VILLAGE OF HAMPSHIRE, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
APRIL 30, 2026

234 S. State Street
P.O. Box 457
Hampshire, Illinois 60140
Phone: 847.683.2181
www.hampshireil.org

VILLAGE OF HAMPSHIRE, ILLINOIS

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INTRODUCTORY SECTION

VILLAGE OF HAMPSHIRE, ILLINOIS

List of Principal Officials
April 30, 2026

VILLAGE PRESIDENT

Michael J. Reid, Jr.

VILLAGE BOARD OF TRUSTEES

Aaron Kelly

Heather Fodor

Erin Jernebro

Toby Koth

Laura Pollastrini

Erik Robinson

ADMINISTRATIVE

Mary Jo Seehausen, Village Manager

Karen Stuehler, Village Clerk

Lori A. Lyons, Finance Director

FINANCIAL SECTION

This section includes:

Independent Auditor's Report

Management’s Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

INDEPENDENT AUDITOR'S REPORT

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

Lauterbach & Amen
668 N. River Road
Naperville, IL 60563
630.393.1483
lauterbachamen.com

INDEPENDENT AUDITOR'S REPORT

October 20, 2026

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

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Hampshire, 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, the 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 section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

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

FINANCIAL HIGHLIGHTS

- The Village's net position increased as a result of this year's operations. Net position of the governmental activities increased by $3,525,553 or 9.1 percent and net position of the business-type activities increased by $893,894, or 1.8% percent.

- During the year, government-wide revenues for the primary government totaled $16,489,831 while expenses totaled $12,070,384, resulting in an increase to net position of $4,419,447.

- The Village's net position totaled $93,071,695 on April 30, 2026, which includes $78,822,203 net investment in capital assets, $8,013,795 subject to external restrictions, and $6,235,697 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.

- The General Fund reported an increase in fund balance this year of $684,149 resulting in ending fund balance of $3,275,486, an increase of 26.4 percent.

USING THIS ANNUAL REPORT

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

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business. The government wide financial statements can be found in the financial section of this report.

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

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements - Continued

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

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

Fund Financial Statements

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

Governmental Funds

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

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

The Village maintains thirteen 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, Tax Increment Financing, Transportation Impact Fees, Public Use, and Capital Improvements Funds all of which are considered major funds. Data from the other eight governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

USING THIS ANNUAL REPORT - Continued

Fund Financial Statements - Continued

Governmental Funds - Continued

The Village adopts an annual appropriated budget for all governmental funds. A budgetary comparison schedule for the budgeted funds has been provided to demonstrate compliance with this budget.

Proprietary Funds

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

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund and the Garbage Fund, which are considered to be major funds of the Village.

Fiduciary Funds

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

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's General Fund budgetary comparison schedule and disclosures regarding the Village's Illinois Municipal Retirement Fund and Police Pension Fund. Required supplementary information can be found in the financial section of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village, assets/deferred outflows exceeded liabilities/deferred inflows by $93,071,695.

	Net Position					
	Governmental Activities		Business-Type Activities		Totals	
	2026	2025	2026	2025	2026	2025
Current Assets	$ 16,227,152	10,708,373	6,747,949	5,171,246	22,975,101	15,879,619
Capital Assets	47,770,639	36,117,990	44,636,637	46,054,784	92,407,276	82,172,774
Other Assets	553,416	221,018	182,334	79,859	735,750	300,877
Total Assets	64,551,207	47,047,381	51,566,920	51,305,889	116,118,127	98,353,270
Deferred Outflows	778,044	946,779	248,694	281,426	1,026,738	1,228,205
Total Assets/Deferred Outflows	65,329,251	47,994,160	51,815,614	51,587,315	117,144,865	99,581,475
Long-Term Liabilities	15,760,102	3,275,962	298,888	291,242	16,058,990	3,567,204
Other Liabilities	1,624,045	786,617	416,082	1,127,076	2,040,127	1,913,693
Total Liabilities	17,384,147	4,062,579	714,970	1,418,318	18,099,117	5,480,897
Deferred Inflows	5,885,004	5,397,034	89,049	51,296	5,974,053	5,448,330
Total Liabilities/Deferred Inflows	23,269,151	9,459,613	804,019	1,469,614	24,073,170	10,929,227
Net Position						
Net Investment in Capital Assets	34,185,566	35,203,901	44,636,637	46,054,784	78,822,203	81,258,685
Restricted	7,831,461	5,374,662	182,334	79,859	8,013,795	5,454,521
Unrestricted (Deficit)	43,073	(2,044,016)	6,192,624	3,983,058	6,235,697	1,939,042
Total Net Position	42,060,100	38,534,547	51,011,595	50,117,701	93,071,695	88,652,248

A large portion of the Village's net position, $78,822,203 or 84.7 percent, reflects its investment in capital assets (for example, land, construction in progress, land improvements, buildings and improvements, vehicles, machinery and equipment, infrastructure, lease assets - vehicles, and underground water and sewer lines), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, $8,013,795 or 8.6 percent, of the Village's net position represents resources that are subject to external restrictions on how they may be used, specifically for debt service requirements. The remaining balance of unrestricted net position is $6,235,697 or 6.7 percent.

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

	Changes in Net Position					
	Governmental Activities		Business-Type Activities		Totals	
	2026	2025	2026	2025	2026	2025
Revenues						
Program Revenues						
Charges for Services	$ 2,131,210	1,733,790	5,710,919	5,168,522	7,842,129	6,902,312
Operating Grants/Contributions	560,429	433,832	—	—	560,429	433,832
Capital Grants/Contributions	—	1,248,312	—	1,807,343	—	3,055,655
General Revenues						
Taxes						
Property Tax	2,064,748	1,848,264	—	—	2,064,748	1,848,264
Sales and Use Tax	3,339,507	2,076,278	—	—	3,339,507	2,076,278
Income Tax	1,405,802	1,332,559	—	—	1,405,802	1,332,559
Utility Tax	495,595	463,175	—	—	495,595	463,175
Cannabis Excise Taxes	12,213	12,013	—	—	12,213	12,013
Hotel/Motel Taxes	40,341	30,393	—	—	40,341	30,393
Intergovernmental - Unrestricted						
Replacement Taxes	32,418	34,138	—	—	32,418	34,138
Investment Income	364,944	241,556	658	1,766	365,602	243,322
Miscellaneous	319,582	310,215	11,465	6,500	331,047	316,715
Total Revenues	10,766,789	9,764,525	5,723,042	6,984,131	16,489,831	16,748,656
Expenses						
General Government	1,899,255	2,411,969	—	—	1,899,255	2,411,969
Highways and Streets	2,714,687	3,264,123	—	—	2,714,687	3,264,123
Police Protection	2,337,653	1,654,184	—	—	2,337,653	1,654,184
Planning and Zoning	1,597	3,641	—	—	1,597	3,641
Interest on Long-Term Debt	288,044	40,019	—	—	288,044	40,019
Water and Sewer	—	—	3,964,541	4,214,615	3,964,541	4,214,615
Garbage	—	—	864,607	769,178	864,607	769,178
Total Expenses	7,241,236	7,373,936	4,829,148	4,983,793	12,070,384	12,357,729
Change in Net Position Before Transfers	3,525,553	2,390,589	893,894	2,000,338	4,419,447	4,390,927
Transfers	—	11,800	—	(11,800)	—	—
Change in Net Position	3,525,553	2,402,389	893,894	1,988,538	4,419,447	4,390,927
Net Position - Beginning as Previously Reported	38,534,547	36,835,949	50,117,701	48,198,638	88,652,248	85,034,587
Restatement - Change in Accounting Principle	—	(56,678)	—	(2,557)	—	(59,235)
Restatement - Error Correction	—	(647,113)	—	(66,918)	—	(714,031)
Net Position - Beginning	38,534,547	36,132,158	50,117,701	48,129,163	88,652,248	84,261,321
Net Position - Ending	42,060,100	38,534,547	51,011,595	50,117,701	93,071,695	88,652,248

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Governmental Activities

Net position of the Village's governmental activities increased by 9.1 percent ($42,060,100 in 2026 compared to $38,534,547 in 2025). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled of $43,073 at April 30, 2026.

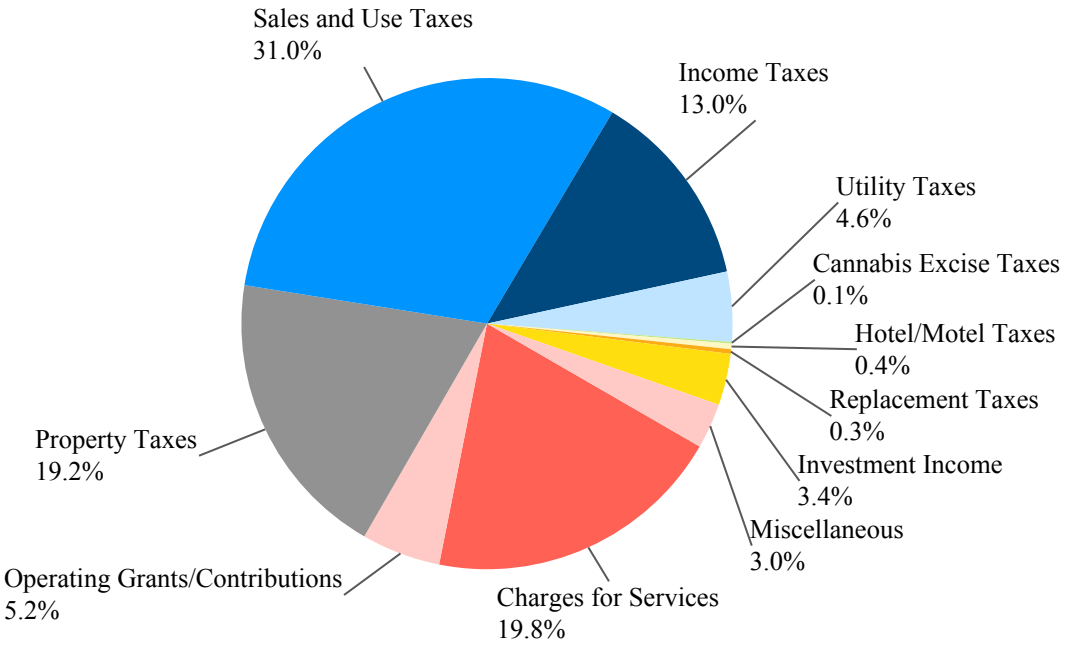
Net position of business-type activities increased by 1.8 percent ($51,011,595 in 2026 compared to $50,117,701 in 2025).

Revenues for governmental activities totaled $10,766,789, while the cost of all governmental functions totaled $7,241,236. This results in an increase of $3,525,553. In 2025, revenues of $9,764,525 exceeded expenses of $7,373,936 resulting in an increase of $2,390,589, prior to transfers in of $11,800. During 2026, the Village saw increases in all revenues sources, except capital grants and contributions and replacement taxes. Overall revenues for the governmental activities saw an increase of $1,002,264, while expenses saw a decrease of $132,700. The increase in revenues is primarily due to increases in sales tax due to enacting a non-home rule sales tax.

The decrease in expenses is due to overall decrease in spending.

The following table graphically depicts the major revenue sources of the Village. It depicts very clearly the reliance of property taxes and program revenues to fund governmental activities. It also clearly identifies the less significant percentage the Village receives from investment income, utility and other intergovernmental taxes.

Revenue by Source - Governmental Activities

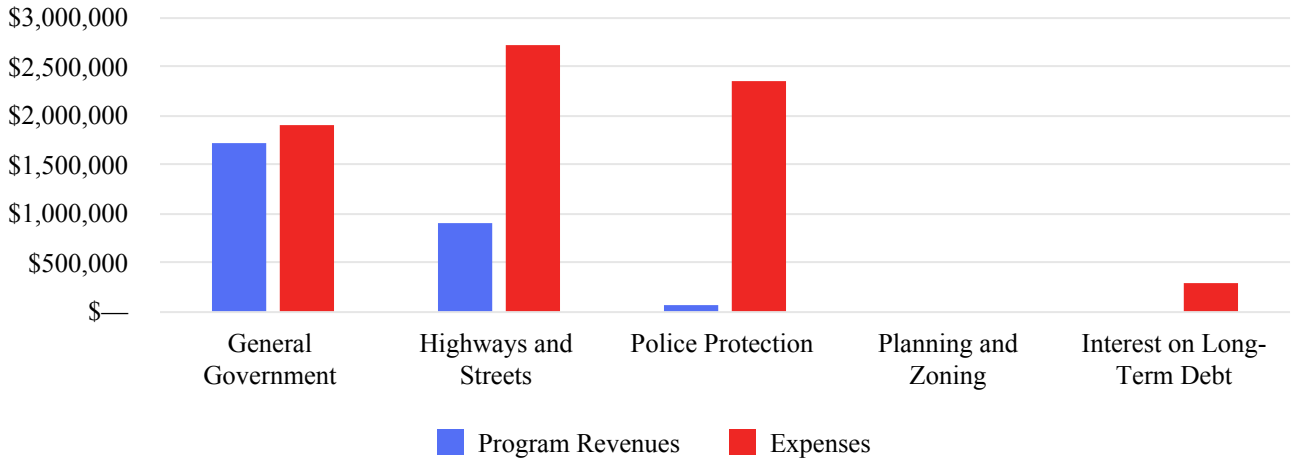


GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Governmental Activities - Continued

The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues.

