beginning	60,116,338	16,870,870	76,987,208
Plan Net Position - Ending	62,002,796	17,411,338	79,414,134
Employer's Net Pension Liability	5,732,250	1,642,281	7,374,531

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

For the year ended December 31, 2024, the City recognized pension expense of \$2,415,628 and the Library recognized pension expense of \$700,996. At December 31, 2024, the City and the Library reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	City		Library		Totals
	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Deferred Outflows of Resources	Deferred (Inflows) of Resources	
Difference Between Expected and Actual Experience	\$ 1,026,032	—	293,956	—	1,319,988
Change in Assumptions		(11,862)	—	(3,398)	(15,260)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,501,446		430,162		1,931,608
Total Deferred Amounts Related to IMRF	<u>2,527,478</u>	<u>(11,862)</u>	<u>724,118</u>	<u>(3,398)</u>	<u>3,236,336</u>

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

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources		
	City	Library	Totals
2025	\$ 1,456,337	417,240	1,873,577
2026	2,247,024	643,769	2,890,793
2027	(817,186)	(234,122)	(1,051,308)
2028	(370,559)	(106,167)	(476,726)
2029	—	—	—
Thereafter	—	—	—
Totals	<u>2,515,616</u>	<u>720,720</u>	<u>3,236,336</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan

Plan Descriptions

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

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

Inactive Plan Members Currently Receiving Benefits	59
Inactive Plan Members Entitled to but not yet Receiving Benefits	12
Active Plan Members	<u>49</u>
Total	<u><u>120</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.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Plan Descriptions - Continued

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 preceding 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 City 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 City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2024, the City's contribution was 58.65% of covered payroll.

Concentrations. At year end, the Pension Plan did not have any investments (other than U.S. Government and U.S. Government-guaranteed obligations) in any one organization that represent 5 percent or more of net position available for benefits.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Actuarial Assumptions

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

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.00%
Salary Increases	Graded by Years of Service
Cost of Living Adjustments	2.25%
Inflation	2.50%

Mortality rates were based on the PubS-2010 Study improved using MP-2021 improvement rates applied on a fully generational basis.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City 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.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Discount Rate Sensitivity

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$ 44,736,343	31,302,568	20,279,019

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2023	\$ 96,839,791	62,558,486	34,281,305
Changes for the Year:			
Service Cost	1,267,730	—	1,267,730
Interest on the Total Pension Liability	6,695,599	—	6,695,599
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(848,610)	—	(848,610)
Changes of Assumptions	—	—	—
Contributions - Employer	—	3,598,117	(3,598,117)
Contributions - Employees	—	1,137,104	(1,137,104)
Net Investment Income	—	5,951,566	(5,951,566)
Benefit Payments, Including Refunds of Employee Contributions	(4,383,019)	(4,912,193)	529,174
Administrative Expense	—	(64,157)	64,157
Net Changes	2,731,700	5,710,437	(2,978,737)
Balances at December 31, 2024	99,571,491	68,268,923	31,302,568

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

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

For the year ended December 31, 2024, the City recognized pension expense of \$4,017,680. At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 3,196,405	(1,915,289)	1,281,116
Change in Assumptions	434,916	(422,403)	12,513
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	758,463		758,463
Total Deferred Amounts Related to Police Pension	<u>4,389,784</u>	<u>(2,337,692)</u>	<u>2,052,092</u>

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2025	\$ 977,833
2026	1,702,961
2027	(672,638)
2028	185,371
2029	(141,435)
Thereafter	<u>—</u>
Total	<u><u>2,052,092</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan

Plan Descriptions

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

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

Inactive Plan Members Currently Receiving Benefits	59
Inactive Plan Members Entitled to but not yet Receiving Benefits	2
Active Plan Members	<u>43</u>
Total	<u><u>104</u></u>

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

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Plan Descriptions - Continued

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 ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the proceeding calendar year.

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 City 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 City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2024, the City's contribution was 78.25% 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).

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Actuarial Assumptions

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

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Value
Actuarial Assumptions	
Interest Rate	7.00%
Salary Increases	Graded by years of service
Cost of Living Adjustments	2.25%
Inflation	2.50%

Active Mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010 Study. Mortality improvement uses MP-2021 Improvement Rates applied on a fully generational basis.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City 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.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Discount Rate Sensitivity

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$ 55,612,920	41,770,817	30,437,871

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2023	\$ 100,858,315	53,899,017	46,959,298
Changes for the Year:			
Service Cost	1,422,030	—	1,422,030
Interest on the Total Pension Liability	6,985,454	—	6,985,454
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(3,061,627)	—	(3,061,627)
Changes of Assumptions	—	—	—
Contributions - Employer	—	4,221,166	(4,221,166)
Contributions - Employees	—	510,033	(510,033)
Net Investment Income	—	5,866,221	(5,866,221)
Benefit Payments, Including Refunds of Employee Contributions	(4,976,295)	(4,976,295)	—
Other (Net Transfer)	—	(63,082)	63,082
Net Changes	369,562	5,558,043	(5,188,481)
Balances at December 31, 2024	101,227,877	59,457,060	41,770,817

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

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

For the year ended December 31, 2024, the City recognized pension expense of \$6,196,398. At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Totals
Difference Between Expected and Actual Experience	\$ 6,490,929	(2,663,011)	3,827,918
Change in Assumptions	1,127,069	(108,890)	1,018,179
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	178,351		178,351
Total Deferred Amounts Related to Firefighters' Pension	<u>7,796,349</u>	<u>(2,771,901)</u>	<u>5,024,448</u>

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2025	\$ 2,289,270
2026	2,502,990
2027	102,957
2028	639,502
2029	(510,271)
Thereafter	—
Total	<u>5,024,448</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

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

Benefits Provided. RBP provides healthcare and life insurance benefits for retirees and their dependents. The benefit terms provide for payment of 55 percent of health insurance premiums for non-Medicare-eligible retirees and 55 percent of supplemental health insurance premiums for Medicare-eligible retirees. The plan also provides all retirees with \$5,000 of life insurance benefits.

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

Inactive Plan Members Currently Receiving Benefits	30
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>195</u>
Total	<u><u>225</u></u>

The plan membership as noted above includes both the City and the Library members.

Total OPEB Liability

The City’s total OPEB liability was measured as of December 31, 2024, and was determined by an actuarial valuation as of December 31, 2023.

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued.

Inflation	3.00%
Salary Increases	3.50%
Discount Rate	4.28%
Healthcare Cost Trend Rates	Initial rate of 6.00% and 5.00% for PPO and HMO, decreasing to an ultimate rate of 4.50%
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on the S&P Municipal Bond 20 Year High-Grade Rate Index as of December 31, 2024.

Mortality rates were based on the PubG.H-2010(B) Mortality Table - General (below-median income), Male adjusted 106% and Female adjusted 105% tables, with future mortality improvement using Scale MP-2020.

Change in the Total OPEB Liability

	City	Library	Totals
Balance at December 31, 2023	\$ 5,319,444	477,092	5,796,536
Changes for the Year:			
Service Cost	201,630	10,727	212,357
Interest on the Total OPEB Liability	396,507	(172,998)	223,509
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience	—	—	—
Changes of Assumptions or Other Inputs	(116,706)	(6,209)	(122,915)
Benefit Payments	(396,487)	(21,093)	(417,580)
Net Changes	84,944	(189,573)	(104,629)
Balance at December 31, 2024	5,404,388	287,519	5,691,907

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

The following presents the total OPEB liability, calculated using a Single Discount Rate of 4.28%, while the prior valuation used 4.00%. 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 (3.28%)	Current Discount Rate (4.28%)	1% Increase (5.28%)
City	\$ 5,838,131	5,404,388	5,010,229
Library	310,594	287,519	266,549
Total OPEB Liability	<u>6,148,725</u>	<u>5,691,907</u>	<u>5,276,778</u>

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)
City	\$ 4,894,890	5,404,388	6,003,277
Library	260,413	287,519	319,380
Total OPEB Liability	<u>5,155,303</u>	<u>5,691,907</u>	<u>6,322,657</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2024

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

For the year ended December 31, 2024, the City recognized OPEB expense of \$682,155 and the Library recognized OPEB revenue of \$162,519. At December 31, 2024, the City and the Library reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	City		Library		Totals
	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Deferred Outflows of Resources	Deferred (Inflows) of Resources	
Difference Between Expected and Actual Experience	\$ 389,902	(72,731)	20,743	(3,869)	334,045
Change in Assumptions	614,378	(1,261,549)	32,686	(67,116)	(681,601)
Net Difference Between Projected and Actual Earnings	—	—	—	—	—
Total Deferred Amounts Related to OPEB	<u>1,004,280</u>	<u>(1,334,280)</u>	<u>53,429</u>	<u>(70,985)</u>	<u>(347,556)</u>

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

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources		
	City	Library	Totals
2025	\$ 79,538	4,231	83,769
2026	35,004	1,862	36,866
2027	(121,175)	(6,447)	(127,622)
2028	(176,314)	(9,380)	(185,694)
2029	(131,090)	(6,974)	(138,064)
Thereafter	(15,963)	(848)	(16,811)
Totals	<u>(330,000)</u>	<u>(17,556)</u>	<u>(347,556)</u>

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule Employer Contributions
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Investment Returns
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Total OPEB Liability
 - Retiree Benefit Plan
- Budgetary Comparison Schedules
 - General Fund
 - Motor Fuel Tax - Special Revenue Fund

Notes to the Required Supplementary Information

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

CITY OF ROLLING MEADOWS, ILLINOIS

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

Fiscal Year		Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	Totals	\$ 1,131,864	\$ 1,131,864	\$ —	\$ 7,316,510	15.47%
2016	Totals	1,200,910	1,201,445	535	7,376,594	16.29%
2017	Totals	1,159,896	1,159,896	—	7,546,491	15.37%
2018	Totals	1,212,876	1,212,876	—	8,085,842	15.00%
2019	Totals	1,006,573	1,114,698	108,125	8,084,925	13.79%
2020	Totals	1,351,923	1,464,122	112,199	8,350,959	17.53%
2021	Totals	1,269,636	1,410,529	140,893	8,363,872	16.86%
2022	Totals	1,069,222	1,131,910	62,688	8,506,140	13.31%
2023	Totals	812,463	840,448	27,985	8,736,163	9.62%
2024	City	749,229	749,229	—	7,747,971	9.67%
	Library	214,653	214,653	—	2,219,781	9.67%
	Totals	963,882	963,882	—	9,967,752	9.67%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	19 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.75% to 13.75%, Including Inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

CITY OF ROLLING MEADOWS, ILLINOIS

Police Pension Fund

Schedule of Employer Contributions - Last Ten Fiscal Years

December 31, 2024

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 2,507,804	\$ 2,547,497	\$ 39,693	\$ 4,628,740	55.04%
2016	2,805,767	3,104,921	299,154	4,741,621	65.48%
2017	3,219,336	3,607,352	388,016	4,942,478	72.99%
2018	3,198,022	3,480,637	282,615	5,103,111	68.21%
2019	3,200,509	3,910,789	710,280	5,196,556	75.26%
2020	3,597,226	3,610,730	13,504	5,364,126	67.31%
2021	3,598,358	3,565,144	(33,214)	5,490,802	64.93%
2022	3,625,940	3,682,031	56,091	5,725,608	64.31%
2023	3,262,543	3,658,405	395,862	5,875,943	62.26%
2024	3,389,941	3,598,117	208,176	6,134,511	58.65%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	14 Years (Layered)
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	Graded by Years of Service
Investment Rate of Return	7.00%
Retirement Age	Graded by Age (11% at 50 to 100% at age 65)
Mortality	PubS-2010(A) Adjusted for Plan Status, Demographics, and Illinois Public Pension Data.

CITY OF ROLLING MEADOWS, ILLINOIS

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

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 2,706,989	\$ 2,755,511	\$ 48,522	\$ 4,139,289	66.57%
2016	2,977,769	3,245,390	267,621	4,095,760	79.24%
2017	3,540,137	4,080,981	540,844	4,338,255	94.07%
2018	3,497,572	3,788,593	291,021	4,479,252	84.58%
2019	3,635,708	3,910,789	275,081	4,656,367	83.99%
2020	4,346,203	4,400,367	54,164	4,905,971	89.69%
2021	4,307,022	4,356,483	49,461	4,946,056	88.08%
2022	4,256,827	4,310,709	53,882	4,951,673	87.06%
2023	3,914,708	4,295,330	380,622	5,074,426	84.65%
2024	4,180,020	4,221,166	41,146	5,394,320	78.25%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	12 Years (Layered)
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.75% - 13.61%
Investment Rate of Return	7.00%
Retirement Age	Experience Weighted with Sex Distinct Raw Rates.
Mortality	PubS-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data.

CITY OF ROLLING MEADOWS, ILLINOIS

Illinois Municipal Retirement Fund

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

December 31, 2024

	12/31/2015	12/31/2016	12/31/2017	12/31/2018
	Totals	Totals	Totals	Totals
Total Pension Liability				
Service Cost	\$ 754,337	764,608	769,374	732,079
Interest	4,704,433	4,796,080	4,959,320	4,968,572
Changes in Benefit Terms				
Differences Between Expected and Actual Experience	(964,158)	70,604	79,030	1,906,001
Change of Assumptions	150,883	(305,973)	(1,952,922)	1,926,418
Benefit Payments, Including Refunds of Member Contributions	(3,115,648)	(3,391,363)	(3,596,746)	(3,828,837)
Net Change in Total Pension Liability	1,529,847	1,933,956	258,056	5,704,233
Total Pension Liability - Beginning	64,074,148	65,603,995	67,537,951	67,796,007
Total Pension Liability - Ending	65,603,995	67,537,951	67,796,007	73,500,240
Plan Fiduciary Net Position				
Contributions - Employer	\$ 1,131,864	1,201,445	1,159,896	1,212,876
Contributions - Members	338,251	348,298	346,110	366,259
Net Investment Income	279,814	3,774,049	10,348,710	(3,749,148)
Benefit Payments, Including Refunds of Member Contributions	(3,115,648)	(3,391,363)	(3,596,746)	(3,828,837)
Other (Net Transfer)	(492,750)	702,941	(1,339,459)	1,424,942
Net Change in Plan Fiduciary Net Position	(1,858,469)	2,635,370	6,918,511	(4,573,908)
Plan Net Position - Beginning	56,785,526	54,927,057	57,562,427	64,480,938
Plan Net Position - Ending	54,927,057	57,562,427	64,480,938	59,907,030
Employer's Net Pension Liability/(Asset)	\$ 10,676,938	9,975,524	3,315,069	13,593,210
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83.73%	85.23%	95.11%	81.51%
Covered Payroll	\$ 7,316,510	7,376,594	7,546,491	8,085,842
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	145.93%	135.23%	43.93%	168.11%

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2015 and 2017.

