



***RICHMOND TOWNSHIP FIRE
PROTECTION DISTRICT
McHENRY COUNTY, ILLINOIS***

ANNUAL FINANCIAL REPORT

APRIL 30, 2025

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
TABLE OF CONTENTS
APRIL 30, 2025

	PAGE
INDEPENDENT AUDITOR'S REPORT	1
REQUIRED SUPPLEMENTARY INFORMATION	
Management's Discussion and Analysis	4
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements	
Statement of Net Position	10
Statement of Activities	11
Fund Financial Statements	
Balance Sheet – Governmental Funds	12
Reconciliation of the Balance Sheet to the Statement of Net Position	13
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	14
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	15
Notes to Financial Statements	16
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Appropriations and Actual – General Fund	25
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Appropriations and Actual – Ambulance Fund	27
Notes to Required Supplementary Information	29



INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Richmond Township Fire Protection District
Richmond, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities and each major fund of

Richmond Township Fire Protection District

as of and for the year ended April 30, 2025, and the related notes to the financial statements, which collectively comprise the Fire Protection District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of Richmond Township Fire Protection District, as of April 30, 2025, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 Richmond Township Fire Protection District 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 Fire Protection District's ability to continue as a going concern for one year beyond the financial statement date, including any currently known information that may rise 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 GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

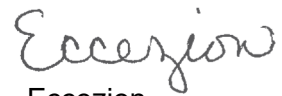
- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, 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 Richmond Township Fire Protection District'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 Richmond Township Fire Protection District'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 required supplementary information, as listed on 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.



Eccezion
Strategic Business Solutions

McHenry, Illinois
February 10, 2026

REQUIRED SUPPLEMENTARY INFORMATION

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

APRIL 30, 2025

As management of Richmond Township Fire Protection District (Fire Protection District), we offer readers of the Fire Protection District's statements this narrative overview and analysis of the financial activities of the Fire Protection District for the fiscal year ended April 30, 2025. We encourage readers to consider the information presented here in conjunction with additional information found in the notes to the financial statements.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Fire Protection District's basic financial statements. The Fire Protection District's basic financial statements comprise three components:

1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements – The government-wide financial statements are designed to provide readers with a broad overview of the Fire Protection District's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the Fire Protection District's assets and deferred outflows of resources, less its 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 Fire Protection District is improving or deteriorating.

The Statement of Activities presents information showing how the Fire Protection District'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 unpaid salaries).

Both of the government-wide financial statements distinguish functions of the Fire Protection District that are principally supported by taxes and other governmental 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 Fire Protection District include providing general governmental administrative services and public safety functions of fire protection and emergency medical services (EMS) and related services. The Fire Protection District does not conduct business-type activities.

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 Fire Protection District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Fire Protection District are governmental 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, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The Fire Protection District maintains two individual governmental funds. The General Fund is used to account for funds received from general property taxes and other general revenue, and to account for expenditures made for general Fire Protection District purposes. The Ambulance Fund is used to account for funds received from ambulance taxes and fees and to account for expenditures made for emergency medical services purposes.

Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund and the Ambulance Fund, both of which are considered to be major 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 Fire Protection District's progress in meeting its obligation to provide as fully adequate as possible fire protection and emergency medical services to all of its residents.

The Fire Protection District adopts an annual budget and appropriation ordinance that includes both the General Fund and the Ambulance Fund. A budgetary comparison statement has been provided for each fund to demonstrate compliance with the adopted budget and appropriation ordinance.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Fire Protection District, assets exceeded liabilities and deferred inflows of resources by \$1,262,406 at the close of the most recent fiscal year.

The largest portion of the Fire Protection District's net position (116%) reflects its investment in capital assets (e.g., land, buildings, equipment, and vehicles), less any related debt used to acquire those assets that is still outstanding. The Fire Protection District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Fire Protection District'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.

Richmond Township Fire Protection District's Net Position

	Governmental Activities	
	4/30/2025	4/30/2024
Assets		
Current and Other Assets	\$ 1,246,521	\$ 2,072,628
Capital Assets	2,479,209	1,451,745
Total Assets	\$ 3,725,730	\$ 3,524,373
Liabilities		
Long-Term Liabilities Outstanding	\$ 1,008,589	\$ 691,328
Other Liabilities	505,893	364,406
Total Liabilities	\$ 1,514,482	\$ 1,055,734
Deferred Inflows of Resources		
Unavailable Revenue - Property Taxes	\$ 948,842	\$ 902,749
Total Deferred Inflows of Resources	\$ 948,842	\$ 902,749
Net Position		
Net Investment in Capital Assets	\$ 1,470,620	\$ 760,417
Unrestricted	(208,214)	805,473
Total Net Position	\$ 1,262,406	\$ 1,565,890

The Fire Protection District's net position decreased by \$303,484 during the year ended April 30, 2025.

Governmental activities – Governmental activities decreased the Fire Protection District's net position by \$303,484. The key elements of this decrease are as follows:

Richmond Township Fire Protection District's Change in Net Position

	Governmental Activities	
	4/30/2025	4/30/2024
Revenues		
Program Revenues		
Charges for Services	\$ 447,240	\$ 656,982
Operating Grants and Contributions	25,118	18,986
General Revenues		
Property Taxes	874,912	848,534
Other Taxes	31,481	29,897
Impact Fees	669	3,352
Unrestricted Investment Earnings	4,930	8,771
Gain on Disposal of Fixed Assets	2,642	-
Other	12,528	11,404
Total Revenues	\$ 1,399,520	\$ 1,577,926
Expenses		
General Government	\$ 95,347	\$ 116,667
Public Safety	1,579,160	1,436,655
Interest on Long-Term Debt	28,497	50,665
Total Expenses	\$ 1,703,004	\$ 1,603,987
Increase/(Decrease) in Net Position	\$ (303,484)	\$ (26,061)
Net Position - Beginning	1,565,890	1,591,951
Net Position - Ending	\$ 1,262,406	\$ 1,565,890

- Total revenues decreased by \$178,406 (11%). Charges for Services decreased by \$209,742 (32%) due mainly to decreases in billing rates during the current fiscal year and also more write-offs than anticipated.
- Total expenses increased by \$99,017 (6%). This increase is primarily due to the increase of Public Safety expenses of \$142,505 (10%) which was fueled by a significant increase in payroll due mostly to the lack of EMS personnel requiring significant overtime to be appropriately staffed, as well as annual pay raises.