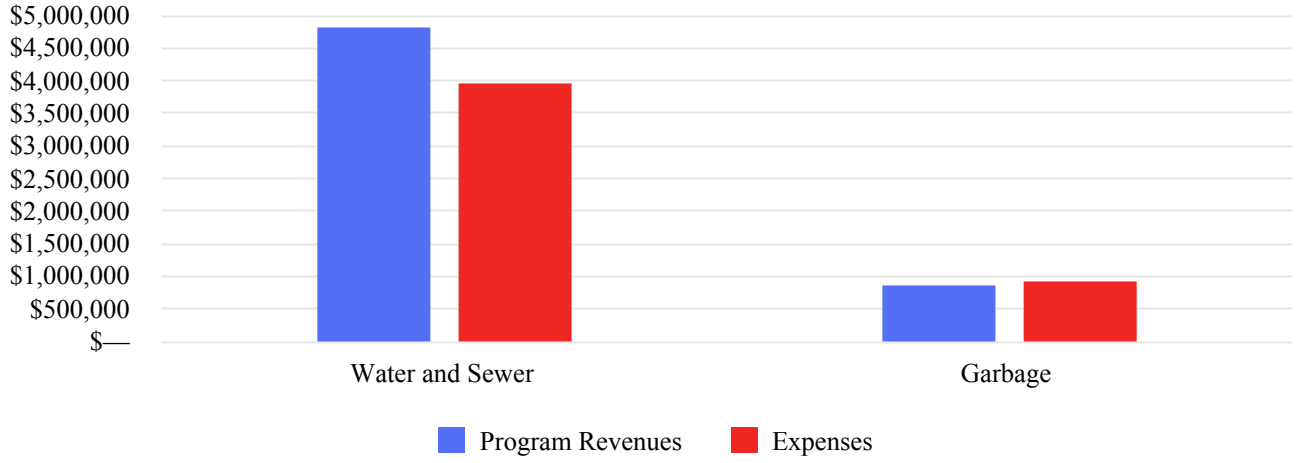
Expenses and Program Revenues - Governmental Activities



Business-Type Activities

Business-type activities reported total revenues of $5,723,042 while the cost of all business-type activities totaled $4,829,148. This results in an increase to net position of $893,894. In 2025, revenues of $6,984,131 exceeded expenses of $4,983,793, resulting in an increase in net position of $2,000,338, prior to transfers out of $11,800. The increase in the current year is due to Village growth and capital improvement projects that are still underway in the water fund.

Expenses and Program Revenues - Business-Type Activities



The above graph compares program revenues to expenses for water and sewer and garbage operations.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

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

The Village's governmental funds reported combining ending fund balances of $12,093,553, which is $4,467,811 higher than last year's total of $7,625,742. Of the $12,093,553 total, the Village has an unassigned fund balance of $3,048,363.

The General Fund is the chief operating fund of the Village. At April 30, 2026, unassigned fund balance in the General Fund was $3,048,363 which represents 93.1 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 42.4 percent of total General Fund expenditures.

The General Fund concluded the fiscal year with a balance of $3,275,486, reflecting a 26.4 percent increase from the previous year's balance of $2,591,337. This $684,149 increase is due to the adoption of the non-home rule sales tax and issuing additional new residential building permits leading to additional revenue in the areas of permitting fees and public use transition fees.

The Village reports one special revenue fund as a major fund: The Tax Increment Financing Fund. The Tax Increment Financing Fund concluded the fiscal year with a balance of $86,599, reflecting a 271.3 percent increase from the previous year's deficit balance of $50,561. This $137,160 increase is due to increasing property tax revenue due to increased property values within the TIF district.

The Village reports three capital projects funds as major funds: Transportation Impact Fees Fund, Public Use Fund, and Capital Improvements Fund.

The Transportation Impact Fees Fund concluded the fiscal year with a balance of $2,119,055, reflecting a 11.2 percent increase from the previous year's balance of $1,905,494. This $213,561 increase is due to residential new home permits issued during the year.

The Public Use Fund concluded the fiscal year with a balance of $1,283,758, reflecting a 29.4 percent increase from the previous year's balance of $992,132. This $291,626 increase is due to residential new home permits issued during the year.

The Capital Improvements Fund concluded the fiscal year with a balance of $1,731,246, reflecting a 6100.3 percent increase from the previous year's balance of $27,922. This $1,703,324 increase is due to unexpended bond proceeds residing in the fund.

All other governmental funds of the Village are reported as nonmajor funds, including the Motor Fuel Tax Fund, Road and Bridge Fund, Special Service Areas Fund, Hotel/Motel Tax Fund, Capital Bonds Fund, TIF Revenue Bonds of 2009A/Tuscany Woods Line of Credit Fund, Equipment Replacement Fund, and Early Warning Impact Fee Fund.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS - Continued

Proprietary Funds

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

The Village reports the Water and Sewer Fund as a major proprietary fund that accounts for the provision of water and sewer services to the residents of the Village. The Water and Sewer Fund concluded the fiscal year with a balance of $50,832,985, reflecting a 1.7 percent increase from the previous year's balance of $49,979,425. This $853,560 increase is due to funds received for capital improvement projects that are underway as well as an increase in water and sewer usage paired with controlled spending during the current year.

The Village also reports the Garbage Fund as a major proprietary fund, which accounts for the provision of garbage service to the residents of the Village. The Garbage Fund concluded the fiscal year with a balance of $178,610, reflecting a 29.2 percent increase from the previous year's balance of $138,276. This $40,334 increase is due to new growth in the village and under-spending in the printing and publishing line.

GENERAL FUND BUDGETARY HIGHLIGHTS

It has been the practice of the Village to not adopt budget amendments during or after the fiscal year. This year was no exception and no General Fund budget amendments occurred during the fiscal year. General Fund actual revenues for the year totaled $8,832,219 compared to budgeted revenues of $9,797,027. Revenue categories that came in under budget included intergovernmental, charges for services, fines and forfeitures, and miscellaneous. Revenues came in under budget primarily due to less grant funds received than anticipated.

The General Fund actual expenditures for the year were $7,196,270 with budgeted expenditures of $9,356,685. All expenditure functions came in under budget due to budgeting district impact fees on a cash basis, and budgeting for grant funds that has not yet be secured.

CAPITAL ASSETS

The Village's investment in capital assets for its governmental and business type activities as of April 30, 2026 was $92,407,276 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings and improvements, vehicles, machinery and equipment, infrastructure, lease assets - vehicles, and underground water and sewer lines.

CAPITAL ASSETS - Continued

	Capital Assets - Net of Depreciation/Amortization					
	Governmental Activities		Business-Type Activities		Totals	
	2026	2025	2026	2025	2026	2025
Land	$ 20,962,535	20,962,535	1,201,448	1,201,448	22,163,983	22,163,983
Construction in Progress	12,643,007	904,911	180,169	68,959	12,823,176	973,870
Land Improvements	45,634	41,864	3,631	3,795	49,265	45,659
Buildings and Improvements	93,084	97,230	17,246,201	17,805,925	17,339,285	17,903,155
Vehicles, Machinery and Equipment	2,007,624	1,647,805	1,660,488	1,812,287	3,668,112	3,460,092
Infrastructure	12,018,755	12,444,068	—	—	12,018,755	12,444,068
Lease Assets - Vehicles	—	19,577	—	—	—	19,577
Underground Water and Sewer Lines	—	—	24,344,700	25,162,370	24,344,700	25,162,370
Totals	47,770,639	36,117,990	44,636,637	46,054,784	92,407,276	82,172,774

This year's major additions included:

Construction in Progress	$ 11,972,053
Land Improvements	7,080
Buildings and Improvements	14,888
Vehicles, Machinery and Equipment	640,965
	12,634,986

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

LONG-TERM DEBT

At year-end, the Village had total outstanding debt of $13,628,216 as compared to $907,656 the previous year, an increase of 1401.5 percent. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental Activities		Business-Type Activities		Totals	
	2026	2025	2026	2025	2026	2025
Installment Contracts	$ —	18,369	—	—	—	18,369
Alternate Revenue Bonds	13,550,000	785,000	—	—	13,550,000	785,000
Debt Certificates	78,216	104,287	—	—	78,216	104,287
Totals	13,628,216	907,656	—	—	13,628,216	907,656

LONG-TERM DEBT - Continued

State statutes limit the amount of general obligation debt a non-home rule governmental entity may issue to 8.625 percent of its total assessed valuation. The current debt limit for the Village is $37,174,100.

Additional information on the Village's long-term debt can be found in Note 3 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village of Hampshire continues to thrive as a highly desirable place to live, experiencing a major residential boom even amid a period of quieter economic growth. In fiscal year 2026 alone, the Village welcomed many new residents with the approval of more than 250 new building permits, focusing heavily on single-family homes. Newcomers are quickly falling in love with Hampshire's historic small-town charm and its highly advantageous proximity to Interstate 90—the perfect retreat for those seeking a peaceful, low-congestion lifestyle away from the daily traffic gridlock.

Property taxes collected within corporate limits serve as a major, dependable funding mechanism for the Village of Hampshire. Currently, residential properties bear the primary tax burden, constituting over 80% of the Village's total rate setting Equalized Asses Value (EAV). Thanks to a combination of rising property valuations and a surge in new construction, the overall property tax rate is projected to continue to decrease slightly. Furthermore, municipal revenues will continue to be bolstered by a new non-home rules sales tax authorized under Public Act 103-0871. Effective January 1, 2026, this sales tax is dedicated to funding the debt service for bonds issued to construct the new Public Works Facility and other capital improvements.

Elected officials take into consideration many factors when setting fees and rates for the annual budget. Factors include the economy and the needs of the Village. To that end, the Village raised both water and sewer capital improvement feeds to address utility infrastructure and capital project needs. The fees are funding both the costs of existing facilities and new facilities required to service the community.

The Village undertook a special census which addressed its need for updated population counts and increased funding for general government services and road maintenance purposes. The results were reported in March 2026 and resulted a population account of 9,425, an increase of 22.9% over the 2020 decennial census.

Other revenues are expected to increase as well.

Each year, the Village takes a conservative budgetary approach, ensuring municipal services are delivered with excellence, sustainability, and transparency. Our core mission remains centered on providing approach to the budget each year with the goal to deliver village services in an efficient, equitable and customer-driven manner with excellence, sustainability and transparency.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Lori Lyons, Finance Director, Village of Hampshire, 234 S. State Street, P.O. Box 457, Hampshire, Illinois 60140.