12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024		
Totals	Totals	Totals	Totals	Totals	City	Library	Totals
789,699	814,695	768,881	773,284	780,558	600,968	172,176	773,144
5,204,828	5,341,529	5,454,818	5,651,358	5,754,736	4,594,346	1,316,273	5,910,619
124,031	220,382	1,183,702	46,710	1,027,742	1,286,685	399,520	1,686,205
—	(367,215)	—	—	(55,622)	—	—	—
(4,208,721)	(4,282,325)	(4,565,419)	(4,832,010)	(5,266,180)	(4,229,336)	(1,211,698)	(5,441,034)
1,909,837	1,727,066	2,841,982	1,639,342	2,241,234	2,252,663	676,271	2,928,934
73,500,240	75,410,077	77,137,143	79,979,125	81,618,467	65,482,383	18,377,348	83,859,731
75,410,077	77,137,143	79,979,125	81,618,467	83,859,701	67,735,046	19,053,619	86,788,665
1,114,698	1,464,122	1,409,336	1,131,910	840,448	749,229	214,653	963,882
363,822	391,156	384,541	384,471	393,179	357,354	102,381	459,735
11,603,061	9,977,994	13,133,743	(11,607,451)	7,966,203	6,040,793	1,730,678	7,771,471
(4,208,721)	(4,282,325)	(4,565,419)	(4,832,010)	(5,266,180)	(4,229,336)	(1,211,698)	(5,441,034)
(80,412)	(209,928)	269,768	(265,372)	1,569,544	(1,031,582)	(295,546)	(1,327,128)
8,792,448	7,341,019	10,631,969	(15,188,452)	5,503,194	1,886,458	540,468	2,426,926
59,907,030	68,699,478	76,040,497	86,672,466	71,484,014	60,116,338	16,870,870	76,987,208
68,699,478	76,040,497	86,672,466	71,484,014	76,987,208	62,002,796	17,411,338	79,414,134
6,710,599	1,096,646	(6,693,341)	10,134,453	6,872,493	5,732,250	1,642,281	7,374,531
91.10%	98.58%	108.37%	87.58%	91.80%	91.54%	91.38%	91.50%
8,084,925	8,350,359	8,363,872	8,506,140	8,736,163	7,747,971	2,219,781	9,967,752
83.00%	13.13%	(80.03%)	119.14%	78.67%	73.98%	73.98%	73.98%

CITY OF ROLLING MEADOWS, ILLINOIS

Police Pension Fund

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

December 31, 2024

	12/31/2015	12/31/2016	12/31/2017
Total Pension Liability			
Service Cost	\$ 1,139,586	1,171,229	1,168,217
Interest	4,649,406	5,082,602	5,135,650
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	(1,820,391)	181,793	(192,715)
Change of Assumptions	5,292,677	(2,389,766)	(2,442,434)
Benefit Payments, Including Refunds of Member Contributions	(2,927,628)	(3,217,902)	(3,358,167)
Other (Net Transfer)	—	—	—
Net Change in Total Pension Liability	6,333,650	827,956	310,551
Total Pension Liability - Beginning	67,883,898	74,217,548	75,045,504
Total Pension Liability - Ending	74,217,548	75,045,504	75,356,055
Plan Fiduciary Net Position			
Contributions - Employer	\$ 2,547,497	3,104,921	3,607,352
Contributions - Members	469,521	472,132	482,643
Net Investment Income	142,603	2,381,161	5,047,122
Benefit Payments, Including Refunds of Member Contributions	(2,927,628)	(3,217,902)	(3,358,167)
Administrative Expenses	(54,640)	(57,478)	(59,187)
Net Change in Plan Fiduciary Net Position	177,353	2,682,834	5,719,763
Plan Net Position - Beginning	34,889,680	35,067,033	37,749,867
Plan Net Position - Ending	35,067,033	37,749,867	43,469,630
Employer's Net Pension Liability	\$ 39,150,515	37,295,637	31,886,425
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	47.25%	50.30%	57.69%
Covered Payroll	\$ 4,628,740	4,741,621	4,942,478
Employer's Net Pension Liability as a Percentage of Covered Payroll	845.81%	786.56%	645.15%

12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024
1,079,503	1,097,117	1,441,621	1,250,214	1,251,118	1,254,061	1,267,730
5,152,332	5,381,873	5,696,678	5,948,714	5,944,567	6,200,323	6,695,599
—	469,226	—	—	(62,645)	—	—
(2,201,325)	624,605	731,994	(2,937,864)	(237,933)	4,293,183	(848,610)
2,926,844	1,171,048	(492,871)	475,330	—	(435,255)	—
(3,502,585)	(3,853,858)	(4,291,945)	(4,306,752)	(4,392,150)	(4,110,480)	(4,383,019)
—	—	(80,952)	—	—	—	—
3,454,769	4,890,011	3,004,525	429,642	2,502,957	7,201,832	2,731,700
75,356,055	78,810,824	83,700,835	86,705,360	87,135,002	89,637,959	96,839,791
78,810,824	83,700,835	86,705,360	87,135,002	89,637,959	96,839,791	99,571,491
3,480,637	3,910,789	3,610,730	3,565,144	3,682,031	3,658,405	3,598,117
505,917	566,608	546,585	544,139	569,893	1,103,789	1,137,104
(1,949,568)	7,675,033	5,596,243	7,884,509	(7,750,089)	7,270,838	5,951,566
(3,502,585)	(3,853,858)	(4,291,945)	(4,306,752)	(4,392,150)	(4,631,963)	(4,912,193)
(57,448)	(63,914)	(80,952)	(74,081)	(67,226)	(59,903)	(64,157)
(1,523,047)	8,234,658	5,380,661	7,612,959	(7,957,541)	7,341,166	5,710,437
43,469,630	41,946,583	50,181,241	55,561,902	63,174,861	55,217,320	62,558,486
41,946,583	50,181,241	55,561,902	63,174,861	55,217,320	62,558,486	68,268,923
36,864,241	33,519,594	31,143,458	23,960,141	34,420,639	34,281,305	31,302,568
53.22%	59.95%	64.08%	72.50%	61.60%	64.60%	68.56%
5,103,111	5,196,556	5,196,556	5,490,802	5,725,608	5,875,943	6,134,511
722.39%	645.03%	599.31%	436.37%	601.17%	583.42%	510.27%

CITY OF ROLLING MEADOWS, ILLINOIS

Firefighters' Pension Fund

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

December 31, 2024

	12/31/2015	12/31/2016	12/31/2017
Total Pension Liability			
Service Cost	\$ 1,204,872	1,291,068	1,212,059
Interest	4,130,260	4,626,392	4,663,118
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	(354,477)	347,104	15,822
Change of Assumptions	5,331,911	(2,345,758)	(1,683,291)
Benefit Payments, Including Refunds of Member Contributions	(3,156,692)	(3,293,238)	(3,495,079)
Administrative Expenses	—	—	—
Net Change in Total Pension Liability	7,155,874	625,568	712,629
Total Pension Liability - Beginning	60,582,057	67,737,931	68,363,499
Total Pension Liability - Ending	67,737,931	68,363,499	69,076,128
Plan Fiduciary Net Position			
Contributions - Employer	\$ 2,755,511	3,245,390	4,080,981
Contributions - Members	397,740	407,278	417,337
Net Investment Income	221,351	2,011,769	4,243,937
Benefit Payments, Including Refunds of Member Contributions	(3,156,692)	(3,293,238)	(3,495,079)
Administrative Expenses	(43,840)	(40,939)	(56,824)
Net Change in Plan Fiduciary Net Position	174,070	2,330,260	5,190,352
Plan Net Position - Beginning	26,622,106	26,796,176	29,126,436
Plan Net Position - Ending	26,796,176	29,126,436	34,316,788
Employer's Net Pension Liability	\$ 40,941,755	39,237,063	34,759,340
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	39.56%	42.61%	49.68%
Covered Payroll	\$ 4,139,289	4,095,760	4,338,255
Employer's Net Pension Liability as a Percentage of Covered Payroll	989.10%	957.99%	801.23%

12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024
1,073,974	1,159,904	1,316,062	1,227,274	1,216,921	1,323,660	1,422,030
4,704,541	5,168,179	5,488,684	5,829,142	5,817,403	6,150,930	6,985,454
—	432,145	—	—	(75,281)	—	—
577,218	1,003,648	(294,656)	(128,550)	1,252,266	8,499,870	(3,061,627)
4,129,948	994,082	(486,670)	477,753	—	800,500	—
(3,736,785)	(3,987,774)	(4,034,644)	(4,425,248)	(4,687,215)	(4,926,814)	(4,976,295)
—	—	(78,280)	—	—	—	—
6,748,896	4,770,184	1,910,496	2,980,371	3,524,094	11,848,146	369,562
69,076,128	75,825,024	80,595,208	82,505,704	85,486,075	89,010,169	100,858,315
75,825,024	80,595,208	82,505,704	85,486,075	89,010,169	100,858,315	101,227,877
3,788,593	4,210,983	4,400,367	4,356,483	4,310,709	4,295,330	4,221,166
421,856	469,435	485,364	477,052	477,913	479,787	510,033
(1,310,139)	7,119,367	5,932,756	7,006,312	(8,108,819)	6,958,510	5,866,221
(3,736,785)	(3,987,774)	(4,034,644)	(4,425,248)	(4,687,215)	(4,926,814)	(4,976,295)
(73,346)	(71,408)	(78,280)	(65,009)	(52,621)	(50,486)	(63,082)
(909,821)	7,740,603	6,705,563	7,349,590	(8,060,033)	6,756,327	5,558,043
34,316,788	33,406,967	41,147,570	47,853,133	55,202,723	47,142,690	53,899,017
33,406,967	41,147,570	47,853,133	55,202,723	47,142,690	53,899,017	59,457,060
42,418,057	39,447,638	34,652,571	30,283,352	41,867,479	46,959,298	41,770,817
44.06%	51.05%	58.00%	64.58%	52.96%	53.44%	58.74%
4,563,723	4,656,367	4,905,971	4,946,056	4,951,673	5,074,426	5,394,320
929.46%	847.18%	706.33%	612.27%	845.52%	925.41%	774.35%

CITY OF ROLLING MEADOWS, ILLINOIS

Police Pension Fund

Schedule of Investment Returns - Last Ten Fiscal Years

December 31, 2024

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	0.68%
2016	6.81%
2017	13.41%
2018	(4.43%)
2019	18.26%
2020	11.21%
2021	14.39%
2022	(12.39%)
2023	13.70%
2024	9.80%

CITY OF ROLLING MEADOWS, ILLINOIS

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

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	0.86%
2016	7.80%
2017	15.05%
2018	(3.98%)
2019	20.65%
2020	11.22%
2021	15.55%
2022	(15.05%)
2023	15.38%
2024	10.92%

CITY OF ROLLING MEADOWS, ILLINOIS

Retiree Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2024

	12/31/2018	12/31/2019
	Totals	Totals
Total OPEB Liability		
Service Cost	\$ 351,060	188,331
Interest	192,306	207,033
Changes in Benefit Terms	—	757,774
Differences Between Expected and Actual Experience	5,305	349,658
Change of Assumptions or Other Inputs	(268,381)	(399,308)
Benefit Payments	(264,586)	117,000
Net Change in Total OPEB Liability	15,704	1,220,488
Total OPEB Liability - Beginning	5,764,346	5,780,050
Total OPEB Liability - Ending	<u>5,780,050</u>	<u>7,000,538</u>
Covered-Employee Payroll	\$ 16,395,718	17,043,879
Total OPEB Liability as a Percentage of Covered-Employee Payroll	35.25%	41.07%

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 2018 through 2024.

12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024		
Totals	Totals	Totals	Totals	City	Library	Totals
217,521	281,185	271,813	220,606	201,630	10,727	212,357
221,754	152,589	142,891	230,414	396,507	(172,998)	223,509
—	(945,380)	—	—	—	—	—
—	(146,300)	—	306,729	—	—	—
1,041,079	(515,835)	(981,095)	(72,548)	(116,706)	(6,209)	(122,915)
(396,531)	(356,436)	(407,069)	(469,389)	(396,487)	(21,093)	(417,580)
1,083,823	(1,530,177)	(973,460)	215,812	84,944	(189,573)	(104,629)
7,000,538	8,084,361	6,554,184	5,580,724	5,319,444	477,092	5,796,536
8,084,361	6,554,184	5,580,724	5,796,536	5,404,388	287,519	5,691,907
17,640,414	18,257,829	18,896,853	17,989,400	17,678,514	940,515	18,619,029
45.83%	35.90%	29.53%	32.22%	30.57%	30.57%	30.57%

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

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

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Actual
	Original	Final	
Revenues			
Taxes	\$ 24,447,105	24,759,815	25,116,316
Intergovernmental	6,249,538	6,181,909	6,237,860
Licenses and Permits	1,060,695	808,140	923,221
Charges for Services	3,942,997	6,206,265	7,411,581
Fines and Forfeitures	1,212,920	1,174,786	988,973
Investment Income	350,000	1,000,000	1,221,523
Miscellaneous	392,800	448,298	624,296
Total Revenues	<u>37,656,055</u>	<u>40,579,213</u>	<u>42,523,770</u>
Expenditures			
General Government	4,558,213	4,658,577	4,422,902
Public Safety	29,868,792	30,014,223	30,211,454
Public Works	4,881,778	4,892,584	4,889,922
Health/Welfare and Culture	4,300	5,710	5,304
Economic Development	57,500	71,600	73,563
Debt Service			
Principal Retirement	—	—	25,469
Interest and Fiscal Charges	—	—	2,964
Total Expenditures	<u>39,370,583</u>	<u>39,642,694</u>	<u>39,631,578</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,714,528)	936,519	2,892,192
Other Financing (Uses)			
Transfers Out	(112,175)	(814,012)	(802,787)
Net Change In Fund Balance	<u>(1,826,703)</u>	<u>122,507</u>	2,089,405
Fund Balance - Beginning			<u>16,863,019</u>
Fund Balance - Ending			<u><u>18,952,424</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

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

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Actual
	Original	Final	
Revenues			
Intergovernmental	\$ 1,071,334	1,045,618	1,075,694
Investment Income	30,000	45,000	55,917
Total Revenues	<u>1,101,334</u>	<u>1,090,618</u>	<u>1,131,611</u>
Expenditures			
Capital Outlay	<u>1,385,000</u>	<u>1,385,000</u>	<u>1,306,852</u>
Net Change in Fund Balance	<u>(283,666)</u>	<u>(294,382)</u>	(175,241)
Fund Balance - Beginning			<u>1,680,002</u>
Fund Balance - Ending			<u><u>1,504,761</u></u>

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Enterprise Funds
- Combining Statements - Internal Service Funds
- Budgetary Comparison Schedules - Internal Service Funds
- Combining Statements - Pension Trust Funds
- Consolidated Year-End Financial Report

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

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

MAJOR SPECIAL REVENUE FUND

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for allotments of motor fuel taxes from the State of Illinois made on a per capita basis. The City uses these funds to maintain and construct transportation-related community needs, such as streets, bridges, and traffic signals.

DEBT SERVICE FUND

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

MAJOR CAPITAL PROJECTS FUNDS

Local Roads Fund

The Local Roads Fund is used to account for street improvements, including resurfacing, curb and gutter, sidewalks and bike paths.

Fire Stations Fund

The Fire Stations Fund is used to account for the purchase of property for two fire stations, demolition of existing structures, engineering and design costs, regulatory and permitting costs, construction and legal costs, as well as acquisition and installation of furniture, fixtures and equipment costs related to two fire stations.

TIF #4 Golf Road Fund

The TIF #4 Golf Road Fund is used to account for the redevelopment of the property located primarily in the Meadows Corporate Center area along the Golf Road corridor (2850 Golf Road). The large commercial insurance broker Arthur J. Gallagher Insurance set up its headquarters - moving from Itasca to Rolling Meadows to redevelop this area. The City approved the Golf Road Tax Increment Financing District with a shortened TIF term of 15 years to help finance the redevelopment costs of the area.

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Actual
	Original	Final	
Taxes			
Property Taxes			
Prior Years' Taxes	\$ —	(88,865)	(112,186)
Current Levy	4,497,082	4,497,082	4,541,378
Police Pension	3,626,000	3,626,000	3,598,117
Fire Pension	4,257,000	4,257,000	4,221,166
Municipal Sales Tax	4,298,369	4,397,959	4,405,062
Home Rule Sales Tax	3,856,761	3,716,958	3,908,516
Simplified Telecommunications Tax	300,000	500,000	533,419
Electric Utility Tax	1,121,627	1,000,000	1,098,041
Hotel Tax	295,000	500,000	521,996
Food and Beverage Tax	1,618,605	1,745,609	1,771,045
Real Estate Transfer Tax	300,000	350,000	392,064
Cable Franchise Fees	276,661	258,072	237,698
Total Taxes	24,447,105	24,759,815	25,116,316
Intergovernmental			
State Income Tax	3,984,288	4,130,698	4,165,907
Local Use Tax	1,030,920	876,692	857,784
Replacement Tax	346,501	348,942	349,403
Video Gaming	277,879	252,166	260,824
Other Grants	609,950	573,411	603,942
Total Intergovernmental	6,249,538	6,181,909	6,237,860
Licenses and Permits			
Business Licenses	210,000	211,003	215,853
Liquor Licenses	150,475	196,207	207,307
Video Gaming Licenses	92,720	69,360	77,480
Building Permits	500,000	253,544	339,855
Rental Unit Permits	95,000	75,000	80,000
Other Permits	12,500	3,026	2,726
Total Licenses and Permits	1,060,695	808,140	923,221

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Actual
	Original	Final	
Charges for Services			
Police Special Details	\$ 15,000	15,000	25,730
School Liaison Charges	512,140	515,831	540,255
Ambulance Fees	900,000	800,000	837,875
Overhead Charges			
Garage	309,000	300,000	300,000
E911	77,250	77,250	75,000
TIF #4	63,042	62,042	62,042
Refuse	515,000	500,000	500,000
Utilities	927,000	900,000	900,000
Library	47,895	47,895	47,895
Other Inspection Fees	91,670	92,893	98,153
Other Charges for Services	485,000	2,895,354	4,024,631
Total Charges for Services	<u>3,942,997</u>	<u>6,206,265</u>	<u>7,411,581</u>
Fines and Forfeitures			
Circuit Court Fines	40,000	40,000	47,324
Traffic and Compliance Fines	21,000	35,396	63,322
DUI Fines	—	—	1,000
Red Light Enforcement Fines	1,100,000	988,018	757,870
Adjudication	1,000	5,687	6,837
Other Fines	50,920	105,685	112,620
Total Fines and Forfeitures	<u>1,212,920</u>	<u>1,174,786</u>	<u>988,973</u>
Investment Income	<u>350,000</u>	<u>1,000,000</u>	<u>1,221,523</u>
Miscellaneous			
Rental Income	282,800	292,039	318,872
Other	110,000	156,259	305,424
Total Miscellaneous	<u>392,800</u>	<u>448,298</u>	<u>624,296</u>
Total Revenues	<u>37,656,055</u>	<u>40,579,213</u>	<u>42,523,770</u>