FINANCIAL ANALYSIS OF THE FIRE PROTECTION DISTRICT'S FUNDS

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

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

At April 30, 2025, the Fire Protection District's governmental funds reported combined ending unassigned fund balances of negative \$138,389, a decrease of \$113,708 in comparison with the prior year.

The General Fund is the chief operating fund of the Fire Protection District. The focus of the Fire Protection District's General Fund is to provide information on the revenues and expenditures of the funds that the Fire Protection District receives from its corporate property tax levy and from other unrestricted sources such as personal property replacement taxes, foreign fire insurance taxes, and interest on bank deposits, and associated expenditures.

Revenues from the general property tax levy account for 87% of total revenues in the General Fund while expenses for public safety account for 35% of total expenses in the General Fund.

The unassigned General Fund balance of the Fire Protection District at April 30, 2025 was negative \$50,929 which is a \$113,708 decrease from the prior year. This decrease is primarily due to greater expenditures related to the acquisition of fixed assets during the fiscal year.

The focus of the Fire Protection District's Ambulance Fund is to provide information on the revenues and expenditures of the funds that the Fire Protection District receives from its ambulance property tax levy, interest on bank deposits, and from other restricted fund sources such as emergency medical service charges, and associated expenditures.

Revenues from the ambulance property tax levy account for 49% and revenues from ambulance fees account for 48% of total revenues in the Ambulance Fund, while expenses for public safety account for 71% of total expenses in the Ambulance Fund.

The fund balance of the Ambulance Fund of the Fire Protection District at April 30, 2025 was negative \$74,639, which is an decrease of \$114,435 from the prior year. This decrease is primarily due decreased billings with public safety expenditures slightly increasing over the prior year.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Fire Protection District approved its budget and appropriations ordinance for the fiscal year ended April 30, 2025 on July 11, 2024.

Significant differences between the final appropriations and the actual revenues and expenditures are summarized as follows:

- Actual revenues were \$14,351 lower than estimated revenues, primarily attributable to lower than expected property tax revenue.
- Actual expenses were \$640,214 higher than estimated expenditures. This was due to finally receiving a fire engine that was budgeted for in prior years and had a deposit put down in that prior year. This amount was treated as a deposit in prior years and expensed in the current year when the asset was received.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets – The Fire Protection District’s investment in capital assets for its governmental activities as of April 30, 2025 amounts to \$2,479,209 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, and vehicles. The total increase, net of depreciation, in the Fire Protection District’s investment in capital assets for the year ended April 30, 2025 was \$1,027,464.

Major capital asset events during the fiscal year ended April 30, 2025 include the following:

- A new E1 Cyclone Fire Truck for \$779,635
- A Chevy Silverado for \$36,861
- A 2015 Ford Osage Ambulance for \$59,170
- A 2024 Ford Osage Ambulance for \$294,835

Richmond Township Fire Protection District's Capital Assets
(Net of depreciation)

	Governmental Activities	
	4/30/2025	4/30/2024
Land	\$ 335,500	\$ 335,500
Buildings	442,502	461,030
Equipment	228,423	258,483
Vehicles	1,472,784	396,732
Total	<u>\$ 2,479,209</u>	<u>\$ 1,451,745</u>

For more detail on the Fire Protection District's capital assets, see Note 3 in the Notes to the Financial Statements.

Long-term debt – At April 30, 2025, the Fire Protection District had total long-term debt outstanding of \$1,008,589. This entire amount comprises six loans for which certain of the Fire Protection District’s capital assets are pledged as collateral.

Richmond Township Fire Protection District's Outstanding Debt

	Governmental Activities	
	4/30/2025	4/30/2024
Ford F250	\$ 19,351	\$ 28,633
Ford F350	31,659	46,850
E One Loan	555,579	615,845
2024 Ford Osage Ambulance	300,000	-
2015 Ford Osage Ambulance	60,000	-
2021 Chevy Silverado	42,000	-
Total	<u>\$ 1,008,589</u>	<u>\$ 691,328</u>

The Fire Protection District’s total debt increased by \$317,261 (45.9%) during the year ended April 30, 2025. This increase was due to new loans taken out on various pieces of equipment, offset by annual payments on outstanding debt.

For more detail on the Fire Protection District's long-term debt, see Note 5 in the Notes to the Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES

Real estate assessed values and tax rates increased slightly within the Fire Protection District in a manner consistent with prior years and the area is also adding some new developments. Consequently, the Fire Protection District is anticipating receiving a slight increase in property taxes in the current year and then a greater increase in future years as well as an increase in impact fee potential in the next year. The district will also be receiving a large new grant for the purchase of new SCBA’s which is reflected in the

budget. Moving forward the Fire Protection District intends to limit new spending in an effort to build up their fund balances again.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Fire Protection District's finances for all those with an interest in the Fire Protection District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Board of Trustees, Richmond Township Fire Protection District, P.O. Box 372, Richmond, IL 60071.