BASIC FINANCIAL STATEMENTS

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

Government-Wide Financial Statements

Fund Financial Statements

Governmental Funds

Proprietary Funds

Fiduciary Funds

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Net Position
April 30, 2026

See Following Page

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Net Position
April 30, 2026

	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	$ 12,308,768	5,616,983	17,925,751
Receivables - Net of Allowances	3,679,449	1,138,171	4,817,620
Internal Balances	93,891	(93,891)	—
Prepaids	145,044	86,686	231,730
Total Current Assets	16,227,152	6,747,949	22,975,101
Noncurrent Assets			
Capital Assets			
Nondepreciable	33,605,542	1,381,617	34,987,159
Depreciable/Amortizable	21,805,734	72,669,755	94,475,489
Accumulated Depreciation/Amortization	(7,640,637)	(29,414,735)	(37,055,372)
Total Capital Assets	47,770,639	44,636,637	92,407,276
Other Assets			
Net Pension Asset - IMRF	553,416	182,334	735,750
Total Noncurrent Assets	48,324,055	44,818,971	93,143,026
Total Assets	64,551,207	51,566,920	116,118,127
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	12,403	4,086	16,489
Deferred Items - Police Pension	765,641	—	765,641
Deferred Items - ARO	—	244,608	244,608
Total Deferred Outflows of Resources	778,044	248,694	1,026,738
Total Assets and Deferred Outflows of Resources	65,329,251	51,815,614	117,144,865

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

	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	$ 534,054	408,352	942,406
Accrued Payroll	55,131	7,730	62,861
Retainage Payable	520,436	—	520,436
Accrued Interest Payable	9,658	—	9,658
Other Liabilities	421,476	—	421,476
Due to Other Governments	3,290	—	3,290
Unearned Revenue	80,000	—	80,000
Current Portion of Long-Term Liabilities	700,730	38,888	739,618
Total Current Liabilities	2,324,775	454,970	2,779,745
Noncurrent Liabilities			
Net Pension Liability - Police Pension	1,083,617	—	1,083,617
General Obligation Alternate Revenue Source Bonds Payable - Net	13,923,610	—	13,923,610
Debt Certificates	52,145	—	52,145
Asset Retirement Obligation	—	260,000	260,000
Total Noncurrent Liabilities	15,059,372	260,000	15,319,372
Total Liabilities	17,384,147	714,970	18,099,117
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	2,225,480	—	2,225,480
Grants	19,197	—	19,197
Deferred Items - IMRF	270,278	89,049	359,327
Deferred Items - Police Pension	3,370,049	—	3,370,049
Total Deferred Inflows of Resources	5,885,004	89,049	5,974,053
Total Liabilities and Deferred Inflows of Resources	23,269,151	804,019	24,073,170
NET POSITION			
Net Investment in Capital Assets	34,185,566	44,636,637	78,822,203
Restricted			
Police Impound Fees	26,741	—	26,741
Tree Replacement	60,728	—	60,728
Highways and Streets	4,582,229	—	4,582,229
Capital Projects	115,919	—	115,919
Public Use	1,283,758	—	1,283,758
Subdivision Maintenance	116,691	—	116,691
Tourism	66,085	—	66,085
Debt Service	1,025,894	—	1,025,894
IMRF	553,416	182,334	735,750
Unrestricted	43,073	6,192,624	6,235,697
Total Net Position	42,060,100	51,011,595	93,071,695

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Activities
For the Fiscal Year Ended April 30, 2026

	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants/ Contributions	Program Revenues: Capital Grants/ Contributions
Governmental Activities				
General Government	$ 1,899,255	1,653,112	65,580	—
Highways and Streets	2,714,687	410,212	494,849	—
Police Protection	2,337,653	67,886	—	—
Planning and Zoning	1,597	—	—	—
Interest on Long-Term Debt	288,044	—	—	—
Total Governmental Activities	7,241,236	2,131,210	560,429	—
Business-Type Activities				
Water and Sewer	3,964,541	4,805,978	—	—
Garbage	864,607	904,941	—	—
Total Business-Type Activities	4,829,148	5,710,919	—	—
Total Primary Government	12,070,384	7,842,129	560,429	—
General Revenues				
Taxes				
Property Tax				
Sales and Use Tax				
Income Taxes				
Utility Taxes				
Cannabis Excise Tax				
Hotel/Motel Taxes				
Intergovernmental - Unrestricted				
Replacement Taxes				
Investment Income				
Miscellaneous				
Change in Net Position				
Net Position - Beginning				
Net Position - Ending				

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

Net (Expenses)/Revenues		
Primary Government		
Governmental Activities	Business-Type Activities	Totals
(180,563)	—	(180,563)
(1,809,626)	—	(1,809,626)
(2,269,767)	—	(2,269,767)
(1,597)	—	(1,597)
(288,044)	—	(288,044)
(4,549,597)	—	(4,549,597)
—	841,437	841,437
—	40,334	40,334
—	881,771	881,771
(4,549,597)	881,771	(3,667,826)
2,064,748	—	2,064,748
3,339,507	—	3,339,507
1,405,802	—	1,405,802
495,595	—	495,595
12,213	—	12,213
40,341	—	40,341
32,418	—	32,418
364,944	658	365,602
319,582	11,465	331,047
8,075,150	12,123	8,087,273
3,525,553	893,894	4,419,447
38,534,547	50,117,701	88,652,248
42,060,100	51,011,595	93,071,695

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Balance Sheet - Governmental Funds
April 30, 2026

	General
ASSETS	
Cash and Investments	$ 2,653,527
Receivables - Net of Allowances	
Property Taxes	1,710,581
Other Taxes	832,359
Accounts	583,962
Other	20
Due from Other Funds	178,154
Advances to Other Funds	—
Prepaids	139,654
Total Assets	6,098,257
LIABILITIES	
Accounts Payable	258,924
Accrued Payroll	54,768
Retainage Payable	—
Other Liabilities	421,476
Unearned Revenue	80,000
Due to Other Governments	3,290
Due to Other Funds	—
Advances from Other Funds	—
Compensated Absences Payable	274,535
Total Liabilities	1,092,993
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	1,710,581
Grants	19,197
Total Deferred Inflows of Resources	1,729,778
Total Liabilities and Deferred Inflows of Resources	2,822,771
FUND BALANCES	
Nonspendable	139,654
Restricted	87,469
Unassigned	3,048,363
Total Fund Balances	3,275,486
Total Liabilities, Deferred Inflows of Resources and Fund Balances	6,098,257

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

Special Revenue	Capital Projects				
Tax Increment Financing	Transportation Impact Fees	Public Use	Capital Improvements	Nonmajor	Totals
456,599	2,119,455	913,758	2,605,685	3,559,744	12,308,768
372,381	—	—	—	145,353	2,228,315
—	—	—	—	34,793	867,152
—	—	—	—	—	583,962
—	—	—	—	—	20
—	—	—	—	400	178,554
—	—	370,000	—	—	370,000
—	—	—	5,390	—	145,044
828,980	2,119,455	1,283,758	2,611,075	3,740,290	16,681,815
—	—	—	275,130	—	534,054
—	—	—	—	363	55,131
—	—	—	520,436	—	520,436
—	—	—	—	—	421,476
—	—	—	—	—	80,000
—	—	—	—	—	3,290
—	400	—	84,263	—	84,663
370,000	—	—	—	—	370,000
—	—	—	—	—	274,535
370,000	400	—	879,829	363	2,343,585
372,381	—	—	—	142,518	2,225,480
—	—	—	—	—	19,197
372,381	—	—	—	142,518	2,244,677
742,381	400	—	879,829	142,881	4,588,262
—	—	—	5,390	—	145,044
86,599	2,119,055	1,283,758	1,725,856	3,597,409	8,900,146
—	—	—	—	—	3,048,363
86,599	2,119,055	1,283,758	1,731,246	3,597,409	12,093,553
828,980	2,119,455	1,283,758	2,611,075	3,740,290	16,681,815

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities
April 30, 2026

Total Governmental Fund Balances	$	12,093,553
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.		47,770,639
A net pension asset is not considered to represent a financial resource and therefore is not reported in the funds.		
Net Pension Asset - IMRF		553,416
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.		
Deferred Items - IMRF		(257,875)
Deferred Items - Police Pension		(2,604,408)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Net Pension Liability - Police Pension		(1,083,617)
General Obligation Alternate Revenue Source Bonds		(13,550,000)
Debt Certificates		(78,216)
Unamortized Bond Premium		(773,734)
Accrued Interest Payable		(9,658)
Net Position of Governmental Activities		42,060,100

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

VILLAGE OF HAMPSHIRE, ILLINOIS

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

See Following Page

VILLAGE OF HAMPSHIRE, ILLINOIS

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

	General
Revenues	
Taxes	$ 6,803,144
Intergovernmental	95,677
Charges for Services	604,777
Licenses and Permits	764,520
Fines and Forfeitures	67,886
Investment Income	179,865
Miscellaneous	316,350
Total Revenues	8,832,219
Expenditures	
General Government	1,973,123
Highways and Streets	1,562,693
Police Protection	3,579,331
Planning and Zoning	1,597
Debt Service	
Principal Retirement	71,040
Interest and Fiscal Charges	8,486
Total Expenditures	7,196,270
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,635,949
Other Financing (Uses)	
Debt Issuance	—
Premium on Debt Issuance	—
Transfers In	—
Transfers Out	(951,800)
	(951,800)
Net Change in Fund Balances	684,149
Fund Balances - Beginning	2,591,337
Fund Balances - Ending	3,275,486

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

Special Revenue	Capital Projects				
Tax Increment Financing	Transportation Impact Fees	Public Use	Capital Improvements	Nonmajor	Totals
326,971	—	—	—	228,091	7,358,206
—	—	—	—	497,170	592,847
—	400,821	283,815	—	9,391	1,298,804
—	—	—	—	—	764,520
—	—	—	—	—	67,886
1,771	—	7,811	90,804	84,693	364,944
—	—	—	3,232	—	319,582
328,742	400,821	291,626	94,036	819,345	10,766,789
1,178	—	—	—	25,000	1,999,301
—	187,260	—	11,863,799	308,154	13,921,906
—	—	—	—	—	3,579,331
—	—	—	—	—	1,597
163,400	—	—	—	—	234,440
27,004	—	—	255,647	—	291,137
191,582	187,260	—	12,119,446	333,154	20,027,712
137,160	213,561	291,626	(12,025,410)	486,191	(9,260,923)
—	—	—	12,955,000	—	12,955,000
—	—	—	773,734	—	773,734
—	—	—	—	951,800	951,800
—	—	—	—	—	(951,800)
—	—	—	13,728,734	951,800	13,728,734
137,160	213,561	291,626	1,703,324	1,437,991	4,467,811
(50,561)	1,905,494	992,132	27,922	2,159,418	7,625,742
86,599	2,119,055	1,283,758	1,731,246	3,597,409	12,093,553

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

VILLAGE OF HAMPSHIRE, ILLINOIS

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

Net Change in Fund Balances - Total Governmental Funds	$	4,467,811
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/amortization expense.		
Capital Outlays		12,457,939
Depreciation/Amortization Expense		(805,290)
Disposals - Cost		(85,113)
Disposals - Accumulated Depreciation/Amortization		85,113
An addition to a net pension asset is not considered to be an increase in a financial asset in the governmental funds.		
Change in Net Pension Asset - IMRF		332,398
The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.		
Change in Deferred Items - IMRF		(209,286)
Change in Deferred Items - Police Pension		(272,806)
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.		
Changes in Net Pension Liability - Police Pension		1,045,988
Issuance of Debt		(12,955,000)
Issuance of Bond Premiums		(773,734)
Debt Retirement		234,440
Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		3,093
Changes in Net Position of Governmental Activities		3,525,553

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Net Position - Proprietary Funds
April 30, 2026

See Following Page

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Net Position - Proprietary Funds
April 30, 2026

	Business-Type Activities - Enterprise		
	Water and Sewer	Garbage	Totals
ASSETS			
Current Assets			
Cash and Investments	$ 5,582,823	34,160	5,616,983
Receivables - Net of Allowances			
Accounts	892,985	184,450	1,077,435
Grants	60,736	—	60,736
Due from Other Funds	40,000	—	40,000
Prepaids	86,686	—	86,686
Total Current Assets	6,663,230	218,610	6,881,840
Noncurrent Assets			
Capital Assets			
Nondepreciable	1,381,617	—	1,381,617
Depreciable	72,669,755	—	72,669,755
Accumulated Depreciation	(29,414,735)	—	(29,414,735)
Total Capital Assets	44,636,637	—	44,636,637
Other Assets			
Net Pension Asset - IMRF	182,334	—	182,334
Total Noncurrent Assets	44,818,971	—	44,818,971
Total Assets	51,482,201	218,610	51,700,811
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	4,086	—	4,086
Deferred Items - ARO	244,608	—	244,608
Total Deferred Outflows of Resources	248,694	—	248,694
Total Assets and Deferred Outflows of Resources	51,730,895	218,610	51,949,505

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

	Business-Type Activities - Enterprise		
	Water and Sewer	Garbage	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	$ 408,352	—	408,352
Accrued Payroll	7,730	—	7,730
Due to Other Funds	93,891	40,000	133,891
Compensated Absences	38,888	—	38,888
Total Current Liabilities	548,861	40,000	588,861
Noncurrent Liabilities			
Asset Retirement Obligation	260,000	—	260,000
Total Liabilities	808,861	40,000	848,861
DEFERRED INFLOWS OF RESOURCES			
Deferred Items - IMRF	89,049	—	89,049
Total Liabilities and Deferred Inflows of Resources	897,910	40,000	937,910
NET POSITION			
Investment in Capital Assets	44,636,637	—	44,636,637
Restricted - IMRF	182,334	—	182,334
Unrestricted	6,014,014	178,610	6,192,624
Total Net Position	50,832,985	178,610	51,011,595

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

VILLAGE OF HAMPSHIRE, ILLINOIS

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

	Business-Type Activities - Enterprise		
	Water and Sewer	Garbage	Totals
Operating Revenues			
Charges for Services	$ 4,805,978	904,941	5,710,919
Operating Expenses			
Operations			
Water Department	1,113,532	—	1,113,532
Sewer Department	1,146,351	—	1,146,351
Garbage Department	—	864,607	864,607
System Improvements	112,778	—	112,778
Depreciation and Amortization	1,598,272	—	1,598,272
Total Operating Expenses	3,970,933	864,607	4,835,540
Operating Income	835,045	40,334	875,379
Nonoperating Revenues			
Tap On Fees	11,465	—	11,465
Investment Income	658	—	658
Other Income	6,392	—	6,392
	18,515	—	18,515
Change in Net Position	853,560	40,334	893,894
Net Position - Beginning	49,979,425	138,276	50,117,701
Net Position - Ending	50,832,985	178,610	51,011,595

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

VILLAGE OF HAMPSHIRE, ILLINOIS

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

	Business-Type Activities - Enterprise		
	Water and Sewer	Garbage	Totals
Cash Flows from Operating Activities			
Receipts from Customers and Users	$ 4,715,488	891,323	5,606,811
Payments to Employees	(405,302)	—	(405,302)
Payments to Suppliers	(3,237,688)	(857,163)	(4,094,851)
	1,072,498	34,160	1,106,658
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	(177,047)	—	(177,047)
Cash Flows from Investing Activities			
Investment Income	658	—	658
Net Change in Cash and Cash Equivalents	896,109	34,160	930,269
Cash and Cash Equivalents - Beginning	4,686,714	—	4,686,714
Cash and Cash Equivalents - Ending	5,582,823	34,160	5,616,983
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating Income	835,045	40,334	875,379
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities			
Depreciation Expense	1,598,272	—	1,598,272
Other Income	17,857	—	17,857
(Increase) Decrease in Current Assets	(108,347)	(13,618)	(121,965)
Increase (Decrease) in Current Liabilities	(1,270,329)	7,444	(1,262,885)
Net Cash Provided by Operating Activities	1,072,498	34,160	1,106,658

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Statement of Fiduciary Net Position
April 30, 2026

	Pension Trust	Custodial
ASSETS		
Cash and Cash Equivalents	$ 520,422	1,823,099
Investments		
Illinois Police Officers' Pension Investment Fund	6,539,427	—
Total Assets	7,059,849	1,823,099
LIABILITIES		
None	—	—
NET POSITION		
Restricted		
Pensions	7,059,849	—
Individuals, Organizations and Other Governments	—	1,823,099
Total Net Position	7,059,849	1,823,099

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

VILLAGE OF HAMPSHIRE, ILLINOIS

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

	Pension Trust	Custodial
Additions		
Contributions - Employer	$ 575,000	—
Contributions - Plan Members	130,851	—
Total Contributions	705,851	—
Investment Income		
Interest Earned	32,186	89,887
Net Change in Fair Value	1,205,686	—
	1,237,872	89,887
Less Investment Expenses	(6,313)	—
Net Investment Income	1,231,559	89,887
Property Taxes	—	1,211,058
Total Additions	1,937,410	1,300,945
Deductions		
Administration	10,319	—
Benefits and Refunds	213,711	—
Professional Services	—	26,830
Debt Service		
Principal Retirement	—	785,000
Interest and Fiscal Charges	—	426,821
Total Deductions	224,030	1,238,651
Change in Fiduciary Net Position	1,713,380	62,294
Net Pension Restricted for Pensions, Individuals, Organizations, and Other Governments		
Beginning	5,346,469	1,760,805
Ending	7,059,849	1,823,099

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Hampshire (the Village), Illinois is a municipal corporation governed by an elected president and six-member Board of Trustees. The Village's major operations include police protection, highway and street maintenance and reconstruction, planning and zoning, economic development, water, sewer and garbage services and general administrative services.

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

REPORTING ENTITY

The 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 is one fiduciary component units that is required to be included in the financial statements of the Village as a pension trust fund and there are no discretely presented component units to include in the reporting entity.

Blended Component Unit

Police Pension Employees Retirement System

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

BASIS OF PRESENTATION

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Village's police protection, highway and street maintenance and reconstruction, planning and zoning, economic development and general administrative services are classified as governmental activities. The Village's water, sewer and garbage services are classified as business-type activities.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Government-Wide Statements - Continued

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

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

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, police protection, highways and streets, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) changes 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 tax, sales tax, interest income, etc.). The Village allocates indirect costs to the proprietary funds for personnel who perform administrative services for those funds, along with other indirect costs deemed necessary for their operations but are paid through the General Fund. This government-wide focus concentrates on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/ deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village 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 the primary operating fund of the Village or meets the following criteria:

> Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
>
> Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

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 Village:

Governmental Funds

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

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

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains one major and four nonmajor special revenue funds. The Tax Increment Financing Fund, a major fund, is used to account for expenditures of incremental property taxes and sales tax generated in the designated downtown Tax Increment Financing area.

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

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 Village maintains three major capital projects funds, Transportation Impact Fees Fund, Public Use Fund, and Capital Improvements Fund. The Transportation Impact Fees Fund is used to account for the proceeds of transportation impact fees and the improvements funded by the fees. The Public Use Fund is used to account for the proceeds of public use impact fees and the improvements funded by the fees. The Capital Improvements Fund is used to account for transfers from other funds for various construction projects. The Village also maintains three nonmajor capital projects funds.

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. The following is a description of the proprietary funds of the Village:

Enterprise Funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains two major enterprise funds, the Water and Sewer Fund and the Garbage Fund. The Water and Sewer Fund is used to account for the provision of potable water and sewer services to the residents and businesses of the Village. The Garbage Fund is used to account for the provision of solid waste services to the residents and businesses of the Village financed by user fees.

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 Village programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

Pension Trust Funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund is used to account for the accumulation of resources to be used for disability and retirement annuity payments to employees covered by the plan. Financing is provided by employee contributions, the Villages contribution and investment income.

Custodial Funds are used to account for assets held by the Village in a purely custodial capacity. The Special Service Areas #13 and #14 Fund is used to account for the collection of taxes from special service areas #13 and #14 and remittance to bondholders.

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

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

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

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

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

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

All proprietary, pension trust, and custodial 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 Village's enterprise funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

Cash and Investments

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Cash and Investments - Continued

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All of the Village's investments are in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

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 utility charges as their major receivables.

Prepaids

Prepaids are valued at cost, which approximates market. The cost of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements.

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 occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Capital Assets

Capital assets purchased or acquired with an original cost of $10,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Capital Assets - Continued

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. Infrastructure, such as streets, traffic signals and signs are capitalized. 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 in the fund in which they are utilized. The valuation basis for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

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

Land Improvements	15 Years
Buildings and Improvements	10 - 50 Years
Vehicles, Machinery and Equipment	5 - 20 Years
Underground Water and Sewer Lines	25 - 50 Years
Infrastructure	25 - 50 Years
Lease Assets - Vehicles	5 Years

Deferred Outflows/Inflows of Resources

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

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 expenditure.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Compensated Absences

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

Full time employees accrue vacation between one to four weeks. Employees are eligible to accrue vacation based on their length of service with the Village. Full time employees earn 40 hours of sick time per fiscal year and may accrue up to 120 days.

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

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

Net Position

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

> Net Investment in Capital Assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation/amortization and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
>
> Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.
>
> Unrestricted – All other net position that do not meet the definition of "restricted" or "net investment in capital assets."

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions 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. All departments of the Village submit requests for budgets so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested budgets for the next fiscal year.

The proposed budget is presented to the Village Board for review. The Village Board holds public hearings and may add to, subtract from, or change budgeted amounts, but may not change the form of the budget.

The Finance Director is authorized to transfer budgeted amounts within any fund; however, the Board of Trustees must approve any revisions that alter the total expenditures of any fund. State statues establish that expenditures may not legally exceed budgeted appropriations at the fund level. Appropriations lapse at the end of the fiscal year. No supplemental appropriations were made during the year.

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds. 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 Villages funds. The deposits and investments of the pension trust and custodial funds are held separately from those of other funds.

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

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. The 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.

Village

Deposits. At year-end, the carrying amount of the Village’s deposits for governmental and business-type activities totaled $11,507,803 and the bank balances totaled $13,954,794. The Village also has $6,417,948 invested in the Illinois Funds at year-end.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village’s investment policy states that the portfolio should be structured to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market and limiting investments to a maximum maturity of three years from purchase, unless designated for a specific purpose. The Village’s investment in the Illinois Funds has an average maturity of less than one year.

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Village - Continued

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village limits its exposure to credit risk by primarily investing in external investment pools. The Village's investment in the Illinois Funds was rated AAAmmmf by Fitch.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment basis with the underlying investments held by an independent third-party custodian designated by the treasurer and evidenced by safekeeping receipts and a custodial agreement. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance. The Village's investment in the Illinois Funds is not subject to custodial credit risk.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy states that investments shall be diversified to the best of the Village's ability based on the type of funds invested and the cash flow needs of those funds. At year-end, the Village does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Police Pension Fund

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

Deposits. The Fund retains all its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the Fund. The excess of available cash is required to be transferred to IPOPIF for purposes of the long-term investment for the Fund. At year-end, the carrying amount of the Fund's deposits totaled $520,422 and the bank balances totaled $520,422.

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

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Continued

Investments. At year-end the Fund has $6,539,427 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 April 30, 2026, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 23.17%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for 2025 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 County Collector and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically.

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the fiscal year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	$ 20,962,535	—	—	20,962,535
Construction in Progress	904,911	11,860,843	122,747	12,643,007
	21,867,446	11,860,843	122,747	33,605,542
Depreciable/Amortizable Capital Assets				
Land Improvements	44,047	7,080	—	51,127
Buildings and Improvements	162,638	—	—	162,638
Vehicles, Machinery and Equipment	3,803,107	712,763	—	4,515,870
Infrastructure	17,076,099	—	—	17,076,099
Lease Assets - Vehicles	85,113	—	85,113	—
	21,171,004	719,843	85,113	21,805,734
Less Accumulated Depreciation/Amortization				
Land Improvements	2,183	3,310	—	5,493
Buildings and Improvements	65,408	4,146	—	69,554
Vehicles, Machinery and Equipment	2,155,302	352,944	—	2,508,246
Infrastructure	4,632,031	425,313	—	5,057,344
Lease Assets - Vehicles	65,536	19,577	85,113	—
	6,920,460	805,290	85,113	7,640,637
Total Net Depreciable/Amortizable Capital Assets	14,250,544	(85,447)	—	14,165,097
Total Net Capital Assets	36,117,990	11,775,396	122,747	47,770,639

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

General Government	$ 23,066
Highways and Streets	617,048
Police Protection	165,176
	805,290

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Business-Type Activities

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

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	$ 1,201,448	—	—	1,201,448
Construction in Progress	68,959	111,210	—	180,169
	1,270,407	111,210	—	1,381,617
Depreciable Capital Assets				
Land Improvements	4,041	—	—	4,041
Building and Improvements	29,218,884	14,888	—	29,233,772
Vehicles, Machinery and Equipment	2,999,000	50,949	—	3,049,949
Underground Water and Sewer Lines	40,381,993	—	—	40,381,993
	72,603,918	65,837	—	72,669,755
Less Accumulated Depreciation				
Land Improvements	246	164	—	410
Building and Improvements	11,412,959	574,612	—	11,987,571
Vehicles, Machinery and Equipment	1,186,713	202,748	—	1,389,461
Underground Water and Sewer Lines	15,219,623	817,670	—	16,037,293
	27,819,541	1,595,194	—	29,414,735
Total Net Depreciable Capital Assets	44,784,377	(1,529,357)	—	43,255,020
Total Net Capital Assets	46,054,784	(1,418,147)	—	44,636,637

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

Water and Sewer	$ 1,595,194

INTERFUND ADVANCES

Interfund advances as of the date of this report are as follows:

Receivable Fund	Payable Fund	Amount
Public Use	Tax Increment Financing	$ 370,000

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERFUND ADVANCES - Continued

Interfund advances represent payments of tax increment financing expenditures on behalf of these funds. These amounts will be paid over several years.

INTERFUND BALANCES

Interfund balances result from the time lag between when transactions are recorded in the accounting system and payments between funds are made. The composition of interfund balances as of the date of this report is as follows:

Receivable Fund	Payable Fund	Amount
General	Capital Improvements	$ 84,263
General	Water and Sewer	93,891
Nonmajor Governmental	Transportation Impact Fees	400
Water and Sewer	Garbage	40,000
		218,554

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Nonmajor Governmental	General	$ 951,800

Transfers are used to move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due.

SHORT-TERM OBLIGATIONS

Line of Credit

The Village enters into lines of credit to provide funds for the acquisition of capital assets. Lines of credit currently outstanding are as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
Line of Credit of 2025 - Due in one installment plus interest at 4.45% through December 23, 2025.	Capital Improvements	$ —	4,455,198	4,455,198	—

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS

Installment Contracts

The Village enters into installment contracts to provide funds for the acquisition of capital assets. Installment contracts currently outstanding are as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
Installment Contract of 2022A - Due in monthly installments of $848 to $926 including interest at 2.25% through February 28, 2026.	General	$ 9,185	—	9,185	—
Installment Contract of 2022B - Due in monthly installments of $858 to $926 including interest at 2.25% through February 28, 2026.	General	9,184	—	9,184	—
		18,369	—	18,369	—

General Obligation Alternate Revenue Source Bonds

The Village issues bonds for which the Village pledges income derived from specific revenue sources to pay debt service. Alternate revenue source bonds further pledge the full faith and credit of the Village should the alternate revenue source be insufficient. Alternate revenue source bonds currently outstanding are as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation (Alternate Revenue Source) Refunding Bonds of 2016 - Due in annual installments of $5,000 to $205,000 plus interest of 3.00% - 4.00% through December 15, 2028.	General	$ 109,900	—	26,600	83,300
	Tax Increment Financing	675,100	—	163,400	511,700
General Obligation (Alternate Revenue Source) Bond of 2025 - Due in annual installments of $180,000 to $900,000 plus interest at 5.00% through December 15, 2049.	Capital Improvements	—	12,955,000	—	12,955,000
		785,000	12,955,000	190,000	13,550,000

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

Debt Certificates

The Village issues debt certificates to provide funds for the acquisition and construction of major capital facilities. Debt certificates have been issued for governmental activities. Debt certificates currently outstanding are as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
Debt Certificates of 2021 - Due in annual installments of $26,701 plus interest at 2.25% through June 1, 2028.	General	$ 104,287	—	26,071	78,216

Asset Retirement Obligation

The Village has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon various water wells at the end of their estimated useful lives in accordance with federal, state, and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated remaining useful lives of the water wells are 77 to 81 years.

Legal Debt Margin

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

Assessed Valuation - 2025	$ 431,004,053
Legal Debt Limit - 8.625% of Assessed Value	37,174,100
Amount of Debt Applicable to Limit	
Debt Certificates	78,216
Legal Debt Margin	37,095,884

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

Long-Term Liabilities Activity

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

Type of Liability	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due Within One Year
Governmental Activities					
Compensated Absences	$ 238,701	35,834	—	274,535	274,535
Net Pension Liability - Police Pension	2,129,605	—	1,045,988	1,083,617	—
Installment Contracts Payable	18,369	—	18,369	—	—
General Obligation Alternate					
Revenue Source Bonds	785,000	12,955,000	190,000	13,550,000	370,000
Plus: Unamortized Bond Premium	—	773,734	—	773,734	30,124
Debt Certificates	104,287	—	26,071	78,216	26,071
	3,275,962	13,764,568	1,280,428	15,760,102	700,730
Business-Type Activities					
Compensated Absences	31,242	7,646	—	38,888	38,888
Asset Retirement Obligation	260,000	—	—	260,000	—
	291,242	7,646	—	298,888	38,888

For governmental activities, payments on the net pension liability, the installment contracts payable, and the debt certificates are being made by the General Fund. The General Fund, the Tax Increment Financing Fund, and the Capital Improvements Fund make payments on the general obligation alternate revenue source bonds.

For business-type activities, the asset retirement obligation is liquidated by the Water and Sewer Fund.

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

Noncommitment Debt – Special Service Areas Bonds

Special service areas bonds outstanding as of the date of this report totaled $11,095,000. These bonds are not an obligation of the government and are secured by the levy of an annual tax on the real property within the special service areas. The government is in no way liable for repayment but is only acting as agent for the property owners in levying and collecting the tax and forwarding the collections to bondholders.

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

Debt Service Requirements to Maturity

	Governmental Activities			
	General Obligation Alternate Revenue Source Bonds		Debt Certificates	
Fiscal Year	Principal	Interest	Principal	Interest
2027	$ 370,000	790,304	26,071	1,760
2028	510,000	654,950	26,071	1,173
2029	530,000	631,450	26,074	589
2030	340,000	607,000	—	—
2031	355,000	590,000	—	—
2032	375,000	572,250	—	—
2033	395,000	553,500	—	—
2034	415,000	533,750	—	—
2035	435,000	513,000	—	—
2036	455,000	491,250	—	—
2037	480,000	468,500	—	—
2038	500,000	444,500	—	—
2039	525,000	419,500	—	—
2040	555,000	393,250	—	—
2041	580,000	365,500	—	—
2042	610,000	336,500	—	—
2043	640,000	306,000	—	—
2044	675,000	274,000	—	—
2045	705,000	240,250	—	—
2046	740,000	205,000	—	—
2047	780,000	168,000	—	—
2048	820,000	129,000	—	—
2049	860,000	88,000	—	—
2050	900,000	45,000	—	—
Totals	13,550,000	9,820,454	78,216	3,522

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS

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

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

		Special Revenue	Capital Projects				
	General	Tax Increment Financing	Transportation Impact Fees	Public Use	Capital Improvement	Nonmajor	Totals
Fund Balances							
Nonspendable							
Prepaids	$ 139,654	—	—	—	5,390	—	145,044
Restricted							
Police Impound Fees	26,741	—	—	—	—	—	26,741
Tree Replacement	60,728	—	—	—	—	—	60,728
Highways and Streets	—	86,599	2,119,055	—	113,413	2,263,162	4,582,229
Public Use	—	—	—	1,283,758	—	—	1,283,758
Subdivision Maintenance	—	—	—	—	—	116,691	116,691
Tourism	—	—	—	—	—	66,085	66,085
Debt Service	—	—	—	—	—	1,035,552	1,035,552
Capital Projects	—	—	—	—	1,612,443	115,919	1,728,362
	87,469	86,599	2,119,055	1,283,758	1,725,856	3,597,409	8,900,146
Unassigned	3,048,363	—	—	—	—	—	3,048,363
Total Fund Balances	3,275,486	86,599	2,119,055	1,283,758	1,731,246	3,597,409	12,093,553

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 Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

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

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

Minimum Fund Balance Policy. The Village's policy manual states that the General Fund should maintain a minimum fund balance equal to 10% of budgeted operating expenditures.

NET POSITION CLASSIFICATIONS

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

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation/Amortization	$ 47,770,639
Plus: Unspent Bond Proceeds	1,612,443
Less Capital Related Debt:	
General Obligation Alternate Revenue Source Bonds	(13,550,000)
Debt Certificates	(78,216)
Unamortized Bond Premium	(773,734)
Capital Related Accounts Payable	(275,130)
Retainage Payable	(520,436)
Net Investment in Capital Assets	34,185,566
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	$ 44,636,637
Less Capital Related Debt:	
None	—
Net Investment in Capital Assets	44,636,637

NOTE 4 - OTHER INFORMATION

RISK MANAGEMENT

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

CONTINGENT LIABILITIES

Litigation

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

Sales Tax Rebates

The Village has a sales tax rebate agreement which was designed to induce a vendor to locate and retain their business within the Village. The first agreement originating in 2000, covered point-of-sale transactions within the Village. The agreement has been amended from time to time with the latest amendment occurring in 2010. The 2010 amendment calls for a rebate of 50% of the sales tax receipts received by the Village starting with the first dollar. The sales tax rebate is payable to the vendor each year once the August sales tax remittance has been received by the Village from the State of Illinois. The Village has a second agreement which originated in 2018 and calls for a rebate of 50% of the sale tax receipts received by the Village, starting with the first dollar. The sales tax rebate is payable to the three vendors party to this agreement via an Escrow Agent. To date an Escrow Agent has not been named and no disbursements have made as of year-end. The Village has recorded $67,431 in sales tax rebate expenses in the General Fund in the current year. As of April 30, 2026, the amount due to the vendor is $408,227, recorded as a liability in the General Fund.

Grants

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

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, and the Police Pension Plan which is a single-employer pension plan. A separate report is issued for the Police Pension Plan and may be obtained by writing to the Village at 234 South State Street, PO Box 457, Hampshire, Illinois 60140. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

The aggregate amounts recognized for the two pension plans are:

	Pension (Revenue)	Net Pension Liability/ (Asset)	Deferred Outflows	Deferred Inflows
IMRF	$ (104,730)	(735,750)	16,489	359,327
Police Pension	(198,182)	1,083,617	765,641	3,370,049
	(302,912)	347,867	782,130	3,729,376

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

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

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

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

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. 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, 2025, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	15
Inactive Plan Members Entitled to but not yet Receiving Benefits	14
Active Plan Members	22
Total	51

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the fiscal year-ended April 30, 2026, the Village's contribution was 3.30% of covered payroll.

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

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 liabilities were determined by an actuarial valuation performed, as of December 31, 2025, using the following actuarial methods and assumptions:

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

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

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

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

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

Discount Rate

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

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension (asset) to changes in the discount rate. The table below presents the net pension (asset) of the Village calculated using the discount rate as well as what the Village's net pension (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%)
Net Pension (Asset)	$ (175,140)	(735,750)	(1,177,505)

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension (Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) (A) - (B)
Balances at December 31, 2024	$ 4,323,156	4,624,033	(300,877)
Changes for the Year:			
Service Cost	136,174	—	136,174
Interest on the Total Pension Liability	312,228	—	312,228
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(9,406)	—	(9,406)
Changes of Assumptions	—	—	—
Contributions - Employer	—	49,791	(49,791)
Contributions - Employees	—	70,905	(70,905)
Net Investment Income	—	697,062	(697,062)
Benefit Payments, Including Refunds of Employee Contributions	(169,309)	(169,309)	—
Other (Net Transfer)	—	56,111	(56,111)
Net Changes	269,687	704,560	(434,873)
Balances at December 31, 2025	4,592,843	5,328,593	(735,750)

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

For the fiscal year ended April 30, 2026, the Village recognized pension revenue of $104,730. At April 30, 2026, the Village reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	$ —	(124,759)	(124,759)
Change in Assumptions	—	(2,707)	(2,707)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(231,861)	(231,861)
Total Pension Expense to be Recognized in Future Periods	—	(359,327)	(359,327)
Pension Contributions Made Subsequent to the Measurement Date	16,489	—	16,489
Total Deferred Amounts Related to IMRF	16,489	(359,327)	(342,838)

$16,489 for the Village reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2027. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2027	$ 11,429
2028	(183,465)
2029	(114,121)
2030	(73,170)
2031	—
Thereafter	—
Totals	(359,327)

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan

Plan Descriptions

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

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

Inactive Plan Members Currently Receiving Benefits	3
Inactive Plan Members Entitled to but not yet Receiving Benefits	11
Active Plan Members	13
Total	27

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 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 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.

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 was 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 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 ½ of the change in the Consumer Price Index for the preceding calendar year.

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Plan Descriptions - Continued

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the fiscal year-ended April 30, 2026, the Village's contribution was 47.61% of covered payroll.

Concentrations. At year-end, the Pension Fund 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).

Actuarial Assumptions

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

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	6.25%
Salary Increases	4.00% - 10.00%
Cost of Living Adjustments	2.50%
Inflation	2.50%

Mortality rates were based on the PubS-2010(A) Study improved generationally using MP-2021 improvement rates.

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Discount Rate

A Single Discount Rate of 6.14% was used to measure the total pension liability, while the prior valuation used 6.22%. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 6.25%, the municipal bond rate is 4.74%, and the resulting single discount rate is 6.14%.

Discount Rate Sensitivity

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

	1% Decrease (5.14%)	Current Discount Rate (6.14%)	1% Increase (7.14%)
Net Pension Liability/(Asset)	$ 2,496,268	1,083,617	(41,874)

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2025	$ 7,476,074	5,346,469	2,129,605
Changes for the Year:			
Service Cost	406,060	—	406,060
Interest on the Total Pension Liability	456,220	—	456,220
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(80,738)	—	(80,738)
Changes of Assumptions	99,561	—	99,561
Contributions - Employer	—	575,000	(575,000)
Contributions - Employees	—	130,851	(130,851)
Contributions - Other	—	—	—
Net Investment Income	—	1,231,559	(1,231,559)
Benefit Payments, Including Refunds of Employee Contributions	(213,711)	(213,711)	—
Administrative Expense	—	(10,319)	10,319
Net Changes	667,392	1,713,380	(1,045,988)
Balances at April 30, 2026	8,143,466	7,059,849	1,083,617

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 fiscal year ended April 30, 2026, the Village recognized pension revenue of $198,182. At April 30, 2026, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	$ 323,046	(1,288,424)	(965,378)
Change in Assumptions	442,595	(1,292,186)	(849,591)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(789,439)	(789,439)
Total Deferred Amounts Related to Police Pension	765,641	(3,370,049)	(2,604,408)

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 (Inflows) of Resources
2027	$ (619,686)
2028	(642,315)
2029	(626,142)
2030	(602,394)
2031	(110,305)
Thereafter	(3,566)
Total	(2,604,408)

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

The Village has evaluated its potential other post-employment benefits liability. Former employees who choose to retain their rights to health insurance through the Village are required to pay 100% of the current premium. Based upon a review of census data and plan provisions, as well as minimal utilization rates, it has been determined that any liability is immaterial to the financial statements in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. Additionally, the Village provides no explicit benefit. Therefore, the Village has not recorded a liability as of April 30, 2026.

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule Employer Contributions - Last Ten Fiscal Years
  - Illinois Municipal Retirement Fund
  - Police Pension Fund

- Schedule of Changes in the Employer's Net Pension (Asset) - Last Ten Measurement Years
  - Illinois Municipal Retirement Fund
  - Police Pension Fund

- Schedule of Investment Returns - Last Ten Fiscal Years
  - Police Pension Fund

- Budgetary Comparison Schedules
  - General Fund
  - Tax Increment Financing - Special Revenue Fund

Notes to the Required Supplementary Information

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

VILLAGE OF HAMPSHIRE, ILLINOIS

Illinois Municipal Retirement Fund
Schedule of Employer Contributions - Last Ten Fiscal Years
April 30, 2026

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2017	$ 17,491	$ 17,491	$ —	$ 586,761	2.98%
2018	21,539	21,539	—	632,999	3.40%
2019	17,892	17,892	—	701,731	2.55%
2020	15,763	15,763	—	847,182	1.86%
2021	36,020	36,020	—	1,019,918	3.53%
2022	40,133	40,133	—	1,090,310	3.68%
2023	36,912	36,912	—	1,262,100	2.92%
2024	35,314	35,314	—	1,373,498	2.57%
2025	41,793	41,793	—	1,451,346	2.88%
2026	53,450	53,450	—	1,617,831	3.30%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	18 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.85% to 13.75%, Including Inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2023 valuation pursuant to an experience study of the period 2020-2022.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

VILLAGE OF HAMPSHIRE, ILLINOIS

Police Pension Fund
Schedule of Employer Contributions - Last Ten Fiscal Years
April 30, 2026

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2017	$ 198,691	$ 200,000	$ 1,309	$ 856,700	23.35%
2018	190,291	200,000	9,709	884,543	22.61%
2019	200,658	215,000	14,342	868,836	24.75%
2020	276,739	277,000	261	955,972	28.98%
2021	295,328	300,000	4,672	1,048,820	28.60%
2022	647,752	647,752	—	1,086,050	59.64%
2023	661,922	504,112	(157,810)	1,267,917	39.76%
2024	656,625	530,000	(126,625)	1,102,775	48.06%
2025	684,824	575,000	(109,824)	1,056,064	54.45%
2026	658,265	575,000	(83,265)	1,207,673	47.61%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	100% Funded Over 13.93 Years (Layered)
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	3.25%
Investment Rate of Return	5.00%
Retirement Age	100% of L&A 2020 Illinois Police Retirement Rates Capped at Age 65
Mortality	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described.

VILLAGE OF HAMPSHIRE, ILLINOIS

Illinois Municipal Retirement Fund
Schedule of Changes in the Employer's Net Pension (Asset) - Last Ten Measurement Years
April 30, 2026

See Following Page

VILLAGE OF HAMPSHIRE, ILLINOIS

Illinois Municipal Retirement Fund
Schedule of Changes in the Employer's Net Pension (Asset) - Last Ten Measurement Years
April 30, 2026

	12/31/2016	12/31/2017	12/31/2018
Total Pension Liability			
Service Cost	$ 60,047	63,618	62,490
Interest	203,596	216,673	220,027
Differences Between Expected and Actual Experience	32,613	(12,862)	67,112
Change of Assumptions	—	(93,507)	93,870
Benefit Payments, Including Refunds of Member Contributions	(121,474)	(125,892)	(131,391)
Net Change in Total Pension Liability	174,782	48,030	312,108
Total Pension Liability - Beginning	2,745,333	2,920,115	2,968,145
Total Pension Liability - Ending	2,920,115	2,968,145	3,280,253
Plan Fiduciary Net Position			
Contributions - Employer	$ 16,007	19,465	25,167
Contributions - Members	25,365	27,034	30,865
Net Investment Income	213,592	584,171	(206,886)
Benefit Payments, Including Refunds of Member Contributions	(121,474)	(125,892)	(131,391)
Other (Net Transfer)	18,983	(36,712)	38,708
Net Change in Plan Fiduciary Net Position	152,473	468,066	(243,537)
Plan Net Position - Beginning	3,082,481	3,234,954	3,703,020
Plan Net Position - Ending	3,234,954	3,703,020	3,459,483
Employer's Net Pension (Asset)	$ (314,839)	(734,875)	(179,230)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	110.78%	124.76%	105.46%
Covered Payroll	$ 563,656	600,766	684,914
Employer's Net Pension (Asset) as a Percentage of Covered Payroll	(55.86%)	(122.32%)	(26.17%)

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

12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024	12/31/2025
73,182	88,545	100,345	108,386	117,472	126,052	136,174
235,821	248,194	266,784	286,726	296,589	309,595	312,228
(1,658)	105,373	73,413	(82,747)	(17,044)	(201,730)	(9,406)
—	(28,354)	—	—	(9,550)	—	—
(128,293)	(160,437)	(166,031)	(172,982)	(188,734)	(236,014)	(169,309)
179,052	253,321	274,511	139,383	198,733	(2,097)	269,687
3,280,253	3,459,305	3,712,626	3,987,137	4,126,520	4,325,253	4,323,156
3,459,305	3,712,626	3,987,137	4,126,520	4,325,253	4,323,156	4,592,843
5,993	33,653	41,654	38,107	33,209	40,417	49,791
34,574	45,476	76,041	81,585	60,260	65,897	70,905
654,781	557,730	770,177	(664,799)	467,553	459,541	697,062
(128,293)	(160,437)	(166,031)	(172,982)	(188,734)	(236,014)	(169,309)
(28,954)	29,577	(81,586)	(156,542)	3,950	(351,253)	56,111
538,101	505,999	640,255	(874,631)	376,238	(21,412)	704,560
3,459,483	3,997,584	4,503,583	5,143,838	4,269,207	4,645,445	4,624,033
3,997,584	4,503,583	5,143,838	4,269,207	4,645,445	4,624,033	5,328,593
(538,279)	(790,957)	(1,156,701)	(142,687)	(320,192)	(300,877)	(735,750)
115.56%	121.30%	129.01%	103.46%	107.40%	106.96%	116.02%
768,308	1,010,582	1,090,431	1,213,623	1,339,104	1,464,375	1,575,656
(70.06%)	(78.27%)	(106.08%)	(11.76%)	(23.91%)	(20.55%)	(46.69%)

VILLAGE OF HAMPSHIRE, ILLINOIS

Police Pension Fund
Schedule of Changes in the Employer's Net Pension Liability - Last Ten Measurement Years
April 30, 2026

	4/30/2017	4/30/2018	4/30/2019
Total Pension Liability			
Service Cost	$ 173,052	193,433	254,642
Interest	170,016	189,057	171,357
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	91,838	(761,677)	268,220
Change of Assumptions	(94,941)	746,010	(70,522)
Benefit Payments, Including Refunds of Member Contributions	(14,029)	(31,202)	(24,408)
Net Change in Total Pension Liability	325,936	335,621	599,289
Total Pension Liability - Beginning	2,840,614	3,166,550	3,502,171
Total Pension Liability - Ending	3,166,550	3,502,171	4,101,460
Plan Fiduciary Net Position			
Contributions - Employer	$ 200,000	200,000	215,000
Contributions - Members	83,612	86,757	90,191
Contributions - Other	—	—	—
Net Investment Income	385	10,624	30,293
Benefit Payments, Including Refunds of Member Contributions	(14,029)	(31,202)	(24,408)
Administrative Expenses	(5,882)	(6,352)	(8,993)
Net Change in Plan Fiduciary Net Position	264,086	259,827	302,083
Plan Net Position - Beginning	1,114,986	1,379,072	1,638,899
Plan Net Position - Ending	1,379,072	1,638,899	1,940,982
Employer's Net Pension Liability	$ 1,787,478	1,863,272	2,160,478
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	43.55%	46.80%	47.32%
Covered Payroll	$ 856,700	884,543	868,836
Employer's Net Pension Liability as a Percentage of Covered Payroll	208.65%	210.65%	248.66%

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

4/30/2020	4/30/2021	4/30/2022	4/30/2023	4/30/2024	4/30/2025	4/30/2026
269,484	437,092	445,908	557,264	458,375	450,129	406,060
203,716	325,280	329,068	361,393	416,304	419,185	456,220
2,738,836	—	—	—	—	—	—
(68,997)	(703,924)	(528,595)	197,519	178,028	(638,849)	(80,738)
117,801	—	—	—	214,825	(1,861,678)	99,561
(54,264)	(144,794)	(151,681)	(163,436)	(233,073)	(196,302)	(213,711)
3,206,576	(86,346)	94,700	952,740	1,034,459	(1,827,515)	667,392
4,101,460	7,308,036	7,221,690	7,316,390	8,269,130	9,303,589	7,476,074
7,308,036	7,221,690	7,316,390	8,269,130	9,303,589	7,476,074	8,143,466
277,000	300,000	647,752	504,112	530,000	575,000	575,000
92,505	100,347	368,015	108,534	99,503	110,627	130,851
—	—	—	50	—	—	—
29,950	3,344	2,080	65,957	281,377	361,617	1,231,559
(54,264)	(144,794)	(151,681)	(163,436)	(233,073)	(196,302)	(213,711)
(10,192)	(11,670)	(12,930)	(36,962)	(19,808)	(17,171)	(10,319)
334,999	247,227	853,236	478,255	657,999	833,771	1,713,380
1,940,982	2,275,981	2,523,208	3,376,444	3,854,699	4,512,698	5,346,469
2,275,981	2,523,208	3,376,444	3,854,699	4,512,698	5,346,469	7,059,849
5,032,055	4,698,482	3,939,946	4,414,431	4,790,891	2,129,605	1,083,617
31.14%	34.94%	46.15%	46.62%	48.50%	71.51%	86.69%
955,975	1,048,820	1,086,050	1,267,917	1,102,775	1,056,064	1,207,673
526.38%	447.98%	362.78%	348.16%	434.44%	201.65%	89.73%

VILLAGE OF HAMPSHIRE, ILLINOIS

Police Pension Fund
Schedule of Investment Returns - Last Ten Fiscal Years
April 30, 2026

Fiscal Year	Annual Money-Weighted Rate of Return, Net of Investment Expense
2017	0.03%
2018	0.03%
2019	0.03%
2020	0.03%
2021	0.03%
2022	0.03%
2023	1.87%
2024	9.54%
2025	1.51%
2026	23.17%

VILLAGE OF HAMPSHIRE, ILLINOIS

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

	Original Budget	Final Budget	Actual
Revenues			
Taxes	$ 6,310,856	6,310,856	6,803,144
Intergovernmental	1,164,448	1,164,448	95,677
Charges for Services	1,359,919	1,359,919	604,777
Licenses and Permits	426,612	426,612	764,520
Fines and Forfeitures	90,000	90,000	67,886
Investment Income	127,748	127,748	179,865
Miscellaneous	317,444	317,444	316,350
Total Revenues	9,797,027	9,797,027	8,832,219
Expenditures			
General Government	2,660,719	2,660,719	1,973,123
Highways and Streets	2,843,660	2,843,660	1,562,693
Police Protection	3,729,577	3,729,577	3,579,331
Planning and Zoning	3,684	3,684	1,597
Debt Service			
Principal Retirement	118,882	118,882	71,040
Interest and Fiscal Charges	163	163	8,486
Total Expenditures	9,356,685	9,356,685	7,196,270
Excess (Deficiency) of Revenues Over (Under) Expenditures	440,342	440,342	1,635,949
Other Financing Sources (Uses)			
Debt Issuance	400,170	400,170	—
Transfers In	250,000	250,000	—
Transfers Out	(1,062,800)	(1,062,800)	(951,800)
	(412,630)	(412,630)	(951,800)
Net Change in Fund Balance	27,712	27,712	684,149
Fund Balance - Beginning			2,591,337
Fund Balance - Ending			3,275,486

VILLAGE OF HAMPSHIRE, ILLINOIS

Tax Increment Financing - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Taxes	$ 320,753	320,753	326,971
Investment Income	1,200	1,200	1,771
Total Revenues	321,953	321,953	328,742
Expenditures			
General Government			
Professional Services	2,500	2,500	1,178
Debt Service			
Principal Retirement	163,400	163,400	163,400
Interest and Fiscal Charges	27,004	27,004	27,004
Total Expenditures	192,904	192,904	191,582
Excess (Deficiency) of Revenues Over (Under) Expenditures	129,049	129,049	137,160
Other Financing (Uses)			
Transfers Out	(100,000)	(100,000)	—
Net Change in Fund Balance	29,049	29,049	137,160
Fund Balance - Beginning			(50,561)
Fund Balance - Ending			86,599

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
- Budgetary Comparison Schedules - Fiduciary Funds

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

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

SPECIAL REVENUE FUNDS

Special Revenue Funds are created 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.

Tax Increment Financing Fund

The Tax Increment Financing Fund is used to account for expenditures of incremental property taxes and sales tax generated in the designated downtown Tax Increment Financing area.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for the maintenance and construction of streets and roads as approved by the Illinois Department of Transportation.

Road and Bridge Fund

The Road and Bridge Fund is used to account for the revenues and expenditures associated with the maintenance of local roads. Revenue is provided through a tax levy.

Special Service Areas Fund

The Special Service Areas Fund is used to account for the revenues and expenditures used in the maintenance of various special service areas in the Village.

Hotel/Motel Tax Fund

The Hotel/Motel Tax Fund is used to account for the revenues and expenditures associated with the collection of the hotel/motel tax within the Village.

DEBT SERVICE FUND

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

Capital Bonds

The Capital Bonds Fund is used to account for funds accumulated for paying principal and interest on capital bonds.

CAPITAL PROJECTS FUNDS

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

Transportation Impact Fees Fund

The Transportation Impact Fees Fund is used to account for the proceeds of transportation impact fees charges by the Village and the improvements funded by the fees.

Public Use Fund

The Public Use Fund is used to account for the proceeds of public use impact fees charges by the Village and the improvements funded by the fees.

Capital Improvements Fund

The Capital Improvements Fund is used to account for transfers from other funds for various construction projects or capital improvement purchases.

TIF Revenue Bonds of 2009A/Tuscany Woods Line of Credit Fund

The TIF Revenue Bonds of 2009A/Tuscany Woods Line of Credit Fund is used for servicing projects related to the TIF Revenue Bonds of 2009A and the Tuscany Woods line of credit.

Equipment Replacement Fund

The Equipment Replacement Fund is used to account for the purchase of replacement vehicles for the Village fleet. Revenue is provided through excess funds.

Early Warning Impact Fees Fund

The Early Warning Impact Fees Fund is used to account for proceeds of early warning impact fees charged by the Village and the improvements funded by the fees.

ENTERPRISE FUNDS

Enterprise Funds are created 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.

Water and Sewer Fund

The Water and Sewer Fund is used to account for the provision of water and sewer services to the residents and businesses of the Village financed by user fees.

Garbage Fund

The Garbage Fund is used to account for the provision of solid waste services to the residents and businesses of the Village financed by user fees.

TRUST AND CUSTODIAL FUNDS

PENSION TRUST FUND

Police Pension Fund

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

CUSTODIAL TRUST FUND

Special Service Areas #13 and #14 Fund

The Special Service Areas #13 and #14 Fund is used to account for the collection of property taxes from special service areas #13 and #14 and related remittance to the bondholders.

VILLAGE OF HAMPSHIRE, ILLINOIS

General Fund
Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Taxes			
Property Taxes	$ 1,523,600	1,523,600	1,550,027
Sales and Use Taxes	2,843,268	2,843,268	3,339,507
State Income Taxes	1,528,645	1,528,645	1,405,802
Utility Taxes	401,109	401,109	495,595
Cannabis Excise Taxes	14,234	14,234	12,213
	6,310,856	6,310,856	6,803,144
Intergovernmental			
Replacement Taxes	24,116	24,116	30,097
Grants	1,140,332	1,140,332	65,580
	1,164,448	1,164,448	95,677
Charges for Services	1,359,919	1,359,919	604,777
Licenses and Permits	426,612	426,612	764,520
Fines and Forfeitures	90,000	90,000	67,886
Investment Income	127,748	127,748	179,865
Miscellaneous	317,444	317,444	316,350
Total Revenues	9,797,027	9,797,027	8,832,219

VILLAGE OF HAMPSHIRE, ILLINOIS

General Fund
Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
General Government			
Personal Services	$ 827,920	827,920	805,738
Contractual Services	803,310	803,310	1,026,517
Commodities	36,225	36,225	21,342
Other Expenditures	953,989	953,989	76,191
Capital Outlay	39,275	39,275	43,335
	2,660,719	2,660,719	1,973,123
Highways and Streets			
Personal Services	777,159	777,159	718,225
Contractual Services	466,780	466,780	469,118
Commodities	94,365	94,365	102,690
Capital Outlay	1,505,356	1,505,356	272,660
	2,843,660	2,843,660	1,562,693
Police Protection			
Personal Services	2,763,809	2,763,809	2,691,295
Contractual Services	500,270	500,270	506,939
Commodities	177,830	177,830	171,280
Other Expenditures	28,059	28,059	19,523
Capital Outlay	259,609	259,609	190,294
	3,729,577	3,729,577	3,579,331
Planning and Zoning			
Personal Services	2,584	2,584	1,039
Contractual Services	1,100	1,100	558
	3,684	3,684	1,597
Debt Service			
Principal Retirement	118,882	118,882	71,040
Interest and Fiscal Charges	163	163	8,486
	119,045	119,045	79,526
Total Expenditures	9,356,685	9,356,685	7,196,270

VILLAGE OF HAMPSHIRE, ILLINOIS

Transportation Impact Fees - Capital Projects Fund
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Charges for Services	$ 245,400	245,400	400,821
Expenditures			
Highways and Streets	310,040	310,040	187,260
Net Change in Fund Balance	(64,640)	(64,640)	213,561
Fund Balance - Beginning			1,905,494
Fund Balance - Ending			2,119,055

VILLAGE OF HAMPSHIRE, ILLINOIS

Public Use - Capital Projects Fund
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Charges for Services	$ 245,400	245,400	283,815
Investment Income	5,000	5,000	7,811
Total Revenues	250,400	250,400	291,626
Expenditures			
General Government	—	—	—
Excess (Deficiency) of Revenues Over (Under) Expenditures	250,400	250,400	291,626
Other Financing (Uses)			
Transfers Out	(40,000)	(40,000)	—
Net Change in Fund Balance	210,400	210,400	291,626
Fund Balance - Beginning			992,132
Fund Balances Ending			1,283,758

VILLAGE OF HAMPSHIRE, ILLINOIS

Capital Improvements - Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Investment Income	$ 140	140	90,804
Miscellaneous	—	—	3,232
Total Revenues	140	140	94,036
Expenditures			
Highways and Streets	13,492,384	13,492,384	11,863,799
Debt Service			
Principal Retirement	5,000,000	5,000,000	—
Interest and Fiscal Charges	111,000	111,000	255,647
Total Expenditures	18,603,384	18,603,384	12,119,446
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,603,244)	(18,603,244)	(12,025,410)
Other Financing Sources			
Debt Issuance	19,140,000	19,140,000	12,955,000
Premium on Debt Issuance	—	—	773,734
Transfers In	1,062,000	1,062,000	—
	20,202,000	20,202,000	13,728,734
Net Change in Fund Balance	1,598,756	1,598,756	1,703,324
Fund Balance - Beginning			27,922
Fund Balance - Ending			1,731,246

VILLAGE OF HAMPSHIRE, ILLINOIS

Nonmajor Governmental Funds
Combining Balance Sheet
April 30, 2026

	Special Revenue		
	Motor Fuel Tax	Road and Bridge	Special Service Areas
ASSETS			
Cash and Investments	$ 2,190,284	37,685	117,054
Receivables - Net of Allowances			
Property Taxes	—	105,468	37,050
Other Taxes	34,793	—	—
Due from Other Funds	—	400	—
Total Assets	2,225,077	143,553	154,104
LIABILITIES			
Accrued Payroll	—	—	363
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	—	105,468	37,050
Total Liabilities and Deferred Inflows of Resources	—	105,468	37,413
FUND BALANCES			
Restricted	2,225,077	38,085	116,691
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	2,225,077	143,553	154,104

		Capital Projects			
Hotel/Motel Tax	Debt Service Capital Bonds	TIF Revenue Bonds of 2009A/Tuscany Woods Line of Credit	Equipment Replacement	Early Warning Impact Fees	Totals
63,250	1,035,552	60,910	31,810	23,199	3,559,744
2,835	—	—	—	—	145,353
—	—	—	—	—	34,793
—	—	—	—	—	400
66,085	1,035,552	60,910	31,810	23,199	3,740,290
—	—	—	—	—	363
—	—	—	—	—	142,518
—	—	—	—	—	142,881
66,085	1,035,552	60,910	31,810	23,199	3,597,409
66,085	1,035,552	60,910	31,810	23,199	3,740,290

VILLAGE OF HAMPSHIRE, ILLINOIS

Nonmajor Governmental Funds
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended April 30, 2026

	Special Revenue		
	Motor Fuel Tax	Road and Bridge	Special Service Areas
Revenues			
Taxes	$ —	132,730	55,020
Intergovernmental	494,849	2,321	—
Charges for Services	—	—	—
Investment Income	82,003	235	1,200
Total Revenues	576,852	135,286	56,220
Expenditures			
General Government	—	—	—
Highways and Streets	157,373	130,000	20,781
Total Expenditures	157,373	130,000	20,781
Excess (Deficiency) of Revenues Over (Under) Expenditures	419,479	5,286	35,439
Other Financing Sources			
Transfers In	—	—	—
Net Change in Fund Balances	419,479	5,286	35,439
Fund Balances - Beginning	1,805,598	32,799	81,252
Fund Balances - Ending	2,225,077	38,085	116,691

		Capital Projects			
Hotel/Motel Tax	Debt Service Capital Bonds	TIF Revenue Bonds of 2009A/Tuscany Woods Line of Credit	Equipment Replacement	Early Warning Impact Fees	Totals
40,341	—	—	—	—	228,091
—	—	—	—	—	497,170
—	—	—	—	9,391	9,391
146	1,002	—	107	—	84,693
40,487	1,002	—	107	9,391	819,345
25,000	—	—	—	—	25,000
—	—	—	—	—	308,154
25,000	—	—	—	—	333,154
15,487	1,002	—	107	9,391	486,191
—	951,800	—	—	—	951,800
15,487	952,802	—	107	9,391	1,437,991
50,598	82,750	60,910	31,703	13,808	2,159,418
66,085	1,035,552	60,910	31,810	23,199	3,597,409

VILLAGE OF HAMPSHIRE, ILLINOIS

Motor Fuel Tax - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	$ 383,640	383,640	494,849
Investment Income	50,000	50,000	82,003
Total Revenues	433,640	433,640	576,852
Expenditures			
Highways and Streets	200,000	200,000	157,373
Net Change in Fund Balance	233,640	233,640	419,479
Fund Balance - Beginning			1,805,598
Fund Balance - Ending			2,225,077

VILLAGE OF HAMPSHIRE, ILLINOIS

Road and Bridge - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Taxes	$ 132,663	132,663	132,730
Intergovernmental			
Replacement Taxes	1,740	1,740	2,321
Investment Income	96	96	235
Total Revenues	134,499	134,499	135,286
Expenditures			
Highways and Streets	130,000	130,000	130,000
Net Change in Fund Balance	4,499	4,499	5,286
Fund Balance - Beginning			32,799
Fund Balance - Ending			38,085

VILLAGE OF HAMPSHIRE, ILLINOIS

Special Service Areas - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Taxes	$ 54,164	54,164	55,020
Investment Income	500	500	1,200
Total Revenues	54,664	54,664	56,220
Expenditures			
Highways and Streets	54,505	54,505	20,781
Net Change in Fund Balance	159	159	35,439
Fund Balance - Beginning			81,252
Fund Balance - Ending			116,691

VILLAGE OF HAMPSHIRE, ILLINOIS

Hotel/Motel Tax - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Hotel/Motel Tax	$ 21,600	21,600	40,341
Investment Income	5	5	146
Total Revenues	21,605	21,605	40,487
Expenditures			
General Government	25,000	25,000	25,000
Net Change in Fund Balance	(3,395)	(3,395)	15,487
Fund Balance - Beginning			50,598
Fund Balance - Ending			66,085

VILLAGE OF HAMPSHIRE, ILLINOIS

Capital Bonds - Debt Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Investment Income	$ 900	900	1,002
Expenditures			
Debt Service			
Principal Retirement	25,900	25,900	—
Interest and Fiscal Charges	4,914	4,914	—
Total Expenditures	30,814	30,814	—
Excess (Deficiency) of Revenues Over (Under) Expenditures	(29,914)	(29,914)	1,002
Other Financing Sources			
Transfers In	—	—	951,800
Net Change in Fund Balance	(29,914)	(29,914)	952,802
Fund Balance - Beginning			82,750
Fund Balance - Ending			1,035,552

VILLAGE OF HAMPSHIRE, ILLINOIS

TIF Revenue Bonds of 2009A/Tuscany Woods Line of Credit - Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Investment Income	$ —	—	—
Expenditures			
Highways and Streets	60,910	60,910	—
Net Change in Fund Balance	(60,910)	(60,910)	—
Fund Balance - Beginning			60,910
Fund Balance - Ending			60,910

VILLAGE OF HAMPSHIRE, ILLINOIS

Equipment Replacement - Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Investment Income	$ 50	50	107
Expenditures			
Highways and Streets	—	—	—
Net Change in Fund Balance	50	50	107
Fund Balance - Beginning			31,703
Fund Balance - Ending			31,810

VILLAGE OF HAMPSHIRE, ILLINOIS

Early Warning Impact Fees - Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Charges for Services	$ 5,750	5,750	9,391
Expenditures			
Highways and Streets	34,714	34,714	—
Excess (Deficiency) of Revenues Over (Under) Expenditures	(28,964)	(28,964)	9,391
Other Financing Sources			
Transfers In	40,000	40,000	—
Net Change in Fund Balance	11,036	11,036	9,391
Fund Balance - Beginning			13,808
Fund Balance - Ending			23,199

VILLAGE OF HAMPSHIRE, ILLINOIS

Water and Sewer - Enterprise Fund
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Operating Revenues			
Charges for Services	$ 4,862,514	4,862,514	4,805,978
Operating Expenses			
Operations			
Water Department	1,833,266	1,833,266	1,113,532
Sewer Department	1,608,234	1,608,234	1,146,351
System Improvements	477,760	477,760	112,778
Depreciation and Amortization	—	—	1,598,272
Total Operating Expenses	3,919,260	3,919,260	3,970,933
Operating Income	943,254	943,254	835,045
Nonoperating Revenues			
Tap On Fees	—	—	11,465
Investment Income	1,200	1,200	658
Other Income	—	—	6,392
	1,200	1,200	18,515
Income Before Transfers	944,454	944,454	853,560
Transfers In	80,000	80,000	—
Transfers Out	(680,000)	(680,000)	—
	(600,000)	(600,000)	—
Change in Net Position	344,454	344,454	853,560
Net Position - Beginning			49,979,425
Net Position - Ending			50,832,985

VILLAGE OF HAMPSHIRE, ILLINOIS

Water and Sewer - Enterprise Fund
Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Operations			
Water Department			
Personal Services	$ 342,310	342,310	265,633
Contractual Services	1,163,732	1,163,732	629,629
Commodities	168,881	168,881	164,306
Miscellaneous	158,343	158,343	53,964
	1,833,266	1,833,266	1,113,532
Sewer Department			
Personal Services	342,410	342,410	264,734
Contractual Services	919,674	919,674	692,800
Commodities	108,650	108,650	120,817
Miscellaneous	237,500	237,500	68,000
	1,608,234	1,608,234	1,146,351
Total Operations	3,441,500	3,441,500	2,259,883
System Improvements			
Water Department	380,900	380,900	108,838
Sewer Department	96,860	96,860	3,940
	477,760	477,760	112,778
Depreciation and Amortization			
Water Department	—	—	543,394
Sewer Department	—	—	1,054,878
	—	—	1,598,272
Total Operating Expenses	3,919,260	3,919,260	3,970,933

VILLAGE OF HAMPSHIRE, ILLINOIS

Garbage - Enterprise Fund
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Operating Revenues			
Charges for Services	$ 891,527	891,527	904,941
Operating Expense			
Operations			
Garbage Department	866,876	866,876	864,607
Change in Net Position	24,651	24,651	40,334
Net Position - Beginning			138,276
Net Position - Ending			178,610

VILLAGE OF HAMPSHIRE, ILLINOIS

Police Pension - Pension Trust Fund
Schedule of Changes in the Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Additions			
Contributions - Employer	$ 575,000	575,000	575,000
Contributions - Plan Members	137,675	137,675	130,851
Total Contributions	712,675	712,675	705,851
Investment Income			
Interest Earned	500,000	500,000	32,186
Net Change in Fair Value	—	—	1,205,686
	500,000	500,000	1,237,872
Less Investment Expenses	—	—	(6,313)
Net Investment Income	500,000	500,000	1,231,559
Total Additions	1,212,675	1,212,675	1,937,410
Deductions			
Administration	53,000	53,000	10,319
Benefits and Refunds	501,636	501,636	213,711
Total Deductions	554,636	554,636	224,030
Change in Fiduciary Net Position	658,039	658,039	1,713,380
Net Position Restricted for Pensions			
Beginning			5,346,469
Ending			7,059,849

VILLAGE OF HAMPSHIRE, ILLINOIS

Special Service Areas #13 and #14 - Custodial Fund
Schedule of Changes in the Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Additions			
Property Taxes	$ 1,197,986	1,197,986	1,211,058
Investment Income	65,000	65,000	89,887
Total Additions	1,262,986	1,262,986	1,300,945
Deductions			
Professional Services	45,000	45,000	26,830
Debt Service			
Principal Retirement	1,212,200	1,212,200	785,000
Interest and Fiscal Charges	—	—	426,821
Total Deductions	1,257,200	1,257,200	1,238,651
Change in Fiduciary Net Position	5,786	5,786	62,294
Net Position Restricted for Individuals, Organizations, and Other Governments			
Beginning			1,760,805
Ending			1,823,099

SUPPLEMENTAL SCHEDULES

VILLAGE OF HAMPSHIRE, ILLINOIS

Scheduled of Tax Data - Last Ten Tax Levy Years
April 30, 2026

See Following Page

VILLAGE OF HAMPSHIRE, ILLINOIS

Scheduled of Tax Data - Last Ten Tax Levy Years
April 30, 2026

	2016	2017	2018
Assessed Valuation	$ 170,980,247	186,537,007	200,118,875
Tax Rates by Fund			
General	0.2943	0.2803	0.2769
Police Protection	0.1757	0.1750	0.1778
Special Revenue Funds			
Audit	0.0114	0.0127	0.0099
Liability	0.0286	0.0211	0.0209
Illinois Municipal Retirement	0.0014	0.0071	0.0067
Social Security	0.0120	0.0111	0.0102
Total Tax Rates	0.5234	0.5073	0.5024
Tax Extensions by Fund			
General	$ 503,226	522,776	554,175
Police Protection	300,383	326,490	355,843
Special Revenue Fund			
Audit	19,545	23,603	19,770
Liability	48,859	39,337	41,813
Illinois Municipal Retirement	2,445	13,278	13,344
Social Security	20,521	20,652	20,412
Total Tax Extensions	894,979	946,136	1,005,357
Total Collections - All Funds			
Levy Collections Through April 30	$ 875,235	934,533	997,044
Percentage Collected	97.79%	98.77%	99.17%

Note: The 2025 levy is not collected until fiscal year 2027.

2019	2020	2021	2022	2023	2024	2025
218,284,064	234,759,552	254,688,311	280,302,384	312,027,634	371,972,458	431,004,053
0.2727	0.2923	0.2809	0.2672	0.2571	0.2133	0.1971
0.1720	0.1709	0.1663	0.1711	0.1586	0.1882	0.1725
0.0096	0.0103	0.0099	0.0054	0.0080	0.0067	0.0060
0.0189	0.0085	0.0119	0.0137	0.0154	0.0134	0.0122
0.0019	0.0019	0.0032	0.0034	0.0034	0.0032	0.0029
0.0099	0.0062	0.0059	0.0054	0.0077	0.0067	0.0062
0.4850	0.4901	0.4781	0.4662	0.4502	0.4315	0.3969
595,261	686,120	715,371	749,100	802,350	793,600	849,270
375,449	401,129	423,590	479,547	495,000	700,000	743,535
20,955	24,220	25,156	15,145	25,000	25,000	25,833
41,256	20,058	30,186	38,365	48,000	50,000	52,632
4,147	4,564	8,051	9,592	10,750	12,000	12,438
21,610	14,522	15,093	15,145	24,100	25,000	26,794
1,058,678	1,150,613	1,217,447	1,306,894	1,405,200	1,605,600	1,710,502
1,053,834	1,129,555	1,192,047	1,278,162	1,392,890	1,549,963	—
99.54%	98.17%	97.91%	97.80%	99.12%	96.53%	—%

VILLAGE OF HAMPSHIRE, ILLINOIS

Schedule of Water/Sewer Data
April 30, 2026

Number of Water Users		3,759
Water Rate per 1,000 Gallons	$	6.40
Number of Sewer Users		3,774
Sewer Rate per 1,000 Gallons	$	7.58
Sewer User Billing Charge per Billing	$	1.00
Capital Improvements per Billing	$	50.00

VILLAGE OF HAMPSHIRE, ILLINOIS

Long-Term Debt Requirements
General Obligation (Alternate Revenue Source) Refunding Bonds of 2016
April 30, 2026

Date of Issue	April 7, 2016
Date of Maturity	December 15, 2028
Authorized Issue	$1,175,000
Interest Rates	3.00% to 4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Bank of New York Mellon

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2027	$ 190,000	23,800	213,800
2028	200,000	16,200	216,200
2029	205,000	8,200	213,200
	595,000	48,200	643,200

VILLAGE OF HAMPSHIRE, ILLINOIS

Long-Term Debt Requirements
General Obligation (Alternate Revenue Source) Bond of 2025
April 30, 2026

Date of Issue	October 9, 2025
Date of Maturity	December 15, 2049
Authorized Issue	$12,955,000
Interest Rate	5.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2027	$ 180,000	766,504	946,504
2028	310,000	638,750	948,750
2029	325,000	623,250	948,250
2030	340,000	607,000	947,000
2031	355,000	590,000	945,000
2032	375,000	572,250	947,250
2033	395,000	553,500	948,500
2034	415,000	533,750	948,750
2035	435,000	513,000	948,000
2036	455,000	491,250	946,250
2037	480,000	468,500	948,500
2038	500,000	444,500	944,500
2039	525,000	419,500	944,500
2040	555,000	393,250	948,250
2041	580,000	365,500	945,500
2042	610,000	336,500	946,500
2043	640,000	306,000	946,000
2044	675,000	274,000	949,000
2045	705,000	240,250	945,250
2046	740,000	205,000	945,000
2047	780,000	168,000	948,000
2048	820,000	129,000	949,000
2049	860,000	88,000	948,000
2050	900,000	45,000	945,000
	12,955,000	9,772,254	22,727,254

VILLAGE OF HAMPSHIRE, ILLINOIS

Long-Term Debt Requirements
General Obligation Debt Certificates of 2021
April 30, 2026

Date of Issue	July 15, 2021
Date of Maturity	June 1, 2028
Authorized Issue	$182,500
Interest Rate	2.25%
Interest Dates	December 1 and June 1
Principal Maturity Dates	December 1 and June 1
Payable at	Heartland Bank and Trust Company

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2027	$ 26,071	1,760	27,831
2028	26,071	1,173	27,244
2029	26,074	589	26,663
	78,216	3,522	81,738