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Actual
	Original	Final	
General Government			
Administration			
Mayor			
Salaries and Wages	\$ 9,950	9,950	9,950
Benefits	761	799	761
Contracted Services	600	500	355
Supplies	200	200	—
Total Mayor	11,511	11,449	11,066
City Council			
Salaries and Wages	28,001	28,000	28,001
Benefits	2,142	2,249	2,142
Contracted Services	20,500	22,033	18,772
Supplies	600	300	82
Total City Council	51,243	52,582	48,997
City Manager			
Salaries and Wages	571,390	593,471	621,692
Benefits	319,442	336,928	338,800
Contracted Services	53,931	68,817	62,701
Supplies	7,200	5,850	1,728
Total City Manager	951,963	1,005,066	1,024,921
City Clerk			
Salaries and Wages	120,722	132,323	132,219
Benefits	34,794	54,021	54,232
Contracted Services	26,184	25,034	23,968
Supplies	800	250	341
Total City Clerk	182,500	211,628	210,760
Public Relations			
Contracted Services	68,750	71,000	67,823

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Actual
	Original	Final	
General Government - Continued			
Administration - Continued			
Video Production			
Contracted Services	\$ 18,800	15,800	14,753
Supplies	200	—	—
Total Video Production	19,000	15,800	14,753
Adjudication			
Contracted Services	39,750	29,400	24,888
Community Events			
Contracted Services	2,500	—	—
Supplies	147,500	150,117	156,511
Total Community Events	150,000	150,117	156,511
Finance			
Salaries and Wages	409,871	401,479	407,216
Benefits	195,310	182,245	195,758
Contracted Services	59,994	62,629	63,445
Supplies	1,550	1,550	1,572
Total Finance	666,725	647,903	667,991
Administrative Services			
Legal Contracted Services	262,000	400,000	345,601
Engineering Contracted Services	30,000	30,000	30,000
Police Special Detail			
Salaries and Wages	90,000	50,000	32,837
Benefits	—	5,600	4,850
Other Contracted Services	315,292	309,112	279,742
Other Supplies	5,500	5,500	5,541
Total Administrative Services	702,792	800,212	698,571

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Actual
	Original	Final	
General Government - Continued			
Administration - Continued			
Information Technology			
Salaries and Wages	\$ 412,947	416,973	434,748
Benefits	161,548	164,860	177,108
Contracted Services	250,012	239,512	169,997
Supplies	35,000	30,000	23,397
Total Information Technology	859,507	851,345	805,250
Total Administration	3,703,741	3,846,502	3,731,531
Community Development			
Plan Commission			
Contracted Services	1,325	1,100	535
Health and Welfare			
Human Services			
Salaries and Wages	500,774	431,622	444,973
Benefits	97,462	136,793	118,453
Contracted Services	116,911	115,411	80,941
Supplies and Materials	138,000	127,149	46,469
Total Health and Welfare	853,147	810,975	690,836
Total General Government	4,558,213	4,658,577	4,422,902
Public Safety			
Police Department			
Administration			
Salaries and Wages	525,713	460,278	491,052
Benefits	148,347	144,842	143,607
Employer Pension Contribution	3,626,000	3,626,000	3,598,117
Contracted Services	720,949	791,049	746,092
Supplies and Materials	62,400	92,350	59,259
Total Administration	5,083,409	5,114,519	5,038,127

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Patrol			
Salaries and Wages	\$ 6,856,829	6,502,965	6,779,925
Benefits	1,977,187	2,030,586	1,952,157
Contracted Services	107,410	108,857	116,047
Supplies	94,825	89,045	110,108
Total Patrol	9,036,251	8,731,453	8,958,237
Investigation			
Salaries and Wages	668,924	630,261	617,713
Benefits	259,625	275,105	248,784
Contracted Services	34,320	35,118	37,004
Supplies and Materials	6,500	5,750	5,402
Total Investigation	969,369	946,234	908,903
Total Police Department	15,089,029	14,792,206	14,905,267
Fire Department			
Administration			
Salaries and Wages	440,034	428,382	445,633
Benefits	169,547	167,180	154,701
Employer Pension Contribution	4,257,000	4,257,000	4,221,166
Contracted Services	1,279,448	1,290,758	1,293,191
Supplies and Materials	5,700	4,740	4,369
Total Administration	6,151,729	6,148,060	6,119,060
Fire Operations			
Salaries and Wages	5,913,004	5,916,451	6,043,838
Benefits	2,295,446	2,210,793	2,156,372
Contracted Services	165,314	720,448	771,999
Supplies and Materials	145,150	131,170	107,222
Total Fire Operations	8,518,914	8,978,862	9,079,431

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Actual
	Original	Final	
Public Safety - Continued			
Special Rescue Teams			
Salaries and Wages	\$ 40,000	21,000	45,289
Benefits	—	600	940
Contracted Services	26,150	28,685	24,832
Supplies and Materials	15,650	9,300	15,540
Total Special Rescue Teams	81,800	59,585	86,601
Total Fire Department	14,752,443	15,186,507	15,285,092
Board of Police and Fire Commission			
Salaries and Wages	3,000	3,000	289
Contracted Services	23,550	31,740	20,728
Supplies and Materials	770	770	78
Total Board of Police and Fire Commission	27,320	35,510	21,095
Total Public Safety	29,868,792	30,014,223	30,211,454
Public Works			
Administration			
Salaries and Wages	734,258	587,333	747,145
Benefits	301,327	336,283	336,243
Contracted Services	365,848	349,825	334,888
Supplies and Materials	12,675	12,154	6,537
Total Administration	1,414,108	1,285,595	1,424,813
Community Development			
Administration			
Salaries and Wages	964,996	917,073	930,549
Benefits	513,599	508,915	498,833
Contracted Services	540,860	602,909	516,321
Supplies and Materials	6,000	4,670	4,586
Total Community Development	2,025,455	2,033,567	1,950,289

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Actual
	Original	Final	
Public Works - Continued			
Forestry Program			
Salaries and Wages	\$ 760,034	886,278	861,377
Benefits	551,741	559,114	531,710
Contracted Services	116,840	114,430	110,184
Supplies and Materials	13,600	13,600	11,549
Total Forestry Program	<u>1,442,215</u>	<u>1,573,422</u>	<u>1,514,820</u>
Total Public Works	<u>4,881,778</u>	<u>4,892,584</u>	<u>4,889,922</u>
Health/Welfare and Culture			
Museum			
Contracted Services	<u>3,200</u>	<u>5,710</u>	<u>5,304</u>
Safety Committee			
Supplies and Materials	<u>1,100</u>	<u>—</u>	<u>—</u>
Total Health/Welfare and Culture	<u>4,300</u>	<u>5,710</u>	<u>5,304</u>
Economic Development			
Community Development			
Contracted Services	55,500	70,100	72,627
Supplies and Materials	<u>2,000</u>	<u>1,500</u>	<u>936</u>
Total Economic Development	<u>57,500</u>	<u>71,600</u>	<u>73,563</u>
Debt Service			
Principal Retirement	—	—	25,469
Interest and Fiscal Charges	<u>—</u>	<u>—</u>	<u>2,964</u>
Total Debt Service	<u>—</u>	<u>—</u>	<u>28,433</u>
Total Expenditures	<u>39,370,583</u>	<u>39,642,694</u>	<u>39,631,578</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Debt Service Fund

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

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Amounts
	Original	Final	
Revenues			
Investment Income	\$ —	—	—
Expenditures			
Debt Service			
Interest and Fiscal Charges	11,225	11,675	950
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,225)	(11,675)	(950)
Other Financing Sources			
Transfers In	12,175	13,812	2,587
Net Change in Fund Balance	950	2,137	1,637
Fund Balance - Beginning			(1,637)
Fund Balance - Ending			—

CITY OF ROLLING MEADOWS, ILLINOIS

Local Roads - Capital Projects Fund

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

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,827,810	1,827,810	1,816,477
Natural Gas Tax	496,721	464,290	465,854
Intergovernmental	252,833	259,903	531,686
Investment Income	25,030	30,000	44,184
Miscellaneous	489,000	251,128	(21,372)
Total Revenues	<u>3,091,394</u>	<u>2,833,131</u>	<u>2,836,829</u>
Expenditures			
Highways and Streets			
Contracted Services	1,815,288	1,820,288	1,546,625
Supplies			
Operating Supplies	324,000	259,000	255,535
Repairs and Maintenance Supplies	23,000	16,661	13,873
Capital Outlay			
Street Improvements	2,813,000	2,116,086	1,785,274
Total Expenditures	<u>4,975,288</u>	<u>4,212,035</u>	<u>3,601,307</u>
Net Change in Fund Balance	<u>(1,883,894)</u>	<u>(1,378,904)</u>	(764,478)
Fund Balance - Beginning			<u>904,865</u>
Fund Balance - Ending			<u><u>140,387</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Fire Stations - Capital Projects Fund

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

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,014,977	167,969	316,515
Investment Income	100,000	200,000	212,216
Total Revenues	<u>1,114,977</u>	<u>367,969</u>	<u>528,731</u>
Expenditures			
Debt Service			
Principal Retirement	557,982	557,982	557,982
Interest and Fiscal Charges	457,470	457,470	457,020
Total Expenditures	<u>1,015,452</u>	<u>1,015,452</u>	<u>1,015,002</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	99,525	(647,483)	(486,271)
Other Financing Sources			
Transfers In	—	700,200	700,200
Net Change in Fund Balance	<u>99,525</u>	<u>52,717</u>	213,929
Fund Balance - Beginning			<u>839,906</u>
Fund Balance - Ending			<u><u>1,053,835</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

TIF #4 Golf Road - Capital Projects Fund

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

For the Fiscal Year Ended December 31, 2024

	Budget Amounts		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 2,000,000	2,000,000	1,509,742
Investment Income	50	650	2,359
Total Revenues	<u>2,000,050</u>	<u>2,000,650</u>	<u>1,512,101</u>
Expenditures			
Economic Development			
Contracted Services	<u>1,664,042</u>	<u>2,461,042</u>	<u>2,461,014</u>
Net Change in Fund Balance	<u>336,008</u>	<u>(460,392)</u>	(948,913)
Fund Balance - Beginning			<u>3,999,951</u>
Fund Balance - Ending			<u><u>3,051,038</u></u>

NONMAJOR GOVERNMENTAL FUNDS

CITY OF ROLLING MEADOWS, ILLINOIS

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

	Special Revenue	Capital Projects TIF #2 Kirchoff/Owl	Totals
ASSETS			
Cash and Investments	\$ 1,925,333	760,138	2,685,471
Receivables - Net of Allowances			
Property Taxes	700,000	—	700,000
Total Assets	<u>2,625,333</u>	<u>760,138</u>	<u>3,385,471</u>
LIABILITIES			
Accounts Payable	421,004	—	421,004
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	700,000	—	700,000
Total Liabilities and Deferred Inflows of Resources	<u>1,121,004</u>	<u>—</u>	<u>1,121,004</u>
FUND BALANCES			
Restricted	1,504,329	—	1,504,329
Assigned	—	760,138	760,138
Total Fund Balances	<u>1,504,329</u>	<u>760,138</u>	<u>2,264,467</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>2,625,333</u>	<u>760,138</u>	<u>3,385,471</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2024

	Special Revenue	Capital Projects TIF #2 Kirchoff/Owl	Totals
Revenues			
Taxes	\$ 781,675	471,941	1,253,616
Fines and Forfeitures	17,989	—	17,989
Investment Income	1,530	840	2,370
Total Revenues	<u>801,194</u>	<u>472,781</u>	<u>1,273,975</u>
Expenditures			
Public Safety	794,424	—	794,424
Economic Development	—	1,968	1,968
Debt Service			
Principal Retirement	263,883	—	263,883
Interest and Fiscal Charges	120,374	—	120,374
Total Expenditures	<u>1,178,681</u>	<u>1,968</u>	<u>1,180,649</u>
Net Change in Fund Balances	(377,487)	470,813	93,326
Fund Balances - Beginning	<u>1,881,816</u>	<u>289,325</u>	<u>2,171,141</u>
Fund Balances - Ending	<u><u>1,504,329</u></u>	<u><u>760,138</u></u>	<u><u>2,264,467</u></u>

NONMAJOR SPECIAL REVENUE FUNDS

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

911 Emergency Telephone Fund

The 911 Emergency Telephone Fund is used to account for the operation of the emergency telephone communication system. Financing is provided by local and state surcharges and property taxes.

Foreign Fire Tax Fund

The Foreign Fire Tax Fund is used to account for the receipt and disbursement of funds collected as foreign fire tax.

Asset Seizure Fund

The Asset Seizure Fund is used to account for the receipts and disbursements incurred as a result of the City's asset seizure program pursuant to Federal and State drug seizure laws.

CITY OF ROLLING MEADOWS, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet

December 31, 2024

	911 Emergency Telephone	Foreign Fire Tax	Asset Seizure	Totals
ASSETS				
Cash and Investments	\$ 1,676,650	150,721	97,962	1,925,333
Receivables - Net of Allowances				
Property Taxes	700,000	—	—	700,000
Total Assets	<u>2,376,650</u>	<u>150,721</u>	<u>97,962</u>	<u>2,625,333</u>
LIABILITIES				
Accounts Payable	392,574	6,638	21,792	421,004
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	700,000	—	—	700,000
Total Liabilities and Deferred Inflows of Resources	1,092,574	6,638	21,792	1,121,004
FUND BALANCES				
Restricted	1,284,076	144,083	76,170	1,504,329
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>2,376,650</u>	<u>150,721</u>	<u>97,962</u>	<u>2,625,333</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2024

	911 Emergency Telephone	Foreign Fire Tax	Asset Seizure	Totals
Revenues				
Taxes	\$ 705,210	76,465	—	781,675
Fines and Forfeitures	—	—	17,989	17,989
Investment Income	—	—	1,530	1,530
Total Revenues	<u>705,210</u>	<u>76,465</u>	<u>19,519</u>	<u>801,194</u>
Expenditures				
Public Safety	681,649	65,512	47,263	794,424
Debt Service				
Principal Retirement	263,883	—	—	263,883
Interest and Fiscal Charges	120,374	—	—	120,374
Total Expenditures	<u>1,065,906</u>	<u>65,512</u>	<u>47,263</u>	<u>1,178,681</u>
Net Change in Fund Balances	(360,696)	10,953	(27,744)	(377,487)
Fund Balances - Beginning	<u>1,644,772</u>	<u>133,130</u>	<u>103,914</u>	<u>1,881,816</u>
Fund Balances - Ending	<u><u>1,284,076</u></u>	<u><u>144,083</u></u>	<u><u>76,170</u></u>	<u><u>1,504,329</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

911 Emergency Telephone - Special Revenue Fund

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

For the Fiscal Year Ended December 31, 2024

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 700,000	700,000	705,210
Expenditures			
Public Safety			
Salaries and Wages	6,000	6,000	—
Contracted Services	905,913	687,613	675,963
Supplies	5,300	5,300	5,686
Debt Service			
Principal Retirement	—	249,000	263,883
Interest and Fiscal Charges	—	121,000	120,374
Total Expenditures	917,213	1,068,913	1,065,906
Net Change in Fund Balance	(217,213)	(368,913)	(360,696)
Fund Balance - Beginning			1,644,772
Fund Balance - Ending			1,284,076

NONMAJOR CAPITAL PROJECTS FUND

The 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.

TIF #2 Kirchoff/Owl Fund

The TIF #2 Kirchoff/Owl Fund is used to account for the purchase of property and construction of a mixed-use development along Kirchoff Road. The plan includes condominium homes, senior housing, and office/retail space.

CITY OF ROLLING MEADOWS, ILLINOIS

TIF #2 Kirchoff/Owl - Capital Projects Fund

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

For the Fiscal Year Ended December 31, 2024

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 293,250	540,000	471,941
Investment Income	100	350	840
Total Revenues	293,350	540,350	472,781
Expenditures			
Economic Development			
Contracted Services	12,500	27,500	1,968
Net Change in Fund Balance	280,850	512,850	470,813
Fund Balance - Beginning			289,325
Fund Balance - Ending			760,138

ENTERPRISE FUNDS

The 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.

Utilities Fund

The Utilities Fund is used to account for all resources collected and used to provide water and sanitary services to the City as well as to account for the resources collected to finance storm water runoff and creek bank improvements. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration of billings and collections, operations, and maintenance of the system.