BASIC FINANCIAL STATEMENTS

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF NET POSITION
APRIL 30, 2025

	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 19,918
Accounts Receivable (Net of Allowance of \$0)	18,500
Ambulance Fees Receivable (Net of Allowance of \$95,665)	246,440
Property Taxes Receivable (Net of Allowance of \$0)	948,842
Prepaid Items	12,821
Capital Assets (Note 3):	
Land	335,500
Other Capital Assets, Net of Depreciation	2,143,709
Total Assets	\$ 3,725,730
LIABILITIES	
Accounts Payable	\$ 35,084
Accrued Payroll and Payroll Liabilities	38,163
Line of Credit	350,000
GEMT Payable	82,646
Non-Current Liabilities	
Due in Less than One Year	158,326
Due in More than One Year	850,263
Total Liabilities	\$ 1,514,482
DEFERRED INFLOWS OF RESOURCES	
Unavailable Revenue - Property Taxes	\$ 948,842
Total Deferred Inflows of Resources	\$ 948,842
NET POSITION	
Net Investment in Capital Assets	\$ 1,470,620
Unrestricted / (Deficit)	(208,214)
Total Net Position	\$ 1,262,406

The Notes to Financial Statements are an integral part of this statement.

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
 GOVERNMENT-WIDE FINANCIAL STATEMENTS
 STATEMENT OF ACTIVITIES
 YEAR ENDED APRIL 30, 2025

		Program Revenues		Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities
Functions/Programs				
Governmental Activities				
General Government	\$ 95,347	\$ -	\$ -	\$ (95,347)
Public Safety	1,579,160	447,240	25,118	(1,106,802)
Interest and Fees on Long-Term Debt	28,497	-	-	(28,497)
Total Governmental Activities	\$ 1,703,004	\$ 447,240	\$ 25,118	\$ (1,230,646)
General Revenues				
Taxes				
Property Taxes				\$ 874,912
Personal Property Replacement Taxes				11,688
Foreign Fire Insurance Taxes				19,793
Impact Fees				669
Unrestricted Investment Earnings				4,930
Gain on Sale of Fixed Assets				2,642
Other Income				12,528
Total General Revenues				\$ 927,162
Change in Net Position				\$ (303,484)
Net Position - Beginning of Year				1,565,890
Net Position - End of Year				\$ 1,262,406

The Notes to Financial Statements are an integral part of this statement.

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
 FUND FINANCIAL STATEMENTS
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 APRIL 30, 2025

	<u>General Fund</u>	<u>Ambulance Fund</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 291,592	\$ -	\$ 291,592
Accounts Receivable (Net of Allowance of \$0)	18,500	-	18,500
Ambulance Fees Receivable (Net of Allowance of \$95,665)	-	246,440	246,440
Property Taxes Receivable (Net of Allowance of \$0)	474,421	474,421	948,842
Prepaid Items	-	12,821	12,821
Total Assets	<u>\$ 784,513</u>	<u>\$ 733,682</u>	<u>\$ 1,518,195</u>
DEFERRED OUTFLOWS OF RESOURCES			
GEMT Expense	\$ -	\$ 82,646	\$ 82,646
Total Assets and Deferred Outflows of Resources	<u>\$ 784,513</u>	<u>\$ 816,328</u>	<u>\$ 1,600,841</u>
LIABILITIES			
Cash Overdraft	\$ -	\$ 271,674	\$ 271,674
Accounts Payable	17,658	17,426	35,084
Accrued Payroll and Payroll Liabilities	13,363	24,800	38,163
Line of Credit	330,000	20,000	350,000
GEMT Payable	-	82,646	82,646
Total Liabilities	<u>\$ 361,021</u>	<u>\$ 416,546</u>	<u>\$ 777,567</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Taxes	\$ 474,421	\$ 474,421	\$ 948,842
Total Deferred Inflows of Resources	<u>\$ 474,421</u>	<u>\$ 474,421</u>	<u>\$ 948,842</u>
FUND BALANCES			
Nonspendable	\$ -	\$ 12,821	\$ 12,821
Unassigned	(50,929)	(87,460)	(138,389)
Total Fund Balances	<u>\$ (50,929)</u>	<u>\$ (74,639)</u>	<u>\$ (125,568)</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 784,513</u>	<u>\$ 816,328</u>	<u>\$ 1,600,841</u>

The Notes to Financial Statements are an integral part of this statement.

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE BALANCE SHEET
 TO THE STATEMENT OF NET POSITION
 APRIL 30, 2025

Total Fund Balances - Governmental Funds	\$ (125,568)
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.	
Capital Assets, net of accumulated depreciation	2,479,209
Other assets/liabilities are not available/used to pay for current period expenditures and therefore are deferred inflows/outflows of resources in the funds.	
Deferred GEMT Payments	(82,646)
Some liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Long-Term Debt	<u>(1,008,589)</u>
Net Position of Governmental Activities	<u><u>\$ 1,262,406</u></u>

The Notes to Financial Statements are an integral part of this statement.