Refuse Collection Fund

The Refuse Collection Fund is used to account for all the resources collected and used to provide waste collection and disposal services to the City. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration of billings and collections, operations, and maintenance of the waste collection vehicles.

CITY OF ROLLING MEADOWS, ILLINOIS

Utilities - Enterprise Fund

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

For the Fiscal Year Ended December 31, 2024

	Budgeted Amounts		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 12,033,591	12,303,625	12,254,873
Miscellaneous	1,857,500	95,245	385,678
Total Operating Revenues	<u>13,891,091</u>	<u>12,398,870</u>	<u>12,640,551</u>
Operating Expenses			
Administration	1,777,781	1,748,603	1,752,245
Public Works	900,000	900,000	900,000
Operations	13,275,646	12,299,453	7,684,951
Depreciation and Amortization	—	—	1,387,191
Total Operating Expenses	<u>15,953,427</u>	<u>14,948,056</u>	<u>11,724,387</u>
Operating Income (Loss)	<u>(2,062,336)</u>	<u>(2,549,186)</u>	<u>916,164</u>
Nonoperating Revenues (Expenses)			
Investment Income	95,000	160,476	180,647
Interest Expense	(476,789)	(485,936)	(177,795)
	<u>(381,789)</u>	<u>(325,460)</u>	<u>2,852</u>
Change in Net Position	<u>(2,444,125)</u>	<u>(2,874,646)</u>	<u>919,016</u>
Net Position - Beginning as Restated			<u>27,895,407</u>
Net Position - Ending			<u>28,814,423</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Utilities - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual

For the Fiscal Year Ended December 31, 2024

	Budget		Actual
	Original	Final	
Administration			
Salaries and Wages	\$ 298,826	296,932	256,120
Benefits	120,437	120,153	123,941
IMRF Pension Expense	—	—	60,772
Contracted Services	1,358,018	1,331,018	1,310,120
Supplies	500	500	1,292
Total Administration	1,777,781	1,748,603	1,752,245
Public Works			
Contracted Services	900,000	900,000	900,000
Operations			
Water			
Salaries and Wages	624,356	563,594	586,084
Benefits	271,881	265,465	266,935
IMRF Pension Expense	—	—	124,680
Contracted Services	975,774	929,745	653,002
Supplies	272,300	239,650	246,284
Lake Michigan Water	4,414,737	4,414,737	3,763,579
Machinery & Equipment	1,427,000	1,427,000	18,565
Total Water	7,986,048	7,840,191	5,659,129
Sewer			
Salaries and Wages	606,733	554,504	561,635
Benefits	322,768	325,711	319,572
IMRF Pension Expense	—	—	118,892
Contracted Services	324,619	321,119	179,568
Supplies	67,950	67,950	54,250
Machinery & Equipment	775,000	775,000	—
Total Sewer	2,097,070	2,044,284	1,233,917

CITY OF ROLLING MEADOWS, ILLINOIS

Utilities - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2024

	Budget		Actual
	Original	Final	
Operations - Continued			
Stormwater			
Salaries and Wages	\$ 208,835	192,445	212,170
Benefits	150,374	163,214	163,208
IMRF Pension Expense	—	—	42,138
OPEB Expense	—	—	119,780
Contracted Services	521,519	519,519	230,073
Supplies	36,800	34,800	24,536
Machinery & Equipment	2,275,000	1,505,000	—
Total Stormwater	3,192,528	2,414,978	791,905
Total Operations	13,275,646	12,299,453	7,684,951
Depreciation and Amortization	—	—	1,387,191
Total Operating Expenses	15,953,427	14,948,056	11,724,387

CITY OF ROLLING MEADOWS, ILLINOIS

Refuse Collection - Enterprise Fund

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

For the Fiscal Year Ended December 31, 2024

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 2,643,473	2,665,226	2,668,582
Miscellaneous	92,600	88,335	116,211
Total Operating Revenues	<u>2,736,073</u>	<u>2,753,561</u>	<u>2,784,793</u>
Operating Expenses			
Administration	1,062,310	1,058,533	1,061,620
Operations	1,532,514	1,662,424	1,658,816
Depreciation	—	—	3,882
Total Operating Expenses	<u>2,594,824</u>	<u>2,720,957</u>	<u>2,724,318</u>
Operating Income	141,249	32,604	60,475
Nonoperating Revenues			
Investment Income	<u>600</u>	<u>647</u>	<u>745</u>
Change in Net Position	<u>141,849</u>	<u>33,251</u>	61,220
Net Position - Beginning as Restated			<u>648,067</u>
Net Position - Ending			<u><u>709,287</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

**Refuse Collection - Enterprise Fund
Scheduling of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2024**

	Budget		Actual
	Original	Final	
Administration			
Contracted Services	\$ 1,062,310	1,058,533	1,061,620
Operations			
Salaries and Wages	351,586	355,195	360,214
Benefits	218,878	197,929	203,411
IMRF Pension Expense	—	81,000	80,925
OPEB Expense	—	—	(817)
Contracted Services	956,550	1,022,800	1,011,944
Supplies	5,500	5,500	3,139
Total Operations	1,532,514	1,662,424	1,658,816
Depreciation	—	—	3,882
Total Operating Expenses	2,594,824	2,720,957	2,724,318

INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies other governmental unit, or to other governmental units, on a cost-reimbursement basis.

Municipal Garage Fund

The Municipal Garage Fund is used to account for the resources collected from other City departments used to provide maintenance to City vehicles and major equipment/machinery.

Vehicle Replacement Fund

The Vehicle Replacement Fund is used to account for the resources collected from other City departments used in replacing City vehicles and major equipment.

Buildings and Land Fund

The Buildings and Land Fund is used to account for the resources collected from other City departments used for the purchase of land or buildings, or the remodeling, renovation, and expansion of current buildings.

Liability Insurance Fund

The Liability Insurance Fund is used to account for the resources collected from other City departments used to manage funding of the property/casualty/workers compensation claims.

Health Insurance Fund

The Health Insurance Fund is used to account for resources collected from other City departments to fund the City's portion of health insurance premiums as well as those of retired employees.

CITY OF ROLLING MEADOWS, ILLINOIS

Internal Service Funds

Combining Statement of Net Position

December 31, 2024

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

**Internal Service Funds
Combining Statement of Net Position
December 31, 2024**

	<u>Municipal Garage</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 1,588,573
Receivables - Net of Allowances - Accounts	12,737
Prepays	—
Total Current Assets	<u>1,601,310</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	—
Depreciable	9,247
Accumulated Depreciation	(9,247)
Total Capital Assets	<u>—</u>
Total Assets	<u>1,601,310</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	41,875
Accrued Payroll	9,969
Compensated Absences Payable	15,171
Total Current Liabilities	<u>67,015</u>
Noncurrent Liabilities	
Compensated Absences Payable	34,421
Total Liabilities	<u>101,436</u>
NET POSITION	
Investment in Capital Assets	—
Unrestricted	<u>1,499,874</u>
Total Net Position	<u>1,499,874</u>

Vehicle Replacement	Buildings and Land	Liability Insurance	Health Insurance	Totals
983,415	2,582,261	986,805	6,522,099	12,663,153
39,640	47,026	—	—	99,403
—	—	2,614,227	1,706,752	4,320,979
1,023,055	2,629,287	3,601,032	8,228,851	17,083,535
2,694,370	323,141	—	—	3,017,511
28,706,399	6,801,841	—	—	35,517,487
(19,008,479)	(3,824,250)	—	—	(22,841,976)
12,392,290	3,300,732	—	—	15,693,022
13,415,345	5,930,019	3,601,032	8,228,851	32,776,557
36,944	138,636	15,641	311,694	544,790
—	—	—	—	9,969
—	—	—	—	15,171
36,944	138,636	15,641	311,694	569,930
—	—	—	—	34,421
36,944	138,636	15,641	311,694	604,351
12,392,290	3,300,732	—	—	15,693,022
986,111	2,490,651	3,585,391	7,917,157	16,479,184
13,378,401	5,791,383	3,585,391	7,917,157	32,172,206

CITY OF ROLLING MEADOWS, ILLINOIS

Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Net Position

For the Fiscal Year Ended December 31, 2024

	<u>Municipal Garage</u>
Operating Revenues	
Interfund Services	\$ 1,725,836
Miscellaneous	—
Total Operating Revenues	<u>1,725,836</u>
Operating Expenses	
Administration	1,789,896
Public Safety	—
Public Works	—
Depreciation	—
Total Operating Expenses	<u>1,789,896</u>
Operating Income (Loss)	<u>(64,060)</u>
Nonoperating Revenues	
Disposal of Capital Assets	—
Investment Income	—
	<u>—</u>
Income (Loss) before Transfers	<u>(64,060)</u>
Transfers In	—
Transfers Out	—
	<u>—</u>
Change in Net Position	<u>(64,060)</u>
Net Position - Beginning	1,598,158
Restatement - Change in Accounting Principle	<u>(34,224)</u>
Net Position - Beginning as Restated	<u>1,563,934</u>
Net Position - Ending	<u><u>1,499,874</u></u>

Vehicle Replacement	Buildings and Land	Liability Insurance	Health Insurance	Totals
2,168,646	1,440,364	213,000	6,434,301	11,982,147
—	—	552,219	1,612,892	2,165,111
2,168,646	1,440,364	765,219	8,047,193	14,147,258
—	—	646,508	4,855,798	7,292,202
740,419	—	—	—	740,419
—	491,836	—	—	491,836
1,271,627	188,548	—	—	1,460,175
2,012,046	680,384	646,508	4,855,798	9,984,632
156,600	759,980	118,711	3,191,395	4,162,626
204,070	—	—	—	204,070
—	44,185	763	6,103	51,051
204,070	44,185	763	6,103	255,121
360,670	804,165	119,474	3,197,498	4,417,747
100,000	—	—	900,000	1,000,000
—	—	(900,000)	—	(900,000)
100,000	—	(900,000)	900,000	100,000
460,670	804,165	(780,526)	4,097,498	4,517,747
12,917,731	4,987,218	4,365,917	3,819,659	27,688,683
—	—	—	—	(34,224)
12,917,731	4,987,218	4,365,917	3,819,659	27,654,459
13,378,401	5,791,383	3,585,391	7,917,157	32,172,206

CITY OF ROLLING MEADOWS, ILLINOIS

Internal Service Funds

Combining Statement of Cash Flows

For the Fiscal Year Ended December 31, 2024

	<u>Municipal Garage</u>
Cash Flows from Operating Activities	
Interfund Services Provided	\$ 1,732,887
Payments to Suppliers	(1,418,791)
Payments to Employees	(373,768)
	<u>(59,672)</u>
Cash Flows from Noncapital Financing Activities	
Transfers In	—
Transfers Out	—
	<u>—</u>
Cash Flows from Capital and Related Financing Activities	
Disposal of Capital Assets	—
Purchase of Capital Assets	—
	<u>—</u>
Cash Flows from Investing Activities	
Investment Income (Loss) Received	—
	<u>—</u>
Net Change in Cash and Cash Equivalents	(59,672)
Cash and Cash Equivalents - Beginning	<u>1,648,244</u>
Cash and Cash Equivalents - Ending	<u><u>1,588,572</u></u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities	
Operating Income	(64,060)
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in)	
Operating Activities	
Depreciation and Amortization	—
(Increase) Decrease in Current Assets	7,051
Increase (Decrease) in Current Liabilities	(2,663)
	<u>(2,663)</u>
Net Cash Provided by Operating Activities	<u><u>(59,672)</u></u>

Vehicle Replacement	Buildings and Land	Liability Insurance	Health Insurance	Totals
2,129,006	1,431,901	305,856	7,613,079	13,212,729
(1,216,707)	(401,990)	(638,669)	(4,826,135)	(8,502,292)
—	—	—	—	(373,768)
912,299	1,029,911	(332,813)	2,786,944	4,336,669
100,000	—	—	900,000	1,000,000
—	—	(900,000)	—	(900,000)
100,000	—	(900,000)	900,000	100,000
204,070	—	—	—	204,070
(2,590,207)	(319,654)	—	—	(2,909,861)
(2,386,137)	(319,654)	—	—	(2,705,791)
—	44,185	763	6,103	51,051
(1,373,838)	754,442	(1,232,050)	3,693,047	1,781,929
2,357,253	1,827,819	2,218,855	2,829,052	10,881,223
983,415	2,582,261	986,805	6,522,099	12,663,152
156,600	759,980	118,711	3,191,395	4,162,626
1,271,627	188,548	—	—	1,460,175
(39,640)	(8,463)	(459,363)	(434,114)	(934,529)
(476,288)	89,846	7,839	29,663	(351,603)
912,299	1,029,911	(332,813)	2,786,944	4,336,669

CITY OF ROLLING MEADOWS, ILLINOIS

Municipal Garage - Internal Service Fund

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

For the Fiscal Year Ended December 31, 2024

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 1,708,214	1,729,846	1,725,836
Miscellaneous	5,425	—	—
Total Operating Revenues	<u>1,713,639</u>	<u>1,729,846</u>	<u>1,725,836</u>
Operating Expenses			
Administration			
Motor Pool			
Salaries and Wages	425,854	714,181	373,768
Benefits	181,985	149,440	159,756
Contracted Services	818,832	815,632	806,177
Supplies	503,575	503,075	450,195
Total Operating Expenses	<u>1,930,246</u>	<u>2,182,328</u>	<u>1,789,896</u>
Change in Net Position	<u>(216,607)</u>	<u>(452,482)</u>	(64,060)
Net Position - Beginning as Restated			<u>1,563,934</u>
Net Position - Ending			<u><u>1,499,874</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Vehicle Replacement - Internal Service Fund

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

For the Fiscal Year Ended December 31, 2024

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 2,168,646	2,168,646	2,168,646
Operating Expenses			
Public Safety	3,426,000	3,682,533	740,419
Depreciation	—	—	1,271,627
Total Operating Expenses	3,426,000	3,682,533	2,012,046
Operating Income (Loss)	(1,257,354)	(1,513,887)	156,600
Nonoperating Revenues			
Disposal of Capital Assets	10,000	124,791	204,070
Income (Loss) before Transfers	(1,247,354)	(1,389,096)	360,670
Transfer In	100,000	100,000	100,000
Change in Net Position	<u>(1,147,354)</u>	<u>(1,289,096)</u>	460,670
Net Position - Beginning			<u>12,917,731</u>
Net Position - Ending			<u>13,378,401</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Buildings and Land - Internal Service Fund

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

For the Fiscal Year Ended December 31, 2024

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 1,386,850	1,462,914	1,440,364
Miscellaneous	264,000	264,000	—
Total Operating Revenues	<u>1,650,850</u>	<u>1,726,914</u>	<u>1,440,364</u>
Operating Expenses			
Public Works	1,629,850	1,312,219	491,836
Depreciation	—	—	188,548
Total Operating Expenses	<u>1,629,850</u>	<u>1,312,219</u>	<u>680,384</u>
Operating Income	21,000	414,695	759,980
Nonoperating Revenues			
Investment Income	<u>25,000</u>	<u>39,453</u>	<u>44,185</u>
Change in Net Position	<u>46,000</u>	<u>454,148</u>	804,165
Net Position - Beginning			<u>4,987,218</u>
Net Position - Ending			<u><u>5,791,383</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Liability Insurance - Internal Service Fund

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

For the Fiscal Year Ended December 31, 2024

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 213,000	213,000	213,000
Miscellaneous			
Insurance Rebate	30,000	78,156	92,856
Other	—	—	459,363
Total Operating Revenues	<u>243,000</u>	<u>291,156</u>	<u>765,219</u>
Operating Expenses			
Administration			
Liability Insurance	400,000	650,000	595,729
Unemployment	1,000	9,000	4,857
Reimbursable Repairs	25,000	35,000	45,922
Total Operating Expenses	<u>426,000</u>	<u>694,000</u>	<u>646,508</u>
Operating Income (Loss)	(183,000)	(402,844)	118,711
Nonoperating Revenues			
Investment Income	<u>500</u>	<u>754</u>	<u>763</u>
Income (Loss) before Transfers	(182,500)	(402,090)	119,474
Transfers Out	<u>(900,000)</u>	<u>(900,000)</u>	<u>(900,000)</u>
Change in Net Position	<u>(1,082,500)</u>	<u>(1,302,090)</u>	(780,526)
Net Position - Beginning			<u>4,365,917</u>
Net Position - Ending			<u><u>3,585,391</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Health Insurance - Internal Service Fund

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

For the Fiscal Year Ended December 31, 2024

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 3,817,264	4,802,564	6,434,301
Miscellaneous			
Employee Contributions	489,450	489,450	555,961
Retiree Contributions	869,157	517,264	602,046
Other	—	—	454,885
Total Operating Revenues	<u>5,175,871</u>	<u>5,809,278</u>	<u>8,047,193</u>
Operating Expenses			
Administration			
Group Health			
PPO White	545,586	573,654	573,654
PPO Blue	848,673	1,046,122	1,046,122
HMO	1,357,896	1,220,923	1,220,923
Retirees	494,895	432,910	433,555
PSEBA	60,438	56,267	56,267
PPO Purple	195,722	241,342	241,342
HMO Orange	41,574	30,302	30,302
PPO Green	29,237	28,674	28,674
Dental Insurance			
PPO	101,729	110,088	110,088
Retirees	22,118	17,235	17,235
HMO	38,883	51,515	25,186
Life Insurance	29,687	15,560	61
Medical Waivers	2,550	—	—
Retiree Medicare Reimbursements	290,248	236,825	238,520
Retiree Payouts	600,000	722,334	773,095
Retiree Taxes	45,900	55,259	25,427
Retiree IMRF	150,420	60,000	21,858
Other	15,000	15,000	13,489
Total Operating Expenses	<u>4,870,556</u>	<u>4,914,010</u>	<u>4,855,798</u>
Operating Income	305,315	895,268	3,191,395
Nonoperating Revenues			
Investment Income	1,000	6,037	6,103
Income before Transfers	<u>306,315</u>	<u>901,305</u>	<u>3,197,498</u>
Transfers In	900,000	900,000	900,000
Transfer Out	(250,000)	—	—
	<u>650,000</u>	<u>900,000</u>	<u>900,000</u>
Change in Net Position	<u>956,315</u>	<u>1,801,305</u>	4,097,498
Net Position - Beginning			<u>3,819,659</u>
Net Position - Ending			<u><u>7,917,157</u></u>

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 City 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 City at amounts determined by an annual actuarial study.

CITY OF ROLLING MEADOWS, ILLINOIS

Pension Trust Funds

Combining Statement of Fiduciary Net Position

December 31, 2024

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 498,833	498,319	997,152
Investments			
Illinois Police Officers Pension Investment Fund	67,770,018	—	67,770,018
Illinois Firefighters' Pension Investment Fund	—	58,961,772	58,961,772
Prepays	2,462	2,881	5,343
Total Assets	68,271,313	59,462,972	127,734,285
LIABILITIES			
Accounts Payable	2,390	5,912	8,302
NET POSITION			
Net Position Restricted for Pensions	68,268,923	59,457,060	127,725,983

CITY OF ROLLING MEADOWS, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended December 31, 2024

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 3,598,117	4,221,166	7,819,283
Contributions - Plan Members	1,137,104	510,033	1,647,137
Total Contributions	<u>4,735,221</u>	<u>4,731,199</u>	<u>9,466,420</u>
Investment Income (Loss)			
Interest Earned	5,596,758	1,124,099	6,720,857
Net Change in Fair Value	397,592	4,812,818	5,210,410
	<u>5,994,350</u>	<u>5,936,917</u>	<u>11,931,267</u>
Less Investment Expenses	(42,784)	(70,696)	(113,480)
Net Investment Income	<u>5,951,566</u>	<u>5,866,221</u>	<u>11,817,787</u>
Total Additions	<u>10,686,787</u>	<u>10,597,420</u>	<u>21,284,207</u>
Deductions			
Administration	64,157	63,082	127,239
Benefits and Refunds	4,912,193	4,976,295	9,888,488
Total Deductions	<u>4,976,350</u>	<u>5,039,377</u>	<u>10,015,727</u>
Change in Fiduciary Net Position	5,710,437	5,558,043	11,268,480
Net Position Restricted for Pensions			
Beginning	<u>62,558,486</u>	<u>53,899,017</u>	<u>116,457,503</u>
Ending	<u>68,268,923</u>	<u>59,457,060</u>	<u>127,725,983</u>

CITY OF ROLLING MEADOWS, ILLINOIS

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

CSFA #	Program Name	State	Federal	Other	Totals
420-00-2265	City of Rolling Meadows for Costs Associated with Park Street Storm Sewer Improvements	\$ 256,545	—	—	256,545
420-00-2725	Provision of Services to the Public from Named Line GRF and/or FIF Source	396,915	—	—	396,915
444-26-1565	Tobacco Enforcement Program	2,613	—	—	2,613
493-80-2595	State Police Revocation Enforcement	8,174	—	—	8,174
494-10-0343	State and Community Highway Safety/National Priority Safety Program	—	272,207	—	272,207
546-00-1745	Victims of Crime Act (VOCA)	—	90,738	—	90,738
569-00-3150	ILETSB - Officer Recruitment and Retention Grant Program	—	82,671	—	82,671
	Other Federal Programs	—	17,989	—	17,989
	Totals	664,247	463,605	—	1,127,852

SUPPLEMENTAL SCHEDULES

CITY OF ROLLING MEADOWS, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2018
December 31, 2024**

Date of Issue	December 18, 2018
Date of Maturity	December 15, 2038
Authorized Issue	\$9,500,000
Denomination of Bonds	\$5,000
Interest Rate	4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago
Fund Debt Retired by	Fire Stations
Purpose of Debt	Construction of Two Fire Stations, Land Acquisition, Demolition of Existing Structures, Engineering and Design Costs and the Acquisition of Furniture, Fixtures and Equipment

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2025	\$ 405,000	295,200	700,200	2025	147,600	2025	147,600
2026	420,000	279,000	699,000	2026	139,500	2026	139,500
2027	435,000	262,200	697,200	2027	131,100	2027	131,100
2028	455,000	244,800	699,800	2028	122,400	2028	122,400
2029	470,000	226,600	696,600	2029	113,300	2029	113,300
2030	490,000	207,800	697,800	2030	103,900	2030	103,900
2031	510,000	188,200	698,200	2031	94,100	2031	94,100
2032	530,000	167,800	697,800	2032	83,900	2032	83,900
2033	555,000	146,600	701,600	2033	73,300	2033	73,300
2034	575,000	124,400	699,400	2034	62,200	2034	62,200
2035	600,000	101,400	701,400	2035	50,700	2035	50,700
2036	620,000	77,400	697,400	2036	38,700	2036	38,700
2037	645,000	52,600	697,600	2037	26,300	2037	26,300
2038	670,000	26,800	696,800	2038	13,400	2038	13,400
	<u>7,380,000</u>	<u>2,400,800</u>	<u>9,780,800</u>		<u>1,200,400</u>		<u>1,200,400</u>

CITY OF ROLLING MEADOWS, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2019
December 31, 2024**

Date of Issue	March 21, 2019
Date of Maturity	December 15, 2039
Authorized Issue	\$8,500,000
Denomination of Bonds	\$5,000
Interest Rate	4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago
Fund Debt Retired by	Debt Service and Utilities
Purpose of Debt	Construction of Two Fire Stations, Land Acquisition, Demolition of Existing Structures, Engineering and Design Costs and the Acquisition of Furniture, Fixtures and Equipment and Underground Utilities (Watermains)

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2025	\$ 350,000	278,200	628,200	2025	139,100	2025	139,100
2026	360,000	264,200	624,200	2026	132,100	2026	132,100
2027	375,000	249,800	624,800	2027	124,900	2027	124,900
2028	390,000	234,800	624,800	2028	117,400	2028	117,400
2029	405,000	219,200	624,200	2029	109,600	2029	109,600
2030	425,000	203,000	628,000	2030	101,500	2030	101,500
2031	440,000	186,000	626,000	2031	93,000	2031	93,000
2032	455,000	168,400	623,400	2032	84,200	2032	84,200
2033	475,000	150,200	625,200	2033	75,100	2033	75,100
2034	495,000	131,200	626,200	2034	65,600	2034	65,600
2035	515,000	111,400	626,400	2035	55,700	2035	55,700
2036	535,000	90,800	625,800	2036	45,400	2036	45,400
2037	555,000	69,400	624,400	2037	34,700	2037	34,700
2038	580,000	47,200	627,200	2038	23,600	2038	23,600
2039	600,000	24,000	624,000	2039	12,000	2039	12,000
	<u>6,955,000</u>	<u>2,427,800</u>	<u>9,382,800</u>		<u>1,213,900</u>		<u>1,213,900</u>
	3,487,516	Governmental Activities					
	<u>3,467,484</u>	Business-Type Activities					
	<u>6,955,000</u>						

CITY OF ROLLING MEADOWS, ILLINOIS

Long-Term Debt Requirements

Illinois Environmental Protection Agency (L17-4070) Loan Payable of 2012

December 31, 2024

Date of Issue	December 13, 2012
Date of Maturity	September 15, 2033
Authorized Issue	\$1,265,744
Interest Rate	2.295%
Interest Dates	March 15 and September 15
Principal Maturity Date	September 15
Payable at	Illinois Environmental Protection Agency
Fund Debt Retired by	Utilities
Purpose of Debt	Drinking Water Project

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Mar. 15	Amount	Sept. 15	Amount
2025	\$ 66,242	14,638	80,880	2025	7,508	2025	7,130
2026	67,771	13,109	80,880	2026	6,748	2026	6,361
2027	69,335	11,545	80,880	2027	5,970	2027	5,575
2028	70,935	9,945	80,880	2028	5,175	2028	4,770
2029	72,573	8,307	80,880	2029	4,361	2029	3,946
2030	74,248	6,632	80,880	2030	3,528	2030	3,104
2031	75,961	4,919	80,880	2031	2,676	2031	2,243
2032	77,715	3,165	80,880	2032	1,804	2032	1,361
2033	79,507	1,373	80,880	2033	912	2033	461
	<u>654,287</u>	<u>73,633</u>	<u>727,920</u>		<u>38,682</u>		<u>34,951</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Long-Term Debt Requirements

Illinois Environmental Protection Agency (L17-4141) Loan Payable of 2013

December 31, 2024

Date of Issue	October 18, 2013
Date of Maturity	May 1, 2034
Authorized Issue	\$1,365,863
Interest Rate	1.930%
Interest Dates	May 1 and November 1
Principal Maturity Date	May 1
Payable at	Illinois Environmental Protection Agency
Fund Debt Retired by	Utilities
Purpose of Debt	Wastewater Project

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2025	\$ 69,898	13,588	83,486	2025	6,962	2025	6,626
2026	71,254	12,232	83,486	2026	6,288	2026	5,944
2027	72,635	10,851	83,486	2027	5,600	2027	5,251
2028	74,044	9,442	83,486	2028	4,899	2028	4,543
2029	75,480	8,006	83,486	2029	4,185	2029	3,821
2030	76,943	6,543	83,486	2030	3,457	2030	3,086
2031	78,435	5,051	83,486	2031	2,714	2031	2,337
2032	79,956	3,530	83,486	2032	1,957	2032	1,573
2033	81,507	1,979	83,486	2033	1,186	2033	793
2034	41,344	399	41,743	2034	399	2034	—
	<u>721,496</u>	<u>71,621</u>	<u>793,117</u>		<u>37,647</u>		<u>33,974</u>

STATISTICAL SECTION (Unaudited)

This part of the annual comprehensive 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 City's overall financial health.

Financial Trends

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

Revenue Capacity

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

Debt Capacity

These schedules present information to help the reader assess the affordability of the City'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 City's financial activities take place.

Operating Information

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

CITY OF ROLLING MEADOWS, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*

December 31, 2024 (Unaudited)

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
December 31, 2024 (Unaudited)

	2015	2016	2017
Governmental Activities			
Net Investment in Capital Assets	\$ 121,051,207	123,131,275	128,751,947
Restricted	1,084,594	1,388,890	1,670,010
Unrestricted (Deficit)	(62,359,303)	(68,600,811)	(57,482,713)
Total Governmental Activities Net Position	<u>59,776,498</u>	<u>55,919,354</u>	<u>72,939,244</u>
Business-Type Activities			
Net Investment in Capital Assets	10,554,431	12,601,433	14,095,822
Unrestricted	4,637,392	2,515,984	2,911,351
Total Business-Type Activities Net Position	<u>15,191,823</u>	<u>15,117,417</u>	<u>17,007,173</u>
Primary Government			
Net Investment in Capital Assets	131,605,638	135,732,708	142,847,769
Restricted (Deficit)	1,084,594	1,388,890	1,670,010
Unrestricted	(57,721,911)	(66,084,827)	(54,571,362)
Total Primary Government Net Position	<u><u>74,968,321</u></u>	<u><u>71,036,771</u></u>	<u><u>89,946,417</u></u>

* Accrual Basis of Accounting

Data Source: Audited Financial Statements

2018	2019	2020	2021	2022	2023	2024
132,346,127	134,024,598	134,969,001	134,248,347	136,418,948	137,420,699	139,977,770
1,797,635	1,965,814	2,961,105	3,835,861	3,966,742	3,561,818	3,009,090
(62,272,079)	(65,075,389)	(60,768,723)	(47,950,804)	(39,800,332)	(36,608,980)	(38,545,241)
71,871,683	70,915,023	77,161,383	90,133,404	100,585,358	104,373,537	104,441,619
14,530,097	12,475,724	16,200,116	17,761,381	17,001,019	19,011,415	21,095,056
4,762,152	8,674,614	6,554,014	7,721,746	7,576,122	9,679,302	8,428,654
19,292,249	21,150,338	22,754,130	25,483,127	24,577,141	28,690,717	29,523,710
146,876,224	146,500,322	151,169,117	152,009,728	153,419,967	156,432,114	161,072,826
1,797,635	1,965,814	2,961,105	3,835,861	3,966,742	3,561,818	3,009,090
(57,509,927)	(56,400,775)	(54,214,709)	(40,229,058)	(32,224,210)	(26,929,678)	(30,116,587)
91,163,932	92,065,361	99,915,513	115,616,531	125,162,499	133,064,254	133,965,329

CITY OF ROLLING MEADOWS, ILLINOIS

**Changes in Net Position - Last Ten Fiscal Years*
December 31, 2024 (Unaudited)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental Activities										
General Government	\$ 4,710,309	929,813	1,354,511	1,457,228	2,125,040	1,311,913	(2,368,323)	1,804,185	4,157,535	1,364,355
Public Safety	30,989,615	33,691,854	11,271,148	30,114,837	25,520,356	23,863,185	21,947,814	27,566,521	29,577,540	33,400,673
Highways and Streets	1,019,272	1,013,213	1,253,252	1,082,494	1,828,790	431,123	1,330,437	1,056,557	1,217,678	1,816,033
Public Works	4,209,525	4,498,849	5,614,464	5,718,353	5,903,450	6,194,260	6,317,718	6,068,323	5,945,417	7,516,064
Health and Welfare	4,797	4,370	6,121	4,790	13,526	4,377	3,999	7,621	4,305	5,304
Economic Development	72,945	159,407	160,526	386,195	6,802,153	2,056,757	1,799,248	145,619	2,012,564	2,536,545
Interest on Long-Term Debt	346,695	283,878	221,075	230,817	666,724	624,443	572,233	535,028	461,661	541,855
Total Governmental Activities Expenses	41,353,158	40,581,384	19,881,097	38,994,714	42,860,039	34,486,058	29,603,126	37,183,854	43,376,700	47,180,829
Business-Type Activities										
Refuse	2,188,936	2,349,984	2,178,195	2,209,077	2,288,099	2,613,205	1,900,561	2,334,527	2,440,954	2,724,318
Utilities	9,443,330	10,425,577	9,601,362	9,399,536	9,815,137	9,295,732	9,015,339	11,851,957	10,414,003	11,902,182
Total Business-Type Activities Expenses	11,632,266	12,775,561	11,779,557	11,608,613	12,103,236	11,908,937	10,915,900	14,186,484	12,854,957	14,626,500
Total Primary Government Expenses	52,985,424	53,356,945	31,660,654	50,603,327	54,963,275	46,394,995	40,519,026	51,370,338	56,231,657	61,807,329
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	4,422,436	3,482,990	3,100,246	3,371,559	3,405,801	3,157,328	3,531,565	3,790,186	3,686,233	6,855,942
Public Safety	2,398,343	2,215,543	2,103,101	2,450,768	2,388,269	2,481,909	3,048,125	2,772,928	2,639,879	2,485,822
Highways and Streets	492,658	484,226	486,865	427,400	—	—	—	—	—	—
Operating Grants/Contributions	131,706	26,655	15,585	35,781	45,476	386,676	160,511	89,288	3,352,171	603,942
Capital Grants/Contributions	1,584,544	1,129,271	1,170,974	1,212,653	1,241,264	2,041,022	1,767,706	2,005,433	1,272,211	1,607,380
Total Governmental Activities Program Revenues	9,029,687	7,338,685	6,876,771	7,498,161	7,080,810	8,066,935	8,507,907	8,657,835	10,950,494	11,553,086
Business-Type Activities										
Charges for Services										
Refuse	2,211,095	2,198,818	2,194,628	2,178,810	2,173,823	2,241,441	2,129,747	2,112,926	2,608,978	2,784,793
Utilities	9,946,864	10,600,582	11,413,154	11,789,968	11,597,371	11,651,752	11,374,947	11,128,123	11,201,086	12,640,551
Total Business-Type Activities Program Revenues	12,157,959	12,799,400	13,607,782	13,968,778	13,771,194	13,893,193	13,504,694	13,241,049	13,810,064	15,425,344
Total Primary Government Program Revenues	21,187,646	20,138,085	20,484,553	21,466,939	20,852,004	21,960,128	22,012,601	21,898,884	24,760,558	26,978,430