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED APRIL 30, 2025

	<u>General Fund</u>	<u>Ambulance Fund</u>	<u>Total Governmental Funds</u>
REVENUES			
Local Taxes			
Property Taxes	\$ 437,444	\$ 437,468	\$ 874,912
Intergovernmental			
Personal Property Replacement Taxes	5,844	5,844	11,688
Other Local Sources			
Grants	21,609	3,509	25,118
Interest Income	2,605	2,325	4,930
Foreign Fire Insurance	19,793	-	19,793
Ambulance Fees	-	431,611	431,611
Miscellaneous/Donations	2,330	10,198	12,528
Impact Fees	669	-	669
Communication Income	3,999	3,999	7,998
Fire & Bureau Fees	350	-	350
Fire Recovery	7,281	-	7,281
Total Revenues	<u>\$ 501,924</u>	<u>\$ 894,954</u>	<u>\$ 1,396,878</u>
EXPENDITURES			
Current			
General Government	\$ 28,032	\$ 49,416	\$ 77,448
Public Safety	518,348	968,682	1,487,030
Capital Outlay			
Public Safety	816,496	354,005	1,170,501
Debt Service			
Principal	84,740	-	84,740
Interest	27,648	849	28,497
Total Expenditures	<u>\$ 1,475,264</u>	<u>\$ 1,372,952</u>	<u>\$ 2,848,216</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (973,340)</u>	<u>\$ (477,998)</u>	<u>\$ (1,451,338)</u>
OTHER FINANCING SOURCES/(USES)			
Proceeds from Sale of Fixed Assets	\$ 22,063	\$ 3,563	\$ 25,626
Loan Proceeds	42,000	360,000	402,000
Total Other Financing Sources/(Uses)	<u>\$ 64,063</u>	<u>\$ 363,563</u>	<u>\$ 427,626</u>
NET CHANGE IN FUND BALANCES	\$ (909,277)	\$ (114,435)	\$ (1,023,712)
FUND BALANCES - MAY 1, 2024	<u>858,348</u>	<u>39,796</u>	<u>898,144</u>
FUND BALANCES - APRIL 30, 2025	<u>\$ (50,929)</u>	<u>\$ (74,639)</u>	<u>\$ (125,568)</u>

The Notes to Financial Statements are an integral part of this statement.

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 YEAR ENDED APRIL 30, 2025

Net Change in Fund Balances - Total Governmental Funds \$ (1,023,712)

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.

Capital Outlays	\$ 1,170,501	
Depreciation Expense	<u>(120,054)</u>	
		1,050,447

Some revenue/expenses reported in the Statement of Activities do not provide/use current financial resources and therefore are deferred in the governmental funds.

Deferred GEMT Payments		10,025
------------------------	--	--------

In the Statement of Activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the undepreciated balance of the capital assets sold.

Proceeds from Disposal of Capital Assets	\$ (25,625)	
Gain/(Loss) on Disposal of Capital Assets	<u>2,642</u>	
		(22,983)

The issuance of long-term debt provides current financial resources to governmental funds and is therefore shown as other financing sources in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but the issuance increases long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

Issuance of Long-Term Debt		(402,000)
----------------------------	--	-----------

The repayment of long-term debt requires the use of current financial resources of governmental funds and is therefore shown as an expenditure in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but the repayment reduces long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

Repayment of Long-Term Debt		<u>84,739</u>
-----------------------------	--	---------------

Change in Net Position of Governmental Activities		<u>\$ (303,484)</u>
---	--	---------------------

The Notes to Financial Statements are an integral part of this statement.

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Richmond Township Fire Protection District's (Fire Protection District) financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant accounting policies established in GAAP and used by the Fire Protection District are discussed below.

A. *Reporting Entity*

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

B. *Basic Financial Statements – Government-Wide Financial Statements*

The Fire Protection District's basic financial statements include both government-wide (reporting the Fire Protection District as a whole) and fund (reporting the Fire Protection District's major funds) financial statements. Both the government-wide and fund financial statements categorize primary activities as governmental activities. The Fire Protection District's general government and public safety activities are classified as governmental activities. The Fire Protection District does not have any business-type activities.

In the government-wide Statement of Net Position, the governmental activities column (a) is presented on a consolidated basis by column, and (b) is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Fire Protection District's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. The Fire Protection District 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 Fire Protection District's functions. The functions are also supported by general government revenues (property taxes, personal property replacement taxes, foreign fire insurance taxes, unrestricted investment earnings, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants (where applicable). Program revenues must be directly associated with the function (general government, public safety, etc.). Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

NOTES TO FINANCIAL STATEMENTS (Continued)

In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances were eliminated or reclassified. Interfund services provided and used are not eliminated in the process of consolidation.

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

The Fire Protection District does not allocate indirect costs.

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

C. *Basic Financial Statements – Fund Financial Statements*

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

The governmental fund type is the only fund type used by the Fire Protection District.

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 current financial resources) rather than upon net income. The following is a description of the governmental funds of the Fire Protection District:

General Fund – The General Fund is the general operating fund of the Fire Protection District. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Fund – The Ambulance Fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

The emphasis in fund financial statements is on the major funds. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues and expenditures of all governmental funds) for the determination of major funds.

D. *Basis of Accounting*

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

1. *Accrual*

The governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Property tax revenues are recognized in the period for which levied. Other nonexchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements are met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

2. *Modified Accrual*

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Property tax revenues are recognized in the period for which levied provided they are

NOTES TO FINANCIAL STATEMENTS (Continued)

also available. Intergovernmental revenues and grants are recognized when all eligibility requirements are met and the revenues are available. Expenditures are recognized when the related liability is incurred. Exceptions to this general rule include principal and interest on general obligation long-term debt and employee vacation and sick leave, which are recognized when due and payable.

The Fire Protection District reports unavailable revenue on its governmental funds Balance Sheet. Unavailable revenues arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. At April 30, 2025 the Fire Protection District has \$948,842 of unavailable revenue from property taxes.

E. *Cash and Cash Equivalents and Investments*

Separate bank accounts are not maintained for all Fire Protection District funds. Instead, the funds maintain their cash balances in a common money market account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

Occasionally certain of the funds participating in the common bank account will incur overdrafts (deficits) in the account. Such overdrafts in effect constitute cash borrowed from other Fire Protection District funds and are, therefore, interfund loans that have not been authorized by Fire Protection District Board action.

The Ambulance Fund had a cash overdraft of \$271,674 at April 30, 2025.

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with an original maturity of three months or less from the date of acquisition.

Investments are stated at fair value. Fair value is determined by quoted market prices. Gains or losses on the sale of investments are recognized as they are incurred.

F. *Receivables*

All receivables are reported net of estimated uncollectible amounts.

G. *Prepaid Expenses*

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both the government-wide and fund financial statements.

H. *Inventories*

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

I. *Capital Assets*

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

NOTES TO FINANCIAL STATEMENTS (Continued)

Buildings	15-50 years
Equipment	5-20 years
Vehicles	15-25 years

J. *Deferred Outflows and Inflows of Resources*

In addition to assets and liabilities, the Balance Sheet and Statement of Net Position will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and therefore will not be recognized as an outflow of resource until then. Deferred inflows of resources represent an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resource until that time.

K. *Long-Term Obligations*

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

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

L. *Government-Wide Net Position*

Government-wide net position is divided into three components:

1. Net Investment in Capital Assets – consists of capital assets (net of accumulated depreciation) reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. Restricted Net Position – consists of net position that is restricted by the Fire Protection District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
3. Unrestricted Net Position – all other net position is reported in this category.

M. *Governmental Fund Balances*

Governmental fund balances are divided between nonspendable and spendable.

Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

The spendable fund balances are arranged in a hierarchy based on spending constraints.

1. Restricted – Restricted fund balances are restricted when constraints are placed on the use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.

NOTES TO FINANCIAL STATEMENTS (Continued)

2. Committed – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints of the Board of Trustees. Committed amounts cannot be used for any other purpose unless the Board of Trustees removes those constraints by taking the same type of action (e.g. legislation, resolution, ordinance). Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
3. Assigned – Assigned fund balances are amounts that are constrained by the Fire Protection District’s intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by an appointed body (e.g. a budget or finance committee) or official to which the Board of Trustees has delegated the authority to assign, modify or rescind amounts to be used for specific purposes. This authority has been delegated to the Fire Protection District Treasurer.

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue fund are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the Fire Protection District itself.
4. Unassigned – Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. This classification is also used to represent negative fund balances in other funds.

The Fire Protection District permits funds to be expended in the following order: Restricted, Committed, Assigned and Unassigned.

N. *Property Tax Calendar and Revenues*

The Fire Protection District’s property tax is levied each calendar year on all taxable real property located within the Fire Protection District’s boundaries on or before the last Tuesday in December. The 2024 levy was passed by the Board on December 12, 2024. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are for and are payable in two installments early in June and early in September of the following calendar year. The Fire Protection District receives significant distributions of tax receipts approximately one month after these dates.

O. *Leases and Subscription-Based Information Technology Agreements*

Where applicable, the Fire Protection District recognizes a right-to-use liability and right-to-use asset for various lease and subscription-based IT agreements in the government-wide financial statements.

At the commencement of a lease or subscription-based IT agreement, the Fire Protection District initially measures the right-to-use liability at the present value of payments expected to be made during the agreement term. Subsequently, the right-to-use liability is reduced by the principal portion payments made. The right-to-use asset is initially measured as the initial amount of the right-to-use liability, adjusted for payments made at or before the commencement date, plus certain initial direct costs. Subsequently, the right-to-use asset is amortized on a straight-line basis over the term of the lease or subscription-based IT agreement. Key estimates and judgments related to leases or subscription-based IT agreements include how the Fire Protection District determines (1) the discount rate it uses to discount the expected payments to present value, (2) the term, and (3) payments.

NOTES TO FINANCIAL STATEMENTS (Continued)

The Fire Protection District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the Fire Protection District uses its estimated incremental borrowing rate as the discount rate for leases or subscription-based IT agreements.

The term includes the noncancellable period of the lease or subscription-based IT agreement. Payments included in the measurement of the right-to-use liability are composed of fixed payments and purchase option prices that Fire Protection District is reasonably certain to exercise.

The Fire Protection District monitors changes in circumstances that would require a remeasurement of its lease or subscription-based IT agreements and will remeasure the right-to-use asset and liability if certain changes occur that are expected to significantly affect the amount of the right-to-use liability. Right-to-use assets are reported with Capital Assets and right-to-use liabilities are reported with Long Term Liabilities on the Statement of Net Position.

The Fire Protection District does not currently have any material agreements that fall under these types of arrangements.

P. *Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2 - DEPOSITS AND INVESTMENTS

The Fire Protection District is allowed to invest in securities as authorized by the Illinois Compiled Statutes, Chapter 30, Act 235/Articles 2 and 6. Deposits with financial institutions are fully insured or collateralized by securities held in the Fire Protection District's name.

Investments

As of April 30, 2025, the Fire Protection District did not hold any investments.

Interest Rate Risk

The Fire Protection District has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk

State law limits investments based on credit risk. The Fire Protection District's investment policy further limits its investment choices to ensure that capital loss, whether from credit or market risk, is avoided. As of April 30, 2025, the Fire Protection District's investments were rated as follows:

<u>Investment</u>	<u>Credit Rating</u>	<u>Rating Source</u>
State Investment Pool	AAAm	Standard and Poor's

NOTE 3 - CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2025 was as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

	Balance May 1, 2024	Additions	Decreases	Balance April 30, 2025
Governmental Activities				
Capital Assets not being depreciated				
Land	\$ 335,500	\$ -	\$ -	\$ 335,500
Total Capital Assets not being depreciated	<u>\$ 335,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 335,500</u>
Other Capital Assets				
Buildings	\$ 825,372	\$ -	\$ -	\$ 825,372
Equipment	578,342	-	-	578,342
Vehicles	1,326,230	1,170,501	312,766	2,183,965
Total Other Capital Assets at historical cost	<u>\$ 2,729,944</u>	<u>\$ 1,170,501</u>	<u>\$ 312,766</u>	<u>\$ 3,587,679</u>
Less Accumulated Depreciation for				
Buildings	\$ 364,342	\$ 18,528	\$ -	\$ 382,870
Equipment	319,859	30,060	-	349,919
Vehicles	929,498	71,466	289,783	711,181
Total Accumulated Depreciation	<u>\$ 1,613,699</u>	<u>\$ 120,054</u>	<u>\$ 289,783</u>	<u>\$ 1,443,970</u>
Other Capital Assets, net	<u>\$ 1,116,245</u>	<u>\$ 1,050,447</u>	<u>\$ 22,983</u>	<u>\$ 2,143,709</u>
Governmental Activities Capital Assets, net	<u>\$ 1,451,745</u>	<u>\$ 1,050,447</u>	<u>\$ 22,983</u>	<u>\$ 2,479,209</u>

Capital assets pledged as collateral for outstanding debt (line of credit) include the Fire Protection District's building.

Depreciation expense was charged to functions as follows:

Governmental Activities:	
General Government	\$ 17,899
Public Safety	102,155
Total Governmental Activities Depreciation Expense	<u>\$ 120,054</u>

NOTE 4 - SHORT-TERM DEBT

On April 1, 2025, the Fire Protection District entered into an agreement for a line of credit with a borrowing limit of \$500,000. The loan had a variable interest rate one percentage point under the prime rate with a floor of 3% (7.5% at April 30, 2025) As of April 30, 2025, the outstanding principal balance was \$350,000. The original maturity date of the loan was October 6, 2025; however, the due date was extended to 2026. On February 2, 2026, the district entered into a new agreement for a line of credit with a borrowing limit of \$500,000. The agreement requires monthly interest-only payments at a variable rate equal to the prime rate plus .25%, subject to a ceiling of 18% and a floor of 5%. The initial rate is 7%. The maturity date is January 15, 2027. The line of credit is secured by a mortgage on the Fire Protection District's building.

NOTE 5 - LONG-TERM LIABILITY ACTIVITY

Long-term liability activity for the year ended April 30, 2025 was as follows:

	Balance May 1, 2024	Additions	Retirements	Balance April 30, 2025	Amounts Due Within One Year
Governmental Activities Long-Term Debt					
Ford F250	\$ 28,633	\$ -	\$ 9,282	\$ 19,351	\$ 9,542
Ford F350	46,850	-	15,191	31,659	15,615
E-One Loan	615,845	-	60,266	555,579	62,280
2024 Ford Osage Ambulance	-	300,000	-	300,000	51,703
2015 Ford Osage Ambulance	-	60,000	-	60,000	13,312
2021 Chevy Silverado	-	42,000	-	42,000	5,874
Governmental Activities Long-Term Obligations	<u>\$ 691,328</u>	<u>\$ 402,000</u>	<u>\$ 84,739</u>	<u>\$ 1,008,589</u>	<u>\$ 158,326</u>

NOTES TO FINANCIAL STATEMENTS (Continued)

Loans payable consisted of the following at April 30, 2025:

Governmental Activities	Maturity Date	Interest Rate	Face Amount	Carrying Amount
Ford F250	9/10/2026	2.75%	\$ 55,000	\$ 19,351
Ford F350	3/18/2027	2.75%	90,000	31,659
E One Loan	5/1/2033	3.00%	650,000	555,579
2024 Ford Osage Ambulance	8/1/2030	7.00%	300,000	300,000
2015 Ford Osage Ambulance	3/1/2028	7.00%	60,000	60,000
2021 Chevy Silverado	8/1/2030	6.99%	42,000	42,000

The annual requirements to retire long-term debt as of April 30, 2025 are as follows:

Year Ending April 30	Principal	Interest	Total
2026	\$ 158,326	\$ 33,346	\$ 191,672
2027	163,099	37,266	200,365
2028	142,187	29,430	171,617
2029	124,820	22,870	147,690
2030	130,920	16,769	147,689
FY 31-33	289,237	15,084	304,321
	<u>\$ 1,008,589</u>	<u>\$ 154,765</u>	<u>\$ 1,163,354</u>

Future debt payments will be liquidated by both the General and Ambulance Funds.

NOTE 6 - NET INVESTMENT IN CAPITAL ASSETS CALCULATION

Net investment in capital asset calculation as of April 30, 2025 was as follows:

Governmental Activities	
Capital Assets, Net of Accumulated Depreciation	\$ 2,479,209
Less:	
Capital Related Debt	(1,008,589)
Investment in Capital Assets	<u>\$ 1,470,620</u>

NOTE 7 - PROPERTY TAXES

Property taxes receivable and unavailable revenue recorded in these financial statements are from the 2024 tax levy. The unavailable revenue is 100% of the 2024 levy. These taxes are unavailable as none of the taxes are collected before the end of the fiscal year and the Fire Protection District does not consider the amounts to be available and does not budget for their use in fiscal year 2025. The Fire Protection District has determined that 100% of the amounts collected for the 2023 levy are allocable for use in fiscal year 2025. Therefore, 100% of the amounts collected for the 2023 levy (\$874,912) are recorded in these financial statements as property taxes revenue.

A summary of the assessed valuations, rates, and extensions for the years 2024, 2023, and 2022 follows:

TAX YEAR	2024		2023		2022	
	Rate	Extension	Rate	Extension	Rate	Extension
ASSESSED VALUATION		\$152,362,374		\$144,735,293		\$125,564,666
General	0.3069	\$ 467,533	0.3076	\$ 445,241	0.3327	\$ 417,720
Social Security	0.0065	9,901	0.0068	9,842	0.0079	9,912
Ambulance	0.3069	467,533	0.3076	445,206	0.3327	417,720
Revenue Recapture	0.0025	3,876	0.0017	2,460	0.0039	4,854
	<u>0.6228</u>	<u>\$ 948,843</u>	<u>0.6237</u>	<u>\$ 902,749</u>	<u>0.6772</u>	<u>\$ 850,206</u>

NOTE 8 - RISK MANAGEMENT

The Fire Protection District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Fire Protection District purchases commercial insurance to handle these risks of loss. During fiscal year 2025 there was no significant reduction in insurance coverage for any category. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The Fire Protection District is insured under a retrospectively-rated policy for workers' compensation coverage. Whereas the initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the year ended April 30, 2025, there were no significant adjustments in premiums based on actual experience.

NOTE 9 - LEGAL DEBT LIMITATION

The Illinois Compiled Statutes limits the amount of the governmental activities indebtedness to 5.75% of the most recent available equalized assessed valuation (EAV) of the Fire Protection District. The Fire Protection District's legal debt limitation is as follows:

2024 EAV	\$	152,362,374
Rate		5.75%
Debt Margin	\$	8,760,837
Current Debt		-
Remaining Debt Margin	\$	8,760,837

NOTE 10 - EXCESS OF EXPENDITURES OVER APPROPRIATIONS

The following Fire Protection District funds had expenditures that exceeded the appropriations for the year ended April 30, 2025 :

Fund	Appropriations	Actual	Excess of Actual Over Appropriations
General	\$ 835,050	\$ 1,475,264	\$ 640,214
Ambulance	1,197,800	1,372,472	174,672

Excess expenditures in the General Fund were due to a prior year deposit made on a fire engine being expensed in the current year; however, the cash outflow was budgeted for in a prior year. The Ambulance Fund excess was related to major capital acquisitions and this excess was covered through increased borrowing.

NOTE 11 - DEFICIT FUND BALANCE

As of April 30, 2025 both the General Fund and Ambulance Fund have negative unassigned fund balances, with those balances being \$(50,929) and \$(74,639), respectively.

The Fire Protection District's plan for addressing the deficit fund balances is as follows:

- Expect increased impact fees from new development along with an increase in property taxes once the development is complete.
- The majority of necessary capital purchases are complete and any additional purchases will be made with grant funding.
- Strict cost control measures which involve diminishing spending where possible.
- Increases in ambulance billing rates, which were implemented towards the end of the current fiscal year, and more strict review and collection procedures over ambulance billings.

REQUIRED SUPPLEMENTARY INFORMATION

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - APPROPRIATIONS AND ACTUAL
GENERAL FUND
YEAR ENDED APRIL 30, 2025

	APPROPRIATED AMOUNTS	ACTUAL AMOUNTS
	ORIGINAL AND FINAL	
REVENUE RECEIVED		
Local Taxes		
Property Taxes	\$ 460,164	\$ 437,444
Intergovernmental		
Personal Property Replacement Taxes	8,911	5,844
Grants	2,500	21,609
Other Local Sources		
Interest Income	3,500	2,605
Foreign Fire Insurance	17,200	19,793
Miscellaneous/Donations	4,000	2,330
Impact Fees	1,500	669
Fire and Bureau Fees	-	350
Communication Income	4,500	3,999
Fire Recovery	14,000	7,281
TOTAL REVENUE RECEIVED	\$ 516,275	\$ 501,924
EXPENDITURES DISBURSED		
Current		
General Government		
Telephone	\$ 1,200	\$ 899
Travel/Meetings/Entertainment	50	8
Dues	2,400	1,128
Insurance	11,000	9,904
Training	1,400	-
Utilities	1,800	1,306
Operating Expense	1,200	555
District FICA Contribution	6,600	3,757
Medicare	1,000	872
Salaries - Chief/Fire	10,800	9,603
	\$ 37,450	\$ 28,032
Public Safety		
Telephone	\$ 4,800	\$ 3,597
Bank Fees/Service Charges	500	500
Legal Services	10,000	9,550
Radio Dispatch	20,000	17,758
Travel/Meetings/Entertainment	450	75
Dues	600	282
Publications	1,000	491
Audit/Accounting	12,000	12,113
Insurance	44,000	39,617
Hazmat	8,000	7,526
Fire Prevention Expense	1,500	792
Outside Services Contracted	750	270
Postage	300	198
Magazine Subscriptions	250	65
Office Supplies	2,500	1,606
Firehouse Software	15,000	21,111
Training	12,600	-
Physicals	3,500	2,769
Utilities	7,200	5,226

See Accompanying Independent Auditor's Report

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - APPROPRIATIONS AND ACTUAL
GENERAL FUND
YEAR ENDED APRIL 30, 2025

	APPROPRIATED AMOUNTS	ACTUAL AMOUNTS
	ORIGINAL AND FINAL	
EXPENDITURES DISBURSED (Continued)		
Current (Continued)		
Public Safety (Continued)		
Operating Expense	\$ 4,800	\$ 2,221
Salaries - Members	300,000	279,105
District FICA Contribution	26,400	15,029
Medicare	4,000	3,486
Salaries - Chief/Fire	7,200	6,402
Salaries - Trustees	1,500	916
Salaries - Clerk	8,000	5,724
Uniforms	3,000	5,353
Gear	20,000	16,378
Maintenance of Equipment	3,500	1,986
Maintenance Supplies	1,000	347
Operating Supplies	500	265
Gasoline	15,000	9,863
Radio Equipment	20,000	6,168
Equipment Repairs/Maintenance	32,750	18,333
Copier	5,000	2,189
Testing	4,000	3,150
Building/Grounds General	15,000	6,118
Building/Grounds Maintenance	5,000	2,632
Miscellaneous	13,000	8,369
Custodial Services	1,250	768
	\$ 635,850	\$ 518,348
Capital Outlay		
Public Safety	\$ 10,000	\$ 816,496
	\$ 10,000	\$ 816,496
Debt Service		
Principal	\$ 109,500	\$ 84,740
Interest	42,250	27,648
	\$ 151,750	\$ 112,388
TOTAL EXPENDITURES DISBURSED	\$ 835,050	\$ 1,475,264
EXCESS OR (DEFICIENCY) OF REVENUE RECEIVED OVER EXPENDITURES DISBURSED	\$ (318,775)	\$ (973,340)
OTHER FINANCING SOURCES/(USES)		
Proceeds from Sale of Capital Assets	\$ 45,000	\$ 22,063
Loan Proceeds	-	42,000
	\$ 45,000	\$ 64,063
NET CHANGE IN FUND BALANCE	\$ (273,775)	\$ (909,277)
FUND BALANCES - MAY 1, 2024		858,348
FUND BALANCES - APRIL 30, 2025		\$ (50,929)

See Accompanying Independent Auditor's Report

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - APPROPRIATIONS AND ACTUAL
AMBULANCE FUND
YEAR ENDED APRIL 30, 2025

	APPROPRIATED AMOUNTS	
	ORIGINAL AND FINAL	ACTUAL AMOUNTS
REVENUE RECEIVED		
Local Taxes		
Property Taxes	\$ 457,800	\$ 437,468
Intergovernmental		
Personal Property Replacement Taxes	8,911	5,844
Grants	2,500	3,509
Other Local Sources		
Interest Income	3,500	2,325
Ambulance Fees	525,000	431,611
Miscellaneous/Donations	7,000	10,198
Communications Income	4,500	3,999
TOTAL REVENUE RECEIVED	\$ 1,009,211	\$ 894,954
EXPENDITURES DISBURSED		
Current		
General Government		
Telephone	\$ 1,200	\$ 947
Travel/Meetings/Entertainment	250	4
Dues	2,400	308
Insurance	11,000	9,856
Training	400	277
Utilities	1,800	1,306
Operating Expense	1,200	533
District FICA Contribution	12,000	8,079
Medicare	2,400	1,881
Salaries - Chief/EMS	27,000	22,407
Building/Grounds General	15,000	3,818
	\$ 74,650	\$ 49,416
Public Safety		
Telephone	\$ 4,800	\$ 3,789
Travel/Meetings/Entertainment	2,250	34
Dues	600	77
Insurance	44,000	39,425
Training	3,600	2,492
Physicals	4,000	2,769
Utilities	7,200	5,226
Dispatch Services	20,000	17,758
EMS Equipment and Supplies	5,000	1,727
Operating Expense	4,800	2,130
Outside Services Contracted	750	90
Salaries - Members	650,000	597,493
District FICA Contribution	48,000	32,318
Medicare	9,600	7,524
Salaries - Chief/EMS	18,000	14,938
Salaries - Clerk	17,000	13,355
Salaries - Trustees	2,500	2,137
Custodial Services	1,250	768
Uniforms	3,000	5,353
Gear	-	114
Maintenance of Equipment	8,000	1,637

See Accompanying Independent Auditor's Report

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - APPROPRIATIONS AND ACTUAL
AMBULANCE FUND
YEAR ENDED APRIL 30, 2025

	APPROPRIATED AMOUNTS		ACTUAL AMOUNTS
	ORIGINAL AND FINAL		
EXPENDITURES DISBURSED (Continued)			
Current (Continued)			
Public Safety (Continued)			
Maintenance Supplies	\$ 1,000		\$ 177
Operating Supplies	-		934
Gasoline	15,000		9,863
Radio Equipment	20,000		5,931
Equipment Operating	10,000		12,927
Equipment Repairs/Maintenance	4,750		1,602
Ambulance Transport	150,000		134,068
Building/Grounds Maintenance	5,000		2,632
Copier	5,000		2,189
Firehouse Software	15,000		21,111
Audit/Accounting	12,000		12,113
Postage	300		198
Office Supplies	2,500		1,606
Legal Services	10,000		9,550
Publications	1,000		491
Magazine Subscriptions	250		65
Miscellaneous	12,000		2,071
	\$ 1,118,150		\$ 968,682
Capital Outlay			
Public Safety	\$ -		\$ 354,005
	\$ -		\$ 354,005
Debt Service			
Interest	\$ 5,000		\$ 849
	\$ 5,000		\$ 849
 TOTAL EXPENDITURES DISBURSED	 \$ 1,197,800		 \$ 1,372,952
 EXCESS OR (DEFICIENCY) OF REVENUE RECEIVED OVER EXPENDITURES DISBURSED	 \$ (188,589)		 \$ (477,998)
 OTHER FINANCING SOURCES/(USES)			
Proceeds from Sale of Capital Assets	\$ -		\$ 3,563
Loan Proceeds	-		360,000
	\$ -		\$ 363,563
 NET CHANGE IN FUND BALANCE	 \$ (188,589)		 \$ (114,435)
 FUND BALANCES - MAY 1, 2024			 39,796
 FUND BALANCES - APRIL 30, 2025			 \$ (74,639)

See Accompanying Independent Auditor's Report

RICHMOND TOWNSHIP FIRE PROTECTION DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
APRIL 30, 2025

NOTE 1 - APPROPRIATIONS

Appropriations are adopted on a basis consistent with generally accepted accounting principles. Annual appropriations are adopted for all funds. All annual appropriations lapse at fiscal year-end.

Appropriated expenditures are controlled at the departmental level with the Fire Chief's oversight. All transfers and any revisions that change the total expenditures not contemplated of any fund must be approved by the Board of Trustees. All appropriation amendments must be approved by the Board of Trustees.

The appropriation ordinance was approved on July 11, 2024.