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Net (Expense) Revenue										
Governmental Activities	\$ (32,323,471)	(33,242,699)	(13,004,326)	(31,496,553)	(35,779,229)	(26,419,123)	(21,095,219)	(28,526,019)	(32,426,206)	(35,627,743)
Business-Type Activities	525,693	23,839	1,828,225	2,360,165	1,667,958	1,984,256	2,588,794	(945,435)	955,107	798,844
Total Primary Government Net Revenue (Expense)	<u>(31,797,778)</u>	<u>(33,218,860)</u>	<u>(11,176,101)</u>	<u>(29,136,388)</u>	<u>(34,111,271)</u>	<u>(24,434,867)</u>	<u>(18,506,425)</u>	<u>(29,471,454)</u>	<u>(31,471,099)</u>	<u>(34,828,899)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	13,330,729	13,352,220	14,931,202	17,292,247	18,528,573	17,359,533	17,047,638	19,442,569	17,732,490	17,068,360
Sales and Home Rule	5,696,766	6,332,653	6,210,667	6,108,188	6,092,965	5,870,745	6,772,707	7,423,217	7,330,463	8,313,578
Telecommunications Taxes	1,691,483	1,405,592	1,317,282	1,215,689	1,090,862	913,759	795,773	562,964	549,055	533,419
Electric Utility	1,291,072	1,285,380	1,241,455	1,274,398	1,173,873	1,195,810	1,136,977	1,144,285	1,047,910	1,098,041
Hotel	476,594	459,967	437,536	296,908	327,709	143,637	154,118	235,360	490,650	521,996
Food and Beverage	1,286,438	1,337,145	1,322,223	1,588,313	1,447,335	1,085,841	1,381,715	1,524,235	1,667,423	1,771,045
Real Estate Transfer	505,464	599,679	587,918	912,718	327,913	398,773	856,405	883,389	385,439	392,064
Income	2,605,804	2,315,210	2,189,384	2,324,681	2,585,667	2,653,791	3,258,231	3,973,762	3,891,016	4,165,907
Replacement	179,585	191,939	221,448	160,928	224,814	201,287	353,173	714,537	594,962	349,403
Other Taxes	1,020,476	943,578	986,795	1,157,347	1,824,693	2,019,758	1,988,835	2,154,167	1,966,382	1,898,625
Investment Income (Loss)	17,131	54,407	78,814	212,418	724,000	200,407	(2,044)	209,243	1,383,560	1,589,620
Miscellaneous	713,424	907,785	499,492	403,712	474,165	622,142	465,940	710,245	2,175,035	602,924
Transfers	—	200,000	—	—	—	—	(142,228)	—	(3,000,000)	—
Total Governmental Activities	<u>28,814,966</u>	<u>29,385,555</u>	<u>30,024,216</u>	<u>32,947,547</u>	<u>34,822,569</u>	<u>32,665,483</u>	<u>34,067,240</u>	<u>38,977,973</u>	<u>36,214,385</u>	<u>38,304,982</u>
Business-Type Activities										
Investment Income (Loss)	20,876	101,755	61,531	45,443	190,131	(380,464)	(2,025)	39,449	158,469	181,392
Transfers	—	(200,000)	—	—	—	—	142,228	—	3,000,000	—
Total Business-Type Activities	<u>20,876</u>	<u>(98,245)</u>	<u>61,531</u>	<u>45,443</u>	<u>190,131</u>	<u>(380,464)</u>	<u>140,203</u>	<u>39,449</u>	<u>3,158,469</u>	<u>181,392</u>
Total Primary Government	<u>28,835,842</u>	<u>29,287,310</u>	<u>30,085,747</u>	<u>32,992,990</u>	<u>35,012,700</u>	<u>32,285,019</u>	<u>34,207,443</u>	<u>39,017,422</u>	<u>39,372,854</u>	<u>38,486,374</u>
Changes in Net Position										
Governmental Activities	(3,508,505)	(3,857,144)	17,019,890	1,450,994	(956,660)	6,246,360	12,972,021	10,451,954	3,788,179	2,677,239
Business-Type Activities	546,569	(74,406)	1,889,756	2,405,608	1,858,089	1,603,792	2,728,997	(905,986)	4,113,576	980,236
Total Primary Government	<u>(2,961,936)</u>	<u>(3,931,550)</u>	<u>18,909,646</u>	<u>3,856,602</u>	<u>901,429</u>	<u>7,850,152</u>	<u>15,701,018</u>	<u>9,545,968</u>	<u>7,901,755</u>	<u>3,657,475</u>

* Accrual Basis of Accounting

Data Source: Audited Financial Statements

CITY OF ROLLING MEADOWS, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
December 31, 2024 (Unaudited)

	2015	2016	2017
General Fund			
Nonspendable	\$ 44,788	41,146	46,467
Restricted	—	52,835	35,178
Committed	521,452	721,452	1,021,452
Assigned	1,221,683	1,000,000	750,000
Unassigned	9,671,128	10,113,617	7,711,972
Total General Fund	<u>11,459,051</u>	<u>11,929,050</u>	<u>9,565,069</u>
All Other Governmental Funds			
Nonspendable	35,126	35,331	41,990
Restricted	1,090,277	1,454,780	1,634,832
Assigned	313,560	1,112,349	1,285,115
Unassigned	(1,147,851)	(1,416,954)	(1,544,381)
Total All Other Governmental Funds	<u>291,112</u>	<u>1,185,506</u>	<u>1,417,556</u>
Total Governmental Funds	<u><u>11,750,163</u></u>	<u><u>13,114,556</u></u>	<u><u>10,982,625</u></u>

* Modified Accrual Basis of Accounting

Data Source: Audited Financial Statements

2018	2019	2020	2021	2022	2023	2024
38,431	26,883	40,648	44,015	3,640	120	2,635
—	—	—	—	—	—	—
1,400,000	1,400,000	400,000	—	—	—	—
—	—	—	—	—	—	—
9,675,955	9,363,567	10,606,672	13,032,826	15,631,482	16,862,899	18,949,789
11,114,386	10,790,450	11,047,320	13,076,841	15,635,122	16,863,019	18,952,424
1,198	50,657	—	—	—	—	—
1,797,635	1,965,814	2,961,105	3,835,861	3,966,742	3,561,818	3,009,090
3,636,772	2,300,216	115,686	444,653	4,524,311	6,034,047	5,005,398
7,359,677	(1,157,011)	(356,372)	(1,030,031)	(185,428)	(1,637)	—
12,795,282	3,159,676	2,720,419	3,250,483	8,305,625	9,594,228	8,014,488
23,909,668	13,950,126	13,767,739	16,327,324	23,940,747	26,457,247	26,966,912

CITY OF ROLLING MEADOWS, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years*
December 31, 2024 (Unaudited)

	2015	2016	2017
Revenues			
Taxes	\$ 24,763,044	25,130,858	26,411,720
Intergovernmental	5,037,617	4,248,431	4,220,749
Licenses and Permits	2,743,938	1,906,181	1,479,815
Charges for Services	2,972,949	2,926,258	2,888,994
Fines and Forfeitures	1,596,550	1,350,320	1,321,403
Investment Income (Loss)	16,965	53,648	77,986
Miscellaneous	713,424	907,785	499,492
Total Revenues	<u>37,844,487</u>	<u>36,523,481</u>	<u>36,900,159</u>
Expenditures			
General Government	4,320,711	4,039,414	2,666,435
Public Safety	21,970,277	23,764,984	24,987,648
Highways and Streets	1,019,272	1,013,213	1,108,131
Public Works	2,336,042	2,287,326	3,649,697
Health and Welfare	4,797	4,370	6,121
Economic Development	72,945	159,407	873,430
Capital Outlay	2,666,447	1,661,489	3,540,267
Debt Service			
Principal Retirement	2,230,830	2,275,720	2,360,348
Interest	315,000	253,165	190,013
Total Expenditures	<u>34,936,321</u>	<u>35,459,088</u>	<u>39,382,090</u>
Excess of Revenues Over (Under) Expenditures	<u>2,908,166</u>	<u>1,064,393</u>	<u>(2,481,931)</u>
Other Financing Sources (Uses)			
Debt Issuance	—	—	—
Premium/Discount on Debt Issuance	—	—	—
Transfers In	1,700,724	2,997,575	3,552,075
Transfers Out	(1,595,724)	(2,697,575)	(3,202,075)
	<u>105,000</u>	<u>300,000</u>	<u>350,000</u>
Net Change in Fund Balances	<u><u>3,013,166</u></u>	<u><u>1,364,393</u></u>	<u><u>(2,131,931)</u></u>
Debt Service as a Percentage of Noncapital Expenditures	<u>7.87%</u>	<u>7.40%</u>	<u>7.25%</u>

* Modified Accrual Basis of Accounting

Data Source: Audited Financial Statements

2018	2019	2020	2021	2022	2023	2024
29,133,926	29,929,856	27,841,282	29,030,662	32,146,099	30,046,241	30,478,520
4,445,925	4,981,288	6,429,350	6,643,127	8,007,107	10,233,931	7,845,240
1,640,953	1,280,705	1,147,215	1,145,471	1,162,965	863,268	923,221
3,235,235	3,329,586	3,222,284	3,595,521	3,925,292	4,308,862	7,411,581
1,373,539	1,183,779	1,269,738	1,838,698	1,474,857	1,153,982	1,006,962
208,497	695,524	189,336	(1,662)	203,096	1,338,379	1,538,569
403,712	474,165	622,142	465,940	710,245	2,175,035	602,924
40,441,787	41,874,903	40,721,347	42,717,757	47,629,661	50,119,698	49,807,017
2,780,263	2,976,876	3,078,077	3,108,200	3,010,953	4,830,831	4,422,902
25,491,740	26,421,368	26,666,708	27,187,374	27,654,374	28,310,317	31,005,878
1,082,494	1,135,666	1,003,317	1,068,548	1,056,557	1,217,678	1,816,033
3,938,222	4,086,068	4,051,994	4,176,874	4,105,740	4,124,757	4,889,922
4,790	13,526	4,377	3,999	7,621	4,305	5,304
386,195	6,802,153	2,056,757	1,799,248	145,619	2,012,564	2,536,545
3,144,352	12,431,271	3,829,741	2,365,927	2,454,247	2,444,888	3,092,126
1,020,000	915,000	1,147,910	1,127,925	1,190,446	1,250,461	847,334
197,088	648,356	614,853	577,849	540,681	501,076	581,308
38,045,144	55,430,284	42,453,734	41,415,944	40,166,238	44,696,877	49,197,352
2,396,643	(13,555,381)	(1,732,387)	1,301,813	7,463,423	5,422,821	609,665
9,500,000	4,262,240	—	—	—	—	—
451,852	318,599	—	—	—	—	—
1,411,623	2,769,934	2,401,713	2,283,150	965,688	2,030,861	702,787
(833,075)	(3,754,934)	(851,713)	(1,025,378)	(815,688)	(4,937,182)	(802,787)
10,530,400	3,595,839	1,550,000	1,257,772	150,000	(2,906,321)	(100,000)
12,927,043	(9,959,542)	(182,387)	2,559,585	7,613,423	2,516,500	509,665
3.49%	3.56%	4.63%	4.33%	4.62%	4.19%	3.10%

CITY OF ROLLING MEADOWS, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
December 31, 2024 (Unaudited)**

Tax Levy Year	Residential Property	Commercial Property	Industrial Property	Less: Tax-Exempt Property
2014	\$ 394,371,663	\$ 254,681,126	\$ 81,117,603	\$ —
2015	382,895,892	242,324,603	78,686,402	—
2016	454,910,891	259,421,096	79,071,548	—
2017	453,622,046	270,527,838	83,954,247	—
2018	443,340,025	265,568,525	81,088,939	—
2019	491,536,045	340,213,474	104,656,464	—
2020	487,850,448	342,963,461	113,103,389	—
2021	451,396,652	319,476,788	100,392,018	—
2022	565,483,132	327,325,680	108,982,154	—
2023	582,291,174	321,373,168	109,163,496	—

Data Source: Office of the Cook County Clerk

Note: Property is assessed at 33% of actual value.

	Total Taxable Assessed Value	% Increase/ (Decrease)	Estimated Actual Taxable Value	Ratio of Total Assessed Value to Total Estimated Actual Value	Total Direct Tax Rate
\$	730,170,392	0.97%	\$ 2,190,511,176	33.33%	2.187
	703,906,897	(3.60%)	2,111,720,691	33.33%	2.362
	793,403,535	12.71%	2,380,210,605	33.33%	2.190
	808,104,131	1.85%	2,424,312,393	33.33%	2.247
	789,997,489	(2.24%)	2,369,992,467	33.33%	2.370
	936,405,983	18.53%	2,809,217,949	33.33%	2.018
	943,917,298	0.80%	2,831,751,894	33.33%	2.029
	871,265,458	(7.70%)	2,613,796,374	33.33%	2.206
	1,001,790,966	14.98%	3,005,372,898	33.33%	1.954
	1,012,827,838	1.10%	3,038,483,514	33.33%	1.965

CITY OF ROLLING MEADOWS, ILLINOIS

**Direct and Overlapping Property Tax Rates - Elk Grove Township - Last Ten Tax Levy Years
December 31, 2024 (Unaudited)**

	2014	2015	2016
City Direct Rates			
General	\$ 0.790	0.833	0.692
Debt Service	0.189	0.191	0.169
Pension Trust			
Police Pension	0.355	0.411	0.418
Firefighters' Pension	0.384	0.436	0.460
Total City Direct Rates	<u>1.718</u>	<u>1.870</u>	<u>1.739</u>
Component Unit - Library Direct Rate	<u>0.469</u>	<u>0.493</u>	<u>0.451</u>
Total City Direct Rate	<u>2.187</u>	<u>2.362</u>	<u>2.190</u>
Overlapping Rates - Elk Grove Township			
Cook County	0.568	0.552	0.533
Forest Preserve District	0.069	0.069	0.063
Metropolitan Sanitary District	0.430	0.426	0.406
Northwest Mosquito Abatement	0.013	0.011	0.010
Consolidated Elections	—	0.03	—
Elk Grove			
Town	0.076	0.078	0.066
Road and Bridge	0.018	0.018	0.016
General Assistance	0.017	0.017	0.013
School Districts			
School District Number 15	3.868	4.035	3.543
High School District Number 214	2.776	2.881	2.527
Community College District Number 512	0.451	0.466	0.416
Rolling Meadows Park District	<u>0.711</u>	<u>0.749</u>	<u>0.677</u>
Total Overlapping Rates - Elk Grove Township	<u>8.997</u>	<u>9.336</u>	<u>8.270</u>
Total Direct and Overlapping Rates	<u><u>11.184</u></u>	<u><u>11.698</u></u>	<u><u>10.460</u></u>

Data Source: Office of the County Clerk

Note: Rates are per \$100 of Assessed Value.

2017	2018	2019	2020	2021	2022	2023
0.802	0.950	0.639	0.635	0.691	0.616	0.694
0.056	—	0.106	0.106	0.122	0.106	0.033
0.445	0.443	0.396	0.393	0.429	0.373	0.369
0.484	0.482	0.482	0.478	0.503	0.438	0.433
1.787	1.876	1.623	1.611	1.745	1.533	1.528
0.460	0.494	0.395	0.418	0.461	0.421	0.437
2.247	2.370	2.018	2.029	2.206	1.954	1.965
0.496	0.489	0.454	0.453	0.446	0.431	0.386
0.062	0.060	0.059	0.058	0.058	0.081	0.075
0.402	0.396	0.389	0.378	0.382	0.374	0.345
0.010	0.011	0.010	0.010	0.011	0.009	0.010
0.031	0.000	0.030	0.000	0.019	0.000	0.032
0.650	0.059	0.055	0.053	0.058	0.050	0.051
0.016	0.080	0.014	0.013	0.014	0.012	0.012
0.013	0.007	0.011	0.011	0.012	0.010	0.010
3.618	3.807	3.486	3.564	3.955	3.673	3.714
2.563	3.044	2.356	2.382	2.664	2.352	2.445
0.425	0.443	0.403	0.409	0.457	0.410	0.413
0.679	0.714	0.650	0.619	0.689	0.638	0.666
8.965	9.110	7.917	7.950	8.765	8.040	8.159
11.212	11.480	9.935	9.979	10.971	9.994	10.124

CITY OF ROLLING MEADOWS, ILLINOIS

Direct and Overlapping Property Tax Rates- Palatine Township (High School District 211) - Last Ten Tax Levy Years

December 31, 2024 (Unaudited)

	2014	2015	2016
City Direct Rates			
General	\$ 0.790	0.833	0.692
Debt Service	0.189	0.191	0.169
Pension Trust			
Police Pension	0.355	0.411	0.418
Firefighters' Pension	0.384	0.436	0.460
Total City Direct Rates	1.718	1.870	1.739
Component Unit - Library Direct Rate	0.469	0.493	0.451
Total City Direct Rate	2.187	2.362	2.190
Overlapping Rates - Palatine Township			
Cook County	0.568	0.552	0.533
Forest Preserve District	0.069	0.069	0.063
Water Reclamation District	0.430	0.426	0.406
Northwest Mosquito Abatement	0.013	0.011	0.010
Consolidated Elections	—	0.034	—
Palatine			
Town	0.059	0.063	0.054
Road and Bridge	0.090	0.092	0.079
General Assistance	0.017	0.018	0.012
School Districts			
School District Number 15	3.868	4.035	3.543
High School District Number 214	3.213	3.309	2.871
Community College District Number 512	0.451	0.466	0.416
Rolling Meadows Park District	0.711	0.749	0.677
Total Overlapping Rates - Palatine Township	9.489	9.824	8.664
Total Direct and Overlapping Rates	11.676	12.186	10.854

Data Source: Office of the County Clerk

Note: Rates are per \$100 of Assessed Value.

2017	2018	2019	2020	2021	2022	2023
0.802	0.950	0.639	0.635	0.691	0.616	0.694
0.056	0.001	0.106	0.106	0.122	0.106	0.033
0.445	0.443	0.396	0.393	0.429	0.373	0.369
0.484	0.482	0.482	0.478	0.503	0.438	0.433
1.787	1.876	1.623	1.611	1.745	1.533	1.528
0.460	0.494	0.395	0.418	0.461	0.421	0.437
2.247	2.370	2.018	2.029	2.206	1.954	1.965
0.496	0.489	0.454	0.453	0.446	0.431	0.386
0.062	0.060	0.059	0.058	0.058	0.081	0.075
0.402	0.396	0.389	—	0.382	0.374	0.345
0.010	0.011	0.010	0.378	0.011	0.009	0.010
0.030	—	0.030	0.010	0.019	—	0.032
0.550	0.059	0.055	0.055	0.060	0.050	0.049
0.780	0.080	0.072	0.068	0.074	0.060	0.054
0.100	0.007	0.007	0.007	0.008	0.007	0.006
3.618	3.807	3.486	3.564	3.955	3.673	3.714
2.922	3.044	2.749	2.787	3.020	2.710	2.751
0.425	0.443	0.403	0.409	0.457	0.410	0.413
0.679	0.714	0.605	0.619	0.689	0.638	0.666
10.074	9.110	8.319	8.408	9.179	8.443	8.501
12.321	11.480	10.337	10.437	11.385	10.397	10.466

CITY OF ROLLING MEADOWS, ILLINOIS

Direct and Overlapping Property Tax Rates- Palatine Township (High School District 214) - Last Ten Tax Levy Years

December 31, 2024 (Unaudited)

	2014	2015	2016
City Direct Rates			
General	\$ 0.790	0.833	0.692
Debt Service	0.189	0.191	0.169
Pension Trust			
Police Pension	0.355	0.411	0.418
Firefighters' Pension	0.384	0.436	0.460
Total City Direct Rates	1.718	1.870	1.739
Component Unit - Library Direct Rate	0.469	0.493	0.451
Total City Direct Rate	2.187	2.362	2.190
Overlapping Rates - Palatine Township			
Cook County	0.568	0.552	0.533
Forest Preserve District	0.069	0.069	0.063
Water Reclamation District	0.430	0.426	0.406
Northwest Mosquito Abatement	0.013	0.011	0.010
Consolidated Elections	—	0.034	—
Palatine			
Town	0.059	0.063	0.054
Road and Bridge	0.090	0.092	0.079
General Assistance	0.017	0.018	0.012
School Districts			
School District Number 15	3.868	4.035	3.543
High School District Number 214	2.776	2.881	2.527
Community College District Number 512	0.451	0.466	0.416
Rolling Meadows Park District	0.711	0.749	0.677
Total Overlapping Rates - Palatine Township	9.052	9.396	8.320
Total Direct and Overlapping Rates	11.239	11.758	10.510

Data Source: Office of the County Clerk

Note: Rates are per \$100 of Assessed Value.

2017	2018	2019	2020	2021	2022	2023
0.802	0.950	0.639	0.635	0.691	0.616	0.694
0.056	0.001	0.106	0.106	0.122	0.106	0.033
0.445	0.443	0.396	0.393	0.429	0.373	0.369
0.484	0.482	0.482	0.478	0.503	0.438	0.433
1.787	1.876	1.623	1.611	1.745	1.533	1.528
0.460	0.494	0.395	0.418	0.461	0.421	0.437
2.247	2.370	2.018	2.029	2.206	1.954	1.965
0.496	0.489	0.454	0.453	0.446	0.431	0.386
0.062	0.060	0.059	0.058	0.058	0.081	0.075
0.402	0.396	0.389	0.378	0.382	0.374	0.345
0.010	0.010	0.010	0.010	0.011	0.009	0.010
0.031	—	0.030	—	0.019	—	0.032
0.550	0.059	0.055	0.053	0.060	0.050	0.049
0.780	0.080	0.072	0.013	0.740	0.060	0.054
0.010	0.007	0.007	0.011	0.008	0.007	0.006
3.618	3.807	3.486	3.564	3.955	3.673	3.714
2.563	2.669	2.356	2.382	2.664	2.352	2.445
0.425	0.443	0.403	0.409	0.457	0.410	0.413
0.679	0.714	0.605	0.619	0.689	0.638	0.666
9.626	8.734	7.926	7.950	9.489	8.085	8.195
11.873	11.104	9.944	9.979	11.695	10.039	10.160

CITY OF ROLLING MEADOWS, ILLINOIS

**Principal Property Tax Payers - Current Tax Levy Year and Nine Tax Levy Years Ago
December 31, 2024 (Unaudited)**

Taxpayer	2023 Tax Levy Year			2015 Tax Levy Year		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
CT Acquisitions/1701 Golf Rd	\$ 15,375,000	1	1.53%	\$ 10,465,906	1	1.49%
Arthur J Gallagher	8,484,091	2	0.85%	3,356,246	7	0.48%
3800 GR Owner LLC	7,776,306	3	0.78%			
Northrop Grumman Systems	6,750,006	4	0.67%	6,121,671	3	0.87%
2950 Land Company LLC	5,409,567	5	0.54%			
RYAN, LLC	4,327,589	6	0.43%			
Meijer Stores LTD	4,264,640	7	0.43%	3,049,997	9	0.43%
Woodfield Crossing	4,193,022	8	0.42%	3,515,411	6	0.50%
RSS UBSCM2017 C4 IL IC	4,049,475	9	0.40%			
Marc Realty	3,375,111	10	0.34%	3,091,975	8	0.44%
Atrium Center LLC				6,249,998	2	0.89%
Walmart Stores				4,078,347	4	0.58%
YPI 1600 Corporate Center				3,831,232	5	0.54%
Buck Management				2,950,255	10	0.42%
Totals	<u>64,004,807</u>		<u>6.39%</u>	<u>46,711,038</u>		<u>6.64%</u>

Data Source: Office of the Cook County Clerk - Tax Extension Department

CITY OF ROLLING MEADOWS, ILLINOIS

**Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2024 (Unaudited)**

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2015	2014	\$ 12,546,303	\$ 12,294,644	97.99%	\$ (170,334)	\$ 12,124,310	96.64%
2016	2015	13,160,870	12,938,003	98.31%	(167,112)	12,770,891	97.04%
2017	2016	13,791,764	13,383,753	97.04%	(120,203)	13,263,550	96.17%
2018	2017	14,435,144	13,994,684	96.95%	(34,027)	13,960,657	96.71%
2019	2018	14,818,612	14,482,145	97.73%	(71,894)	14,410,251	97.24%
2020	2019	15,207,233	15,085,732	99.20%	(86,267)	14,999,465	98.63%
2021	2020	15,206,508	14,972,073	98.46%	5,093	14,977,166	98.49%
2022	2021	15,199,425	15,075,680	99.19%	19,509	15,095,189	99.31%
2023	2022	15,347,111	15,228,884	99.23%	83,591	15,312,475	99.77%
2024	2023	15,479,014	15,086,677	97.47%	—	15,086,677	97.47%

Data Source: Office of the Cook County Clerk

Note: Property in the City is reassessed each year. Property is assessed at 33% of actual value.

CITY OF ROLLING MEADOWS, ILLINOIS

**Taxable Sales by Category - Last Ten Fiscal Years
December 31, 2024 (Unaudited)**

	2015	2016	2017
General Merchandise	\$ 59,296,321	49,435,476	48,619,619
Food	9,118,952	7,470,631	6,956,669
Drinking and Eating Places	55,103,777	48,756,038	53,287,474
Apparel	46,913	60,881	120,495
Furniture and H.H. and Radio	8,940,544	4,877,923	5,903,590
Lumber, Building, Hardware	2,535,015	2,113,695	1,935,699
Automobile and Filling Stations	41,794,477	32,872,344	28,853,418
Drugs and Misc. Retail	18,327,253	15,052,532	14,440,187
Agriculture and All Others	37,164,473	40,386,830	36,091,630
Manufacturers	11,994,220	28,418,044	27,078,622
Totals	<u>244,321,945</u>	<u>229,444,394</u>	<u>223,287,403</u>
Local Sales Tax Rate	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>
Total Sales Tax Rate	<u>9.00%</u>	<u>10.00%</u>	<u>10.00%</u>

Data Source: Illinois Department of Revenue

2018	2019	2020	2021	2022	2023	2024
50,073,648	49,493,472	49,891,152	51,430,860	53,912,427	54,223,200	53,341,519
7,450,416	7,150,112	7,161,216	9,179,824	8,844,781	8,845,972	9,261,653
53,771,112	54,801,008	29,186,112	41,606,416	46,027,057	48,538,060	53,181,219
248,271	72,064	43,712	539,840	681,434	783,705	1,163,217
4,729,296	3,904,160	3,322,128	3,916,072	3,987,045	4,741,777	5,016,648
1,517,739	1,514,640	2,066,272	2,226,274	2,310,933	2,116,446	2,267,551
24,202,332	25,515,216	51,750,224	46,151,204	35,922,746	26,845,902	26,381,476
13,158,908	12,197,984	17,423,072	38,196,395	41,919,151	45,178,751	46,926,630
37,316,155	35,850,640	29,414,608	24,125,851	33,406,848	32,397,815	35,238,202
26,125,184	25,864,368	25,100,096	26,012,848	34,441,297	30,547,286	31,157,374
218,593,061	216,363,664	215,358,592	243,385,584	261,453,719	254,218,914	263,935,489
2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.25%
10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.25%

CITY OF ROLLING MEADOWS, ILLINOIS

**Direct and Overlapping Sales Tax Rates - Last Ten Fiscal Years
December 31, 2024 (Unaudited)**

Fiscal Year	Sales Tax	Sales Tax to City	Home Rule Sales Tax to City	Mass Transit Portion	Cook County Portion	Total Sales Tax Rate
2015	5.25%	1.00%	1.00%	1.00%	0.75%	9.00%
2016	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2017	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2018	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2019	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2020	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2021	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2022	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2023	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2024	6.25%	1.00%	1.25%	1.00%	0.75%	10.25%

Data Source: Illinois Department of Revenue

CITY OF ROLLING MEADOWS, ILLINOIS

Local Tax Revenues - Last Ten Fiscal Years

December 31, 2024 (Unaudited)

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

Local Tax Revenues - Last Ten Fiscal Years

December 31, 2024 (Unaudited)

Fiscal Year	State Sales Tax (A)	Home Rule Sales Tax (B)	Telecom Tax
2015	\$ 3,354,233	\$ 2,342,533	\$ 1,691,483
2016	3,665,593	2,667,060	1,405,592
2017	3,563,795	2,646,872	1,317,282
2018	3,497,915	2,610,273	1,215,689
2019	3,508,828	2,584,137	1,090,862
2020	3,698,072	2,172,673	913,759
2021	4,125,005	2,647,702	795,773
2022	4,181,931	3,034,653	562,964
2023	4,286,822	3,043,641	549,055
2024	4,404,815	3,908,516	524,096

Data Source: Audited Financial Statements

Notes: (A) Cannabis Tax Revenues must be listed under State Sales Tax per the Illinois Department of Revenue.

(B) Home Rule Sales Tax rate increased to 1.25% in 2024.

(C) Real Estate Transfer Tax is \$3.00 per \$1,000 of Real Property Purchase Price.

(D) Nicor Gas Tax implemented in 2018.

(E) Video Gaming established in 2018.

Electric Utility Tax	Food & Beverage	Hotel Tax	Real Estate Transfer Tax (C)	Nicor Gas Tax (D)	Video Gaming (E)
\$ 1,291,072	\$ 1,286,438	\$ 476,594	\$ 505,464	\$ —	\$ —
1,285,380	1,337,145	459,967	599,679	—	—
1,241,455	1,322,223	437,536	587,918	—	—
1,274,398	1,588,313	296,908	912,718	93,003	3,962
1,173,873	1,447,335	327,709	327,913	595,966	70,927
1,195,810	1,085,841	143,637	398,773	527,644	70,475
1,136,977	1,381,715	154,118	856,405	520,095	177,939
1,144,285	1,524,235	235,360	883,389	558,738	243,307
1,047,910	1,667,423	490,650	385,439	510,036	281,926
1,098,041	1,766,264	521,996	392,064	465,854	260,824

CITY OF ROLLING MEADOWS, ILLINOIS

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
December 31, 2024 (Unaudited)**

Fiscal Year	Governmental Activities	
	General Obligation Bonds	Subscription Arrangements
2015	\$ 8,951,068	\$ —
2016	6,675,348	—
2017	4,315,000	—
2018	13,246,852	—
2019	16,874,927	—
2020	15,703,666	—
2021	14,537,218	—
2022	13,308,249	—
2023	12,019,265	1,474,514
2024	11,422,760	4,190,840

Data Source: Audited Financial Statements

Note: Details regarding the City'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.

Business-Type Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
General Obligation Bonds	IEPA Loans	Subscription Arrangements			
\$ 1,218,932	\$ 2,480,774	\$ —	\$ 8,951,068	2.61%	\$ 525
859,652	2,368,030	—	6,675,348	1.92%	401
490,000	2,252,899	—	4,315,000	1.33%	286
295,000	2,135,333	—	13,246,852	2.82%	647
4,669,445	2,015,278	—	16,874,927	4.24%	985
4,382,271	1,892,682	—	15,703,666	2.37%	930
4,220,112	1,767,490	—	14,537,218	2.05%	848
4,050,474	1,639,647	—	13,308,249	1.63%	799
3,875,851	1,509,098	99,332	13,493,779	1.71%	805
3,693,749	1,375,783	76,476	15,613,600	1.70%	885

CITY OF ROLLING MEADOWS, ILLINOIS

**Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
December 31, 2024 (Unaudited)**

Fiscal Year	General Obligation Bonds	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2015	\$ 10,170,000	1.39%	\$ 422
2016	7,535,000	1.07%	305
2017	4,805,000	0.61%	195
2018	13,541,852	1.68%	559
2019	21,544,372	2.73%	901
2020	20,085,937	2.15%	850
2021	18,757,330	1.99%	775
2022	17,358,723	1.99%	730
2023	15,895,116	1.59%	675
2024	15,116,509	1.49%	644

Data Source: Audited Financial Statements

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.

CITY OF ROLLING MEADOWS, ILLINOIS

**Schedule of Direct and Overlapping Governmental Activities Debt
December 31, 2024 (Unaudited)**

Governmental Unit	Gross Debt	Percentage of Debt Applicable to City (1)	City's Share of Debt
City Direct Debt	\$ 15,613,600	100.00%	\$ 15,613,600
Overlapping Debt			
County of Cook	3,071,188,946	0.386%	11,854,789
Cook County Forest Preserve	95,994,725	0.075%	71,996
Metropolitan Water Reclamation District	2,745,624	0.345%	9,472
Arlington Heights Park District	8,152,205	0.481%	39,212
Palatine Park District	14,873,928	0.649%	96,532
Rolling Meadows Park District	1,264,000	0.666%	8,418
Schaumburg Park District	12,414,168	0.622%	77,216
Community Consolidated School District No. 15	222,657,956	3.714%	8,269,516
Community Consolidated School District No. 59	17,400,000	2.913%	506,862
Township High School District 214	86,535,000	2.445%	2,115,781
Harper College Comm College District No. 512	230,638,610	0.413%	952,537
Total Overlapping Debt	3,763,865,162		24,002,331
Total Direct and Overlapping Debt	3,779,478,762		39,615,931

Data Source: Cook County Treasurer's Office

(1) Determined by ratio of assessed valuation of property subject to taxation in the City to valuation of property subject to taxation in overlapping unit.

CITY OF ROLLING MEADOWS, ILLINOIS

**Schedule of Legal Debt Margin
December 31, 2024 (Unaudited)**

The City is a home rule municipality.

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

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

To date the General Assembly has set no limits for home rule municipalities.

CITY OF ROLLING MEADOWS, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
December 31, 2024 (Unaudited)**

Fiscal Year	(1) Population	(2) Personal Income (in Thousands)	(1) Per Capita Personal Income	(3) Median Age	(3) *Percent High School Graduate or Higher %	(4) School Enrollment	(5) Unemployment Rate	(3) Bachelor's Degree or Better Education Level	(1) Median Household Income	(1) Median House Value
2015	24,099	\$ 484,322	\$ 29,331	36.6	85.6%	5,258	6.70%	N/A	\$ N/A	\$ N/A
2016	24,667	514,662	32,238	37.2	85.4%	5,513	5.90%	N/A	N/A	N/A
2017	24,639	529,121	33,722	37.7	87.0%	5,486	5.00%	36.00%	65,965	248,361
2018	24,231	555,922	35,094	38.0	87.0%	5,183	3.90%	33.90%	67,849	256,218
2019	23,922	555,922	37,008	37.8	87.0%	4,351	3.40%	38.00%	73,847	255,340
2020	23,641	929,257	39,307	38.1	84.2%	4,202	9.10%	37.50%	76,879	248,379
2021	24,200	1,000,283	41,334	38.1	83.7%	4,114	6.40%	37.20%	78,634	266,587
2022	23,781	1,162,035	48,864	38.0	85.0%	4,241	4.70%	36.30%	88,195	284,217
2023	23,564	1,112,362	47,206	38.2	88.6%	4,130	4.20%	41.60%	82,990	283,169
2024	23,466	1,218,941	51,945	38.5	87.0%	4,305	5.20%	40.50%	92,397	296,941

Data Source:

(1) Illinois Hometown Locator - Data as of 07/01/24; (2) U.S. Bureau of Economic Analysis/Metropolitan Area; (3) Data.census.gov (4) Data provided by School District Adm Offices D214=1993/CCSD15=2024/D211=334; (5) Illinois Dept of Employment Security, Economic Information and Analysis/idea.illinois.gov(LAUS) Metro Areas City-Data.com Census.gov

* For year 2016, category was changed from "Education Level in Years of Schooling" due to lack of data available.

N/A - Not Available

CITY OF ROLLING MEADOWS, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2024 (Unaudited)**

Employer	2024			2015		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Northrop Grumman Systems Corporation	2,380	1	10.14%	2,200	1	9.55%
Arthur J. Gallagher & Co.	1,750	2	7.46%			
Cellco Partnership DBA Verizon Wireless	900	3	3.84%	900	3	3.91%
Meijer Great Lakes Limited Partnership DBA Meijer Store #228	320	4	1.36%	300	6	1.30%
Bank of America DBA Merrill Edge	300	5	1.28%			
Walmart Inc. DBA Walmart Inc. #2815	273	6	1.16%	221	10	0.96%
Simens Industry Inc.	260	7	1.11%			
Advocate Physician Partners	240	8	1.02%			
RTC Industries	225	9	0.96%	252	8	1.09%
Methode Electronic, Inc	190	10	0.81%			
Capital One				1,500	2	6.51%
Cennate				480	4	2.08%
Komatsu				325	5	1.41%
A.H. Management Group				263	7	1.14%
Methode Electronic, Inc				245	9	1.06%
	<u>6,838</u>		<u>29.14%</u>	<u>6,686</u>		<u>29.01%</u>

Data Sources:

City of Rolling Meadows Community Development Department 2024 Business Licensing

CITY OF ROLLING MEADOWS, ILLINOIS

**Full-Time and Part-Time Employees by Function/Program - Last Ten Fiscal Years
December 31, 2024 (Unaudited)**

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

**Full-Time and Part-Time Employees by Function/Program - Last Ten Fiscal Years
December 31, 2024 (Unaudited)**

Function/Program	2015	2016	2017
Full-Time			
General Government			
Management	8	8	9
Finance	5	5	5
Community Development	9	8	7
Human Services	—	—	—
Public Safety			
Police			
Officers	49	50	50
Civilians	6	7	7
Fire			
Firefighters and Officers	44	42	44
Civilians	1	1	1
Public Works			
Administration	5	5	5
Streets and Grounds	14	15	14
Utilities and Garage	14	17	17
Part-Time			
General Government			
Management	1	1	—
Finance	3	3	3
Community Development	—	—	—
Public Safety			
Police	14	13	13
Public Works			
Administration	—	—	—
Streets and Grounds	2	1	1
Utilities	1	2	3

Data Source: City Human Resources and Budget Departments

2018	2019	2020	2021	2022	2023	2024
9	9	8	8	8	9	9
5	5	5	4	6	7	7
7	7	8	8	8	9	10
—	—	—	—	—	—	5
50	50	51	51	50	51	51
7	7	7	8	7	10	6
44	44	44	41	44	43	44
1	1	1	1	—	1	1
4	5	5	3	4	5	5
15	16	16	16	15	16	16
16	16	15	17	16	17	16
—	—	—	—	—	—	1
3	2	2	2	1	—	—
—	—	—	—	—	1	—
14	12	13	14	13	11	13
1	1	1	—	—	—	—
—	—	—	—	—	—	—
—	—	—	—	—	—	1

CITY OF ROLLING MEADOWS, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
December 31, 2024 (Unaudited)**

Function/Program	2015	2016	2017
Public Safety			
Police			
Physical Arrests	678	692	513
Parking Violations	2,281	2,220	2,152
Traffic Violations	3,999	4,241	2,145
Fire			
Emergency Responses	3,787	3,991	3,955
Fire Calls	1,096	1,141	1,114
Fires Extinguished	42	43	52
Public Works			
Street Resurfacing (Miles)	1.00	1.52	1.57
Snow and Ice Control (Tons of Salt)	1,408	952	673
Water			
Number of Water Main Repairs	66	46	66
Water Average Daily Consumption (Millions of Gallons)	1.944	1.928	1.946
Refuse Collection			
Refuse Collected (Tons per Day)	19	20	19
Recyclables Collected (Tons per Day)	8.90	8.90	8.75

Data Source: Various City Departments

2018	2019	2020	2021	2022	2023	2024
531	739	264	302	278	339	678
1,460	1,216	1,153	346	532	513	690
1,979	1,457	1,899	1,798	1,543	1,749	1,475
4,024	3,946	3,541	3,861	4,263	4,183	4,062
1,096	1,209	1,028	1,145	1,201	1,164	1,156
57	34	50	64	69	75	67
1.55	2.44	2.59	2.68	5.70	2.70	2.25
1,547	2,276	1,123	2,048	1,726	733	919
36	61	39	35	31	39	30
1.873	1.750	1.660	1.613	1.640	1.756	1.734
19	19	20	20	20	20	21
8.65	8.61	8.45	8.59	8.16	7.57	7.62

CITY OF ROLLING MEADOWS, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
December 31, 2024 (Unaudited)**

Function/Program	2015	2016	2017
Public Safety			
Police			
Stations	1	1	1
Patrol Units	15	15	15
Fire			
Fire Stations	2	2	2
Fire Engines	4	4	4
Public Works			
Streets (Miles)	61.71	61.71	61.91
Streetlights	350	350	350
Traffic Signals	49	49	49
Water			
Water Mains (Miles)	91.25	91.58	91.71
Fire Hydrants	1,373	1,463	1,465
Storage Capacity (Millions of Gallons)	5.55	5.55	5.50
Wastewater			
Sanitary Sewer (Miles)	93.30	93.60	93.61
Lift Stations	3	3	3
Storm Sewers (Miles)	61	126	126

Data Source: Various City Departments

2018	2019	2020	2021	2022	2023	2024
1	1	1	1	1	1	1
15	15	15	15	15	13	15
2	2	2	2	2	2	2
4	4	4	4	5	4	4
61.91	65.64	65.64	65.64	65.64	65.64	65.64
350	451	451	451	451	451	451
49	64	61	64	64	64	64
91.75	99.28	105.18	105.00	105.00	110.68	112.20
1,469	1,251	1,256	1,256	1,256	1,493	1,494
5.50	5.50	5.50	5.50	5.50	5.50	5.50
93.64	84.98	84.47	85.00	84.76	81.62	95.30
3	3	3	3	3	3	3
126	121	133	124	125	123	126

CITY OF ROLLING MEADOWS, ILLINOIS

**Water Sold by Type of Customer - Last Ten Fiscal Years
December 31, 2024 (Unaudited)**

Type of Customer	2015	2016	2017
Industrial	33,139	33,735	34,014
Residential/Multi-Family	451,679	453,485	456,871
Commercial	138,671	142,611	153,385
School/Government	29,674	24,227	27,312
Totals	653,163	654,058	671,582
Water Rate per 1,000 Gallons of 1st 15,000 Gallons of 1st 4,999 gallons*	\$9.42 \$—	\$10.08 \$—	\$10.79 \$—
Water Rate per 1,000 Gallons in Excess of 15,000 Gallons between 5,000-14,999 gallons*	\$10.78 \$—	\$11.53 \$—	\$12.34 \$—
Water rate per 1,000 gallons between 15,000-99,999 gallons*	\$—	\$—	\$—
Water rate per 1,000 gallons between 100,000-249,999 gallons*	\$—	\$—	\$—
Water rate per 1,000 gallons in excess of 250,000 gallons*	\$—	\$—	\$—
Sewer Rate per 1,000 Gallons of 1st 15,000 Gallons of 1st 4,999 gallons*	\$2.98 \$—	\$3.13 \$—	\$3.29 \$—
Sewer Rate per 1,000 Gallons of 1st 15,000 Gallons between 5,000-14,999 gallons*	\$3.52 \$—	\$3.70 \$—	\$3.89 \$—
Sewer rate per 1,000 gallons between 15,000-99,999 gallons*	\$—	\$—	\$—
Sewer rate per 1,000 gallons between 100,000-249,999 gallons*	\$—	\$—	\$—
Sewer rate per 1,000 gallons in excess of 250,000 gallons*	\$—	\$—	\$—

City of Rolling Meadows Current Utility Rates for Water and Sewer services may be found on the City's website at www.cityrm.org

Data Source: City of Rolling Meadows Water Department Pumpage Report, Budget/Water-Utility Billing/Monthly Statistics/PW Report tab, and Budget folder-2019 UB

*New usage tiers per Ordinance 23-68 & Ordinance 23-71 applicable on 03/01/24 utility bills

2018	2019	2020	2021	2022	2023	2024
30,678	29,281	23,437	20,950	21,318	21,453	22,694
439,376	417,760	396,897	439,963	416,789	422,530	421,099
149,605	138,312	110,051	113,854	118,983	116,504	111,167
27,275	23,890	17,093	18,861	20,823	21,575	22,493
646,934	609,243	547,478	593,628	577,913	582,062	577,453
\$11.55	\$12.36	\$12.36	\$12.36	\$12.36	\$12.36	\$—
\$—	\$—	\$—	\$—	\$—	\$—	\$12.36
\$13.20	\$14.12	\$14.12	\$14.12	\$14.12	\$14.12	\$—
\$—	\$—	\$—	\$—	\$—	\$—	\$12.36
\$—	\$—	\$—	\$—	\$—	\$—	\$14.12
\$—	\$—	\$—	\$—	\$—	\$—	\$15.50
\$—	\$—	\$—	\$—	\$—	\$—	\$16.25
\$3.45	\$3.62	\$3.62	\$3.62	\$3.62	\$3.62	\$—
\$—	\$—	\$—	\$—	\$—	\$—	\$3.62
\$4.08	\$4.28	\$4.28	\$4.28	\$4.28	\$4.28	\$—
\$—	\$—	\$—	\$—	\$—	\$—	\$3.62
\$—	\$—	\$—	\$—	\$—	\$—	\$4.28
\$—	\$—	\$—	\$—	\$—	\$—	\$5.00
\$—	\$—	\$—	\$—	\$—	\$—	\$6.00

CITY OF ROLLING MEADOWS, ILLINOIS

**Continuing Bond Disclosures
December 31, 2024 (Unaudited)**

**City of Rolling Meadows, Cook County, Illinois
Continuing Bond Disclosures Relating to the Following Bonds:**

\$9,500,000 General Obligation Bonds of 2018

\$8,500,000 General Obligation Bonds of 2019

For further information please contact:

City of Rolling Meadows
3600 Kirchoff Road
Rolling Meadows, Illinois 60008

Telephone Number: (847) 394-8500

Fax Number: (847) 394-8710

Certain Information Regarding the City

General

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its annual comprehensive financial report for the fiscal year ended December 31, 2023. The City has received the award to each of the last 37 years. According to the GFOA, this award represents a significant accomplishment for a government and its management and is the highest form of recognition in the field of governmental reporting.

Budgetary Data

There is no updated information to report.

Cash Management

There is no updated information to report.

CITY OF ROLLING MEADOWS, ILLINOIS

Continuing Bond Disclosures - Continued

December 31, 2024 (Unaudited)

Certain Information Regarding the City - Continued

Property Taxes

Information regarding property tax levies, collections, and valuations for the City can be found in the statistical section on pages 188 - 195 and 197 of these audited financial statements.

Tax Rates

Information regarding updated property tax rates for the City can be found in the statistical section on pages 188 - 195 of these audited financial statements.

Debt Statement

Issue Date	Bond Issue	Principal Outstanding	Supported by
12/18/2018	General Obligation Bonds of 2018	\$ 7,380,000	Governmental
03/21/2019	General Obligation Bonds of 2019	<u>6,955,000</u>	Governmental/ Proprietary
		<u><u>14,335,000</u></u>	

The City's overlapping and underlying bonded debt is updated as of December 31, 2024, and can be found on pages 204 - 207 of the audited financial statements.

The City's debt ratios are updated using the 2023 equalized assessed valuation and the 2022 estimated full value of taxable property.

Estimated Full Value of Taxable Property - 2023	\$ 3,038,483,514
Equalized Assessed Valuation - 2023	1,012,827,838

CITY OF ROLLING MEADOWS, ILLINOIS

Continuing Bond Disclosures - Continued

December 31, 2024 (Unaudited)

Debt Statement - Continued

	Gross Direct Debt	Gross Direct Debt and Overlapping Debt
Per Capita	\$ 610.88	\$ 161,061.91
Percent of Estimated Full Value	0.472%	124.387%
Percent of Equalized Assessed Value	1.415%	373.161%

Debt Maturity Schedule

The following schedule sets forth the maturity schedule for all general obligation bonded debt of the City:

Fiscal Year	Annual Requirement	Cumulative Retirement	
		Amount	Percent
2025	\$ 755,000	\$ 5,510,000	28.86%
2026	780,000	6,290,000	32.95%
2027	810,000	7,100,000	37.19%
2028	845,000	7,945,000	41.62%
2029	875,000	8,820,000	46.20%
2030	915,000	9,735,000	51.00%
2031	950,000	10,685,000	55.97%
2032	985,000	11,670,000	61.13%
2033	1,030,000	12,700,000	66.53%
2034	1,070,000	13,770,000	72.13%
2035	1,115,000	14,885,000	77.97%
2036	1,155,000	16,040,000	84.02%
2037	1,200,000	17,240,000	90.31%
2038	1,250,000	18,490,000	96.86%
2039	600,000	19,090,000	100.00%
2040	—	19,090,000	100.00%

CITY OF ROLLING MEADOWS, ILLINOIS

Continuing Bond Disclosures - Continued

December 31, 2024 (Unaudited)

Future Debt

There is no updated information to report.

Pension and Retirement Fund Commitments

Updated annual financial information is contained in the audited financial statements of the City on pages 90 - 109.

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



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

June 12, 2025

The Honorable City Mayor
Members of the City Council
City of Rolling Meadows, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rolling Meadows (the City), Illinois, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 12, 2025.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

City of Rolling Meadows, Illinois
June 12, 2025

Purpose of this Report

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

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP