2025

VILLAGE OF MOUNT PROSPECT *ILLINOIS*

For the fiscal year ended December 31, 2025

Annual Comprehensive Financial Report

VILLAGE OF MOUNT PROSPECT, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2025

Prepared by: Finance Department

Amit R. Thakkar
Director of Finance

Jennifer Fitzgerald
Deputy Director of Finance

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STATISTICAL SECTION (Unaudited)

INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village including:

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

Principal Officials
December 31, 2025

LEGISLATIVE

Mayor

Paul Wm. Hoefert

Trustees

Vincent Dante	Elizabeth DiPrima
Terri Gens	William Grossi
John J. Matuszak	Colleen E. Saccotelli

ADMINISTRATION

Michael J. Cassady, Village Manager

Alexander D. Bertolucci, Assistant Village Manager

Karen Agoranos, Village Clerk

Amit R. Thakkar, Director of Finance/Treasurer

Jason C. Shallcross, Director of Community Development

William M. Schroeder, Director of Building and Inspection Services

Julie K. Kane, Director of Human Services

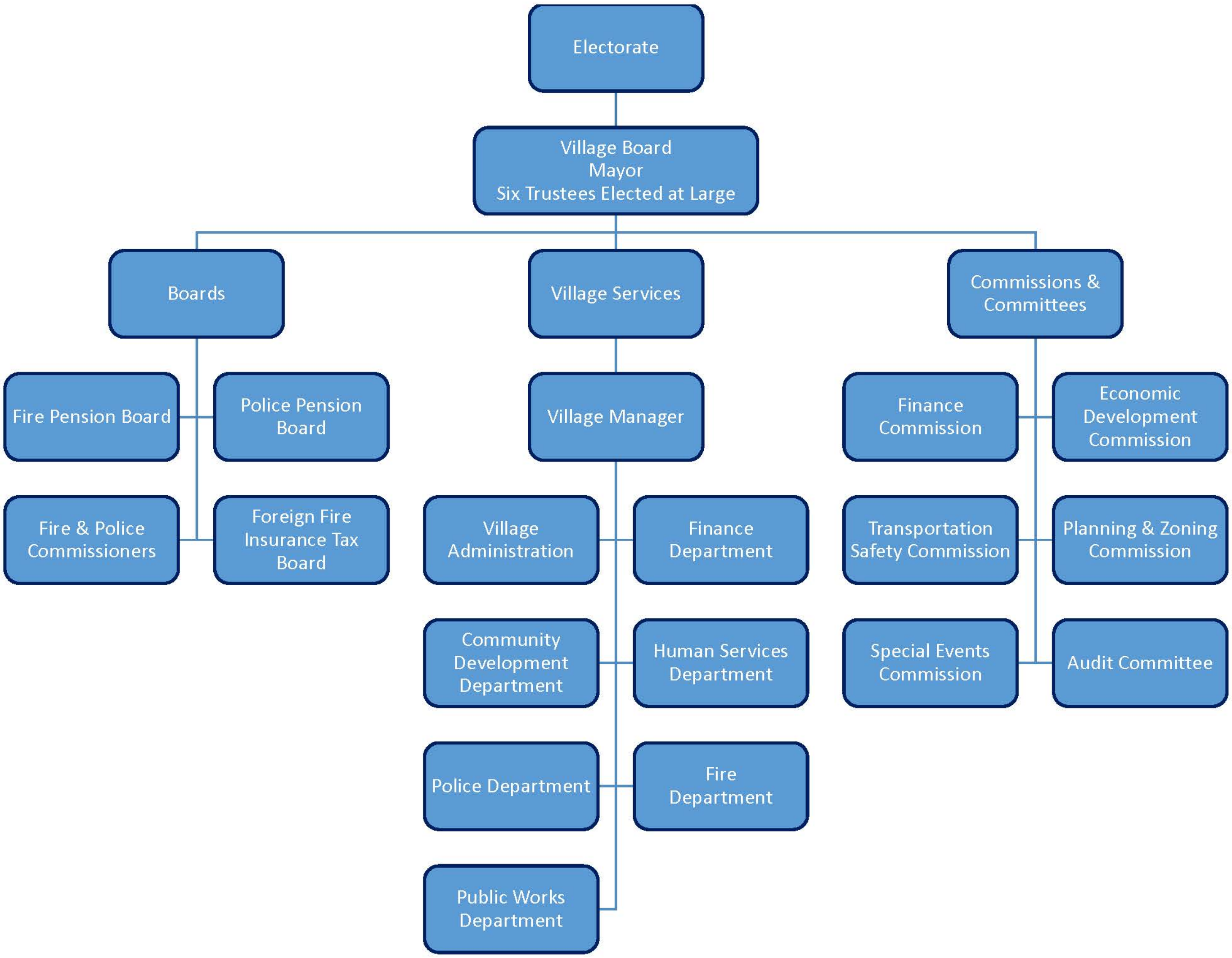
Michael Eterno, Chief of Police

Thomas Wang, Fire Chief

Sean P. Dorsey, Director of Public Works

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Organizational Structure



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Village of Mount Prospect

50 S. Emerson Street, Mount Prospect, Illinois 60056

June 15, 2026

The Honorable Paul W. Hoefert, Village President
Members of the Board of Trustees
Village Manager Michael J. Cassady
Citizens of the Village of Mount Prospect, Illinois

The Annual Comprehensive Financial Report of the Village of Mount Prospect, Illinois, for the fiscal year ended December 31, 2025, is hereby submitted. This report reflects management's representations concerning the financial affairs of the Village. Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Village.

To provide a reasonable basis for these representations, Village management has established a comprehensive system of internal controls designed to safeguard the Village's assets against loss, theft, or misuse and to ensure the compilation of sufficient, reliable information for the preparation of the Village's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not exceed their anticipated benefits, the Village's internal control framework has been designed to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatement. The Village has implemented GASB Statement No. 34, Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments, including infrastructure reporting. Accordingly, management asserts that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village's financial statements have been audited by Lauterbach & Amen, LLP, a firm of licensed certified public accountants. The objective of the independent audit is to provide reasonable assurance that the financial statements of the Village of Mount Prospect for the year ended December 31, 2025, are free from material misstatement. The audit included examining, on a test basis, evidence supporting the amounts and disclosures contained in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall presentation of the financial statements. Based upon the audit, the independent auditor concluded that there was a reasonable basis for rendering an unmodified opinion that the Village's financial statements for the fiscal year ended December 31, 2025, are fairly presented in conformity with GAAP. The independent auditor's report appears as the first component of the financial section of this report.

GAAP further requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is intended to complement the MD&A and should be read in conjunction with it. The Village's MD&A immediately follows the independent auditor's report.

Profile of the Village of Mount Prospect

The Village of Mount Prospect, a home rule community as defined by the Illinois Constitution, was incorporated on February 3, 1917, and is located 23 miles northwest of downtown Chicago in Cook County. The Village currently encompasses 10.8 square miles and has a population of 56,852, according to the 2020 Census.

The Village operates under the Council/Manager form of government. Policymaking and legislative authority are vested in the Village Board, which consists of a Mayor and a six-member Board of Trustees. The Village Board is responsible, among other duties, for passing ordinances, adopting the budget, appointing committee members, and hiring the Village Manager. The Village Manager is charged with implementing the policies and ordinances adopted by the Village Board, overseeing the day-to-day operations of the Village, and appointing department heads. The Board is elected on a nonpartisan basis. Trustees serve staggered four-year terms, with three members elected every two years. The Mayor is elected to a four-year term. Both the Mayor and Trustees are elected at large. The Village provides a full range of municipal services, including police, fire, public works, water and sewer, human services, finance, community development, and communication (television) services.

The annual budget serves as the cornerstone of the Village's financial planning and control. All Village departments are required to submit their budget requests to the Finance Director by mid-July each year. Revenue estimates are prepared by the Finance Department in advance of departmental budget reviews conducted with the Village Manager and Finance Director in early August. Initial budget requests are compiled by the end of August. A proposed budget is then prepared and presented to the Village Board and Finance Commission at the end of September. The proposed budget is also made available for public inspection in the Village Clerk's Office, on the Village website, and at the Mount Prospect Public Library. A series of workshops is held with members of the Village Board and Finance Commission in October and November, and the Finance Commission also meets separately with staff in October. The Village Board is required to hold a public hearing on the proposed budget and adopt a final budget no later than December 31 of each year, the close of the Village's preceding budget year. The budget is prepared by funds and by department. Expense cost centers are established within departments to provide a clear picture of the cost of delivering specific services, such as Police Department Investigations. Budget amendments require approval of the Village Board. Budget-to-actual comparisons are provided for each governmental fund for which an appropriated annual budget has been adopted.

For the General Corporate Fund and major special revenue funds, this comparison is presented in the required supplementary information. For governmental funds other than the General Corporate Fund and major special revenue funds with appropriated annual budgets, the comparison is presented in the nonmajor governmental fund subsection of this report.

Major Initiatives

Under the direction of the Village Board and Village Manager, staff has undertaken a wide range of projects during the year that reflect the priorities established in the Village's Strategic Plan and the Village's ongoing commitment to maintaining a community in which residents and businesses can thrive. Set forth below are several of the most significant accomplishments and initiatives addressing goals identified for 2025.

Economic Emergency Fund: The Village established an Economic Emergency Fund in 2023 to address short-term uncertainties and economic emergencies. In 2023, the Village funded the Economic Emergency Fund with $6.5 million from the General Fund surplus from 2022. In 2024, the Village funded a second installment of $6.5 million from the 2023 surplus. These funds are actively invested in accordance with the Village's investment policy. The fund held a balance of $14.3 million at the close of fiscal year 2025.

Property Tax Abatements: The Village utilized $5.1 million from recent surplus to abate a portion of the pension and debt service levies. As a result, the Village achieved a zero percent property tax levy increase. The property tax levy totaled $18.2 million, representing the lowest levy in the past 11 years.

Elk Grove Rural Fire Protection District: The Village completed the legislative dissolution of the Elk Grove Rural Fire Protection District in July 2024. Thereafter, Village officials worked to conclude the Fire District's remaining business. The Village completed its final audit and annual reports and received approval from Cook County in early 2025, enabling it to obtain final funds from the Fire District totaling $1.0 million. The Village collected $677,953 in special service area taxes for the year ended December 31, 2025. Due to technological updates at Cook County, the remaining special service area property tax levies were delayed and will be received in 2026.

Sidewalk Policy and Program: The Village successfully implemented multiple strategies to repair sidewalks and mitigated more than 2,000 vertical offsets within the Village's sidewalk network.

Streetlights Program: The Village completed the conversion of 80 streetlights to LED fixtures on Central Road, resulting in reduced energy usage.

Human Services Programs: The Village funded two Human Services Department studies with American Rescue Plan resources. These studies explored transit-related issues and opportunities within the Village, as well as community needs. The studies began in 2024 and were completed in 2025. The results were presented to the Village Board in 2025, and implementation of identified action items will begin in 2026 and continue thereafter.

Traffic Control on Major Corridors: The Village completed the traffic control measure project for the Rand Road/Central Road/Mount Prospect Road intersection and also advanced Phase II engineering for the Rand Road/Kensington Road/Route 83 intersection.

Melas-Meadows Bridge: The Village completed Phase II engineering for the Melas-Meadows Bridge Project. The project received 80 percent grant funding from various federal agencies. It has been approved by the Village Board and is expected to begin construction in 2026, with completion anticipated in 2027.

South Mount Prospect TIF: The Village successfully established the South Mount Prospect Tax Increment Financing District in 2022. The district is expected to generate substantial increment to support infrastructure needs within the TIF area in the coming years. The CloudHQ data center project will be one of the principal developments generating incremental value for the district. During 2025, the South Mount Prospect TIF generated $1.8 million in increment.

Public Safety Pension Fund: The Village's two pension funds reported net investment income of $31.7 million and changes in net fiduciary position totaling $28.2 million. The combined ending net position was $211.1 million.

Triple Crown Winner: GFOA's Triple Crown recognizes governments that have received GFOA's Certificate of Achievement for Excellence in Financial Reporting, Popular Annual Financial Reporting Award, and Distinguished Budget Presentation Award. The Village of Mount Prospect attained this distinction by earning all three awards. Nationwide, only 402 municipalities have achieved this status, and the Village is proud to be among them.

Revenue Outperformance: General Fund revenues significantly outperformed expectations. The Village experienced a substantial increase in intergovernmental revenues from the State of Illinois. This item is discussed in greater detail in the Management's Discussion and Analysis section.

Please refer to the Strategic Plan tab of the 2026 Annual Budget document for a complete listing of major initiatives and accomplishments. All departments continue to perform at a high level in delivering quality services to residents and the business community. The initiatives set forth in the Village's Strategic Plan have provided important direction and focus for these services. The Village's Annual Budget and Audit Documents were once again recognized by the GFOA for their clarity and usability, and Mount Prospect was recognized as a Tree City U.S.A. for the 41st consecutive year.

Factors Affecting Financial Condition

The information presented in the financial statements is best understood when considered in the broader context of the environment in which the Village operates.

Local Economy. The Village continues to benefit from growth in the local economy. A number of factors influence the economic condition of a community, and several measures are commonly used to assess economic outlook. Four of the most objective indicators are retail sales, employment levels, income levels, and building activity. In Illinois, sales tax is allocated based on the point of sale and therefore reflects sales generated within the community. Total state sales tax received during the calendar year ended December 31, 2025, was $44.2 million, compared to $37.7 million in the prior year, an increase of 17.2 percent. The Village of Mount Prospect represents the third-largest center of economic development in the State of Illinois. The economic segment generating the greatest amount of sales tax consists of products with inelastic demand, which helps insulate the Village's sales tax revenue. In addition, 2020 Census data reflected an increase of 2,685 in the Village's population. This increase has resulted in additional per capita allocations from the State of Illinois, including income tax, motor fuel tax, and use tax. The Village's median household income is $101,720. This level of household income, coupled with the Village's strong financial position, makes the Village a strong candidate for AAA bond ratings in the near future.

Although inflation was moderated to some degree by actions taken by the Federal Reserve System, the global economy remained relatively inflationary in 2025. Current inflation rates, supply chain issues, global uncertainty, market conditions, and other external factors continue to affect the regional economy, and the Village is not immune to those impacts. The Village nevertheless remains in a strong financial position and has no immediate concern regarding the short-term effects of these factors. Staff is, however, evaluating their long-term implications and working to develop an enhanced financial plan capable of providing sustainable, long-term support for Village operations. The Village Administration established an Economic Emergency Fund in fiscal year 2023 and funded it with $6.5 million from the 2022 surplus. In 2024, the Administration provided a second installment of $6.5 million from the 2023 surplus. As of December 31, 2025, the fund stood at $14.3 million, representing approximately two months of General Fund operating cash. The Village may consider funding an additional $6.5 million later in 2026.

The Village lies primarily within Elk Grove Township and Wheeling Township, with a small portion located in Maine Township. In the most recent triennial assessment of 2022, the Village gained $325 million in equalized assessed value for tax year 2022, payable in 2023. Total equalized assessed value now stands at $2.2 billion. The year 2025 was also a triennial assessment year, and the Village expects an equitable increase in equalized assessed value. Due to increased assessed values and an overall reduction in the property tax levy, the Village's property tax rate is approximately 0.826, one of the lowest rates among surrounding communities.

Mount Prospect's average unemployment rate during 2025 was 3.6 percent, a decrease from 4.1 percent in 2024. The average unemployment rate for Cook County in 2025 was 4.8 percent, while the rate for the State of Illinois was 4.5 percent. Mount Prospect's median family income of $101,720 as of July 1, 2024, according to census.gov data, was 21.8 percent higher than the median for Cook County ($83,498) and 21.9 percent higher than the median for the State of Illinois ($83,390).

The Village is strategically situated within a thriving economic corridor in the Midwest. It is located near major interstate highways, including I-90 and I-294, and its proximity to O'Hare International Airport makes it an especially attractive location. The Village's commercial and industrial real estate continues to maintain a very low vacancy rate. Despite broader economic challenges, Village revenues have remained consistent because of a substantial and diversified tax base. The former United Airlines headquarters campus was purchased by CloudHQ in December 2021. CloudHQ is constructing a 1.8 million-square-foot data center and investing $2.5 billion in the Village of Mount Prospect. Downtown Mount Prospect continues to experience significant private investment, and the Prospect & Main TIF District has made many major projects possible. The Village recently acquired the property at 111 E. Busse, a key downtown parcel within the Prospect & Main TIF and is actively pursuing its redevelopment. The South Mount Prospect TIF is likewise expected to perform well and provide significant funding for infrastructure improvements within that district.

Long-Term Financial Planning. In 2003, the Village conducted its first long-range financial planning workshop. The purpose of the workshop was to place the Village's financial condition on firm footing without overburdening residents and businesses from a tax standpoint or diminishing the scope and quality of municipal services in a manner that would compromise the community's livability and curb appeal. The Village has continued this effort since 2003 and has regularly conducted annual financial planning and budgeting workshops. During fiscal year 2022, the Village also held its first Citizens' Summit, received feedback on its strategic planning efforts, and explored a variety of ideas. During workshops in 2025, Village staff discussed the prior year's unaudited and audited results, quarterly financial performance, and major items of interest.

Two additional tools have been developed to guide the Village's long-range financial planning. The first is a Five-Year Community Investment Program, which outlines major capital expenditures and project initiatives over the next five years and identifies anticipated funding sources. Over the next five years (2026–2030), the Village has identified $194.5 million in water and sewer, flood control, street, public building, equipment, and other miscellaneous capital projects. The second is the Village Strategic Plan for 2026–2030, completed around mid-2025. The Strategic Plan sets forth the Village's mission, vision, goals for achieving that vision, and strategic action plan. An implementation guide was developed in August 2025 using the goals identified in the Strategic Plan. This guide outlines objectives, short-term challenges and opportunities, and action items necessary to accomplish Village goals. Action items were prioritized by the Village Board as either top or high priority and fall within three categories: Policy Agenda, Management Agenda, and Management in Progress. The implementation guide is updated annually to reflect completed work and evolving priorities. Funding initiatives identified in the Strategic Plan are prioritized during the budget process.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Mount Prospect for its Annual Comprehensive Financial Report for the year ended December 31, 2024. This Certificate of Achievement is a prestigious national recognition of conformance with the highest standards in the preparation of state and local government financial reports.

To receive a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The Certificate of Achievement is valid for only one year. The Village of Mount Prospect has received Certificates of Achievement since 1983. It is believed that the current report continues to conform to program requirements and will be submitted to GFOA for evaluation.

In addition, the Village of Mount Prospect received the GFOA's Distinguished Budget Presentation Award for its annual budget for the fiscal year beginning January 1, 2025, and ending December 31, 2025. To qualify for this award, a governmental unit must publish a budget document that meets program criteria as a policy document, an operations guide, a financial plan, and a communications device. The Village of Mount Prospect has received this award each year since 1994. The Village is currently awaiting notification regarding the Budget Award for its 2026 Budget document.

Acknowledgments

The timely preparation of this report could not have been accomplished without the efficient and dedicated efforts of the entire Finance Department staff. I would like to express special appreciation to Jennifer Fitzgerald - Deputy Finance Director; Claire Wheatley - Customer Service Supervisor; accountants Rumiana McCormick and Terri Atienza; and Mike Grochocki, AP and Risk Coordinator, each of whom contributed significantly to its preparation. I would also like to acknowledge the Mayor, the Board of Trustees, the Finance Commission, the Audit Committee, and the Village Manager for their leadership and continued support in planning and conducting the financial affairs of the Village in a fiscally responsible and sustainable manner.

Respectfully submitted,

Amit R. Thakkar

Amit R. Thakkar
Finance Director

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Mount Prospect
Illinois

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2024

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

- Independent Auditor's Reports
- Management’s Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information
- Supplemental Schedules

INDEPENDENT AUDITOR'S REPORTS

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

Lauterbach & Amen

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Naperville, IL 60563
630.393.1483

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INDEPENDENT AUDITOR'S REPORT

June 15, 2026

The Honorable Mayor
Members of the Board of Trustees
Village of Mount Prospect, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Mount Prospect (the Village), Illinois, as of and for the year ended December 31, 2025, 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 Mount Prospect, Illinois, as of December 31, 2025, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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 and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2026, on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Village of Mount Prospect (the “Village”) Management’s Discussion and Analysis is designed to (1) assist the reader in focusing on significant issues, (2) provide an overview of the Village’s financial activity, (3) identify changes in the Village’s financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the Management’s Discussion and Analysis (MD&A) is designed to focus on the current year’s activities, resulting changes and currently known facts, please read it in conjunction with the Transmittal Letter, and the Village’s financial statements.

USING THE FINANCIAL SECTION OF THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT

The primary focus of local governmental financial statements had been to summarize fund type information on a current financial resource basis. This approach was modified by Governmental Accounting Standards Board (GASB) Statement No. 34. As a result, these financial statements now present two kinds of statements, each with a different snapshot of the Village’s finances. The financial statement’s focus under GASB Statement No. 34 is on both the Village as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the Village’s accountability.

Government-Wide Financial Statements

The government-wide financial statements are designed to be corporate-like in that all of the governmental and business-type activities are consolidated into columns that add to a total for the Primary Government. The focus of the Statement of Net Position (the “Unrestricted Net Position”) is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates the governmental fund’s current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government’s general taxes and other resources. This is intended to summarize and simplify the user’s analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The governmental activities reflect the Village’s basic services, including police, fire, public works, and administration. Property taxes, sales and income taxes and local utility taxes finance the majority of these services. The business-type activities reflect private sector type operations (water, sewer, and parking operations), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is on major funds rather than (the previous model's) fund types.

The Governmental Major Fund presentation is organized on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statement allows the demonstration of sources and uses and/or budgeting compliance associated therewith.

The Fund Financial Statements also allow the government to address its Fiduciary Funds (Pension Trust). While these funds represent trust responsibilities of the government, these assets are restricted on purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements.

While the Business-type Activities column on the Proprietary Fund Financial Statements is the same as the Business-type column on the Government-Wide Financial Statement, the Governmental Funds total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement. The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources or uses, as well as capital expenses and bond principal payments as expenses. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the Governmental Activities column (in the government-wide statements).

Infrastructure Assets

Historically, a government's largest group of assets (infrastructure - i.e., roads, bridges, storm sewers, etc.) have not been reported nor depreciated in governmental financial statements. GASB Statement No. 34 requires that these assets be valued and reported within the Governmental Activities column of the Government-wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach), which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village of Mount Prospect has chosen to depreciate assets over their useful life. If a road project is considered maintenance - a recurring cost that does not extend the road's original useful life or expand its capacity - the cost of the project will be expensed. An “overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

GOVERNMENT-WIDE STATEMENTS

Statement of Net Position

The Village’s combined net position for the primary government increased from \$103.6 million to \$138.6 million. The net increase of \$35.0 million is mainly attributable to stronger and outperforming intergovernmental revenues and responsible spending plan by the Village. The net position for governmental activities is \$63.0 million, while the net position for the business-type activities is \$75.6 million.

Table 1 reflects the condensed Statement of Net Position. For more detailed information see the Statement of Net Position in the basic financial statements.

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Table 1
Statement of Net Position
As of December 31, 2025 (in millions)

	Governmental Activities		Business-Type Activities		Totals	
	2025	2024	2025	2024	2025	2024
Current and Other Assets	$ 177.4	155.7	20.5	22.7	197.9	178.4
Capital Assets	141.8	131.3	82.3	75.2	224.1	206.5
Total Assets	319.2	287.0	102.8	98.0	422.0	384.9
Deferred Outflows of Resources	15.5	24.4	1.6	2.0	17.1	26.4
Total Assets and Deferred Outflows of Resources	334.6	311.4	104.4	99.9	439.1	411.4
Current Liabilities	17.8	15.1	2.6	3.1	20.4	18.2
Noncurrent Liabilities	214.1	235.4	25.8	27.1	239.9	262.5
Total Liabilities	231.9	250.5	28.3	30.2	260.3	280.7
Deferred Inflows of Resources	39.7	26.5	0.5	0.6	40.2	27.0
Total Liabilities and Deferred Inflows of Resources	271.6	277.0	28.8	30.8	300.4	307.8
Net Position						
Net Investment in Capital Assets	74.0	61.5	57.2	49.3	131.2	110.8
Restricted	10.8	13.2	—	—	10.8	13.2
Unrestricted (Deficit)	(21.8)	(40.2)	18.4	19.9	(3.4)	(20.3)
Total Net Position	63.0	34.4	75.6	69.2	138.6	103.6

(Note: There may be some slight differences in totals due to rounding.)

Normal Impacts

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Position summary presentation.

Net results of activities - which will impact (increase/decrease) current assets and unrestricted net position.
Borrowing for capital - which will increase current assets and long-term debt.
Spending borrowed proceeds on new capital - which will reduce current assets and increase capital assets. There is a second impact, an increase in invested in capital assets and an increase in related net debt which will not change the invested in capital assets, net of debt.
Spending of non-borrowed current assets on new capital - which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net position and increase invested in capital assets, net of debt.
Principal payment on debt - which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net position and increase invested in capital assets, net of debt.
Reduction of capital assets through depreciation - which will reduce capital assets and invested in capital assets, net of debt.

Current Year Impacts

Governmental activities net position increased by $28.7 million and the business-type activities net position increased by $6.4 million. The governmental activities total assets and deferred outflows increased by $23.2 million and the governmental activities total liabilities and deferred inflows decreased by $5.4 million, of which $21.3 million of decreases are attributable to the decreases in the noncurrent liabilities offset by $13.2 million of increases in the deferred inflows of resources. The total assets increased by $32.2 million in governmental activities. Of this amount, $21.7 million is due to an increase in the current and other assets and $10.5 million in attributable to an increase in the capital assets. The decrease in deferred outflows of $9.0 million for governmental activities was due to reduction in the pension related deferred items and retirement balance plan obligations.

The net position of the business-type activities increased by $6.4 million. The increase in total net position is mainly attributable to the current surplus of revenues over expenses. The business-type activities total assets and deferred outflows increased by $4.5 million and the business-type activities total liabilities and deferred inflows decreased by $2.0 million. The current assets decreased by $2.2 million, mainly attributable to the use of cash for capital projects. The business-type capital assets increased by $7.1 million. The liabilities for business-type activities decreased from $30.2 million to $28.3 million. The noncurrent liabilities decreased by $1.3 million, mainly due to paying off the general obligation bonds per the established debt service schedule.

Changes in Net Position

The Village's combined change in net position for the primary government in 2025 was an increase of $35.0 million versus an increase of $36.6 million in 2024. Activities for the governmental activities saw an increase in net position of $28.7 million from 2024, while activities for the business-type funds saw an increase in net position of $6.4 million from 2024. The following chart lists the revenues and expenses for the current and prior fiscal years. Table 2 focuses on the changes in net position of the governmental and business-type activities.

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Table 2
Change in Net Position
For the Year Ended on December 31, 2025 (in millions)

	Governmental Activities		Business-Type Activities		Totals	
	2025	2024	2025	2024	2025	2024
Revenues						
Program Revenues						
Charges for Services	$ 13.0	12.3	24.3	21.8	37.2	34.1
Operating Grants/Contributions	3.6	3.9	—	—	3.6	3.9
Capital Grants/Contributions	1.4	0.1	—	—	1.4	0.1
General Revenues						
Property Taxes	26.9	24.4	—	—	26.9	24.4
Utility Taxes	2.8	2.8	—	—	2.8	2.8
Business District Taxes	0.4	0.3	—	—	0.4	0.3
Sales/Use Taxes	54.5	47.8	—	—	54.5	47.8
Income Taxes	10.3	9.7	—	—	10.3	9.7
Other Taxes	5.5	5.4	—	—	5.5	5.4
American Rescue Plan Act	0.2	5.6	—	—	0.2	5.6
Investment Income	5.5	5.9	0.8	1.0	6.3	6.9
Other	2.0	1.1	0.1	1.5	2.1	2.6
	126.0	119.2	25.2	24.2	151.2	143.5
Expenses						
General Government	5.3	7.4	—	—	5.3	7.4
Public Safety	59.9	55.3	—	—	59.9	55.3
Highways and Streets	18.3	15.2	—	—	18.3	15.2
Health	5.5	5.4	—	—	5.5	5.4
Welfare	2.6	1.7	—	—	2.6	1.7
Culture and Recreation	0.5	0.4	—	—	0.5	0.4
Interest on Long-Term Debt	5.3	4.8	—	—	5.3	4.8
Water and Sewer	—	—	18.5	16.5	18.5	16.5
Parking	—	—	0.3	0.3	0.3	0.3
	97.3	90.1	18.8	16.8	116.1	106.9
Change in Net Position Before Transfers	28.7	29.1	6.4	7.5	35.0	36.6
Transfers - Internal Activity	(0.1)	(5.5)	0.1	5.5	—	—
Change in Net Position	28.6	23.6	6.5	13.0	35.0	36.6
Net Position - Beginning	34.4	10.8	69.2	56.2	103.6	67.0
Net Position - Ending	63.0	34.4	75.6	69.2	138.6	103.6

(Note: There may be some slight differences in totals due to rounding.)

Normal Impacts

There are eight basic impacts on revenues and expenses and are reflected below.

Revenues:

Economic condition - This can reflect a declining, stable or growing economic environment and has a substantial impact on state income, sales and utility tax revenue, as well as public spending habits for building permits, elective user fees and volumes of consumption.

Increase/decrease in Village approved rates - While certain tax rates are set by statute, the Village Board has significant authority to impose and periodically increase/decrease rates (water, sewer, licenses and fees, home rule sales tax, utility taxes, etc.).

Changing patterns in intergovernmental and grant revenue (both recurring and non-recurring) - Certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring (or one-time) grants are less predictable and often distorting in their impact on year-to-year comparisons.

Market impacts on investment income - The Village's investment portfolio is managed using a short-term average maturity and the market condition may cause investment income to fluctuate less than alternative longer-term options.

Expenses:

Introduction of new programs - Within the functional expense categories (Public Safety, Highways and Streets, General Government, etc.) individual programs may be added or deleted to meet changing community needs or unfunded mandates from other governmental levels.

Increase/Decrease in authorized personnel - Changes in service demand may cause the Village Board to increase/decrease authorized staffing levels. Staffing costs (salary and related benefits) represent approximately 35.0% of the Village's total budget.

Salary increases (annual adjustments and merit) - The ability to attract and retain human and intellectual resources requires the Village to strive for a competitive salary range position in the marketplace. In addition, the Village has four separate bargaining units representing various segments of the employee population.

Inflation - There is a higher rate environment, and the inflation was at a forty-year high mark in 2022. Since then, inflation has decreased but not to the expected level. The Village’s budget and financial plan is flexible to accommodate any short-term impacts on inflation. The Village is a major consumer of certain commodities, supplies, fuels and parts and the cost of these commodities and supplies has increased due to high inflation.

CURRENT YEAR IMPACTS

Governmental Activities

Revenue:

Total revenues for the Village’s Governmental Activities for 2025 were $126.0 million.

The year 2025 presented continued economic uncertainty, although inflationary pressures and interest rates began to stabilize compared to prior years. Despite these challenges, the Village experienced strong growth in governmental activity revenues, particularly from economically sensitive revenue sources. Sales and use tax revenues reached an all-time high of $54.5 million in 2025, an increase of $6.7 million, or 14.0 percent, compared to $47.8 million in 2024. Income tax revenues totaled $10.3 million, an increase of $0.6 million from the $9.7 million collected in 2024. Property tax revenues increased to $26.9 million, reflecting growth of $2.5 million, or 10.2 percent, over the prior year's collections of $24.4 million. Charges for services increased to $13.0 million from $12.3 million in 2024, while capital grants and contributions increased to $1.4 million from $0.1 million in the prior year. The Village recognized $0.2 million of American Rescue Plan Act (ARPA) revenue during 2025, compared to $5.6 million recognized in 2024, as federally funded projects were substantially completed in prior years. Investment income remained strong at $5.5 million, although slightly below the record $5.9 million earned in 2024 due to moderating interest rates.

CURRENT YEAR IMPACTS (cont.)

Governmental Activities (cont.)

Revenue (cont.):

Overall, governmental activity revenues totaled $126.0 million in 2025, an increase of $6.8 million, or 5.7 percent, from $119.2 million in 2024. The continued strength of the Village's diversified revenue base contributed to another year of solid revenue performance.

Expenses:

Total expenses for the Village’s Governmental Activities for 2025 were $97.3 million.

Public Safety, which includes Police and Fire operations, accounts for the largest portion of governmental activities expenses. Total Public Safety expenses were $59.9 million in 2025, an increase of $4.5 million, or 8.2 percent, from $55.3 million in 2024. The increase reflects the Village's continued investment in maintaining high-quality public safety services and supporting the operational needs of its Police and Fire Departments. Expenses for Highways and Streets, which include the Public Works divisions excluding water and sewer operations, represent the second-largest category of governmental activities expenses. Total expenses in this category were $18.3 million in 2025, an increase of $3.1 million, or 20.3 percent, from $15.2 million in 2024. The increase is primarily attributable to ongoing investments in transportation infrastructure, maintenance activities, and public works operations. General Government expenses totaled $5.3 million in 2025, a decrease of $2.1 million, or 28.2 percent, from $7.4 million in 2024. The decrease is primarily attributable to lower administrative and governmental support expenses compared to the prior year. Overall, governmental activities expenses increased from $90.1 million in 2024 to $97.3 million in 2025, an increase of $7.2 million, or 7.9 percent. Public Safety and Highways and Streets continue to comprise the majority of the Village's governmental activities expenses, reflecting the Village's commitment to providing essential public services and maintaining critical infrastructure.

Business-Type Activities

Revenues:

Total revenues for the Village’s Business-Type Activities for 2025 were $25.2 million.

Business-type activities consist of Water and Sewer Operations and Parking Operations. Total business-type activity revenues were $25.2 million in 2025, an increase of $0.9 million from $24.2 million in 2024. Charges for services remain the primary source of revenue, totaling $24.3 million in 2025 compared to $21.8 million in the prior year, driven primarily by increased water and sewer rates and continued customer demand. Parking operations revenues remained relatively consistent with prior-year levels. Business-type activities also generated $0.8 million in investment income in 2025, a decrease of $0.2 million from 2024 due to lower interest rates. Overall, business-type activities continued to generate sufficient revenues to support their operations and capital needs.

Expenses:

Total expenses for the Village’s Business-Type Activities for 2025 were $18.8 million.

Total expenses for business-type activities were $18.8 million in 2025, compared to $16.8 million in 2024. Of the 2025 total, $18.5 million was attributable to Water and Sewer Operations and $0.3 million to Parking Operations. A significant portion of Water and Sewer expenses, approximately $8.1 million, was related to the purchase of water from the Northwest Suburban Municipal Joint Action Water Agency (JAWA). Despite increased operating expenses, business-type activities continued to generate revenues sufficient to support operations and maintain a positive change in net position during the year.

FINANCIAL ANALYSIS OF THE VILLAGE'S GENERAL FUND

The General Fund is the Village's primary operating fund and supports most of the day-to-day services provided to residents and businesses. During 2025, the General Fund balance increased by $13.8 million, from $55.7 million to $69.4 million. This increase was primarily attributable to strong intergovernmental revenues, particularly sales tax and home rule sales tax revenues, combined with prudent expenditure management. General Fund revenues totaled $92.2 million, exceeding the adopted budget of $92.0 million. While the original budget was structurally balanced and did not anticipate either a surplus or deficit, revenues outperformed expectations and expenditures remained below budget, resulting in the significant increase in fund balance. Of the total General Fund balance of $69.4 million, $5.1 million is classified as assigned fund balance for Village Board-approved purposes, while $9.4 million is classified as nonspendable and is therefore not readily available for appropriation. The nonspendable balance consists primarily of approximately $9.0 million in advances made to the Prospect & Main TIF Fund for redevelopment projects. In accordance with the approved redevelopment agreements and financial plans, these advances are expected to be repaid to the General Fund over the next several years.

During 2025, the Village's revenues significantly exceeded budget expectations. Strong economic activity continued to drive record sales tax and home rule sales tax collections, while population growth reflected in recent census estimates resulted in higher state-shared revenues, including income tax distributions. In addition, the Village actively managed its investment portfolio in accordance with its adopted Investment Policy, generating investment earnings that remained well above historical norms. The combination of stronger-than-anticipated intergovernmental revenues and investment income was the primary factor contributing to the increase in General Fund balance during the year.

The unassigned fund balance as of December 31, 2025, totaled $54.9 million, and it equates to 60.4 percent of the 2026 annual budget, a balance higher than prescribed by the Village’s Fund Balance Policy. The Village Fund Balance Policy recommends a fund balance between 30 to 50 percent of the annual budget.

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General Fund Budgeting Highlights

During 2025, the Village amended the General Fund budget multiple times. Table 3 below reflects the original and revised budget and the actual revenues and expenditures for the General Fund.

Table 3
General Fund Budgetary Changes
For the Fiscal Year Ended December 31, 2025 (in millions)

	Original Budget	Final Budget	Actual
Revenues and Other Financing Sources			
Taxes	$ 30.8	32.7	33.3
Intergovernmental	41.7	47.6	47.3
Other	10.2	11.7	11.7
Total Revenues and Other Financing Sources	82.7	92.0	92.3
Expenditures and Other Financing Uses			
Expenditures	76.9	76.0	73.0
Transfers Out	5.7	14.4	5.5
Total Expenditures and Other Financing Uses	82.7	90.5	78.6
Change in Fund Balance	0.0	1.5	13.8

(Note: There may be some slight differences in totals due to rounding.)

Other Major Funds

There are three (3) other Major Funds for Fiscal Year ended December 31, 2025. These three funds are 1) Prospect and Main TIF Fund, 2) Debt Service Fund and 3) Economic Emergency Fund.

Prospect and Main TIF - This special revenue type TIF Fund is used to account for the resources to acquire property and construct certain improvements in the Prospect and Main Tax Incremental Financing District. Financing is being provided by incremental property taxes, general obligation bond proceeds, and investment income. Total revenues for 2025 were $5.9 million, while the total revenues for 2024 were $4.7 million. The total expenditures for 2025 were $8.6 million, of which $6.5 million was used for capital outlay items and $1.7 million was used for the debt service payments. Expenditures exceeded revenues by $2.7. This decrease is due to planned capital outlay investments within the TIF district.

Economic Emergency Fund - The Economic Emergency Fund is used to accumulate resources designated by the Village Board for unforeseen events, economic disruptions, and other emergency expenditures. The fund is primarily financed through transfers of General Fund surpluses and serves as a financial stabilization reserve for the Village. Expenditures from the fund require a recommendation from the Finance Commission and approval by the Village Board. Total revenues for 2025 were $0.6 million, compared to $0.5 million in 2024. The increase was attributable to investment income earned on the fund's growing balance. No expenditures were incurred from the fund during 2025, allowing the fund balance to continue to grow and further strengthen the Village's financial resilience.

Other Major Funds - Continued

Debt Service - The Debt Service Fund is used to accumulate resources for the payment of principal and interest on general obligation bonds and other long-term borrowings. Total revenues for 2025 were $1.6 million, a decrease of $1.0 million from the prior year. Revenues consist of, $0.2 million from property taxes, $0.9 million from state sales taxes, and $0.4 million from other tax sources. The fund also received $3.1 million in the inter-fund transfers from the General Fund. Total expenditures for 2025 were $4.5 million, including $2.6 million in principal retirements and $1.9 million in interest expenditures. As a result, the fund's net position increased by $131,466, bringing the ending fund balance to $1.6 million, which is restricted for future debt service requirements. The increase in fund balance was primarily attributable to higher-than-anticipated video gaming tax collections.

Capital Assets

At the end of 2025, the Village had a combined total of $224.1 million invested in a broad range of capital assets including Village facilities, roads, bridges, water/sewer lines and machinery and equipment (see Table 4 below).

Table 4
Capital Assets at Year End
Net of Depreciation (in millions)

	Governmental Activities		Business-Type Activities		Totals	
	2025	2024	2025	2024	2025	2024
Land	$ 16.7	16.7	17.3	17.3	34.0	34.0
Construction in Progress	7.2	4.8	0.2	12.7	7.4	17.5
Buildings	60.3	61.6	1.1	1.1	61.4	62.7
Improvements Other than Buildings	0.9	0.9	—	—	0.9	0.9
Vehicles	5.3	4.8	—	—	5.3	4.8
Machinery and Equipment	4.6	3.7	0.9	0.9	5.5	4.6
Infrastructure	46.8	38.8	62.7	43.1	109.6	81.9
	141.8	131.3	82.3	75.2	224.1	206.4

(Note: There may be some slight differences in totals due to rounding.)

This amount represents a net increase (including additions and deletions) of $17.5 million from 2024. The following reconciliation in Table 5 summarizes the changes in Capital Assets.

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Table 5
Change in Capital Assets (in millions)

	Governmental Activities	Business-Type Activities	Totals
Beginning Balance	$ 131.3	75.2	206.5
Additions			
Depreciable	12.0	8.4	20.4
Nondepreciable	4.0	0.2	4.2
Retirements			
Depreciable	(1.6)	(0.3)	(1.9)
Depreciation	(5.4)	(1.5)	(6.9)
Retirement	1.5	0.2	1.7
Ending Balance	141.8	82.3	224.0

(Note: There may be some slight differences in totals due to rounding.)

Table 5 above shows the change in capital assets during 2025. This year's major additions to the capital assets include the following (in millions):

Governmental Activities
- Various construction projects in-progress - $4.0
- Buildings - $0.3
- Improvements other than buildings - $0.04
- Vehicles for Public Safety, Public Works and Village Fleet - $0.9
- Purchases of various machinery & equipment - $1.4
- Infrastructure Improvements - $9.4

Business-Type Activities
- Various construction projects in-progress - $0.2
- Purchases of various machinery & equipment - $0.03
- Infrastructure Improvements - $8.4

More detailed information on capital asset activity can be found in Note 3 of the notes to the financial statements.

Debt Outstanding

The Village of Mount Prospect had total long-term debt and loans payable of $248.4 million as of December 31, 2025. Of this amount, $221.4 is governmental activities and $27.0 is business-type activities. Long-term debt is comprised of general obligation debt, compensated absences to employees, total OPEB liability, notes payable, claims and judgments, and net pension liabilities for Police, Fire, and IMRF. Pension liability for police and fire decreased by $16.9 million. The compensated absences had a net increase of $0.1 million and the total OPEB (Other Post Employment Benefit) liability increased by $0.4 million. Decreases in long term debt include the retirement of $4.3 million (net of retirement of $4.3 million) in general obligation debt.

The Village of Mount Prospect maintains an AA+ rating from Standard and Poor's. As a home rule authority, the Village of Mount Prospect does not have a legal debt limit.

More detailed information on long-term debt activity can be found in Note 3 of the notes to the financial statements.

Economic Factors and Next Year's Budget

The Village's primary operating General Fund maintained a strong cash and fund balance position as of December 31, 2025. In 2023, the Village revised its fund balance policy, which recommends maintaining reserves between 30 and 50 percent of annual General Fund expenditures. As of December 31, 2025, the unassigned fund balance totaled $54.9 million, representing 60.0 percent of annual General Fund expenditures. In addition, $5.1 million is classified as assigned fund balance, designated for debt service, pension stabilization, and capital projects. The General Fund also reports $9.3 million in nonspendable fund balance, which is not available for appropriation, primarily consisting of advances made to the Prospect & Main TIF District that are expected to be repaid over the next several years. In total, General Fund reserves amounted to $69.4 million.

For the year ended 2025, the General Fund reported a surplus of $13.8 million, driven by strong revenue performance and continued expenditure discipline. In 2023 and 2024, The Village funded the Economic Emergency Fund with $13.0 million, utilizing surplus resources from prior years. This fund is intended to enhance long-term financial resilience and provide resources for economic uncertainty and emergency needs. The Village may consider funding additional contributions to the Economic Emergency Fund in 2026 or later.

The Village's population remains at 56,852 per the 2020 Census, reflecting growth of 2,685 residents over the prior census period. This population increase continues to support higher per capita distributions from the State of Illinois, including income tax, use tax, and motor fuel tax revenues.

The Public Safety Pension Funds reported net investment income of $31.7 million and a net increase in fiduciary net position of $28.2 million. Funded ratios improved to 66.4 percent for the Police Pension Fund and 69.6 percent for the Fire Pension Fund, reflecting continued investment gains and strengthened funded status.

Both Tax Increment Financing (TIF) districts exceeded projected performance. The Prospect and Main TIF District generated $5.9 million in tax increment, while the South Mount Prospect TIF District generated $1.8 million in its third year. While major redevelopment in the Prospect and Main TIF District is largely complete, additional private investment and commercial activity, including new restaurants, is expected. The Village's acquisition of the downtown property at 111 E Busse (Block 56) represents a key redevelopment opportunity, and efforts are underway to advance future redevelopment of the site. The South Mount Prospect TIF District continues to support a major data center development by Cloud HQ, representing approximately $2.5 billion in private investment. This project is expected to generate significant utility tax revenue and long-term tax increment growth to support infrastructure improvements in southern areas of the Village. ComEd began construction of a 252-megawatt substation in 2025 to support the project.

Economic Factors and Next Year's Budget - Continued

The Village continues to pursue strategies aimed at achieving a AAA credit rating, including strengthening reserves through the Economic Emergency Fund, maintaining robust fund balances, expanding the property tax base, and supporting growth in housing, population, and commercial development. In addition, increases in equalized assessed valuation and median household income further support long-term fiscal capacity.

The Village's average unemployment rate in 2025 was 3.6 percent, below the State average of 4.5 percent and slightly below the national rate of 4.2 percent. The Village is primarily located within Elk Grove and Wheeling Townships, with a smaller portion in Maine Township. 2025 was a triennial reassessment year, and the most recent tax extension report (tax year 2024) reflected a total equalized assessed valuation of $2.2 billion. Results of the most recent reassessment cycle will be available later this year.

The 2026 amended budget totals $209.1 million, an increase of 12.7 percent over the 2025 amended budget. Of this total, the operating budget is $102.6 million and the Community Investment Program totals $62.2 million, including $11.0 million in carryover projects. Additional components include $7.8 million in debt service, $15.2 million in internal service funds, $8.7 million in interfund transfers, and $5.0 million in other expenditures. The General Fund budget totals $90.8 million, which includes $7.7 million in various transfers.

Overall, the Village's financial condition remains strong. The Village does not anticipate any short-term financial concerns and remains well positioned to manage short- to medium-term economic uncertainty. This stability is supported by a strong local economy, disciplined financial policies, prudent fiscal management by the Village Board and Administration, and the continued dedication of Village staff.

Request for Information

This financial report is designed to provide a general overview of the Village of Mount Prospect'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 financial information should be addressed to Amit Thakkar, Director of Finance/ Treasurer, Village of Mount Prospect, 50 South Emerson St, Mount Prospect, IL 60056.

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.

Statement of Net Position
December 31, 2025

See Following Page

Statement of Net Position
December 31, 2025

	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Cash Equivalents	$ 114,246,743	17,775,948	132,022,691
Receivables - Net of Allowances	46,798,300	2,494,234	49,292,534
Due from Other Governments	3,095,270	253	3,095,523
Deposits - Insurance	4,686,619	—	4,686,619
Assets Held for Resale	5,006,182	—	5,006,182
Prepaids/Inventories	1,965,578	271,731	2,237,309
Total Current Assets	175,798,692	20,542,166	196,340,858
Noncurrent Assets			
Capital Assets			
Nondepreciable	23,911,827	17,549,391	41,461,218
Depreciable	235,752,499	91,708,567	327,461,066
Accumulated Depreciation	(117,884,062)	(26,982,248)	(144,866,310)
Total Capital Assets	141,780,264	82,275,710	224,055,974
Other Assets			
Deposits - Insurance	1,591,262	—	1,591,262
Total Noncurrent Assets	143,371,526	82,275,710	225,647,236
Total Assets	319,170,218	102,817,876	421,988,094
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	4,048,357	780,972	4,829,329
Deferred Items - Police Pension	7,145,187	—	7,145,187
Deferred Items - Firefighters' Pension	2,216,917	—	2,216,917
Deferred Items - RBP	1,863,425	136,599	2,000,024
Unamortized Asset Retirement Obligation	—	697,500	697,500
Loss on Refunding	189,243	—	189,243
Total Deferred Outflows of Resources	15,463,129	1,615,071	17,078,200
Total Assets and Deferred Outflows of Resources	334,633,347	104,432,947	439,066,294

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	$ 6,833,592	982,180	7,815,772
Accrued Payroll	652,356	46,943	699,299
Retainage Payable	42,311	193,040	235,351
Due to Other Governments	233,017	—	233,017
Accrued Interest Payable	202,916	66,329	269,245
Other Payables	2,545,859	3,562	2,549,421
Current Portion of Long-Term Liabilities			
Compensated Absences Payable	1,158,543	66,351	1,224,894
Claims Payable	44,300	—	44,300
OPEB Liability - RBP	390,294	28,476	418,770
General Obligation Bonds Payable - Net	3,656,866	1,182,804	4,839,670
Business District Limited Tax Note Payable	2,021,901	—	2,021,901
Total Current Liabilities	17,781,955	2,569,685	20,351,640
Noncurrent Liabilities			
Compensated Absences Payable	3,719,470	265,405	3,984,875
Claims Payable	150,812	—	150,812
Net Pension Liability - IMRF	2,439,708	470,646	2,910,354
Net Pension Liability - Police Pension	57,383,970	—	57,383,970
Net Pension Liability - Firefighters' Pension	42,729,893	—	42,729,893
Total OPEB Liability - RBP	8,424,520	617,697	9,042,217
Asset Retirement Obligation	—	750,000	750,000
General Obligation Bonds Payable - Net	62,902,433	23,655,443	86,557,876
Business District Limited Tax Note Payable	36,388,525	—	36,388,525
Total Noncurrent Liabilities	214,139,331	25,759,191	239,898,522
Total Liabilities	231,921,286	28,328,876	260,250,162
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	17,877,627	—	17,877,627
Deferred Items - Leases	87,504	—	87,504
Deferred Items - IMRF	8,743	1,687	10,430
Deferred Items - Police Pension	7,785,840	—	7,785,840
Deferred Items - Firefighters' Pension	7,468,178	—	7,468,178
Deferred Items - RBP	6,468,128	474,149	6,942,277
Total Deferred Inflows of Resources	39,696,020	475,836	40,171,856
Total Liabilities and Deferred Inflows of Resources	271,617,306	28,804,712	300,422,018
NET POSITION			
Net Investment in Capital Assets	73,989,304	57,244,423	131,233,727
Restricted			
Public Safety - Police	641,069	—	641,069
Public Safety - Fire	581,628	—	581,628
Highways and Streets	5,558,692	—	5,558,692
Capital Projects	2,644,205	—	2,644,205
Debt Service	1,400,516	—	1,400,516
Unrestricted (Deficit)	(21,799,373)	18,383,812	(3,415,561)
Total Net Position	63,016,041	75,628,235	138,644,276

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

Statement of Activities
For the Fiscal Year Ended December 31, 2025

		Program Revenues		
	Expenses	Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Governmental Activities				
General Government	$ 5,314,508	7,927,872	—	—
Public Safety	59,889,999	4,865,509	597,912	—
Highways and Streets	18,287,753	164,976	2,603,096	1,407,738
Health	5,474,714	—	—	—
Welfare	2,585,174	—	396,261	—
Culture and Recreation	454,395	—	—	—
Interest on Long-Term Debt	5,298,226	—	—	—
Total Governmental Activities	97,304,769	12,958,357	3,597,269	1,407,738
Business-Type Activities				
Water and Sewer	18,548,708	24,044,403	—	—
Parking	282,177	235,128	—	—
Total Business-Type Activities	18,830,885	24,279,531	—	—
Total Primary Government	116,135,654	37,237,888	3,597,269	1,407,738

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

	Net (Expenses)/Revenues		
	Governmental Activities	Business-Type Activities	Totals
	2,613,364	—	2,613,364
	(54,426,578)	—	(54,426,578)
	(14,111,943)	—	(14,111,943)
	(5,474,714)	—	(5,474,714)
	(2,188,913)	—	(2,188,913)
	(454,395)	—	(454,395)
	(5,298,226)	—	(5,298,226)
	(79,341,405)	—	(79,341,405)
	—	5,495,695	5,495,695
	—	(47,049)	(47,049)
	—	5,448,646	5,448,646
	(79,341,405)	5,448,646	(73,892,759)
General Revenues			
Taxes			
Property	26,933,581	—	26,933,581
Utility	2,829,009	—	2,829,009
Business District	375,125	—	375,125
Home Rule Sales	9,278,630	—	9,278,630
Food and Beverage	1,900,877	—	1,900,877
Real Estate Transfer	1,179,678	—	1,179,678
Municipal Motor Fuel	749,464	—	749,464
Hotel/Motel	420,197	—	420,197
Other Taxes	625,442	—	625,442
Intergovernmental - Unrestricted			
Income Taxes	10,252,936	—	10,252,936
State Sales and Local Use Tax	45,230,873	—	45,230,873
Replacement Taxes	607,812	—	607,812
Charitable Games	1,589	—	1,589
American Rescue Plan Act	200,000	—	200,000
Investment Income	5,452,008	812,033	6,264,041
Miscellaneous	2,001,045	90,157	2,091,202
Transfers - Internal Activity	(100,000)	100,000	—
Total General Revenues	107,938,266	1,002,190	108,940,456
Change in Net Position	28,596,861	6,450,836	35,047,697
Net Position - Beginning	34,419,180	69,177,399	103,596,579
Net Position - Ending	63,016,041	75,628,235	138,644,276

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Balance Sheet - Governmental Funds
December 31, 2025

	General
ASSETS	
Cash and Investments	$ 45,632,996
Receivables - Net of Allowances	
Property Taxes	22,387,169
Other Taxes	15,032,761
Leases	92,894
Other	984,367
Due from Other Governments	868,587
Due from Other Funds	1,500
Advances to Other Funds	9,048,000
Assets Held for Resale	—
Inventories	2,738
Prepaids	342,572
Total Assets	94,393,584
LIABILITIES	
Accounts Payable	951,760
Accrued Payroll	626,049
Retainage Payable	—
Due to Other Governments	232,939
Due to Other Funds	3,970,870
Advances from Other Funds	—
Other Payables	1,427,481
Total Liabilities	7,209,099
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	17,656,260
Deferred Items - Leases	87,504
Total Deferred Inflows of Resources	17,743,764
Total Liabilities and Deferred Inflows of Resources	24,952,863
FUND BALANCES	
Nonspendable	9,393,310
Restricted	—
Committed	—
Assigned	5,101,000
Unassigned	54,946,411
Total Fund Balances	69,440,721
Total Liabilities, Deferred Inflows of Resources and Fund Balances	94,393,584

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

Special Revenue				
Prospect and Main TIF District	Economic Emergency	Debt Service	Nonmajor	Totals
1,826,420	14,271,440	1,571,637	31,252,049	94,554,542
3,480,304	—	221,367	2,035,784	28,124,624
—	—	—	1,774,180	16,806,941
—	—	—	—	92,894
—	—	31,795	737,050	1,753,212
—	—	—	2,226,683	3,095,270
—	—	—	—	1,500
—	—	—	—	9,048,000
5,006,182	—	—	—	5,006,182
—	—	—	—	2,738
—	—	—	95,967	438,539
10,312,906	14,271,440	1,824,799	38,121,713	158,924,442
31,196	—	—	1,816,222	2,799,178
—	—	—	6,755	632,804
—	—	—	42,311	42,311
—	—	—	—	232,939
—	—	—	1,500	3,972,370
9,048,000	—	—	—	9,048,000
—	—	—	3,139,030	4,566,511
9,079,196	—	—	5,005,818	21,294,113
—	—	221,367	—	17,877,627
—	—	—	—	87,504
—	—	221,367	—	17,965,131
9,079,196	—	221,367	5,005,818	39,259,244
—	—	—	95,967	9,489,277
1,233,710	—	1,603,432	8,191,884	11,029,026
—	14,271,440	—	2,996,170	17,267,610
—	—	—	21,831,874	26,932,874
—	—	—	—	54,946,411
1,233,710	14,271,440	1,603,432	33,115,895	119,665,198
10,312,906	14,271,440	1,824,799	38,121,713	158,924,442

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

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities
December 31, 2025

Total Governmental Fund Balances	$ 119,665,198
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.	141,780,264
Less: Internal Service Capital Assets	(8,296,002)
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	4,039,614
Deferred Items - Police Pension	(640,653)
Deferred Items - Firefighters' Pension	(5,251,261)
Deferred Items - RBP	(4,474,080)
Internal Service Funds are used by the Village to charge the costs of vehicle and equipment management and employee compensated absences to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position.	35,074,800
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(4,802,009)
Net Pension Liability - IMRF	(2,439,708)
Net Pension Liability - Police Pension	(57,383,970)
Net Pension Liability - Firefighters' Pension	(42,729,893)
Total OPEB Liability - RBP	(8,564,762)
General Obligation Bonds Payable - Net	(66,559,299)
Unamortized Loss on Refunding	189,243
Business District Limited Tax Note Payable	(38,410,426)
Plus: Amounts Recorded in the Governmental Funds Balance Sheet	2,021,901
Accrued Interest Payable	(202,916)
Net Position of Governmental Activities	63,016,041

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

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2025

See Following Page

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2025

	General
Revenues	
Taxes	$ 33,306,994
Intergovernmental	47,315,352
Licenses and Permits	2,171,468
Charges for Services	4,779,906
Fines and Forfeitures	445,560
Investment Income	2,596,339
Miscellaneous	1,611,687
Total Revenues	92,227,306
Expenditures	
General Government	8,378,423
Public Safety	48,936,580
Highways and Streets	13,049,799
Health	246,772
Welfare	1,982,544
Culture and Recreation	430,601
Capital Outlay	—
Debt Service	
Principal Retirement	—
Interest and Fiscal Charges	—
Total Expenditures	73,024,719
Excess (Deficiency) of Revenues Over (Under) Expenditures	19,202,587
Other Financing Sources (Uses)	
Disposal of Capital Assets	95,465
Transfers In	665,000
Transfers Out	(6,199,433)
	(5,438,968)
Net Change in Fund Balances	13,763,619
Fund Balances - Beginning	55,677,102
Fund Balances - Ending	69,440,721

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

Special Revenue				
Prospect and Main TIF District	Economic Emergency	Debt Service	Nonmajor	Totals
5,903,732	—	610,500	4,470,777	44,292,003
—	—	878,480	13,104,385	61,298,217
—	—	—	—	2,171,468
—	—	—	5,561,423	10,341,329
—	—	—	—	445,560
21,977	579,806	65,972	1,024,128	4,288,222
—	—	—	477,972	2,089,659
5,925,709	579,806	1,554,952	24,638,685	124,926,458
435,457	—	—	34,642	8,848,522
—	—	—	2,260,527	51,197,107
—	—	—	2,452,273	15,502,072
—	—	—	5,294,704	5,541,476
—	—	—	462,047	2,444,591
—	—	—	—	430,601
6,467,318	—	—	10,939,607	17,406,925
740,000	—	2,580,000	2,452,198	5,772,198
955,738	—	1,942,919	323,197	3,221,854
8,598,513	—	4,522,919	24,219,195	110,365,346
(2,672,804)	579,806	(2,967,967)	419,490	14,561,112
—	—	—	—	95,465
—	—	3,099,433	3,000,000	6,764,433
—	—	—	(665,000)	(6,864,433)
—	—	3,099,433	2,335,000	(4,535)
(2,672,804)	579,806	131,466	2,754,490	14,556,577
3,906,514	13,691,634	1,471,966	30,361,405	105,108,621
1,233,710	14,271,440	1,603,432	33,115,895	119,665,198

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

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities - Governmental Activities
For the Fiscal Year Ended December 31, 2025

Net Change in Fund Balances - Total Governmental Funds	$ 14,556,577
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital Outlays	16,006,476
Depreciation Expense	(5,381,386)
Disposals - Cost	(1,598,770)
Disposals - Accumulated Depreciation	1,455,352
Less: Internal Service Funds	(499,139)
The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Change in Deferred Items - IMRF	(1,853,016)
Change in Deferred Items - Police Pension	(11,175,202)
Change in Deferred Items - Firefighters' Pension	(9,854,123)
Change in Deferred Items - RBP	662,927
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.	
Change in Compensated Absences Payable	(132,080)
Change in Net Pension Liability - IMRF	501,416
Change in Net Pension Liability - Police Pension	8,575,244
Change in Net Pension Liability - Firefighters' Pension	8,336,874
Change in Total OPEB Liability - RBP	(451,381)
Retirement of Debt	3,320,000
Amortization of Bond Premium	176,866
Amortization of Loss of Refunding	(40,951)
Accreted Interest on Business District Limited Tax Note Payable	325,866
Change in Accrued Interest Payable	9,510
Internal service funds are used by the Village to charge the costs of vehicle and equipment management and employee compensated absences to individual funds.	
The net revenue of certain activities of internal service funds is reported with governmental activities.	5,655,801
Changes in Net Position of Governmental Activities	28,596,861

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

Statement of Net Position - Proprietary Funds
December 31, 2025

See Following Page

Statement of Net Position - Proprietary Funds
December 31, 2025

	Business-Type Activities - Enterprise			Governmental Activities
	Water and Sewer	Nonmajor	Totals	Internal Service
ASSETS				
Current Assets				
Cash and Investments	$ 17,306,857	469,091	17,775,948	19,692,201
Receivables - Net of Allowances				
Accounts - Billed	1,102,621	—	1,102,621	—
Accounts - Unbilled	1,389,517	—	1,389,517	—
Accrued Interest	—	—	—	11,410
Property Taxes	50	—	50	—
Other	1,127	919	2,046	9,219
Due from Other Governments	253	—	253	—
Deposits - Insurance	—	—	—	4,686,619
Inventories	161,423	—	161,423	436,821
Prepaids	110,308	—	110,308	1,087,480
Total Current Assets	20,072,156	470,010	20,542,166	25,923,750
Noncurrent Assets				
Capital Assets				
Nondepreciable	17,549,391	—	17,549,391	1,122,345
Depreciable	91,531,767	176,800	91,708,567	19,273,759
Accumulated Depreciation	(26,805,448)	(176,800)	(26,982,248)	(12,100,102)
Total Capital Assets	82,275,710	—	82,275,710	8,296,002
Other Assets				
Deposits - Insurance	—	—	—	1,591,262
Total Noncurrent Assets	82,275,710	—	82,275,710	9,887,264
Total Assets	102,347,866	470,010	102,817,876	35,811,014
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Items - IMRF	780,972	—	780,972	—
Deferred Items - RBP	136,599	—	136,599	52,860
Unamortized Asset Retirement Obligation	697,500	—	697,500	—
Total Deferred Outflows of Resources	1,615,071	—	1,615,071	52,860
Total Assets and Deferred Outflows of Resources	103,962,937	470,010	104,432,947	35,863,874

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

	Business-Type Activities - Enterprise			Governmental Activities
	Water and Sewer	Nonmajor	Totals	Internal Service
LIABILITIES				
Current Liabilities				
Accounts Payable	$ 965,916	16,264	982,180	63,544
Accrued Payroll	46,943	—	46,943	19,552
Retainage Payable	193,040	—	193,040	—
Due to Other Governments	—	—	—	78
Claims Payable	—	—	—	44,300
Accrued Interest Payable	66,329	—	66,329	—
Other Payables	112	3,450	3,562	1,249
Compensated Absences Payable	66,351	—	66,351	15,201
Total OPEB Liability - RBP	28,476	—	28,476	10,888
General Obligation Bonds Payable	1,182,804	—	1,182,804	—
Total Current Liabilities	2,549,971	19,714	2,569,685	154,812
Noncurrent Liabilities				
Compensated Absences Payable	265,405	—	265,405	60,803
Claims Payable	—	—	—	150,812
Net Pension Liability - IMRF	470,646	—	470,646	—
Total OPEB Liability - RBP	617,697	—	617,697	239,164
Asset Retirement Obligation	750,000	—	750,000	—
General Obligation Bonds Payable	23,655,443	—	23,655,443	—
Total Noncurrent Liabilities	25,759,191	—	25,759,191	450,779
Total Liabilities	28,309,162	19,714	28,328,876	605,591
DEFERRED INFLOWS OF RESOURCES				
Deferred Items - IMRF	1,687	—	1,687	—
Deferred Items - RBP	474,149	—	474,149	183,483
Total Deferred Inflows of Resources	475,836	—	475,836	183,483
Total Liabilities and Deferred Inflows of Resources	28,784,998	19,714	28,804,712	789,074
NET POSITION				
Net Investment in Capital Assets	57,244,423	—	57,244,423	8,296,002
Unrestricted	17,933,516	450,296	18,383,812	26,778,798
Total Net Position	75,177,939	450,296	75,628,235	35,074,800

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

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Fiscal Year Ended December 31, 2025

	Business-Type Activities - Enterprise			Governmental Activities
	Water and Sewer	Nonmajor	Totals	Internal Service
Operating Revenues				
Charges for Services	$ 24,044,403	235,128	24,279,531	16,208,528
Contributions	—	—	—	1,914,275
Miscellaneous	—	—	—	1,155,092
Total Operating Revenues	24,044,403	235,128	24,279,531	19,277,895
Operating Expenses				
Administration	16,277,325	282,177	16,559,502	3,206,345
Insurance and Claims	—	—	—	10,427,516
Depreciation and Amortization	1,430,425	—	1,430,425	1,314,843
Total Operating Expenses	17,707,750	282,177	17,989,927	14,948,704
Operating Income (Loss)	6,336,653	(47,049)	6,289,604	4,329,191
Nonoperating Revenues (Expenses)				
Disposal of Capital Assets	(42,872)	—	(42,872)	162,824
Interest Income	800,157	11,876	812,033	1,163,786
Other Income	133,029	—	133,029	—
Property Taxes	50	—	50	—
Interest Expense	(841,008)	—	(841,008)	—
	49,356	11,876	61,232	1,326,610
Income (Loss) Before Transfers	6,386,009	(35,173)	6,350,836	5,655,801
Transfers In	—	100,000	100,000	—
Change in Net Position	6,386,009	64,827	6,450,836	5,655,801
Net Position - Beginning	68,791,930	385,469	69,177,399	29,418,999
Net Position - Ending	75,177,939	450,296	75,628,235	35,074,800

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

Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended December 31, 2025

	Business-Type Activities - Enterprise			Governmental Activities
	Water and Sewer	Nonmajor	Totals	Internal Service
Cash Flows from Operating Activities				
Receipts from Customers and Users	$ 24,423,869	234,552	24,658,421	4,230,391
Interfund Services Provided	—	—	—	13,374,434
Payments to Suppliers	(14,204,851)	(278,538)	(14,483,389)	(14,466,820)
Payments to Employees	(2,805,202)	—	(2,805,202)	(1,081,256)
	7,413,816	(43,986)	7,369,830	2,056,749
Cash Flows from Noncapital Financing Activities				
Property Taxes	50	—	50	—
Transfers In	—	100,000	100,000	—
	50	100,000	100,050	—
Cash Flows from Capital and Related Financing Activities				
Disposal of Capital Assets	—	—	—	217,628
Purchase of Capital Assets	(8,629,399)	—	(8,629,399)	(1,868,786)
Principal Paid on Debt	(995,000)	—	(995,000)	—
Interest Paid on Debt	(841,008)	—	(841,008)	—
	(10,465,407)	—	(10,465,407)	(1,651,158)
Cash Flows from Investing Activities				
Interest Received	800,157	11,876	812,033	1,163,786
Net Change in Cash and Cash Equivalents	(2,251,384)	67,890	(2,183,494)	1,569,377
Cash and Cash Equivalents - Beginning	19,558,241	401,201	19,959,442	18,122,824
Cash and Cash Equivalents - Ending	17,306,857	469,091	17,775,948	19,692,201
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	6,336,653	(47,049)	6,289,604	4,329,191
Adjustments to Reconcile Operating Income Income to Net Cash Provided by (Used in) Operating Activities:				
Depreciation and Amortization	1,430,425	—	1,430,425	1,314,843
Other Income (Expense)	133,029	—	133,029	—
(Increase) Decrease in Current Assets	379,466	(576)	378,890	(1,673,070)
Increase (Decrease) in Current Liabilities	(865,757)	3,639	(862,118)	(1,914,215)
Net Cash Provided by Operating Activities	7,413,816	(43,986)	7,369,830	2,056,749

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Statement of Fiduciary Net Position
December 31, 2025

	Pension Trust
ASSETS	
Cash and Cash Equivalents	$ 1,467,458
Investments	
Illinois Police Officer's Pension Investment Fund	110,349,814
Illinois Firefighters' Pension Investment Fund	95,288,190
Due from Other Funds	3,970,870
Prepaids	26,672
Total Assets	211,103,004
LIABILITIES	
Accounts Payable	10,566
NET POSITION	
Net Position Restricted for Pensions	211,092,438

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

Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended December 31, 2025

	Pension Trust
Additions	
Contributions - Employer	$ 10,550,314
Contributions - Plan Members	2,149,011
Total Contributions	12,699,325
Investment Income (Loss)	
Interest Earned	2,365,130
Net Change in Fair Value	29,611,558
	31,976,688
Less Investment Expenses	(283,592)
Net Investment Income	31,693,096
Total Additions	44,392,421
Deductions	
Administration	171,296
Benefits and Refunds	16,026,027
Total Deductions	16,197,323
Change in Fiduciary Net Position	28,195,098
Net Position Restricted for Pensions	
Beginning	182,897,340
Ending	211,092,438

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Mount Prospect (Village), Illinois, was incorporated in 1917. The Village operates under the Council/Manager form of government. The appointed manager administers daily operations with the community while the elected Village Mayor and six-member Board of Trustees determine Village policy. The Village's major operations include public works, finance, police, fire, community development, human services and communications.

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

REPORTING ENTITY

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

Police Pension Employees Retirement System

The Village's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's Mayor, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the 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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

REPORTING ENTITY - Continued

Firefighters' Pension Employees Retirement System

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

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 and fire safety, highways and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's waterworks and sewerage, and commuter parking activities are classified as business-type activities.

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

The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village 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 (administration and finance, public safety, public works, development services, etc.). The functions are supported by administration and finance revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, intergovernmental revenues, fines, permits and charges, etc.).

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Government-Wide Statements - Continued

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

Fund Financial Statements

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

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/ deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The 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 a 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 or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

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

Governmental Funds

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Governmental Funds - Continued

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains two major special revenue funds, the Prospect and Main TIF Fund which is used to account for the resources to acquire property and construct certain improvements in the Prospect and Main Tax Incremental Financing District; and the Economic Emergency Fund which is used to account for money set aside by the Village board for unplanned or emergency expenses. Financing is being provided by incremental property taxes, general obligation bond proceeds, and investment income. The Village also maintains eleven nonmajor special revenue funds.

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

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village 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.

Enterprise Funds account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains one major enterprise fund, the Water and Sewer, which is used to account for the activities of the water and sewer operations. The Village operates sewerage lift and relief stations and waste water collection systems and the water distribution system. The Village maintains two nonmajor enterprise funds.

Internal Service Funds are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the Village on a cost-reimbursement basis. The Village maintains five internal services funds. The Computer Replacement Fund is used to account for the acquisition of Village computer hardware. Financing is being provided by charges to various Village funds. The Risk Management Fund is used to account for the servicing and payment of claims for liability, property, casualty coverage, workers' compensation and medical benefits. Financing is being provided by charges in the various Village funds. The Vehicle Replacement Fund is used to account for the acquisition and depreciation of Village vehicles. Financing is being provided by charges to the General, Water and Sewer, Parking System Revenue and Village Parking Funds. The Vehicle Maintenance Fund is used to account for the maintenance and repair of all Village vehicles. Financing is being provided by charges to various Village funds. The Building Improvements Fund is used to account for for maintenance and repairs of Village buildings. Financing is being provided by charges to various Village funds.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Proprietary Funds - Continued

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

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 accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's police force. The Firefighters' Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's Fire Department.

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

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Measurement Focus - Continued

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

Basis of Accounting

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

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

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, income taxes, use taxes, telecommunications taxes, local and state motor fuel taxes, food and beverages taxes, replacement taxes, franchise taxes, utility taxes, hotel/motel taxes, fines, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's enterprise funds and of the Village's internal service 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 and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Cash and Investments

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

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

Interfund Receivables, Payables and Activity

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

Receivables

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

Prepaids/Inventories

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

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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, storm sewers, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, other than infrastructure, buildings and improvements, purchased or acquired with an original cost of over $20,000 and infrastructure, buildings and improvements with an original cost of over $50,000 are reported at historical cost, or estimated historical cost. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

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

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

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

Buildings and Improvements	20 - 50 Years
Vehicles	2 - 20 Years
Machinery and Equipment	2 - 20 Years
Infrastructure	15 - 50 Years

Compensated Absences

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

Full time employees accrue vacation between five to twenty-three days. Employees are eligible to accrue vacation based on their length of service with the Village. Vacation time may be carried forward year to year up to twice the employee's annual accrual (368 vacation hours), unless otherwise stated in the collective bargaining agreement. Full time employees earn one sick day per month and may accrue up to 96 days. Part time employees may accrue paid time off on a prorated basis, vacation time may carry over one year of vacation accrual.

Upon separation of employment any unused and accrued vacation, sick, or paid time off is paid out to the employee. Sick time is paid out if certain criteria for retirement have been met.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Compensated Absences - Continued

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

Long-Term Obligations

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

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

Net Position

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

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

Use of Estimates

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

All departments of the Village submit requests for appropriations to the Village Manager so that a budget may be prepared. The budget is prepared by fund and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the General, Special Revenue, Debt Service, Capital Projects, Enterprise, and Internal Service funds. All annual appropriations lapse at fiscal year end.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The Village Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body. Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, budget amendments were approved by the Village Board. The final budget figures included in this report reflect all budget amendments 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 except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

Permitted Deposits and Investments - Illinois Statutes authorizes 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, Illinois Funds and the Illinois Public Reserves Investment Management Trust.

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

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

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

Village

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type totaled $42,303,384 and the bank balances totaled $44,424,373.

Investments. The Village has the following investment fair values and maturities:

		Investment Maturities (in Years)			
Investment Type	Fair Value	Less Than 1	1-5	6-10	More Than 10
IPRIME	53,515,104	48,393,047	5,122,057	—	—
Illinois Funds	36,204,203	36,204,203	—	—	—
Totals	89,719,307	84,597,250	5,122,057	—	—

The Village has the following recurring fair value measurements as of year-end:

- IPRIME of $53,515,104 is valued using net asset value per share as determined by the pool
- Illinois Funds of $36,204,203 is valued using net asset value per share as determined by the pool

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market. Unless matched to a specific cash flow, maturities should not exceed two years from the date of purchase.

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 permitting investments in only those securities allowed under law and by specifically prohibiting investments in leveraged or derivative securities. The Illinois Funds were rated AAAmmf by Fitch and the IPRIME investments were rated AAAm by Standard & Poor's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 105% of the fair market value of the funds secured, with the collateral witnessed by a written collateral agreement and held by an independent third party in the Village's name. 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

Village - Continued

Custodial Credit Risk - Continued. For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third-party custodian and evidenced by safekeeping receipts and a written custodial agreement. The Illinois Funds and IPRIME are 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 requires diversification of investment to avoid unreasonable risk. The Village's investment policy states the Village's portfolio shall be diversified in order to limit the investment holdings of a specific issuer or business sector to avoid over concentration in any one institution or area excluding investments in U.S. Treasury securities and authorized investment pools. At year-end, the Village does not have any investments over 5 percent of the cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

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 IFPIF at 456 Fulton Street, Suite 402 Peoria, Illinois 61602 or at www.ipopif.org.

Deposits. The Fund retains all its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the Fund. The excess of available cash is required to be transferred to IPOPIF for purposes of the long-term investment for the Fund. At year-end, the carrying amount of the Fund's cash on hand totaled $769,265 and the bank balances totaled $773,161.

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

For investments, the Fund's investment policy limits its exposure by requiring all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party custodian, in the name of the respective Fund, and evidences by safekeeping receipts.

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Continued

Investments. At year-end the Fund has $110,349,814 invested in IPOPIF. The pooled investments consist of the investments as noted in the target allocation table available at www.ipopif.org. Investments in IPOPIF are valued at IPOPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at year-end. The fund may redeem shares with a seven calendar day notice. IPOPIF may, at its sole discretion and based on circumstances, process redemption requests with fewer than a seven calendar day notice. Regular redemptions of the same amount on a particular day of the month may be arranged with IPOPIF.

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

Rate of Return

For the year ended December 31, 2025, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 17.79%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Firefighters' Pension Fund

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

Deposits. The Fund retains all its available cash with two financial institutions. Available cash is determined to be that amount which is required for the current expenditures of the Fund. The excess of available cash is required to be transferred to IFPIF for purposes of the long-term investment for the Fund. At year-end, the carrying amount of the Fund's cash on hand totaled $698,193 and the bank balances totaled $698,193.

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 requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by an independent third party or the Federal Reserve Bank, and evidenced by safekeeping receipts. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance.

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Continued

Custodial Credit Risk - Continued. For investments, the Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third-party custodian and evidenced by safekeeping receipts.

Investments. At year-end the Fund has $95,288,190 invested in IFPIF. The pooled investments consist of the investments as noted in the target allocation table available at www.ifpif.org. Investments in IFPIF are valued at IFPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at year-end. The plan may redeem shares by giving notice by 5:00 pm central time on the 1st of each month. Requests properly submitted on or before the 1st of each month will be processed for redemption by the 14th of the month. Expedited redemptions may be processed at the sole discretion of IFPIF.

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

Rate of Return

For the year ended December 31, 2025, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 17.56%. 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 2024 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Cook County and are payable in two installments, on or about March 1 and September 1 during the following year. The County collects such taxes and remits them periodically.

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	$ 16,711,979	—	—	16,711,979
Construction in Progress	4,792,378	3,990,642	1,583,172	7,199,848
	21,504,357	3,990,642	1,583,172	23,911,827
Depreciable Capital Assets				
Buildings	77,473,042	283,492	—	77,756,534
Improvements Other than Buildings	1,516,920	43,680	52,273	1,508,327
Vehicles	14,484,628	1,586,864	1,063,383	15,008,109
Machinery and Equipment	7,287,722	1,461,853	483,064	8,266,511
Infrastructure	122,989,951	10,223,117	50	133,213,018
	223,752,263	13,599,006	1,598,770	235,752,499
Less Accumulated Depreciation				
Buildings	15,887,600	1,545,184	—	17,432,784
Improvements Other than Buildings	599,654	42,783	26,137	616,300
Vehicles	9,720,286	1,026,379	1,008,579	9,738,086
Machinery and Equipment	3,565,468	543,393	420,586	3,688,275
Infrastructure	84,185,020	2,223,647	50	86,408,617
	113,958,028	5,381,386	1,455,352	117,884,062
Total Net Depreciable Capital Assets	109,794,235	8,217,620	143,418	117,868,437
Total Net Capital Assets	131,298,592	12,208,262	1,726,590	141,780,264

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Governmental Activities - Continued

Depreciation expense was charged to governmental activities as follows:

General Government	$ 593,462
Public Safety	1,123,320
Highways and Streets	2,336,420
Health	2,349
Welfare	3,752
Culture and Recreation	7,240
Internal Service	1,314,843
	5,381,386

Business-Type Activities

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

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	$ 17,318,818	—	—	17,318,818
Construction in Progress	12,706,319	230,573	12,706,319	230,573
	30,025,137	230,573	12,706,319	17,549,391
Depreciable Capital Assets				
Building and Improvements	4,311,808	—	—	4,311,808
Machinery and Equipment	4,860,968	25,085	—	4,886,053
Infrastructure	61,705,656	21,080,060	275,010	82,510,706
	70,878,432	21,105,145	275,010	91,708,567
Less Accumulated Depreciation				
Building and Improvements	3,181,450	45,332	—	3,226,782
Machinery and Equipment	3,942,935	49,352	—	3,992,287
Infrastructure	18,569,272	1,426,045	232,138	19,763,179
	25,693,657	1,520,729	232,138	26,982,248
Total Other Capital Assets	45,184,775	19,584,416	42,872	64,726,319
Total Capital Assets	75,209,912	19,814,989	12,749,191	82,275,710

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Business-Type Activities - Continued

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

Water and Sewer	$ 1,520,729

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General	Nonmajor Governmental	$ 665,000
Debt Service	General	3,099,433
Nonmajor Governmental	General	3,000,000
Nonmajor Business-Type	General	100,000
		6,864,433

The purpose of significant transfers from/to between funds are as follows:

- $665,000 transferred to the General Fund from the Rural Special Service Area Fund to offset the fire department expenses from having to cover new special service area.
- $3,099,433 transferred from the General Fund to the Debt Service Fund to support debt service requirements.
- $3,000,000 transferred from the General Fund to the Pension Stabilization Fund ($2,000,000) to provide an alternative revenue source supporting the annual pension costs generally funded from the annual property tax levy and to the Capital Improvement Fund ($1,000,000) to fund support of small to midsize capital projects for the Village.
- $100,000 transferred from the General Fund to the Village Parking System Fund to support parking related projects and expenses.

INTERFUND BALANCES

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

Receivable Fund	Payable Fund	Amount
General	Nonmajor Governmental	$ 1,500
Police Pension	General	2,227,807
Firefighters' Pension	General	1,743,063
		3,972,370

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERFUND ADVANCES

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

Receivable Fund	Payable Fund	Amount
General	Prospect and Main TIF District	$ 9,048,000

Interfund advances represent payments of tax increment financing expenditures on behalf of these funds. These amounts will be paid over several years including interest at 4.00%.

INTERGOVERNMENTAL RECEIVABLES

The following receivables are included in due from other governments on the Statement of Net Position:

	Governmental Activities	Business-Type Activities	Totals
Mount Prospect Public Library	$ 8,882		8,882
Grants	2,994,549	—	2,994,549
Miscellaneous	91,839	253	92,092
	3,095,270	253	3,095,523

LONG-TERM OBLIGATIONS

General Obligation Bonds

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

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
$9,100,000 General Obligation Refunding Bonds of 2016A, due in annual installments of $120,000 to $1,905,000 plus interest at 3.00% through December 1, 2028.	Debt Service	$ 7,285,000	—	1,740,000	5,545,000

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

General Obligation Bonds - Continued

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
$9,740,000 General Obligation Bonds of 2017, due in annual installments of $125,000 to $460,000 plus interest at 2.50% to 4.00% through December 1, 2037.	Prospect and Main TIF	4,165,000	—	200,000	3,965,000
	Water and Sewer	3,860,000	—	205,000	3,655,000
$11,950,000 General Obligation Bonds of 2018A, due in annual installments of $115,000 to $700,000 plus interest at 3.25% to 5.00% through December 1, 2037.	Prospect and Main TIF	6,200,000	—	280,000	5,920,000
	Water and Sewer	3,850,000	—	190,000	3,660,000
$38,440,000 General Obligation Bonds of 2018B, due in annual installments of $155,000 to $3,110,000 plus interest at 3.625% to 5.000% through December 1, 2043.	Debt Service	36,455,000	—	155,000	36,300,000
$9,600,000 General Obligation Bonds of 2019A, due in annual installments of $60,000 to $800,000 plus interest at 2.00% to 5.00% through December 1, 2039.	Water and Sewer	8,430,000	—	345,000	8,085,000

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

General Obligation Bonds - Continued

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
$7,725,000 General Obligation Bonds of 2019B, due in annual installments of $210,000 to $740,000 plus interest at 3.00% to 5.00% through December 1, 2039.	Prospect and Main TIF	$ 7,280,000	—	260,000	7,020,000
$8,935,000 General Obligation Bonds of 2022A, due in annual installments of $215,000 to $735,000 plus interest at 3.00% to 5.00% through December 1, 2041.	Water and Sewer	8,235,000	—	255,000	7,980,000
$8,230,000 General Obligation Refunding Bonds of 2022B, due in annual installments of $650,000 to $855,000 plus interest at 2.80% through December 1, 2033.	Debt Service	6,910,000	—	685,000	6,225,000
		92,670,000	—	4,315,000	88,355,000

Limited Tax Note Payable

The Village has issued a note payable (direct borrowing) related to a developer agreement. The limited tax note payable has been issued for the governmental activities and is a limited obligation of the Village, payable solely from certain tax revenues as set forth in the developer agreement. The developer agreement term will expire upon the earlier to occur of (a) the expiration of the term of any bonds issued by the Village which yield developer proceeds equal to the maximum reimbursement amount, (b) the date which all obligations under this agreement have been discharged, including, but not limited to, payments on any bonds issued by the Village and on the note payable, or (c) 35 years following the issuance of the note payable. After a final accounting is completed and any remaining amounts are paid to the developer, the note payable shall be marked “cancelled” and returned to the Village. Notes payable currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances/ Accretion	Retirements	Ending Balances
$25,000,000 Business District Limited Tax Note Payable of 2010, due in semiannual installments plus interest at 6.710% contingent upon sufficient pledged revenues.	Business District	$ 38,413,094	2,449,530	2,452,198	38,410,426

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

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 the Illinois Administrative Code Title 77. 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 96 years.

Long-Term Liabilities Activity

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

Type of Debt	Beginning Balances	Additions/ Accretion	Deductions	Ending Balances	Amounts within One Year
Governmental Activities					
Compensated Absences					
Governmental	$ 4,669,929	132,080	—	4,802,009	1,143,342
Internal Services	94,139	—	18,135	76,004	15,201
Claims Payable	973,423	—	778,311	195,112	44,300
Net Pension Liability					
IMRF	2,941,124	—	501,416	2,439,708	—
Police Pension	65,959,214	—	8,575,244	57,383,970	—
Firefighters' Pension	51,066,767	—	8,336,874	42,729,893	—
Total OPEB Liability - RBP					
Governmental	8,113,381	451,381	—	8,564,762	379,406
Internal Services	279,730	—	29,678	250,052	10,888
General Obligation Bonds	68,295,000	—	3,320,000	64,975,000	3,480,000
Unamortized Premium	1,761,165	—	176,866	1,584,299	176,866
Business District Limited Tax					
Note Payable	38,413,094	2,449,530	2,452,198	38,410,426	2,021,901
	242,566,966	3,032,991	24,188,722	221,411,235	7,271,904
Business-Type Activities					
Compensated Absences	323,216	8,540	—	331,756	66,351
Net Pension Liability - IMRF	554,606	—	83,960	470,646	—
Total OPEB Liability - RBP	633,549	12,624	—	646,173	28,476
Asset Retirement Obligation	750,000	—	—	750,000	—
General Obligation Bonds	24,375,000	—	995,000	23,380,000	1,085,000
Unamortized Premium	1,556,051		97,804	1,458,247	97,804
	28,192,422	21,164	1,176,764	27,036,822	1,277,631

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

Long-Term Liabilities Activity - Continued

For the governmental activities, the net pension liabilities and the total OPEB liability are made by the General Fund. Payments on general obligation bonds are being liquidated by the Debt Service Fund and the Prospect and Main TIF Fund, and the Business District Limited Tax Note Payable is being liquidated by the Business District Fund. Claims payable are being liquidated by the Risk Management Fund. Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities.

Additionally, for business-type activities, the net pension liability, the total OPEB liability, the asset retirement obligation, and the general obligation bonds are being liquidated by the Water and Sewer Fund. Compensated absences are reported as the net change amount for the fiscal year.

Debt Service Requirements to Maturity

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

Fiscal Year	Governmental Activities General Obligation Bonds Principal	Governmental Activities General Obligation Bonds Interest	Business-Type Activities General Obligation Bonds Principal	Business-Type Activities General Obligation Bonds Interest
2026	$ 3,480,000	2,434,986	1,085,000	795,932
2027	3,630,000	2,316,796	1,165,000	746,082
2028	3,800,000	2,197,422	1,255,000	699,882
2029	3,460,000	2,075,168	1,340,000	649,700
2030	3,750,000	1,932,872	1,435,000	595,750
2031	3,945,000	1,781,566	1,535,000	542,494
2032	4,150,000	1,622,362	1,625,000	484,306
2033	4,370,000	1,454,808	1,725,000	431,732
2034	3,715,000	1,280,170	1,825,000	377,920
2035	3,900,000	1,151,550	1,930,000	320,988
2036	4,090,000	1,014,519	2,030,000	261,244
2037	4,285,000	870,125	2,140,000	197,912
2038	3,260,000	718,400	1,390,000	130,650
2039	3,400,000	598,200	1,465,000	88,000
2040	2,765,000	469,600	700,000	43,050
2041	2,875,000	359,000	735,000	22,050
2042	2,990,000	244,000	—	—
2043	3,110,000	124,400	—	—
Totals	64,975,000	22,645,944	23,380,000	6,387,692

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Legal Debt Margin

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

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

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

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of December 31, 2025:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	$ 141,780,264
Plus:	
Unamortized Refunding Loss	189,243
Less Capital Related Debt:	
Capital Related Accounts Payable	(1,378,593)
Retainage Payable	(42,311)
General Obligation Refunding Bonds of 2016A	(5,545,000)
General Obligation Bonds of 2017	(3,965,000)
General Obligation Bonds of 2018A	(5,920,000)
General Obligation Bonds of 2018B	(36,300,000)
General Obligation Bonds of 2019B	(7,020,000)
General Obligation Refunding Bonds of 2022B	(6,225,000)
Premium on Debt Issuance	(1,584,299)
Net Investment in Capital Assets	73,989,304

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATIONS - Continued

Business-Type Activities		
Capital Assets - Net of Accumulated Depreciation	$	82,275,710
Less Capital Related Debt:		
Retainage Payable		(193,040)
General Obligation Bonds of 2017		(3,655,000)
General Obligation Bonds of 2018A		(3,660,000)
General Obligation Bonds of 2019A		(8,085,000)
General Obligation Bonds of 2022A		(7,980,000)
Premium on Debt Issuance		(1,458,247)
Net Investment in Capital Assets		57,244,423

FUND BALANCE CLASSIFICATIONS

In the governmental funds 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.

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.

Assigned Fund Balance. Consists of amounts that are constrained by the Board of Trustees's 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.

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

Minimum Fund Balance Policy. The Village's policy manual states that the General Fund should maintain an unrestricted fund balance level between 30% to 50% of the subsequent fiscal year's expenditures, the special revenue funds (except the CDBG Fund) should maintain a fund balance level between 10% and 25% of the annual budgeted expenditures, not including capital, debt service and transfers, the Debt Service Fund should maintain a fund balance level at a maximum of the amount of the next principal and interest payment due, and the Capital Projects Fund should maintain a fund balance level between 25% and 50% of the five-year average for capital expenditures supported by the fund to a maximum of $1 million.

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

		Special Revenue				
	General	Prospect and Main TIF	Economic Emergency	Debt Service	Nonmajor	Totals
Fund Balances						
Nonspendable						
Inventories	$ 2,738	—	—	—	—	2,738
Prepaids	342,572	—	—	—	95,967	438,539
Advances to Other Funds	9,048,000	—	—	—	—	9,048,000
	9,393,310	—	—	—	95,967	9,489,277
Restricted						
Public Safety						
Police	—	—	—	—	641,069	641,069
Fire	—	—	—	—	581,628	581,628
Highways and Streets	—	1,233,710	—	—	4,324,982	5,558,692
Capital Projects	—	—	—	—	2,644,205	2,644,205
Debt Service	—	—	—	1,603,432	—	1,603,432
	—	1,233,710	—	1,603,432	8,191,884	11,029,026
Committed						
Pension Stabilization	—	—	14,271,440	—	762,659	15,034,099
Refuse Disposal	—	—	—	—	2,233,511	2,233,511
	—	—	14,271,440	—	2,996,170	17,267,610
Assigned						
Debt Service	3,101,000	—	—	—	—	3,101,000
Pension Stabilization	2,000,000	—	—	—	—	2,000,000
Capital Projects	—	—	—	—	21,831,874	21,831,874
	5,101,000	—	—	—	21,831,874	26,932,874
Unassigned	54,946,411	—	—	—	—	54,946,411
Total Fund Balances	69,440,721	1,233,710	14,271,440	1,603,432	33,115,895	119,665,198

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LEASES RECEIVABLE

The Village is a lessor on the following leases at year end:

Lease	Start Date	End Date	Payments	Interest Rate
T-Mobile Cell Tower	October 16, 2000	October 16, 2029	$25,200 per year	3.35%

During the fiscal year, the Village has recognized $15,240 of lease revenue. The future minimum lease assets and the net present value of these minimum lease receipts as of year-end, are as follows:

Fiscal Year		Principal	Interest
2026	$	22,088	3,112
2027		22,828	2,372
2028		23,593	1,607
2029		24,385	817
		92,894	7,908

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. These risks, along with medical claims for employees and retirees, are provided for through the Village's participation in the Intergovernmental Risk Management Agency (IRMA) and the Intergovernmental Personnel Benefit Cooperative (IPBC). There have been no significant reductions in coverage from the prior year and settled claims have not exceeded coverage for any of the past three years.

Intergovernmental Risk Management Agency (IRMA)

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperations Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/ loss control consulting and training programs; and a risk information system and financial reporting service for its members.

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Intergovernmental Risk Management Agency (IRMA) - Continued

Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Each member assumes the first $10,000 (higher optional deductibles available) of each occurrence, and IRMA has self-insurance retentions at various amounts above that level. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in the appropriate funds. The coverages provided by IRMA are generally consistent with the coverages in the prior year.

The Village has chosen an optional higher deductible of $50,000. A related reserve deposit of $1,591,262 is being held at IRMA at December 31, 2025.

The Village's insurance activities are reported in the Risk Management Fund which is an internal service fund. Premiums are paid into the Risk Management Fund by the departments of the General Fund and other funds based upon historical cost estimates.

The total claims liability remaining as of December 31, 2025 was $195,112.

Changes in the balances of claims liabilities during the fiscal year are as follows:

	Workers' Compensation	General Liability	Totals
Claims Payable - December 31, 2023	$ 520,339	59,318	579,657
Incurred Claims	956,100	32,094	988,194
Claims Paid	(538,218)	(56,210)	(594,428)
Claims Payable - December 31, 2024	938,221	35,202	973,423
Incurred Claims	(332,152)	65,681	(266,471)
Claims Paid	(458,660)	(53,180)	(511,840)
Claims Payable - December 31, 2025	147,409	47,703	195,112

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Intergovernmental Personnel Benefit Cooperative (IPBC)

Risks for medical and death benefits for employees and retirees are provided for through the Village's participation in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each member. IPBC maintains specific reinsurance coverage for claims in excess of $75,000 per individual employee participant. The Village pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into subsequent years experience factor for premiums. 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.

A reserve deposit of $4,686,619 is being held at IPBC at December 31, 2025.

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.

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.

COMMITMENTS

Solid Waste Agency of Northern Cook County (SWANCC)

Annual payments to Solid Waste Agency of Northern Cook County (SWANCC) are based on estimated tonnage of waste transported to SWANCC. It is assumed that there will be no material changes in deliveries to SWANCC. For 2026, the Village estimates it will pay SWANCC $1,150,086, with annual increases ranging from 0% to 3% through 2031.

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

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

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURES

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

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

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

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

Complete financial statements can be obtained from the Northwest Suburban Municipal Joint Action Water Agency, 901 Wellington Avenue, Elk Grove Village, Illinois 60007.

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

JAWA has entered into Water Supply Agreements with the seven-member municipalities for a term of 40 years, extending to December 31, 2032. The Agreements are irrevocable and may not be terminated or amended except as provided in the General Resolution.

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

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

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

In accordance with the joint venture agreement, the Village remitted $8,067,707 to JAWA for the year ended December 31, 2025. All payments were paid from the Water and Sewer Fund. Deposits with JAWA in the amount of $0 represent amounts held for security of debt service.

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURES - Continued

Solid Waste Agency of Northern Cook County (SWANCC)

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

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

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

In accordance with the joint venture agreement, the Village remitted $1,127,196 to SWANCC for the year ended December 31, 2025, which is recorded in the Village's Refuse Disposal Fund.

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Police Pension Plan which is a single-employer pension plan, and the Firefighters' Pension Plan which is also a single-employer pension plan. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The Police and Firefighters' Pension Plans also issue separate reports that may be obtained by writing the Village at 50 South Emerson, Mount Prospect, Illinois 60056. 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.

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

The aggregate amounts recognized for the pension plans are:

	Pension Expenses	Net Pension Liabilities	Deferred Outflows	Deferred Inflows
IMRF	2,741,918	2,910,354	4,829,329	10,430
Police Pension	8,336,145	57,383,970	7,145,187	7,785,840
Firefighters' Pension	6,331,376	42,729,893	2,216,917	7,468,178
	14,667,521	100,113,863	9,362,104	15,254,018

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

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

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

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

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, 2024, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	314
Inactive Plan Members Entitled to but not yet Receiving Benefits	213
Active Plan Members	261
Total	788

The IMRF data included in the table above includes membership of both the Village and the Library.

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2025, the Village's and the Library's contributions were 6.29% and 6.52% of covered payroll, respectively.

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

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

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

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

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

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	24.50%	5.20%
Domestic Equities	33.50%	4.35%
International Equities	18.00%	5.40%
Real Estate	10.50%	6.40%
Blended	12.50%	4.85% - 6.25%
Cash and Cash Equivalents	1.00%	3.60%

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Village	$ 14,583,224	2,910,354	(6,255,769)
Library	4,605,024	919,018	(1,975,418)
Net Pension Liability/(Asset)	19,188,248	3,829,372	(8,231,187)

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension Liability

	Village	Library	Totals
Total Pension Liability			
Service Cost	$ 1,403,100	443,065	1,846,165
Interest	7,110,367	2,200,249	9,310,616
Differences Between Expected and Actual Experience	1,513,709	477,992	1,991,701
Change of Assumptions	—	—	—
Benefit Payments, Including Refunds of Member Contributions	(5,432,347)	(1,715,401)	(7,147,748)
Net Change in Total Pension Liability	4,594,829	1,405,905	6,000,734
Total Pension Liability - Beginning	96,161,097	34,911,986	131,073,083
Total Pension Liability - Ending	100,755,926	36,317,891	137,073,817
Plan Fiduciary Net Position			
Contributions - Employer	1,056,430	333,594	1,390,024
Contributions - Members	727,295	229,662	956,957
Net Investment Income	9,446,747	2,983,050	12,429,797
Benefit Payments, Including Refunds of Member Contributions	(5,432,347)	(1,715,401)	(7,147,748)
Other (Net Transfer)	(617,920)	(195,124)	(813,044)
Net Change in Plan Fiduciary Net Position	5,180,205	1,635,781	6,815,986
Plan Net Position - Beginning	92,665,367	33,763,092	126,428,459
Plan Net Position - Ending	97,845,572	35,398,873	133,244,445
Employer's Net Pension Liability	2,910,354	919,018	3,829,372

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

For the year ended December 31, 2025, the Village recognized pension expense of $2,741,918 and the Library recognized pension expense of $893,977. At December 31, 2025, the Village and the Library reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Village		Library		
	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	$ 1,482,226	—	468,051	—	1,950,277
Change in Assumptions	—	(10,430)	—	(3,294)	(13,724)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,239,626	—	707,218	—	2,946,844
Total Expense to be Recognized in Future Periods	3,721,852	(10,430)	1,175,269	(3,294)	4,883,397
Contributions Sub to Measurement Date	1,107,477	—	349,714	—	1,457,191
Total Deferred Amounts Related to IMRF	4,829,329	(10,430)	1,524,983	(3,294)	6,340,588

$1,107,477 for the Village and $349,714 for the Library 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 December 31, 2026. 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	Deferred Outflows/(Inflows) of Resources		
Year	Village	Library	Totals
2026	$ 1,944,548	614,041	2,558,589
2027	3,409,312	1,076,577	4,485,889
2028	(1,115,415)	(352,220)	(1,467,635)
2029	(527,023)	(166,423)	(693,446)
2030	—	—	—
Thereafter	—	—	—
Totals	3,711,422	1,171,975	4,883,397

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 December 31, 2025, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	92
Inactive Plan Members Entitled to but not yet Receiving Benefits	15
Active Plan Members	89
Total	196

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.

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at $106,800, plus the lesser of 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 proceeding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2025, the Village's contribution was 50.63% of covered payroll.

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

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Actuarial Assumptions

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

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value
Actuarial Assumptions	
Interest Rate	6.80%
Salary Increases	4.00%
Adjustments	Tier 1: 3.00%, Tier 2: 1.25%
Inflation	2.50%

Mortality rates for healthy individuals were based on the Pub-2010 Public Safety Mortality Table with with generational improvement scale MP-2021 applied from 2010. Mortality rates for disabled individuals were based the Pub-2010 Disabled Retiree Mortality Table with generational improvement scale MP-2021 applied from 2010.

Discount Rate

The discount rate used to measure the total pension liability was 6.80%, 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 projected 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.

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Discount Rate Sensitivity

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

	1% Decrease (5.80%)	Current Discount Rate (6.80%)	1% Increase (7.80%)
Net Pension Liability	$ 81,483,084	57,383,970	37,752,858

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2024	$ 163,547,862	97,588,648	65,959,214
Changes for the Year:			
Service Cost	2,318,256	—	2,318,256
Interest on the Total Pension Liability	11,002,594	—	11,002,594
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	1,998,910	—	1,998,910
Changes of Assumptions	—	—	—
Contributions - Employer	—	5,736,187	(5,736,187)
Contributions - Employees	—	1,144,907	(1,144,907)
Net Investment Income	—	17,091,834	(17,091,834)
Benefit Payments, Including Refunds of Employee Contributions	(8,126,519)	(8,126,519)	—
Other (Net Transfer)	—	(77,924)	77,924
Net Changes	7,193,241	15,768,485	(8,575,244)
Balances at December 31, 2025	170,741,103	113,357,133	57,383,970

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

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

For the year ended December 31, 2025, the Village recognized pension expense of $8,336,145. At December 31, 2025, 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	$ 4,863,941	—	4,863,941
Change in Assumptions	2,281,246	—	2,281,246
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(7,785,840)	(7,785,840)
Total Deferred Amounts Related to Police Pension	7,145,187	(7,785,840)	(640,653)

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
2026	$ 4,184,920
2027	(2,118,793)
2028	(1,499,801)
2029	(1,540,129)
2030	333,150
Thereafter	—
Total	(640,653)

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan

Plan Descriptions

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

Plan Membership. At December 31, 2025, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	91
Inactive Plan Members Entitled to but not yet Receiving Benefits	5
Active Plan Members	80
Total	176

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

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

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for the pension purposes is capped at $106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent of ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions. Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2025, the Village's contribution was 48.06% of covered payroll.

Concentrations. At year end, the 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).

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Actuarial Assumptions

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

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value
Actuarial Assumptions	
Interest Rate	7.125%
Salary Increases	4.00%
Cost of Living Adjustments	Tier 1: 3.00%, Tier 2: 1.125%
Inflation	2.25%

Mortality rates for healthy individuals were based on the Pub-2010 Public Safety Mortality Table with generational improvement scale MP-2021 applied from 2010. Mortality rates for disabled individuals were based the Pub-2010 Disabled Retiree Mortality Table with generational improvement scale MP-2021 applied from 2010.

Discount Rate

The discount rate used to measure the total pension liability was 7.125%, 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 projected 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.

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Discount Rate Sensitivity

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

	1% Decrease (6.125%)	Current Discount Rate (7.125%)	1% Increase (8.125%)
Net Pension Liability	$ 61,211,513	42,729,893	27,542,688

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2024	$ 136,375,459	85,308,692	51,066,767
Changes for the Year:			
Service Cost	1,972,824	—	1,972,824
Interest on the Total Pension Liability	9,575,895	—	9,575,895
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	440,528	—	440,528
Changes of Assumptions	—	—	—
Contributions - Employer	—	4,814,127	(4,814,127)
Contributions - Employees	—	1,004,104	(1,004,104)
Net Investment Income	—	14,601,262	(14,601,262)
Benefit Payments, Including Refunds of Employee Contributions	(7,899,508)	(7,899,508)	—
Other (Net Transfer)	—	(93,372)	93,372
Net Changes	4,089,739	12,426,613	(8,336,874)
Balances at December 31, 2025	140,465,198	97,735,305	42,729,893

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

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

For the year ended December 31, 2025, the Village recognized pension expense of $6,331,376. At December 31, 2025, 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	$ 842,766	(270,781)	571,985
Change in Assumptions	1,374,151	—	1,374,151
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(7,197,397)	(7,197,397)
Total Deferred Amounts Related to Firefighters' Pension	2,216,917	(7,468,178)	(5,251,261)

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
2026	$ 1,874,418
2027	(3,252,949)
2028	(2,231,783)
2029	(1,714,370)
2030	73,423
Thereafter	—
Total	(5,251,261)

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

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

Benefits Provided. RBP provides pre and post-Medicare postretirement health insurance to retirees, their spouses, and dependents (enrolled at time of employee's retirement).

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	68
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	317
Total	385

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

Total OPEB Liability

The Village's total OPEB liability was measured as of December 31, 2025, and was determined by an actuarial valuation as of December 31, 2024.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2025 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued.

Inflation	2.75%
Salary Increases	2.75%
Discount Rate	4.83%
Healthcare Cost Trend Rates	Initial rate of 8.00% decreasing annually to an ultimate rate of 4.50%
Retirees' Share of Benefit-Related Costs	100% of the projected health insurance premiums for retirees

The discount rate was based on the S&P Municipal Bond 20 Year High-Grade Rate Index for tax exempt general obligation municipal bonds rated AA/Aa or better.

Mortality rates were based on the SOA Pub-2010 General Headcount Weighted Mortality Table fully generational using Scale MP-2021.

Change in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2024	$ 9,026,660
Changes for the Year:	
Service Cost	522,692
Interest on the Total OPEB Liability	399,844
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	(263,608)
Changes of Assumptions or Other Inputs	194,169
Benefit Payments	(418,770)
Net Changes	434,327
Balance at December 31, 2025	9,460,987

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

The discount rate used to measure the total pension liability was 4.83%, while the prior valuation used 4.28%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (3.83%)	Current Discount Rate (4.83%)	1% Increase (5.83%)
Total OPEB Liability	$ 10,707,125	9,460,987	8,419,357

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

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

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	$ 8,076,533	9,460,987	11,217,377

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

For the year ended December 31, 2025, the Village recognized OPEB expense of $80,097. At December 31, 2025, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	$ —	(4,751,230)	(4,751,230)
Change in Assumptions	2,000,024	(2,191,047)	(191,023)
Net Difference Between Projected and Actual Earnings	—	—	—
Total Deferred Amounts Related to OPEB	2,000,024	(6,942,277)	(4,942,253)

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

Fiscal Year	Net Deferred (Inflows) of Resources
2026	$ (842,442)
2027	(524,915)
2028	(613,368)
2029	(853,732)
2030	(853,732)
Thereafter	(1,254,064)
Totals	(4,942,253)

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
  - Firefighters' Pension Fund

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

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

- Schedule of Changes in the Employer's Total OPEB Liability
  - Retiree Benefit Plan

- Budgetary Comparison Schedules
  - General Fund
  - Prospect and Main TIF - Special Revenue Fund
  - Economic Emergency - Special Revenue Fund

Notes to the Required Supplementary Information

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

Illinois Municipal Retirement Fund
Schedule of Employer Contributions - Last Ten Fiscal Years
December 31, 2025

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
2016	Totals	$ 1,968,206	$ 2,031,571	$ 63,365	$ 16,567,389	12.26%
2017	Totals	1,900,189	1,941,668	41,479	16,965,974	11.44%
2018	Totals	1,930,380	2,032,727	102,347	17,940,334	11.33%
2019	Totals	1,600,357	1,677,888	77,531	18,248,083	9.19%
2020	Totals	2,006,703	2,006,703	—	17,965,116	11.17%
2021	Totals	2,064,998	2,080,887	15,889	18,772,708	11.08%
2022	Totals	1,590,076	1,590,076	—	19,414,843	8.19%
2023	Totals	1,310,138	1,310,138	—	20,599,652	6.36%
2024	Totals	1,390,024	1,390,024	—	21,959,303	6.33%
2025	Village	1,107,477	1,142,392	34,915	18,162,029	6.29%
	Library	349,714	343,698	(6,016)	5,271,445	6.52%
	Totals	1,457,191	1,486,090	28,899	23,433,474	6.34%

Notes to the Required Supplementary Information:

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

Police Pension Fund
Schedule of Employer Contributions - Last Ten Fiscal Years
December 31, 2025

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
2016	$ 3,204,363	$ 3,232,887	$ 28,524	$ 8,276,985	39.06%
2017	3,817,579	3,747,825	(69,754)	8,354,290	44.86%
2018	3,601,216	3,608,602	7,386	8,526,976	42.32%
2019	3,607,934	3,582,409	(25,525)	8,505,172	42.12%
2020	3,864,556	3,855,754	(8,802)	8,791,984	43.86%
2021	3,985,302	3,977,102	(8,200)	9,034,880	44.02%
2022	3,820,016	3,821,104	1,088	9,702,264	39.38%
2023	4,760,936	4,836,758	75,822	10,434,700	46.35%
2024	5,629,067	5,600,769	(28,298)	11,008,986	50.87%
2025	6,126,944	5,736,187	(390,757)	11,328,728	50.63%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	17 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	4.00%
Investment Rate of Return	6.80%
Retirement Age	See the Notes to the Financial Statements
Mortality	Pub-2010 Public Safety Employee Mortality Table improved generationally using scale MP-2021 applied from 2010.

Firefighters' Pension Fund
Schedule of Employer Contributions - Last Ten Fiscal Years
December 31, 2025

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
2016	$ 2,589,599	2,806,983	$ 217,384	$ 6,981,704	40.20%
2017	3,206,186	3,396,834	190,648	7,284,199	46.63%
2018	3,320,940	3,332,773	11,833	7,519,070	44.32%
2019	3,375,839	3,363,390	(12,449)	7,854,176	42.82%
2020	3,488,379	3,494,838	6,459	8,024,566	43.55%
2021	3,649,130	3,651,864	2,734	8,353,578	43.72%
2022	3,667,817	3,678,359	10,542	8,566,519	42.94%
2023	4,427,561	4,499,543	71,982	9,305,298	48.35%
2024	4,827,193	4,797,836	(29,357)	9,470,521	50.66%
2025	5,133,242	4,814,127	(319,115)	10,016,89	48.06%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	17 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	4.00%
Investment Rate of Return	7.125%
Retirement Age	See the Notes to the Financial Statements
Mortality	Pub-2010 Public Safety Employee Mortality Table improved generationally using scale MP-2021 applied from 2010.

Illinois Municipal Retirement Fund
Schedule of Changes in the Employer's Net Pension Liability/(Asset) - Last Ten Fiscal Years
December 31, 2025

	12/31/2015 Total	12/31/2016 Total	12/31/2017 Total	12/31/2018 Total
Total Pension Liability				
Service Cost	$ 1,810,785	1,768,746	1,811,298	1,690,492
Interest	6,548,331	6,803,558	7,087,425	7,223,810
Changes in Benefit Terms	—	—	—	—
Differences Between Expected and Actual Experience	(1,203,005)	(756,505)	570,864	3,043,104
Change of Assumptions	113,021	(232,520)	(3,034,659)	3,019,891
Benefit Payments, Including Refunds of Member Contributions	(3,603,793)	(3,834,437)	(4,289,989)	(4,822,107)
Net Change in Total Pension Liability	3,665,339	3,748,842	2,144,939	10,155,190
Total Pension Liability - Beginning	88,324,160	91,989,499	95,738,341	97,883,280
Total Pension Liability - Ending	91,989,499	95,738,341	97,883,280	108,038,470
Plan Fiduciary Net Position				
Contributions - Employer	$ 1,863,011	2,031,571	1,941,668	2,032,727
Contributions - Members	731,552	745,535	766,547	1,104,133
Net Investment Income	403,461	5,536,369	14,755,335	(5,230,039)
Benefit Payments, Including Refunds of Member Contributions	(3,603,793)	(3,834,437)	(4,289,989)	(4,822,107)
Other (Net Transfer)	(348,936)	403,724	(1,351,715)	1,969,030
Net Change in Plan Fiduciary Net Position	(954,705)	4,882,762	11,821,846	(4,946,256)
Plan Net Position - Beginning	81,196,743	80,242,038	85,124,800	96,946,646
Plan Net Position - Ending	80,242,038	85,124,800	96,946,646	92,000,390
Employer's Net Pension Liability/(Asset)	$ 11,747,461	10,613,541	936,634	16,038,080
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	87.23%	88.91%	99.04%	85.16%
Covered Payroll	$ 16,256,645	16,567,389	16,965,974	17,940,334
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	72.26%	64.06%	5.52%	89.40%

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017 and 2023.

	12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024		
	Total	Total	Total	Total	Total	Village	Library	Totals
	1,858,283	1,889,347	1,729,570	1,789,066	1,793,491	1,403,100	443,065	1,846,165
	7,700,258	8,093,842	8,171,763	8,584,118	8,979,845	7,110,367	2,200,249	9,310,616
	—	—	—	—	—	—	—	—
	1,402,150	(2,265,155)	2,012,623	1,766,189	771,380	1,513,709	477,992	1,991,701
	—	(798,053)	—	—	(32,576)	—	—	—
	(5,514,317)	(5,580,626)	(5,950,015)	(6,562,081)	(6,804,489)	(5,432,347)	(1,715,401)	(7,147,748)
	5,446,374	1,339,355	5,963,941	5,577,292	4,707,651	4,594,829	1,405,905	6,000,734
	108,038,470	113,484,844	114,824,199	120,788,140	126,365,432	96,161,097	34,911,986	131,073,083
	113,484,844	114,824,199	120,788,140	126,365,432	131,073,083	100,755,926	36,317,891	137,073,817
	1,677,888	2,006,704	2,080,887	1,590,076	1,310,138	1,056,430	333,594	1,390,024
	879,607	828,036	920,693	909,433	931,283	727,295	229,662	956,957
	17,276,295	15,388,334	20,022,657	(17,095,047)	12,831,508	9,446,747	2,983,050	12,429,797
	(5,514,317)	(5,580,626)	(5,950,015)	(6,562,081)	(6,804,489)	(5,432,347)	(1,715,401)	(7,147,748)
	527,892	(302,878)	79,127	212,325	2,764,639	(617,920)	(195,124)	(813,044)
	14,847,365	12,339,570	17,153,349	(20,945,294)	11,033,079	5,180,205	1,635,781	6,815,986
	92,000,390	106,847,755	119,187,325	136,340,674	115,395,380	92,665,367	33,763,092	126,428,459
	106,847,755	119,187,325	136,340,674	115,395,380	126,428,459	97,845,572	35,398,873	133,244,445
	6,637,089	(4,363,126)	(15,552,534)	10,970,052	4,644,624	2,910,354	919,018	3,829,372
	94.15%	103.80%	112.88%	91.32%	96.46%	97.11%	97.47%	97.21%
	18,248,083	17,965,116	18,772,708	19,414,843	20,599,652	16,689,249	5,270,054	21,959,303
	36.37%	(24.29%)	(82.85%)	56.50%	22.55%	17.44%	17.44%	17.44%

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Police Pension Fund
Schedule of Changes in the Employer's Net Pension Liability - Last Ten Fiscal Years
December 31, 2025

	12/31/2016	12/31/2017	12/31/2018
Total Pension Liability			
Service Cost	$ 1,732,924	1,557,284	1,575,461
Interest	8,221,483	7,951,856	8,195,228
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	(5,201,074)	(1,650,048)	(208,550)
Change of Assumptions	29,971	385,618	1,320,658
Benefit Payments, Including Refunds of Member Contributions	(4,688,978)	(4,404,364)	(5,407,697)
Net Change in Total Pension Liability	94,326	3,840,346	5,475,100
Total Pension Liability - Beginning	110,231,339	110,325,665	114,166,011
Total Pension Liability - Ending	110,325,665	114,166,011	119,641,111
Plan Fiduciary Net Position			
Contributions - Employer	$ 3,232,887	3,747,825	3,608,602
Contributions - Members	815,684	830,240	838,893
Net Investment Income	4,161,658	8,967,014	(3,697,156)
Benefit Payments, Including Refunds of Member Contributions	(4,688,978)	(4,404,364)	(5,407,697)
Administrative Expenses	(44,605)	(48,339)	(37,596)
Net Change in Plan Fiduciary Net Position	3,476,646	9,092,376	(4,694,954)
Plan Net Position - Beginning	58,500,040	61,976,686	71,069,062
Plan Net Position - Ending	61,976,686	71,069,062	66,374,108
Employer's Net Pension Liability	$ 48,348,979	43,096,949	53,267,003
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	56.18%	62.25%	55.48%
Covered Payroll	$ 8,276,985	8,354,290	8,526,976
Employer's Net Pension Liability as a Percentage of Covered Payroll	584.14%	515.87%	624.69%

12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024	12/31/2025
1,576,407	1,571,647	1,613,165	1,825,295	2,162,652	2,285,160	2,318,256
8,574,834	8,826,306	8,899,357	9,808,132	10,014,814	10,568,174	11,002,594
202,152	—	—	—	—	—	—
(439,430)	(2,533,619)	1,303,302	1,372,725	3,231,740	1,361,284	1,998,910
(343,513)	(485,790)	12,017,565	834,969	—	—	—
(5,887,879)	(6,306,360)	(6,518,558)	(6,839,629)	(7,196,326)	(7,591,825)	(8,126,519)
3,682,571	1,072,184	17,314,831	7,001,492	8,212,880	6,622,793	7,193,241
119,641,111	123,323,682	124,395,866	141,710,697	148,712,189	156,925,069	163,547,862
123,323,682	124,395,866	141,710,697	148,712,189	156,925,069	163,547,862	170,741,103
3,582,499	3,855,754	3,977,102	3,821,104	4,836,758	5,600,769	5,736,187
860,265	860,062	887,126	1,020,818	1,337,196	1,117,864	1,144,907
13,440,246	10,224,907	11,280,599	(13,736,952)	10,383,139	8,576,577	17,091,834
(5,887,879)	(6,306,360)	(6,518,558)	(6,839,629)	(7,196,326)	(7,591,825)	(8,126,519)
(35,695)	(59,676)	(60,168)	(68,343)	(71,287)	(75,547)	(77,924)
11,959,436	8,574,687	9,566,101	(15,803,002)	9,289,480	7,627,838	15,768,485
66,374,108	78,333,544	86,908,231	96,474,332	80,671,330	89,960,810	97,588,648
78,333,544	86,908,231	96,474,332	80,671,330	89,960,810	97,588,648	113,357,133
44,990,138	37,487,635	45,236,365	68,040,859	66,964,259	65,959,214	57,383,970
63.52%	69.86%	68.08%	54.25%	57.33%	59.67%	66.39%
8,505,172	8,791,984	9,034,880	9,702,264	10,434,700	11,008,986	11,328,728
528.97%	426.38%	500.69%	701.29%	641.75%	599.14%	506.53%

Firefighters' Pension Fund
Schedule of Changes in the Employer's Net Pension Liability - Last Ten Fiscal Years
December 31, 2025

	12/31/2016	12/31/2017	12/31/2018
Total Pension Liability			
Service Cost	$ 1,429,810	1,426,033	1,427,248
Interest	7,296,444	7,228,968	7,510,621
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	(1,491,027)	1,470,077	(2,255,993)
Change of Assumptions	396,832	(572,774)	809,820
Benefit Payments, Including Refunds of Member Contributions	(4,981,207)	(5,427,385)	(5,909,909)
Net Change in Total Pension Liability	2,650,852	4,124,919	1,581,787
Total Pension Liability - Beginning	98,346,714	100,997,566	105,122,485
Total Pension Liability - Ending	100,997,566	105,122,485	106,704,272
Plan Fiduciary Net Position			
Contributions - Employer	$ 2,806,983	3,396,834	3,332,773
Contributions - Members	668,070	678,476	688,000
Net Investment Income	3,049,538	9,323,369	(1,914,014)
Benefit Payments, Including Refunds of Member Contributions	(4,981,207)	(5,427,385)	(5,909,909)
Administrative Expenses	(55,257)	(50,783)	(63,660)
Net Change in Plan Fiduciary Net Position	1,488,127	7,920,511	(3,866,810)
Plan Net Position - Beginning	56,856,702	58,344,829	66,265,340
Plan Net Position - Ending	58,344,829	66,265,340	62,398,530
Employer's Net Pension Liability	$ 42,652,737	38,857,145	44,305,742
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	57.77%	63.04%	58.48%
Covered Payroll	$ 6,981,704	7,284,199	7,519,070
Employer's Net Pension Liability as a Percentage of Covered Payroll	610.92%	533.44%	589.24%

12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024	12/31/2025
1,479,272	1,581,259	1,623,510	1,746,912	1,831,764	1,973,338	1,972,824
7,617,301	7,829,880	8,064,784	8,784,556	9,057,113	9,348,680	9,575,895
403,544	—	—	—	—	—	—
64,710	970,396	1,328,239	80,779	454,716	(406,173)	440,528
(346,430)	(518,533)	7,790,489	227,213	—	—	—
(6,234,640)	(6,541,877)	(6,788,536)	(6,965,087)	(7,232,805)	(7,553,187)	(7,899,508)
2,983,757	3,321,125	12,018,486	3,874,373	4,110,788	3,362,658	4,089,739
106,704,272	109,688,029	113,009,154	125,027,640	128,902,013	133,012,801	136,375,459
109,688,029	113,009,154	125,027,640	128,902,013	133,012,801	136,375,459	140,465,198
3,363,390	3,494,838	3,651,864	3,678,359	4,499,543	4,797,836	4,814,127
793,037	758,838	782,338	811,804	864,081	897,450	1,004,104
10,947,884	11,556,727	7,021,828	(12,071,065)	10,309,190	8,507,896	14,601,262
(6,234,640)	(6,541,877)	(6,788,536)	(6,965,087)	(7,232,805)	(7,553,187)	(7,899,508)
(40,260)	(36,998)	(109,735)	(69,199)	(80,286)	(103,066)	(93,372)
8,829,411	9,231,528	4,557,759	(14,615,188)	8,359,723	6,546,929	12,426,613
62,398,530	71,227,941	80,459,469	85,017,228	70,402,040	78,761,763	85,308,692
71,227,941	80,459,469	85,017,228	70,402,040	78,761,763	85,308,692	97,735,305
38,460,088	32,549,685	40,010,412	58,499,973	54,251,038	51,066,767	42,729,893
64.94%	71.20%	68.00%	54.62%	59.21%	62.55%	69.58%
7,854,176	8,024,566	8,353,578	8,566,519	9,305,298	9,470,521	10,016,890
489.68%	405.63%	478.96%	682.89%	583.01%	539.22%	426.58%

Police Pension Fund
Schedule of Investment Returns - Last Ten Fiscal Years
December 31, 2025

Fiscal Year	Annual Money-Weighted Rate of Return, Net of Investment Expense
2016	7.15%
2017	14.29%
2018	(5.21%)
2019	20.29%
2020	13.20%
2021	15.66%
2022	(14.40%)
2023	12.96%
2024	9.59%
2025	17.79%

Firefighters' Pension Fund
Schedule of Investment Returns - Last Ten Fiscal Years
December 31, 2025

Fiscal Year	Annual Money-Weighted Rate of Return, Net of Investment Expense
2016	5.58%
2017	16.49%
2018	(2.80%)
2019	16.52%
2020	16.49%
2021	8.87%
2022	(14.43%)
2023	14.80%
2024	10.92%
2025	17.56%

Retiree Benefit Plan
Schedule of Changes in the Employer's Total OPEB Liability
December 31, 2025

	12/31/2018
Total OPEB Liability	
Service Cost	$ 523,084
Interest	463,660
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	(1,152,702)
Change of Assumptions or Other Inputs	(1,704,999)
Benefit Payments	(387,384)
Net Change in Total OPEB Liability	(2,258,341)
Total OPEB Liability - Beginning	13,147,473
Total OPEB Liability - Ending	10,889,132
Covered-Employee Payroll	$ 26,110,072
Total OPEB Liability as a Percentage of Covered-Employee Payroll	41.70%

Notes:

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

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2018 through 2025.

12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024	12/31/2025
457,933	560,011	882,943	836,978	509,065	560,934	522,692
457,768	407,957	329,431	338,311	456,913	458,844	399,844
—	—	—	—	—	—	—
(530,505)	(1,053,887)	(966,849)	(1,745,478)	(136,031)	(2,863,488)	(263,608)
1,326,575	3,217,155	(283,951)	(3,099,372)	437,350	189,936	194,169
(422,580)	(452,279)	(404,187)	(433,573)	(443,407)	(454,989)	(418,770)
1,289,191	2,678,957	(442,613)	(4,103,134)	823,890	(2,108,763)	434,327
10,889,132	12,178,323	14,857,280	14,414,667	10,311,533	11,135,423	9,026,660
12,178,323	14,857,280	14,414,667	10,311,533	11,135,423	9,026,660	9,460,987
26,958,649	27,836,531	28,741,218	29,641,953	30,605,316	33,151,644	34,063,314
45.17%	53.37%	50.15%	34.79%	36.38%	27.23%	27.77%

General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Revenues			
Taxes	$ 30,838,460	32,653,860	33,306,994
Licenses and Permits	2,607,000	2,723,800	2,171,468
Intergovernmental	41,663,082	47,629,382	47,315,352
Charges for Services	4,470,046	4,686,046	4,779,906
Fines and Forfeitures	323,500	412,500	445,560
Interest	2,112,000	2,252,500	2,596,339
Miscellaneous	640,300	1,621,900	1,611,687
Total Revenues	82,654,388	91,979,988	92,227,306
Expenditures			
General Government	9,014,095	9,029,845	8,378,423
Public Safety	50,246,625	50,253,649	48,936,580
Highways and Streets	14,965,147	13,896,876	13,049,799
Health	282,149	253,938	246,772
Welfare	1,889,417	2,106,417	1,982,544
Culture and Recreation	507,522	507,522	430,601
Total Expenditures	76,904,955	76,048,247	73,024,719
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,749,433	15,931,741	19,202,587
Other Financing Sources (Uses)			
Disposal of Capital Assets	—	—	95,465
Transfers In	1,000,000	1,000,000	665,000
Transfers Out	(6,749,433)	(15,449,433)	(6,199,433)
	(5,749,433)	(14,449,433)	(5,438,968)
Net Change in Fund Balance	—	1,482,308	13,763,619
Fund Balance - Beginning			55,677,102
Fund Balance - Ending			69,440,721

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Prospect and Main TIF - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Property Taxes	$ 5,011,000	5,903,750	5,903,732
Interest	30,000	30,000	21,977
Miscellaneous	1,500	1,500	—
Total Revenues	5,042,500	5,935,250	5,925,709
Expenditures			
General Government			
Other Employee Costs	475,000	475,000	318,974
Contractual Services	165,000	165,000	116,483
Capital Outlay			
Building Improvements	200,000	200,000	199,197
Land Improvements	1,425,000	1,225,201	1,095,315
Other	2,105,000	10,405,000	5,172,806
Debt Service			
Principal Retirement	740,000	740,000	740,000
Interest and Fiscal Charges	607,738	607,738	955,738
Total Expenditures	5,717,738	13,817,939	8,598,513
Net Change in Fund Balance	(675,238)	(7,882,689)	(2,672,804)
Fund Balance - Beginning			3,906,514
Fund Balance - Ending			1,233,710

Economic Emergency - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Interest	$ 363,750	579,750	579,806
Expenditures			
General Government			
Contractual Services	—	—	—
Net Change in Fund Balance	363,750	579,750	579,806
Fund Balance - Beginning			13,691,634
Fund Balance - Ending			14,271,440

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Enterprise Funds
- Combining Statements - Internal Service Funds
- Budgetary Comparison Schedules - Internal Service Funds
- Combining Statements - Pension Trust Funds

GOVERNMENTAL FUNDS

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

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 FUND

Prospect and Main TIF Fund: The Prospect and Main TIF Fund is used to account for the resources to acquire property and construct certain improvements in the Prospect and Main Tax Incremental Financing District. Financing is being provided by incremental property taxes, general obligation bond proceeds, and investment income. See the Schedule of Revenues, Expenditures and Changes in Fund Balance in the Required Supplementary Information section of this report.

Economic Emergency Fund: The Economic Emergency Fund is used to account for money set aside by the Village board for unplanned or emergency expenses. The fund is created from reported surplus from the General Fund. A recommendation from the Finance Commission and an approval from the Village Board is needed before these funds can be spent.

DEBT SERVICE FUND

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund
Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Taxes			
Property Taxes - General	$ 8,396,074	8,396,074	9,717,568
Property Taxes - Police Pension	5,126,944	5,126,944	4,737,272
Property Taxes - Firefighters' Pension	4,133,242	4,133,242	3,815,040
Road and Bridge Property Tax	125,000	125,000	64,043
Auto Rental Tax	30,000	30,000	24,275
Food and Beverage Tax	1,400,000	1,520,600	1,520,610
Real Estate Transfer Tax	1,020,000	1,179,700	1,179,678
Hotel/Motel Tax	95,000	95,000	140,869
Telecommunications Tax	1,025,000	929,400	929,400
Home Rule Sales Tax	7,500,000	9,278,700	9,278,630
Gas Utility Tax	862,200	714,200	720,138
Electric Utility Tax	1,125,000	1,125,000	1,179,471
Total Taxes	30,838,460	32,653,860	33,306,994
Licenses and Permits			
Liquor Licenses	190,000	190,000	191,475
Business Licenses	165,000	165,000	167,058
Contractor Licenses	130,000	130,000	133,780
Alarm Licenses	45,000	45,000	42,101
Elevator Licenses	30,000	30,000	24,770
Building Permit Fees	875,000	1,126,400	623,535
Reinspection Fees	8,500	8,500	1,300
Gaming License Fees	98,000	98,000	116,175
Vacant Structure Registration Fees	3,500	3,500	4,000
Truck Rental Fees	6,500	6,500	2,410
Utility Permit Fees	3,500	3,500	6,950
ZBA Hearing Fees	2,000	2,000	10,950
Village Impact Fees	50,000	50,000	—
False Alarm Fees	30,000	10,000	8,900
Landlord/Tenant Fees	325,000	325,000	320,122
Cable TV Franchise Fees	645,000	530,400	517,942
Total Licenses and Permits	2,607,000	2,723,800	2,171,468

General Fund
Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Intergovernmental			
State Sales Tax	$ 28,000,000	34,689,200	34,689,166
State Income Tax	9,500,000	10,250,000	10,252,936
State Use Tax	2,310,000	837,100	837,103
Charitable Games Tax	3,500	3,500	1,589
Cannabis Education Fund	95,000	95,000	86,439
Municipal Cannabis Tax	85,000	85,000	78,592
Replacement Taxes	666,582	666,582	563,789
Replacement Taxes - Road and Bridge	10,000	10,000	44,023
Grant - Body Armor	5,000	5,000	4,600
Grant - American Rescue Plan Act	—	—	200,000
Grant - Other	988,000	988,000	557,115
Total Intergovernmental	41,663,082	47,629,382	47,315,352
Charges for Services			
Maintenance of State Highways	120,000	120,000	164,976
Ambulance Transport Fees	4,061,046	4,277,046	4,277,429
Forest River Rural FPD	50,000	50,000	69,262
Other Programs	42,500	42,500	29,252
Special Detail Revenue	25,000	25,000	15,442
Police Training Revenue	8,500	8,500	39,399
Fire Training Revenue	2,100	2,100	18,417
Lease Payments - Cell Towers	100,000	100,000	101,000
General Store Lease	60,900	60,900	64,729
Total Charges for Services	4,470,046	4,686,046	4,779,906
Fines and Forfeitures			
Fines - Parking	145,000	202,500	202,257
Fines - Local Ordinances	1,000	1,000	—
Fines - Code Enforcement	17,500	17,500	45,696
Fines - Circuit Court	100,000	131,500	131,421
Fines - Parental Responsibility	—	—	1,200
Forfeited Escrow Funds	60,000	60,000	64,986
Total Fines and Forfeitures	323,500	412,500	445,560

General Fund
Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Interest			
Investment Income	$ 2,100,000	2,240,500	2,561,968
Interest - Escrow Funds	12,000	12,000	34,371
Total Interest	2,112,000	2,252,500	2,596,339
Miscellaneous			
Reimburse - H/S Youth Officer	264,000	264,000	261,100
Reimburse - Mount Prospect Library	15,000	15,000	35,049
Shared Cost - Sidewalk	2,000	2,000	377
Other Reimbursements	87,500	1,069,100	1,025,368
Human Services Revenue	6,000	6,000	9
Nursing	800	800	1,324
Fire and Police Reports	6,500	6,500	6,195
Animal Release Fees	500	500	325
Subpoena Fees	500	500	170
Other Revenue	257,500	257,500	281,770
Total Miscellaneous	640,300	1,621,900	1,611,687
Total Revenues	82,654,388	91,979,988	92,227,306

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund
Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
General Government			
Public Representation - Administration	$ 272,098	272,098	296,588
Village Administration	5,622,809	5,626,059	5,131,821
Finance Department	1,907,525	1,907,525	1,789,072
Community Development - Administration	1,204,516	1,217,016	1,153,786
Benefit Payments	7,147	7,147	7,156
Total General Government	9,014,095	9,029,845	8,378,423
Public Safety			
Community Development - Code Enforcement	1,434,689	1,442,401	1,404,849
Police Department	25,970,846	25,932,658	25,143,872
Fire Department	22,841,090	22,878,590	22,387,859
Total Public Safety	50,246,625	50,253,649	48,936,580
Highways and Streets			
Public Works Department	14,965,147	13,896,876	13,049,799
Health			
Community Development - Health	282,149	253,938	246,772
Welfare			
Human Services Department	1,583,765	1,800,765	1,745,361
Community Development - Housing	305,652	305,652	237,183
Total Welfare	1,889,417	2,106,417	1,982,544
Culture and Recreation			
Public Representation - Community and Civic Services	507,522	507,522	430,601
Total Expenditures	76,904,955	76,048,247	73,024,719

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund
Schedule of Detailed Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
General Government			
Public Representation - Administration			
Mayor and Board of Trustees			
Personal Services	$ 25,006	25,006	24,505
Employee Benefits	1,917	1,917	1,874
Other Employee Costs	6,000	6,000	5,982
Contractual Services	222,375	222,375	251,265
Commodities and Supplies	6,800	6,800	5,462
Office and Other Equipment	10,000	10,000	7,500
Total Public Representation - Administration	272,098	272,098	296,588
Village Administration			
Village Manager's Office			
Personal Services	706,148	706,148	728,298
Employee Benefits	482,569	482,569	235,762
Other Employee Costs	28,000	28,000	14,104
Contractual Services	53,276	53,276	24,232
Utilities	4,000	4,000	2,437
Commodities and Supplies	9,315	9,315	6,385
Office and Other Equipment	250	250	180
Insurance	29,568	29,568	29,568
Other Expenditures	200,000	200,000	—
Total Village Manager's Office	1,513,126	1,513,126	1,040,966
Legal Services			
Contractual Services	760,825	768,825	846,664
Total Legal Services	760,825	768,825	846,664
Human Resources			
Personal Services	351,665	351,665	301,038
Employee Benefits	364,783	364,783	466,265
Other Employee Costs	75,250	70,500	37,436
Contractual Services	66,650	66,650	47,500
Commodities and Supplies	1,875	1,875	1,070
Total Human Resources	860,223	855,473	853,309

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
General Government - Continued			
Village Administration - Continued			
Information Technology			
Personal Services	$ 482,589	482,589	484,325
Employee Benefits	165,495	165,495	161,879
Other Employee Costs	7,000	7,000	1,078
Contractual Services	800,475	800,475	753,799
Utilities	28,500	28,500	26,699
Commodities and Supplies	500	500	198
Office and Other Equipment	15,000	15,000	4,903
Total Information Technology	1,499,559	1,499,559	1,432,881
Communications			
Personal Services	189,224	189,224	185,095
Employee Benefits	73,016	73,016	74,616
Other Employee Costs	4,300	4,300	747
Contractual Services	93,523	93,523	91,111
Utilities	1,300	1,300	921
Commodities and Supplies	1,050	1,050	1,044
Total Communications	362,413	362,413	353,534
Marketing and Public Relations			
Personal Services	110,700	110,700	114,001
Employee Benefits	24,502	24,502	28,576
Contractual Services	256,500	256,500	241,125
Other Employee Costs	4,000	4,000	3,066
Total Marketing and Public Relations	395,702	395,702	386,768

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
General Government - Continued			
Village Administration - Continued			
Village Clerk's Office			
Administration and Support			
Personal Services	$ 140,538	140,538	138,519
Employee Benefits	47,773	47,773	49,241
Other Employee Costs	2,050	2,050	411
Contractual Services	38,550	38,550	28,588
Commodities and Supplies	2,050	2,050	940
Total Village Clerk's Office	230,961	230,961	217,699
Total Village Administration	5,622,809	5,626,059	5,131,821
Finance Department			
Administration and Support			
Personal Services	289,698	289,698	293,320
Employee Benefits	93,660	93,660	84,563
Other Employee Costs	28,660	28,660	7,195
Contractual Services	266,890	266,890	258,793
Utilities	1,700	2,700	2,447
Commodities and Supplies	7,175	7,175	5,509
Office and Other Equipment	163,500	146,000	127,689
Insurance	15,395	15,395	15,395
Total Administration and Support	866,678	850,178	794,911
Accounting			
Personal Services	442,900	442,900	407,750
Employee Benefits	131,998	131,998	124,227
Other Employee Costs	4,500	4,500	3,522
Contractual Services	11,500	11,500	9,722
Commodities and Supplies	3,200	3,200	1,964
Total Accounting	594,098	594,098	547,185

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
General Government - Continued			
Finance Department - Continued			
Insurance	$ 28,126	29,626	29,467
Customer Service			
Personal Services	313,148	313,148	313,443
Employee Benefits	77,685	92,685	99,150
Other Employee Costs	3,090	3,090	60
Contractual Services	17,275	17,275	3,421
Commodities and Supplies	7,425	7,425	1,435
Total Customer Service	418,623	433,623	417,509
Total Finance Department	1,907,525	1,907,525	1,789,072
Community Development - Administration			
Administration and Support			
Personal Services	133,416	133,416	134,198
Employee Benefits	42,143	42,143	38,534
Other Employee Costs	5,750	5,750	4,282
Contractual Services	72,500	52,000	32,322
Utilities	3,300	3,300	1,819
Commodities and Supplies	1,500	1,500	817
Insurance	9,720	9,720	9,720
Total Administration and Support	268,329	247,829	221,692
Planning and Zoning			
Personal Services	323,001	323,001	325,793
Employee Benefits	101,552	116,552	114,779
Other Employee Costs	18,700	17,200	6,798
Contractual Services	29,511	29,511	22,820
Commodities and Supplies	11,000	12,500	8,280
Total Planning and Zoning	483,764	498,764	478,470

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
General Government - Continued			
Community Development - Administration - Continued			
Economic Development			
Personal Services	$ 52,572	52,572	44,370
Employee Benefits	14,683	14,683	11,905
Other Employee Costs	3,500	3,500	—
Contractual Services	100,000	100,000	102,357
Total Economic Development	170,755	170,755	158,632
Administration and Support - Building and Inspections			
Personal Services	185,504	185,504	191,558
Employee Benefits	69,136	87,136	76,232
Utilities	7,684	7,684	8,216
Commodities and Supplies	—	—	(358)
Insurance	19,344	19,344	19,344
Total Administration and Support - Building and Inspections	281,668	299,668	294,992
Total Community Development - Administration	1,204,516	1,217,016	1,153,786
Benefit Payments			
Contractual Services	7,147	7,147	7,156
Total General Government	9,014,095	9,029,845	8,378,423
Community Development - Code Enforcement			
Building Inspection			
Personal Services	908,653	936,639	919,932
Employee Benefits	329,200	337,200	364,845
Other Employee Costs	14,569	14,569	15,268
Contractual Services	157,767	129,268	85,655
Commodities and Supplies	24,500	24,725	19,149
Total Community Development - Code Enforcement	1,434,689	1,442,401	1,404,849

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Public Safety			
Police Department			
Administration and Support			
Personal Services	$ 1,051,833	1,051,833	1,051,506
Employee Benefits	5,539,599	5,539,599	5,138,981
Other Employee Costs	186,770	215,770	214,915
Contractual Services	1,678,417	1,637,596	1,581,826
Utilities	10,000	10,000	10,285
Commodities and Supplies	32,170	31,170	26,671
Office and Other Equipment	23,335	23,335	1,670
Insurance	195,821	195,821	195,821
Total Administration and Support	8,717,945	8,705,124	8,221,675
Records			
Personal Services	526,410	526,410	513,349
Employee Benefits	208,492	208,492	206,864
Contractual Services	4,800	4,800	5,121
Commodities and Supplies	5,870	5,870	4,457
Office and Other Equipment	500	500	—
Total Records	746,072	746,072	729,791
Patrol and Traffic Enforcement			
Personal Services	10,393,971	10,393,971	9,840,029
Employee Benefits	1,714,710	1,714,710	1,898,194
Contractual Services	436,275	436,275	421,412
Commodities and Supplies	116,290	100,723	85,311
Office and Other Equipment	6,350	6,350	6,742
Total Patrol and Traffic Enforcement	12,667,596	12,652,029	12,251,688
K-9 Unit			
Personal Services	23,720	23,720	124,400
Employee Benefits	345	345	22,732
Contractual Services	7,575	7,575	10,445
Commodities and Supplies	6,040	6,040	5,779
Total K-9 Unit	37,680	37,680	163,356

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Public Safety - Continued			
Police Department - Continued			
Crime Prevention and Public Services			
Personal Services	$ 357,921	357,921	360,933
Employee Benefits	63,869	63,869	77,936
Other Employee Costs	5,050	5,050	5,779
Contractual Services	3,895	3,895	1,871
Commodities and Supplies	36,395	36,395	45,220
Total Crime Prevention and Public Services	467,130	467,130	491,739
Civic Events			
Personal Services	—	—	63,395
Employee Benefits	—	—	1,484
Total Civic Events	—	—	64,879
Investigative			
Personal Services	1,935,620	1,935,620	1,885,058
Employee Benefits	264,603	264,603	288,696
Contractual Services	27,460	24,460	18,816
Utilities	2,500	2,500	748
Commodities and Supplies	5,010	5,010	3,854
Office and Other Equipment	35,890	35,890	14,120
Total Investigative	2,271,083	2,268,083	2,211,292
Equipment Maintenance			
Contractual Services	1,009,595	1,009,595	961,773
Commodities and Supplies	43,410	43,410	44,701
Office and Other Equipment	10,335	3,535	2,978
Total Equipment Maintenance	1,063,340	1,056,540	1,009,452
Total Police Department	25,970,846	25,932,658	25,143,872

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Public Safety - Continued			
Fire Department			
Administration and Support			
Personal Services	$ 881,190	881,190	884,020
Employee Benefits	4,608,212	4,608,212	4,439,543
Other Employee Costs	59,550	59,550	56,305
Contractual Services	1,942,376	1,835,576	1,519,222
Commodities and Supplies	13,000	11,000	10,914
Office and Other Equipment	5,614	5,614	4,864
Insurance	160,393	160,393	160,393
Total Administration and Support	7,670,335	7,561,535	7,075,261
Fire Department Operations			
Personal Services	10,884,590	11,004,590	11,035,030
Employee Benefits	1,845,481	1,845,481	1,903,450
Other Employee Costs	113,700	113,700	79,267
Contractual Services	167,750	167,750	158,735
Commodities and Supplies	23,850	33,850	26,712
Office and Other Equipment	186,858	198,658	203,306
Total Fire Department Operations	13,222,229	13,364,029	13,406,500
Fire Prevention			
Personal Services	320,727	320,727	312,451
Employee Benefits	126,218	126,218	122,480
Other Employee Costs	2,750	2,750	2,317
Contractual Services	1,500	1,500	790
Commodities and Supplies	19,000	19,000	20,319
Total Fire Prevention	470,195	470,195	458,357
Communications			
Contractual Services	2,000	2,000	1,152
Utilities	14,000	14,000	13,992
Commodities and Supplies	1,500	1,500	2,067
Office and Other Equipment	5,000	8,500	3,710
Total Communications	22,500	26,000	20,921

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Public Safety - Continued			
Fire Department - Continued			
Equipment Maintenance			
Contractual Services	$ 1,071,802	1,071,802	1,071,802
Commodities and Supplies	—	—	16
	1,071,802	1,071,802	1,071,818
Emergency Preparedness			
Personal Services	214,740	214,740	213,241
Employee Benefits	73,302	73,302	80,587
Other Employee Costs	1,000	1,000	867
Contractual Services	4,000	4,000	3,258
Commodities and Supplies	16,900	16,900	14,931
Total Emergency Preparedness	309,942	309,942	312,884
Paid on Call			
Personal Services	57,531	57,531	27,227
Employee Benefits	2,556	2,556	2,090
Other Employee Costs	9,000	10,200	8,162
Office and Other Equipment	5,000	4,800	4,639
Total Paid on Call	74,087	75,087	42,118
Total Fire Department	22,841,090	22,878,590	22,387,859
Total Public Safety	50,246,625	50,253,649	48,936,580
Highways and Streets			
Public Works Department			
Administration and Support			
Personal Services	344,510	344,510	350,754
Employee Benefits	193,087	193,087	194,924
Other Employee Costs	34,706	34,706	34,123
Contractual Services	2,068,495	2,068,495	2,075,605
Utilities	4,777	4,777	6,652
Commodities and Supplies	37,598	37,598	36,981
Office and Other Equipment	5,815	5,815	5,000
Insurance	183,262	183,262	183,265
Total Administration and Support	2,872,250	2,872,250	2,887,304

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Highways and Streets - Continued			
Public Works Department - Continued			
Street and Buildings Division			
Administration			
Personal Services	$ 148,632	148,632	139,317
Employee Benefits	58,265	58,265	50,956
Utilities	4,777	4,777	3,878
Commodities and Supplies	3,921	3,921	—
Total Administration	215,595	215,595	194,151
Maintenance - Public Buildings			
Personal Services	740,800	740,800	730,914
Employee Benefits	254,196	254,196	249,096
Contractual Services	525,631	523,231	486,150
Utilities	47,046	104,026	88,955
Commodities and Supplies	181,787	178,307	148,920
Other Expenditures	4,971	4,971	—
Total Maintenance - Public Buildings	1,754,431	1,805,531	1,704,035
Street Maintenance			
Personal Services	399,848	399,848	374,252
Employee Benefits	102,831	102,831	97,547
Contractual Services	1,519,357	1,288,434	1,273,087
Commodities and Supplies	54,444	74,444	72,419
Total Street Maintenance	2,076,480	1,865,557	1,817,305
Snow Removal			
Personal Services	539,199	539,199	519,716
Employee Benefits	156,471	156,471	147,459
Contractual Services	217,542	217,542	163,521
Commodities and Supplies	444,294	424,294	265,104
Office and Other Equipment	13,239	13,239	8,097
Total Snow Removal	1,370,745	1,350,745	1,103,897

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Highways and Streets - Continued			
Public Works Department - Continued			
Street and Buildings Division - Continued			
Storm Sewer/Basin Maintenance			
Personal Services	$ 114,386	114,386	108,155
Employee Benefits	31,536	31,536	28,671
Contractual Services	12,585	12,585	6,493
Commodities and Supplies	11,539	11,539	3,086
Total Storm Sewer/Basin Maintenance	170,046	170,046	146,405
Maintenance of State Highways			
Personal Services	52,286	52,286	46,550
Employee Benefits	14,917	14,917	13,317
Contractual Services	22,934	22,934	12,833
Commodities and Supplies	37,084	37,084	26,369
Total Maintenance of State Highways	127,221	127,221	99,069
Traffic Sign Maintenance			
Personal Services	104,922	104,922	110,709
Employee Benefits	22,721	22,721	23,629
Commodities and Supplies	38,174	38,174	37,352
Total Traffic Sign Maintenance	165,817	165,817	171,690
Civic Events			
Personal Services	51,021	51,021	46,205
Employee Benefits	16,547	16,547	14,867
Commodities and Supplies	217	217	—
Total Civic Events	67,785	67,785	61,072
Total Street and Buildings Division	5,948,120	5,768,297	5,297,624

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Highways and Streets - Continued			
Public Works Department - Continued			
Forestry Division			
Administration and Support			
Personal Services	$ 139,949	139,949	138,344
Employee Benefits	42,766	42,766	49,062
Commodities and Supplies	3,148	3,148	2,878
Total Administration and Support	185,863	185,863	190,284
Maintenance of Grounds			
Personal Services	248,814	248,814	229,564
Employee Benefits	69,151	69,151	66,776
Contractual Services	375,412	320,712	223,573
Commodities and Supplies	11,189	18,189	17,337
Office and Other Equipment	40,819	40,819	25,838
Total Maintenance of Grounds	745,385	697,685	563,088
Forestry Program			
Personal Services	635,504	635,504	641,043
Employee Benefits	192,812	192,812	201,252
Other Employee Costs	6,723	6,723	7,751
Contractual Services	518,396	517,796	474,343
Utilities	8,606	8,606	5,127
Commodities and Supplies	13,820	14,420	13,444
Total Forestry Program	1,375,861	1,375,861	1,342,960
Public Grounds Beautification			
Personal Services	136,511	136,511	127,083
Employee Benefits	43,223	43,223	42,157
Contractual Services	2,953	2,953	—
Commodities and Supplies	41,612	41,612	33,686
Total Public Grounds Beautification	224,299	224,299	202,926

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Highways and Streets - Continued			
Public Works Department - Continued			
Forestry Division			
Civic Events			
Personal Services	$ 60,176	60,176	58,746
Employee Benefits	18,716	18,716	18,942
Total Civic Events	78,892	78,892	77,688
Holiday Decorations			
Personal Services	12,875	12,875	12,199
Employee Benefits	4,472	4,472	4,189
Total Holiday Decorations	17,347	17,347	16,388
Total Forestry Division	2,627,647	2,579,947	2,393,334
Engineering Division			
Engineering Services			
Personal Services	924,978	924,978	849,360
Employee Benefits	280,024	280,024	252,845
Other Employee Costs	5,786	7,386	6,342
Contractual Services	237,811	197,811	184,451
Utilities	6,753	6,753	4,045
Commodities and Supplies	6,607	6,607	3,533
Office and Other Equipment	2,759	2,759	945
Total Engineering Services	1,464,718	1,426,318	1,301,521
Traffic Control and Street Lighting			
Personal Services	63,599	63,599	60,254
Employee Benefits	18,919	18,919	21,972
Contractual Services	126,220	126,220	75,888
Utilities	230,150	265,150	261,085
Commodities and Supplies	32,287	32,287	25,415
Total Traffic Control and Street Lighting	471,175	506,175	444,614
Total Engineering Division	1,935,893	1,932,493	1,746,135

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Highways and Streets - Continued			
Public Works Department - Continued			
Capital Expenditures			
Infrastructure			
Resurfacing/Curbs	$ 1,302,000	464,652	462,308
Miscellaneous - Public Buildings	30,000	30,000	27,692
Miscellaneous - Forestry	249,237	249,237	235,402
Total Capital Expenditures	1,581,237	743,889	725,402
Total Highways and Streets	14,965,147	13,896,876	13,049,799
Health			
Community Development - Health			
Health Inspections			
Personal Services	225,242	197,256	190,598
Employee Benefits	47,371	47,371	49,112
Contractual Services	8,711	8,711	7,211
Commodities and Supplies	825	600	(149)
Total Health	282,149	253,938	246,772
Welfare			
Human Services Department			
Administration and Support			
Personal Services	191,815	191,815	188,858
Employee Benefits	64,993	64,993	60,163
Other Employee Costs	1,582	1,582	618
Contractual Services	51,745	47,445	41,805
Utilities	4,500	4,500	4,117
Commodities and Supplies	4,974	4,974	4,126
Office and Other Equipment	3,104	3,104	2,707
Insurance	13,856	13,856	13,856
Total Administration and Support	336,569	332,269	316,250

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Welfare - Continued			
Human Services Department - Continued			
Social Services			
Personal Services	$ 416,298	416,298	417,643
Employee Benefits	135,353	135,353	132,989
Other Employee Costs	4,687	4,687	3,275
Contractual Services	—	201,700	189,868
Commodities and Supplies	16,000	16,000	8,989
Total Social Services	572,338	774,038	752,764
Nursing			
Personal Services	112,682	124,682	118,601
Employee Benefits	24,063	24,063	21,226
Other Employee Costs	989	989	783
Contractual Services	515	515	43
Commodities and Supplies	6,708	6,708	4,201
Office and Other Equipment	743	4,043	3,878
Total Nursing	145,700	161,000	148,732
Senior Activities			
Personal Services	41,912	41,912	48,681
Employee Benefits	5,940	5,940	6,964
Contractual Services	4,120	4,120	3,345
Commodities and Supplies	8,500	10,500	6,601
Total Senior Activities	60,472	62,472	65,591
Community Connections Center			
Personal Services	271,702	271,702	272,074
Employee Benefits	75,018	75,018	75,389
Other Employee Costs	2,875	2,875	1,608
Contractual Services	109,082	109,082	105,779
Utilities	5,500	5,500	3,984
Commodities and Supplies	4,509	6,809	3,190
Total Community Connections Center	468,686	470,986	462,024
Total Human Services Department	1,583,765	1,800,765	1,745,361

General Fund
Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Welfare - Continued			
Community Development - Housing			
Housing Inspections			
Personal Services	$ 187,711	187,711	137,824
Employee Benefits	73,536	73,536	55,365
Contractual Services	43,655	43,655	43,775
Commodities and Supplies	750	750	219
Total Community Development - Housing	305,652	305,652	237,183
Total Welfare	1,889,417	2,106,417	1,982,544
Culture and Recreation			
Public Representation - Community and Civic Services			
Community Groups and Miscellaneous			
Contractual Services	245,850	245,850	244,277
Other Expenditures	5,000	6,000	5,797
Total Community Groups and Miscellaneous	250,850	251,850	250,074
4th of July and Civic Events			
Contractual Services	48,708	47,708	41,005
Commodities and Supplies	46,862	46,862	19,091
Total 4th of July and Civic Events	95,570	94,570	60,096
Holiday Decorations			
Contractual Services	90,384	90,384	58,633
Commodities and Supplies	70,718	70,718	61,798
Total Holiday Decorations	161,102	161,102	120,431
Total Culture and Recreation	507,522	507,522	430,601
Total Expenditures	76,904,955	76,048,247	73,024,719

Debt Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Revenues			
Taxes			
Property - Levy	$ 221,367	221,367	221,367
Other Taxes			
Video Gaming Tax	300,000	300,000	389,133
Intergovernmental			
State Sales Tax	878,480	878,480	878,480
Interest	26,250	66,050	65,972
Total Revenues	1,426,097	1,465,897	1,554,952
Expenditures			
Debt Service			
Principal Retirement	2,580,000	2,580,000	2,580,000
Interest and Fiscal Charges	1,944,180	1,944,180	1,942,919
Total Expenditures	4,524,180	4,524,180	4,522,919
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,098,083)	(3,058,283)	(2,967,967)
Other Financing Sources			
Transfers In	3,099,433	3,099,433	3,099,433
Net Change in Fund Balance	1,350	41,150	131,466
Fund Balance - Beginning			1,471,966
Fund Balance - Ending			1,603,432

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Motor Fuel Tax Fund: The Motor Fuel Tax Fund is used to account for the activities involved with street maintenance and construction. Financing is provided by the Village's share of state gasoline taxes. State law requires these gasoline taxes to be used to maintain streets.

Refuse Disposal Fund: The Refuse Disposal Fund is used to account for the revenues and expenditures associated with providing solid waste collection services. Financing provided by restricted user fees and recycling income.

Community Development Block Grant (CDBG) Fund: The Community Development Block Grant Fund is used to account for the revenue and expenditures associated with the CDBG. The grant is provided by the U.S. Department of Housing and Urban Development to develop urban communities by expanding economic opportunities and providing decent housing and a suitable living environment. The beneficiaries of CDBG must be individuals with low and/or moderate incomes.

Asset Seizure Fund: The Asset Seizure Fund is used to account for the revenues and expenditures associated with the asset seizure program in which the Village participates. Funds received are restricted for use in the fight against drugs.

Federal Equitable Share Fund: The Federal Equitable Share Fund is used to account for the revenues and expenditures associated with the Federal Shared Funds program. The use of funds is restricted for use in the fight against drugs.

DUI Fines Fund: The DUI Fines Fund is used to account for the revenues and expenditures associated with the Cook County DUI fine program. Use of funds is restricted to fight against drunk driving.

Foreign Fire Insurance Fund: The Foreign Fire Insurance Fund is used to account for the revenues derived from the Foreign Fire Insurance Tax and disbursement of these funds for the benefit, use and maintenance related to the Fire Department.

Business District Fund: The Business District Fund is used to account for the revenues and expenditures associated with the Business Districts within the Village. The Village currently has one Business District, the Randhurst Village Business District Area.

Pension Stabilization Fund: The Pension Stabilization Fund is used to account for amounts set aside for future pension levy abatements. A pension stabilization fund is a financial reserve or pool of assets established to provide stability and support for a pension system. It is primarily designed to address funding shortfalls or unfunded liabilities within a pension plan.

NONMAJOR GOVERNMENTAL FUNDS - Continued

SPECIAL REVENUE FUNDS - Continued

South Mount Prospect TIF Fund : The South Mount Prospect TIF Fund is used to account for the resources to acquire properties, conduct economic development activities, and construct infrastructure improvements in the South Mount Prospect Tax Increment Financing District. Financing is provided by incremental property taxes and investment income.

Rural Special Service Area: The Rural Special Service Area Fund is used to account for property taxes paid from the old Elk Grove Rural Fire District. The Village took over the District and now levies taxes to households and businesses for fire services in this area.

CAPITAL PROJECTS FUNDS

Capital Improvement Fund: The Capital Improvement Fund is used to account for the resources to provide for certain capital improvements and the replacement of Village equipment. Financing is being provided by sales tax, developer contributions, transfers from other funds, and investment income.

Flood Control Construction Fund: The Flood Control Construction fund is used to account for the resources to implement flood control projects throughout the Village. Financing is provided by sales taxes, service charges, and investment income.

Street Improvement Construction Fund: The Street Improvement Construction Fund is used to account for the resources to reconstruct Village streets. Financing is being provided by various taxes, licenses, permits, fees and interest income.

Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2025

	Special Revenue	Capital Projects	Totals
ASSETS			
Cash and Investments	$ 10,561,626	20,690,423	31,252,049
Receivables - Net of Allowances			
Property Taxes	2,035,784	—	2,035,784
Other Taxes	1,010,323	763,857	1,774,180
Other	737,050	—	737,050
Due from Other Governments	464,579	1,762,104	2,226,683
Prepaids	86,049	9,918	95,967
Total Assets	14,895,411	23,226,302	38,121,713
LIABILITIES			
Accounts Payable	437,629	1,378,593	1,816,222
Accrued Payroll	6,755	—	6,755
Retainage Payable	36,394	5,917	42,311
Due to Other Funds	1,500	—	1,500
Other Payables	3,139,030	—	3,139,030
Total Liabilities	3,621,308	1,384,510	5,005,818
FUND BALANCES			
Nonspendable	86,049	9,918	95,967
Restricted	8,191,884	—	8,191,884
Committed	2,996,170	—	2,996,170
Assigned	—	21,831,874	21,831,874
Total Fund Balances	11,274,103	21,841,792	33,115,895
Total Liabilities and Fund Balances	14,895,411	23,226,302	38,121,713

Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended December 31, 2025

	Special Revenue	Capital Projects	Totals
Revenues			
Taxes	$ 3,721,313	749,464	4,470,777
Intergovernmental	4,689,025	8,415,360	13,104,385
Charges for Services	5,561,423	—	5,561,423
Investment Income	319,678	704,450	1,024,128
Miscellaneous	195,567	282,405	477,972
Total Revenues	14,487,006	10,151,679	24,638,685
Expenditures			
General Government	34,642	—	34,642
Public Safety	2,260,527	—	2,260,527
Highways and Streets	2,452,273	—	2,452,273
Health	5,294,704	—	5,294,704
Welfare	462,047	—	462,047
Capital Outlay	1,933,118	9,006,489	10,939,607
Debt Service			
Principal Retirement	2,452,198	—	2,452,198
Interest and Fiscal Charges	323,197	—	323,197
Total Expenditures	15,212,706	9,006,489	24,219,195
Excess (Deficiency) of Revenues Over (Under) Expenditures	(725,700)	1,145,190	419,490
Other Financing Sources (Uses)			
Transfers In	2,000,000	1,000,000	3,000,000
Transfers Out	(665,000)	—	(665,000)
	1,335,000	1,000,000	2,335,000
Net Change in Fund Balances	609,300	2,145,190	2,754,490
Fund Balances - Beginning	10,664,803	19,696,602	30,361,405
Fund Balances - Ending	11,274,103	21,841,792	33,115,895

Nonmajor Governmental - Special Revenue Funds
Combining Balance Sheet
December 31, 2025

See Following Page

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Nonmajor Governmental - Special Revenue Funds
Combining Balance Sheet
December 31, 2025

	Motor Fuel Tax	Refuse Disposal	Community Development Block Grant	Asset Seizure
ASSETS				
Cash and Investments	$ 4,089,636	1,935,306	—	104,392
Receivables - Net of Allowances				
Property Taxes	—	—	—	—
Other Taxes	230,163	—	—	—
Other	5,183	669,254	—	—
Due from Other Governments	—	—	464,579	—
Prepaids	—	86,049	—	—
Total Assets	4,324,982	2,690,609	464,579	104,392
LIABILITIES				
Accounts Payable	—	364,294	10,950	—
Accrued Payroll	—	6,755	—	—
Retainage Payable	—	—	—	—
Due to Other Funds	—	—	1,500	—
Other Payables	—	—	452,129	—
Total Liabilities	—	371,049	464,579	—
FUND BALANCES				
Nonspendable	—	86,049	—	—
Restricted	4,324,982	—	—	104,392
Committed	—	2,233,511	—	—
Total Fund Balances	4,324,982	2,319,560	—	104,392
Total Liabilities and Fund Balances	4,324,982	2,690,609	464,579	104,392

Federal Equitable Share	DUI Fines	Foreign Fire Insurance	Business District	Pension Stabilization	South Mount Prospect TIF	Rural Special Service Area	Totals
415,028	121,649	629,095	1,179,128	762,659	1,324,733	—	10,561,626
—	—	—	—	—	1,357,831	677,953	2,035,784
—	—	—	780,160	—	—	—	1,010,323
—	—	—	62,613	—	—	—	737,050
—	—	—	—	—	—	—	464,579
—	—	—	—	—	—	—	86,049
415,028	121,649	629,095	2,021,901	762,659	2,682,564	677,953	14,895,411
—	—	60,420	—	—	1,965	—	437,629
—	—	—	—	—	—	—	6,755
—	—	—	—	—	36,394	—	36,394
—	—	—	—	—	—	—	1,500
—	—	—	2,021,901	—	—	665,000	3,139,030
—	—	60,420	2,021,901	—	38,359	665,000	3,621,308
—	—	—	—	—	—	—	86,049
415,028	121,649	568,675	—	—	2,644,205	12,953	8,191,884
—	—	—	—	762,659	—	—	2,996,170
415,028	121,649	568,675	—	762,659	2,644,205	12,953	11,274,103
415,028	121,649	629,095	2,021,901	762,659	2,682,564	677,953	14,895,411

Nonmajor Governmental - Special Revenue Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended December 31, 2025

	Motor Fuel Tax	Refuse Disposal	Community Development Block Grant	Asset Seizure
Revenues				
Taxes	$ —	—	—	—
Intergovernmental	2,595,474	—	396,261	10,003
Charges for Services	—	5,561,423	—	—
Investment Income	170,507	48,222	—	2,972
Miscellaneous	13,577	116,204	65,786	—
Total Revenues	2,779,558	5,725,849	462,047	12,975
Expenditures				
General Government	—	—	—	—
Public Safety	—	—	—	19,103
Highways and Streets	2,452,273	—	—	—
Health	—	5,294,704	—	—
Welfare	—	—	462,047	—
Capital Outlay	—	—	—	—
Debt Service				
Principal Retirement	—	—	—	—
Interest and Fiscal Charges	—	—	—	—
Total Expenditures	2,452,273	5,294,704	462,047	19,103
Excess (Deficiency) of Revenues Over (Under) Expenditures	327,285	431,145	—	(6,128)
Other Financing Sources (Uses)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
	—	—	—	—
Net Change in Fund Balances	327,285	431,145	—	(6,128)
Fund Balances - Beginning	3,997,697	1,888,415	—	110,520
Fund Balances - Ending	4,324,982	2,319,560	—	104,392

Federal Equitable Share	DUI Fines	Foreign Fire Insurance	Business District	Pension Stabilization	South Mount Prospect TIF	Rural Special Service Area	Totals
—	—	164,474	1,082,280	—	1,796,606	677,953	3,721,313
26,194	—	—	1,661,093	—	—	—	4,689,025
—	—	—	—	—	—	—	5,561,423
5,168	1,594	17,245	32,022	9,112	32,836	—	319,678
—	—	—	—	—	—	—	195,567
31,362	1,594	181,719	2,775,395	9,112	1,829,442	677,953	14,487,006
—	—	—	—	—	34,642	—	34,642
45,082	10,840	185,502	—	2,000,000	—	—	2,260,527
—	—	—	—	—	—	—	2,452,273
—	—	—	—	—	—	—	5,294,704
—	—	—	—	—	—	—	462,047
—	—	—	—	—	1,933,118	—	1,933,118
—	—	—	2,452,198	—	—	—	2,452,198
—	—	—	323,197	—	—	—	323,197
45,082	10,840	185,502	2,775,395	2,000,000	1,967,760	—	15,212,706
(13,720)	(9,246)	(3,783)	—	(1,990,888)	(138,318)	677,953	(725,700)
—	—	—	—	2,000,000	—	—	2,000,000
—	—	—	—	—	—	(665,000)	(665,000)
—	—	—	—	2,000,000	—	(665,000)	1,335,000
(13,720)	(9,246)	(3,783)	—	9,112	(138,318)	12,953	609,300
428,748	130,895	572,458	—	753,547	2,782,523	—	10,664,803
415,028	121,649	568,675	—	762,659	2,644,205	12,953	11,274,103

Motor Fuel Tax - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	$ 2,420,000	2,595,500	2,595,474
Investment Income	96,400	170,500	170,507
Miscellaneous	8,000	8,000	13,577
Total Revenues	2,524,400	2,774,000	2,779,558
Expenditures			
Highway and Streets			
Street Maintenance	2,524,400	2,552,300	2,452,273
Net Change in Fund Balance	—	221,700	327,285
Fund Balance - Beginning			3,997,697
Fund Balance - Ending			4,324,982

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Motor Fuel Tax - Special Revenue Fund
Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Highway and Streets			
Traffic Control/Street Lighting			
Contractual Services	$ —	27,900	27,873
Street Improvement Projects			
Infrastructure	2,524,400	2,524,400	2,424,400
Total Expenditures	2,524,400	2,552,300	2,452,273

Refuse Disposal - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Charges for Services	$ 5,450,000	5,561,000	5,561,423
Investment Income	31,800	48,300	48,222
Miscellaneous	167,000	107,000	116,204
Total Revenues	5,648,800	5,716,300	5,725,849
Expenditures			
Health			
Refuse Disposal Division			
Personal Services	397,225	397,225	378,533
Employee Benefits	143,068	143,068	129,733
Other Employee Costs	1,636	1,636	—
Contractual Services	4,724,888	4,757,888	4,751,299
Commodities and Supplies	28,770	28,770	18,759
Insurance	16,380	16,380	16,380
Total Expenditures	5,311,967	5,344,967	5,294,704
Net Change in Fund Balance	336,833	371,333	431,145
Fund Balance - Beginning			1,888,415
Fund Balance - Ending			2,319,560

Refuse Disposal - Special Revenue Fund
Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Charges for Services			
Single-Family Service Charges	$ 3,996,900	4,107,900	4,001,953
Multi-Family Service Charges	1,278,900	1,278,900	1,384,833
Single-Family Penalties	33,000	33,000	30,967
Multi-Family Penalties	10,000	10,000	9,680
Contract Administrative Fees	100,000	100,000	100,000
Recycling Bins	1,200	1,200	675
Yard Waste Cart Rental	30,000	30,000	33,315
Total Charges for Services	5,450,000	5,561,000	5,561,423
Investment Income	31,800	48,300	48,222
Miscellaneous			
Reimbursements	155,000	95,000	94,966
Other	12,000	12,000	21,238
Total Miscellaneous	167,000	107,000	116,204
Total Revenues	5,648,800	5,716,300	5,725,849

Community Development Block Grant - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Intergovernmental			
Grant - CDBG	$ 295,000	396,260	396,261
Miscellaneous			
Program Income	30,000	65,800	65,786
Total Revenues	325,000	462,060	462,047
Expenditures			
Welfare			
Community Programs	42,493	42,493	40,336
Residential Rehabilitation	240,792	435,792	421,711
Total Expenditures	283,285	478,285	462,047
Net Change in Fund Balance	41,715	(16,225)	—
Fund Balance - Beginning			—
Fund Balance - Ending			—

Asset Seizure - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Intergovernmental			
Seized Assets	$ 20,000	20,000	10,003
Investment Income	1,800	1,800	2,972
Total Revenues	21,800	21,800	12,975
Expenditures			
Public Safety			
Other Employee Costs	1,000	1,000	—
Contractual Services	2,000	2,000	—
Equipment	64,000	64,000	19,103
Total Expenditures	67,000	67,000	19,103
Net Change in Fund Balance	(45,200)	(45,200)	(6,128)
Fund Balance - Beginning			110,520
Fund Balance - Ending			104,392

Federal Equitable Share - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Intergovernmental			
Federal Equitable Shared Funds	$ 16,000	16,000	26,194
Investment Income	5,200	5,200	5,168
Total Revenues	21,200	21,200	31,362
Expenditures			
Public Safety			
Contractual Services	500	10,000	10,000
Equipment	1,000	36,000	35,082
Total Expenditures	1,500	46,000	45,082
Net Change in Fund Balance	19,700	(24,800)	(13,720)
Fund Balance - Beginning			428,748
Fund Balance - Ending			415,028

DUI Fines - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Intergovernmental			
DUI Fines	$ 1,000	1,000	—
Investment Income	2,250	2,250	1,594
Total Revenues	3,250	3,250	1,594
Expenditures			
Public Safety			
Other Employee Costs	—	8,600	8,550
Contractual Services	1,000	1,000	—
Equipment	1,000	2,300	2,290
Total Expenditures	2,000	11,900	10,840
Net Change in Fund Balance	1,250	(8,650)	(9,246)
Fund Balance - Beginning			130,895
Fund Balance - Ending			121,649

Foreign Fire Insurance - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Revenues			
Taxes			
Other Taxes			
Foreign Fire Insurance Tax	$ 122,400	122,400	164,474
Investment Income	14,000	14,000	17,245
Total Revenues	136,400	136,400	181,719
Expenditures			
Public Safety			
Other Employee Costs	20,000	29,000	26,042
Contractual Services	11,000	76,000	74,512
Commodities and Supplies	10,000	10,000	6,524
Equipment	110,000	101,000	78,424
Total Expenditures	151,000	216,000	185,502
Net Change in Fund Balance	(14,600)	(79,600)	(3,783)
Fund Balance - Beginning			572,458
Fund Balance - Ending			568,675

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Business District - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Other Taxes			
Food and Beverage Tax	$ 375,000	380,300	380,267
Hotel/Motel Tax	250,000	279,300	279,328
Movie Theater Tax	62,500	77,500	47,560
Business District Tax	310,000	375,200	375,125
Intergovernmental			
State Sales Tax	1,000,000	1,661,100	1,661,093
Investment Income	30,000	32,000	32,022
Total Revenues	2,027,500	2,805,400	2,775,395
Expenditures			
Debt Service			
Principal Retirement	—	—	2,452,198
Interest and Fiscal Charges	2,027,500	2,805,400	323,197
Total Expenditures	2,027,500	2,805,400	2,775,395
Net Change in Fund Balance	—	—	—
Fund Balance - Beginning			—
Fund Balance - Ending			—

Pension Stabilization - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Investment Income	$ —	9,150	9,112
Expenditures			
Public Safety			
Employee Benefits	2,000,000	2,000,000	2,000,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,000,000)	(1,990,850)	(1,990,888)
Other Financing Sources			
Transfers In	2,000,000	2,000,000	2,000,000
Net Change in Fund Balance	—	9,150	9,112
Fund Balance - Beginning			753,547
Fund Balance - Ending			762,659

South Mount Prospect TIF - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Other Taxes			
Property Taxes	$ 800,000	1,806,400	1,796,606
Investment Income	—	32,800	32,836
Total Revenues	800,000	1,839,200	1,829,442
Expenditures			
General Government			
Contractual Services	95,000	95,000	34,642
Capital Outlay			
Water Main	750,000	2,160,000	1,933,118
Other	50,000	50,000	—
Total Expenditures	895,000	2,305,000	1,967,760
Net Change in Fund Balance	(95,000)	(465,800)	(138,318)
Fund Balance - Beginning			2,782,523
Fund Balance - Ending			2,644,205

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Rural Special Service Area - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Other Taxes			
Property Taxes	$ 1,000,000	1,000,000	677,953
Expenditures			
General Government			
Contractual Services	—	—	—
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,000,000	1,000,000	677,953
Other Financing (Uses)			
Transfers Out	(1,000,000)	(1,000,000)	(665,000)
Net Change in Fund Balance	—	—	12,953
Fund Balance - Beginning			—
Fund Balance - Ending			12,953

Nonmajor Governmental - Capital Projects Funds
Combining Balance Sheet
December 31, 2025

	Capital Improvement	Flood Control Construction	Street Improvement Construction	Totals
ASSETS				
Cash and Investments	$ 9,268,002	3,862,904	7,559,517	20,690,423
Receivables - Net of Allowances				
Other Taxes	320,000	—	443,857	763,857
Due from Other Governments	566,481	765,958	429,665	1,762,104
Prepaids	—	9,918	—	9,918
Total Assets	10,154,483	4,638,780	8,433,039	23,226,302
LIABILITIES				
Accounts Payable	200,925	170,768	1,006,900	1,378,593
Retainage Payable	5,917	—	—	5,917
Total Liabilities	206,842	170,768	1,006,900	1,384,510
FUND BALANCES				
Nonspendable	—	9,918	—	9,918
Assigned	9,947,641	4,458,094	7,426,139	21,831,874
Total Fund Balances	9,947,641	4,468,012	7,426,139	21,841,792
Total Liabilities and Fund Balances	10,154,483	4,638,780	8,433,039	23,226,302

Nonmajor Governmental - Capital Projects Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended December 31, 2025

	Capital Improvement	Flood Control Construction	Street Improvement Construction	Totals
Revenues				
Taxes				
Other	$ —	—	749,464	749,464
Intergovernmental	3,841,780	765,958	3,807,622	8,415,360
Investment Income	307,569	150,486	246,395	704,450
Miscellaneous	—	9,177	273,228	282,405
Total Revenues	4,149,349	925,621	5,076,709	10,151,679
Expenditures				
Capital Outlay	3,189,105	1,184,701	4,632,683	9,006,489
Excess (Deficiency) of Revenues Over (Under) Expenditures	960,244	(259,080)	444,026	1,145,190
Other Financing Sources				
Transfers In	1,000,000	—	—	1,000,000
Net Change in Fund Balances	1,960,244	(259,080)	444,026	2,145,190
Fund Balances - Beginning	7,987,397	4,727,092	6,982,113	19,696,602
Fund Balances - Ending	9,947,641	4,468,012	7,426,139	21,841,792

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Capital Improvement - Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Intergovernmental			
State Sales Tax	$ 3,200,000	3,200,000	3,200,000
Grants	199,392	790,092	641,780
Investment Income	210,000	307,570	307,569
Total Revenues	3,609,392	4,297,662	4,149,349
Expenditures			
Capital Outlay			
Equipment	1,371,708	1,712,448	1,553,524
Building Improvements	623,075	602,359	183,922
Infrastructure	2,989,480	2,761,411	1,451,659
Total Expenditures	4,984,263	5,076,218	3,189,105
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,374,871)	(778,556)	960,244
Other Financing Sources			
Transfers In	1,500,000	1,500,000	1,000,000
Net Change in Fund Balance	125,129	721,444	1,960,244
Fund Balance - Beginning			7,987,397
Fund Balance - Ending			9,947,641

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Capital Improvement - Capital Projects Fund
Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Capital Outlay			
Equipment			
Village Hall AV Equipment	$ 70,000	70,000	67,096
Paramedic Equipment	816,708	816,708	789,934
Extrication Equipment	—	134,728	135,128
Mobile Video Rec System	300,000	343,800	343,753
Other Equipment	55,000	55,000	53,614
Radio Equipment - Police/Fire Public Works	130,000	292,212	163,999
Total Equipment	1,371,708	1,712,448	1,553,524
Building Improvements			
Public Works Facility Improvements	138,700	98,700	—
HVAC Replacements	69,300	69,300	16,322
Village Hall Facility Improvements	100,000	87,619	—
Fire Station Improvements	75,075	115,075	50,669
Other Public Building Improvements	240,000	231,665	116,931
Total Building Improvements	623,075	602,359	183,922
Infrastructure			
Residential Street Lights	243,980	243,980	20,939
Residential Street Light Improvements	300,000	292,339	227,977
Corridor Street Lights	—	757	—
Facade Program	700,000	102,718	102,718
Kensington Road Bike Path	640,500	351,549	351,549
Bridge Rehab	355,000	355,000	8,430
Pedestrian Bridge	—	592,661	592,661
Central Road Pedestrian Crossing	100,000	172,407	147,385
Intersection Improvements	650,000	650,000	—
Total Infrastructure	2,989,480	2,761,411	1,451,659
Total Expenditures	4,984,263	5,076,218	3,189,105

Flood Control Construction - Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Intergovernmental			
Grants	$ —	766,000	765,958
Investment Income	82,800	151,485	150,486
Miscellaneous			
Fees	10,000	10,000	7,677
Reimbursements	5,000	5,000	1,500
Total Revenues	97,800	932,485	925,621
Expenditures			
Capital Outlay			
Public Improvements			
Infrastructure	952,314	1,463,826	1,066,441
Other	62,395	120,473	118,260
Total Expenditures	1,014,709	1,584,299	1,184,701
Net Change in Fund Balance	(916,909)	(651,814)	(259,080)
Fund Balance - Beginning			4,727,092
Fund Balance - Ending			4,468,012

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Flood Control Construction - Capital Projects Fund
Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Capital Outlay			
Public Improvements			
Infrastructure			
Levee Repairs	$ 45,915	53,915	43,714
Culvert and Ditch	12,000	10,000	3,870
Levee Supplies	5,739	5,739	3,846
Creek Bank Stabilization	85,000	77,000	16,462
Creek Tree Trimming	25,570	25,570	24,850
Private Property Drainage	150,000	150,000	3,300
Weller Creek Improvements	—	3,811	3,811
Levee 37	—	50,000	—
Natural Gas	3,090	3,090	—
Detention Basin	625,000	261,610	171,607
Storm Sewer Improvements	—	823,091	794,981
Total Infrastructure	952,314	1,463,826	1,066,441
Other			
Electricity	5,000	7,000	7,442
Contractual Services	57,395	113,473	110,818
Total Other	62,395	120,473	118,260
Total Expenditures	1,014,709	1,584,299	1,184,701

Street Improvement Construction - Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Other Taxes			
Municipal Motor Fuel Tax	$ 732,250	732,250	749,464
Intergovernmental			
State Sales Tax	3,800,000	3,800,000	3,800,000
Grants	297,000	297,000	7,622
Investment Income	146,250	246,394	246,395
Miscellaneous			
Other	122,500	122,500	273,228
Total Revenues	5,098,000	5,198,144	5,076,709
Expenditures			
Capital Outlay			
Contractual Services	95,000	95,000	69,660
Infrastructure			
Street Resurfacing	4,492,922	4,600,924	4,563,023
Total Expenditures	4,587,922	4,695,924	4,632,683
Net Change in Fund Balance	510,078	502,220	444,026
Fund Balance - Beginning			6,982,113
Fund Balance - Ending			7,426,139

PROPRIETARY FUNDS

ENTERPRISE FUNDS

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

Water and Sewer Fund: The Water and Sewer Fund is a major fund and is used to account for the activities of the water and sewer operations. The Village operates sewerage lift and relief stations and waste water collection systems and the water distribution system.

Parking System Revenue Fund: The Parking System Revenue Fund is a nonmajor fund and is used to account for the provision of public parking services with fees shared with the commuter railroad. All activities are accounted for including administration, operations, maintenance and collection.

Village Parking System Fund: The Village Parking System Fund is a nonmajor fund and is used to account for the provision of Village-owned public parking services including the Village Hall parking deck and leased commuter spaces. All activities are accounted for including administration, operations, maintenance, financing, related debt service and billing and collection.

Water and Sewer - Enterprise Fund
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services	$ 22,500,870	22,500,870	24,044,403
Operating Expenses			
Administration and Maintenance	25,222,334	27,443,926	16,277,325
Operating Income (Loss)	(2,721,464)	(4,943,056)	7,767,078
Nonoperating Revenues (Expenses)			
Investment Income	425,000	800,150	800,157
Other Income	85,500	85,500	133,029
Property Taxes	—	—	50
Disposal of Capital Assets	—	—	(42,872)
Principal Payment	(995,000)	(995,000)	—
Interest Expense	(845,206)	(845,206)	(841,008)
	(1,329,706)	(954,556)	49,356
Change in Net Position - Budgetary Basis	(4,051,170)	(5,897,612)	7,816,434
Adjustments to GAAP Basis			
Depreciation			(1,520,729)
Amortization of Unamortized Bond Premium			97,804
Amortization of Asset Retirement Obligation			(7,500)
Total Adjustments to GAAP Basis			(1,430,425)
Change in Net Position - GAAP Basis			6,386,009
Net Position - Beginning			68,791,930
Net Position - Ending			75,177,939

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Water and Sewer - Enterprise Fund
Schedule of Operating Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Charges for Services			
Water Sales	$ 17,582,600	17,582,600	18,468,068
Sewer Fees	4,160,000	4,160,000	4,511,531
Water Penalties	140,000	140,000	119,516
Water Meter Fees	48,100	48,100	12,960
Water and Sewer Taps	170	170	3,730
Sewer Penalties	35,000	35,000	28,598
Miscellaneous	535,000	535,000	900,000
Total Operating Revenues	22,500,870	22,500,870	24,044,403

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Water and Sewer - Enterprise Fund
Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Administration and Maintenance			
Administration and Support			
Personal Services	$ 563,302	563,302	531,106
Employee Benefits	251,256	275,256	268,533
Other Employee Costs	50,106	52,606	51,516
Contractual Services	429,294	471,794	441,479
Utilities	12,357	12,357	8,534
Insurance	181,111	181,111	181,112
Commodities and Supplies	15,654	15,654	8,811
Total Administration and Support	1,503,080	1,572,080	1,491,091
Maintenance of Buildings			
Personal Services	238,801	238,801	236,161
Employee Benefits	60,686	60,686	79,120
Contractual Services	6,517	6,517	5,399
Utilities	7,603	7,603	6,168
Commodities and Supplies	1,900	1,900	—
Total Maintenance of Buildings	315,507	315,507	326,848
Maintenance of Grounds			
Personal Services	63,795	63,795	49,932
Employee Benefits	15,599	15,599	17,154
Contractual Services	59,414	59,414	57,326
Commodities and Supplies	7,493	7,493	6,726
Total Maintenance of Grounds	146,301	146,301	131,138
Water Supply Maintenance and Repair			
Personal Services	484,949	484,949	485,148
Employee Benefits	144,840	144,840	195,801
Contractual Services	108,063	104,331	99,853
Utilities	91,833	118,442	115,615
Commodities and Supplies	61,757	53,880	46,071
Distribution System	42,436	42,436	35,407
Total Water Supply Maintenance and Repair	933,878	948,878	977,895

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Water and Sewer - Enterprise Fund
Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Administration and Maintenance - Continued			
Water Distribution Maintenance and Repair			
Personal Services	$ 736,067	736,067	735,971
Employee Benefits	204,192	204,192	275,450
Contractual Services	267,756	267,756	215,802
Commodities and Supplies	94,224	94,224	115,272
Distribution System	9,000	9,000	3,788
Capital Expenses	1,241	1,241	—
Total Water Distribution Maintenance and Repair	1,312,480	1,312,480	1,346,283
Water Valve and Hydrant Maintenance			
Personal Services	274,445	274,445	270,148
Employee Benefits	67,564	67,564	92,929
Contractual Services	69,766	69,766	67,279
Commodities and Supplies	116,399	113,148	104,955
Total Water Valve and Hydrant Maintenance	528,174	524,923	535,311
Water Meter Installation, Repair and Replacement			
Personal Services	71,490	71,490	67,153
Employee Benefits	13,471	13,471	18,308
Contractual Services	143,135	141,447	128,922
Commodities and Supplies	3,942	3,942	3,769
Capital Expenses	74,614	64,553	64,138
Total Water Meter Installation, Repair and Replacement	306,652	294,903	282,290
Equipment Maintenance			
Contractual Services	1,036,812	1,036,812	1,036,812
Sanitary Sewer Maintenance and Repair			
Personal Services	487,169	487,169	445,200
Employee Benefits	150,347	150,347	180,796
Contractual Services	197,689	197,689	181,851
Utilities	20,000	20,000	30,935
Commodities and Supplies	28,625	28,625	21,789
Total Sanitary Sewer Maintenance and Repair	883,830	883,830	860,571

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Water and Sewer - Enterprise Fund
Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Administration and Maintenance - Continued			
Water System Improvements			
Capital Expenses	$ 7,410,000	9,253,360	709,934
Sanitary System Improvements			
Capital Expenses	2,270,000	1,799,232	409,531
Flood Control Improvements			
Capital Expenses	100,000	80,000	43,161
Storm Sewer Improvements			
Capital Expenses	—	800,000	—
Improvements to Public Buildings			
Capital Expenses	80,000	80,000	29,032
Lake Michigan Water Acquisition			
Contractual Services	8,395,620	8,395,620	8,097,428
Total Operating Expenses	25,222,334	27,443,926	16,277,325

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Nonmajor Enterprise Funds
Combining Statement of Net Position
December 31, 2025

	Parking System Revenue	Village Parking System	Totals
ASSETS			
Current Assets			
Cash and Investments	$ 312,740	156,351	469,091
Receivables - Net of Allowances			
Other	—	919	919
Total Current Assets	312,740	157,270	470,010
Noncurrent Assets			
Capital Assets			
Depreciable	176,800	—	176,800
Accumulated Depreciation	(176,800)	—	(176,800)
Total Noncurrent Assets	—	—	—
Total Assets	312,740	157,270	470,010
LIABILITIES			
Current Liabilities			
Accounts Payable	10,565	5,699	16,264
Other Payables	840	2,610	3,450
Total Liabilities	11,405	8,309	19,714
NET POSITION			
Unrestricted	301,335	148,961	450,296

Nonmajor Enterprise Funds
Combining Statement of Revenues, Expenses and Changes in Net Position
For the Fiscal Year Ended December 31, 2025

	Parking System Revenue	Village Parking System	Totals
Operating Revenues			
Charges for Services			
Parking Fees	$ 136,438	78,910	215,348
Rental Fees	—	8,012	8,012
Convenience Fees	8,614	3,154	11,768
Total Operating Revenues	145,052	90,076	235,128
Operating Expenses			
Administration, Maintenance and Improvements	102,369	179,808	282,177
Operating Income (Loss)	42,683	(89,732)	(47,049)
Nonoperating Revenues			
Investment Income	7,881	3,995	11,876
Income (Loss) Before Transfers	50,564	(85,737)	(35,173)
Transfers In	—	100,000	100,000
Change in Net Position	50,564	14,263	64,827
Net Position - Beginning	250,771	134,698	385,469
Net Position - Ending	301,335	148,961	450,296

Nonmajor Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended December 31, 2025

	Parking System Revenue	Village Parking System	Totals
Cash Flows from Operating Activities			
Receipts from Customers and Users	$ 145,052	89,500	234,552
Payments to Suppliers	(101,784)	(176,754)	(278,538)
	43,268	(87,254)	(43,986)
Cash Flows from Noncapital Financing Activities			
Transfers In	—	100,000	100,000
Cash Flows from Investing Activities			
Interest Received	7,881	3,995	11,876
Net Change in Cash and Cash Equivalents	51,149	16,741	67,890
Cash and Cash Equivalents - Beginning	261,591	139,610	401,201
Cash and Cash Equivalents - Ending	312,740	156,351	469,091
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	42,683	(89,732)	(47,049)
Adjustments to Reconcile Operating Income Income to Net Cash Provided by (Used in) Operating Activities:			
(Increase) Decrease in Current Assets	—	(576)	(576)
Increase (Decrease) in Current Liabilities	585	3,054	3,639
Net Cash Provided by Operating Activities	43,268	(87,254)	(43,986)

Parking System Revenue - Enterprise Fund
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services			
Parking Fees	$ 128,500	128,500	136,438
Convenience Fees	8,000	8,000	8,614
Total Operating Revenues	136,500	136,500	145,052
Operating Expenses			
Administration, Maintenance and Improvements	75,195	142,195	102,369
Operating Income (Loss)	61,305	(5,695)	42,683
Nonoperating Revenues			
Interest Income	3,500	3,500	7,881
Change in Net Position	64,805	(2,195)	50,564
Net Position - Beginning			250,771
Net Position - Ending			301,335

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Parking System Revenue - Enterprise Fund
Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Administration, Maintenance and Improvements			
Contractual Services	$ 54,777	121,777	91,216
Utilities	6,837	6,837	1,689
Insurance	1,187	1,187	1,187
Commodities and Supplies	12,394	12,394	8,277
Total Operating Expenses	75,195	142,195	102,369

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Village Parking System - Enterprise Fund
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget Original	Budget Final	Actual
Operating Revenues			
Charges for Services			
Parking Fees	$ 37,700	37,700	78,910
Rental Fees	8,400	8,400	8,012
Convenience Fees	1,500	1,500	3,154
Total Operating Revenues	47,600	47,600	90,076
Operating Expenses			
Administration, Maintenance and Improvements	178,436	222,637	179,808
Operating (Loss)	(130,836)	(175,037)	(89,732)
Nonoperating Revenues			
Interest Income	1,200	1,200	3,995
Income Before Transfers	(129,636)	(173,837)	(85,737)
Transfers In	150,000	150,000	100,000
Change in Net Position	20,364	(23,837)	14,263
Net Position - Beginning			134,698
Net Position - Ending			148,961

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Village Parking System - Enterprise Fund
Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Administration, Maintenance and Improvements			
Contractual Services	$ 54,302	61,302	60,462
Insurance	1,456	1,456	1,456
Commodities and Supplies	645	645	577
Capital Expenses	122,033	159,234	117,313
Total Operating Expenses	178,436	222,637	179,808

INTERNAL SERVICE FUNDS

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

Computer Replacement Fund: The Computer Replacement Fund is used to account for the acquisition of Village computer hardware. Financing is being provided by charges to various Village funds.

Risk Management Fund: The Risk Management Fund is used to account for the servicing and payment of claims for liability, property, casualty coverage, workers' compensation and medical benefits. Financing is being provided by charges in the various Village funds.

Vehicle Replacement Fund: The Vehicle Replacement Fund is used to account for the acquisition and depreciation of Village vehicles. Financing is being provided by charges to the General, and Water and Sewer Funds.

Vehicle Maintenance Fund: The Vehicle Maintenance Fund is used to account for the maintenance and repair of all Village vehicles. Financing is being provided by charges to various Village funds.

Building Improvements Fund: The Building Improvements Fund is used to account for maintenance and repairs of Village buildings. Financing is being provided by charges to various Village funds.

Internal Service Funds
Combining Statement of Net Position
December 31, 2025

See Following Page

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Internal Service Funds
Combining Statement of Net Position
December 31, 2025

	Computer Replacement
ASSETS	
Current Assets	
Cash and Investments	$ 1,434,075
Receivables - Net of Allowances - Accounts	
Accrued Interest	—
Other	—
Deposits - Insurance	—
Inventories	—
Prepaids	—
Total Current Assets	1,434,075
Noncurrent Assets	
Capital Assets	
Nondepreciable	—
Depreciable	201,675
Accumulated Depreciation	(22,127)
	179,548
Other Assets	
Deposits - Insurance	—
Total Noncurrent Assets	179,548
Total Assets	1,613,623
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - RBP	—
Total Assets and Deferred Outflows of Resources	1,613,623
LIABILITIES	
Current Liabilities	
Accounts Payable	2,993
Accrued Payroll	—
Due to Other Governments	—
Claims Payable	—
Other Payables	—
Compensated Absences Payable	—
Total OPEB Liability - RBP	—
Total Current Liabilities	2,993
Noncurrent Liabilities	
Compensated Absences Payable	—
Claims Payable	—
Total OPEB Liability - RBP	—
Total Noncurrent Liabilities	—
Total Liabilities	2,993
DEFERRED INFLOWS OF RESOURCES	
Deferred Items - RBP	—
Total Liabilities and Deferred Inflows of Resources	2,993
NET POSITION	
Investment in Capital Assets	179,548
Unrestricted	1,431,082
Total Net Position	1,610,630

Risk Management	Vehicle Replacement	Vehicle Maintenance	Building Improvements	Totals
542,283	14,078,053	2,037,597	1,600,193	19,692,201
—	11,410	—	—	11,410
481	—	8,738	—	9,219
4,686,619	—	—	—	4,686,619
—	—	436,821	—	436,821
—	1,073,814	13,666	—	1,087,480
5,229,383	15,163,277	2,496,822	1,600,193	25,923,750
—	1,122,345	—	—	1,122,345
—	18,980,022	92,062	—	19,273,759
—	(11,985,913)	(92,062)	—	(12,100,102)
—	8,116,454	—	—	8,296,002
1,591,262	—	—	—	1,591,262
1,591,262	8,116,454	—		9,887,264
6,820,645	23,279,731	2,496,822	1,600,193	35,811,014
—	—	52,860	—	52,860
6,820,645	23,279,731	2,549,682	1,600,193	35,863,874
26,230	—	34,321	—	63,544
—	—	19,552	—	19,552
60	—	18	—	78
44,300	—	—	—	44,300
1,249	—	—	—	1,249
—	—	15,201	—	15,201
—	—	10,888	—	10,888
71,839	—	79,980	—	154,812
—	—	60,803	—	60,803
150,812	—	—	—	150,812
—	—	239,164	—	239,164
150,812	—	299,967	—	450,779
222,651	—	379,947	—	605,591
—	—	183,483	—	183,483
222,651	—	563,430	—	789,074
—	8,116,454	—	—	8,296,002
6,597,994	15,163,277	1,986,252	1,600,193	26,778,798
6,597,994	23,279,731	1,986,252	1,600,193	35,074,800

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Internal Service Funds
Combining Statement of Revenues, Expenses and Changes in Net Position
For the Fiscal Year Ended December 31, 2025

	Computer Replacement
Operating Revenues	
Charges for Services	$ 995,443
Contributions	—
Miscellaneous	—
Total Operating Revenues	995,443
Operating Expenses	
Administration and Maintenance	194,440
Insurance and Claims	—
Depreciation	5,584
Total Operating Expenses	200,024
Operating Income	795,419
Nonoperating Revenues	
Disposal of Capital Assets	—
Interest Income	26,440
	26,440
Change in Net Position	821,859
Net Position - Beginning	788,771
Net Position - Ending	1,610,630

Risk Management	Vehicle Replacement	Vehicle Maintenance	Building Improvements	Totals
8,872,732	2,023,030	2,727,148	1,590,175	16,208,528
1,914,275	—	—	—	1,914,275
1,155,092	—	—	—	1,155,092
11,942,099	2,023,030	2,727,148	1,590,175	19,277,895
738,644	39,564	2,233,697	—	3,206,345
10,427,516	—	—	—	10,427,516
—	1,309,259	—	—	1,314,843
11,166,160	1,348,823	2,233,697	—	14,948,704
775,939	674,207	493,451	1,590,175	4,329,191
—	162,824	—	—	162,824
507,547	570,038	49,743	10,018	1,163,786
507,547	732,862	49,743	10,018	1,326,610
1,283,486	1,407,069	543,194	1,600,193	5,655,801
5,314,508	21,872,662	1,443,058	—	29,418,999
6,597,994	23,279,731	1,986,252	1,600,193	35,074,800

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Internal Service Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended December 31, 2025

	Computer Replacement
Cash Flows from Operating Activities	
Receipts from Customers and Users	$ —
Interfund Services Provided	995,443
Payments to Suppliers	(191,448)
Payments to Employees	—
	803,995
Cash Flows from Capital and Related Financing Activities	
Disposal of Capital Assets	—
Purchase of Capital Assets	—
	—
Cash Flows from Investing Activities	
Interest Received	26,440
Net Change in Cash and Cash Equivalents	830,435
Cash and Cash Equivalents - Beginning	603,640
Cash and Cash Equivalents - Ending	1,434,075
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities	
Operating Income	795,419
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities	
Depreciation	5,584
(Increase) Decrease in Current Assets	—
Increase (Decrease) in Current Liabilities	2,992
Net Cash Provided by Operating Activities	803,995

Risk Management	Vehicle Replacement	Vehicle Maintenance	Building Improvements	Totals
4,230,391	—	—	—	4,230,391
7,021,658	1,051,902	2,715,256	1,590,175	13,374,434
(12,421,919)	(556,031)	(1,297,422)	—	(14,466,820)
—	—	(1,081,256)	—	(1,081,256)
(1,169,870)	495,871	336,578	1,590,175	2,056,749
—	217,628	—	—	217,628
—	(1,868,786)	—	—	(1,868,786)
—	(1,651,158)	—	—	(1,651,158)
507,547	570,038	49,743	10,018	1,163,786
(662,323)	(585,249)	386,321	1,600,193	1,569,377
1,204,606	14,663,302	1,651,276	—	18,122,824
542,283	14,078,053	2,037,597	1,600,193	19,692,201
775,939	674,207	493,451	1,590,175	4,329,191
—	1,309,259	—	—	1,314,843
(690,050)	(971,128)	(11,892)	—	(1,673,070)
(1,255,759)	(516,467)	(144,981)	—	(1,914,215)
(1,169,870)	495,871	336,578	1,590,175	2,056,749

Computer Replacement - Internal Service Fund
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services			
Water and Sewer Fund	$ 10,575	10,575	10,575
General Fund	200,925	200,925	200,925
Police	399,276	384,667	384,667
Fire	384,667	399,276	399,276
Total Operating Revenues	995,443	995,443	995,443
Operating Expenses			
Administration			
Capital Outlay	211,500	205,900	194,440
Depreciation	—	5,600	5,584
Total Operating Expenses	211,500	211,500	200,024
Operating Income	783,943	783,943	795,419
Nonoperating Revenues			
Investment Income	—	26,440	26,440
Change in Net Position	783,943	810,383	821,859
Net Position - Beginning			788,771
Net Position - Ending			1,610,630

Computer Replacement - Internal Service Fund
Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Administration			
Capital Outlay	$ 211,500	205,900	194,440
Depreciation	—	5,600	5,584
Total Operating Expenses	211,500	211,500	200,024

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Risk Management - Internal Service Fund
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services	$ 8,601,189	8,957,689	8,872,732
Contributions	1,990,500	1,990,500	1,914,275
Miscellaneous	890,000	1,083,400	1,155,092
Total Operating Revenues	11,481,689	12,031,589	11,942,099
Operating Expenses			
Administration	275,000	733,500	738,644
Insurance and Claims	11,218,433	11,207,433	10,427,516
Total Operating Expenses	11,493,433	11,940,933	11,166,160
Operating Income (Loss)	(11,744)	90,656	775,939
Nonoperating Revenues			
Investment Income	12,500	507,600	507,547
Change in Net Position	756	598,256	1,283,486
Net Position - Beginning			5,314,508
Net Position - Ending			6,597,994

Risk Management - Internal Service Fund
Schedule of Operating Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Charges for Services			
General Fund	$ 7,047,251	7,403,751	7,407,770
Refuse Disposal Fund	25,380	25,380	25,380
Water and Sewer Fund	229,912	229,912	229,912
Parking System Revenue Fund	1,187	1,187	1,187
Village Parking System Fund	1,456	1,456	1,456
Vehicle Maintenance Fund	46,003	46,003	46,003
Library	1,250,000	1,250,000	1,161,024
Total Charges for Services	8,601,189	8,957,689	8,872,732
Contributions			
Employee			
Health Insurance	805,000	805,000	789,631
Dental Insurance	160,000	160,000	167,858
Additional Life Insurance	32,500	32,500	40,289
Vision Insurance	20,000	20,000	(5,248)
Retiree			
Health Insurance	940,000	940,000	880,068
Dental Insurance	32,000	32,000	40,020
Vision Insurance	1,000	1,000	1,657
Total Contributions	1,990,500	1,990,500	1,914,275
Miscellaneous			
Other Reimbursements	540,000	733,400	614,196
Miscellaneous Income	350,000	350,000	540,896
Total Miscellaneous	890,000	1,083,400	1,155,092
Total Operating Revenues	11,481,689	12,031,589	11,942,099

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Risk Management - Internal Service Fund
Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Administration			
Casualty and Property Program			
Other Equipment	$ —	447,500	342,149
Other Contractual Services	—	11,000	10,373
Total Casualty and Property Program	—	458,500	352,522
Medical Program			
Claims Administration	275,000	275,000	386,122
Total Administration	275,000	733,500	738,644
Insurance and Claims			
Casualty and Property Program			
Liability Insurance	1,150,000	1,150,000	1,303,429
Other Insurance	50,000	39,000	8,265
Property Claims	80,000	80,000	—
Liability Claims	150,000	150,000	29,506
Workers' Compensation Claims	600,000	600,000	—
Unemployment Compensation Claims	25,000	25,000	2,639
Tree Hazard Study	11,033	11,033	10,947
Other Claims	25,000	25,000	14,466
Total Casualty and Property Program	2,091,033	2,080,033	1,369,252
Medical Program			
Medical Expense - HMO Plan	1,269,900	1,269,900	1,010,940
Medical Expense - Indemnity Plan	7,325,000	7,325,000	7,527,327
Medical Expense - Dental	405,000	405,000	416,096
Medical Expense - Vision	25,000	25,000	—
Health and Wellness Supplies	37,500	37,500	25,046
Life Insurance	65,000	65,000	78,855
Total Medical Program	9,127,400	9,127,400	9,058,264
Total Insurance and Claims	11,218,433	11,207,433	10,427,516
Total Operating Expenses	11,493,433	11,940,933	11,166,160

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Vehicle Replacement - Internal Service Fund
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services	$ 2,023,030	2,023,030	2,023,030
Miscellaneous	25,000	25,000	—
Total Operating Revenues	2,048,030	2,048,030	2,023,030
Operating Expenses			
Administration	4,981,000	2,688,839	39,564
Depreciation	—	—	1,309,259
Total Operating Expenses	4,981,000	2,688,839	1,348,823
Operating Income (Loss)	(2,932,970)	(640,809)	674,207
Nonoperating Revenues			
Disposal of Capital Assets	—	162,825	162,824
Investment Income	300,000	570,100	570,038
	300,000	732,925	732,862
Change in Net Position	(2,632,970)	92,116	1,407,069
Net Position - Beginning			21,872,662
Net Position - Ending			23,279,731

Vehicle Replacement - Internal Service Fund
Schedule of Operating Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Charges for Services			
General Fund			
Manager's Office	$ 13,360	13,360	13,360
Television Services Division	19,160	19,160	19,160
Community Development - Planning	1,500	1,500	1,500
Community Development - Building	14,240	14,240	14,240
Community Development - Housing	13,520	13,520	13,520
Community Development - Health	1,500	1,500	1,500
Police Department	243,490	243,490	243,490
Fire Department	640,640	640,640	640,640
Public Works Department	673,530	673,530	673,530
Engineering Division	14,420	14,420	14,420
Human Services	4,010	4,010	4,010
Water and Sewer Fund	383,660	383,660	383,660
Total Charges for Services	2,023,030	2,023,030	2,023,030
Miscellaneous	25,000	25,000	—
Total Operating Revenues	2,048,030	2,048,030	2,023,030

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Vehicle Replacement - Internal Service Fund
Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Administration			
Capital Outlay			
T.V. Service Vehicles	$ 55,000	55,000	—
Police Vehicles	695,000	813,134	27,070
Fire Vehicles	1,920,000	95,000	10,642
Public Works	2,311,000	1,725,705	1,852
Total Capital Outlay	4,981,000	2,688,839	39,564
Depreciation	—	—	1,309,259
Total Operating Expenses	4,981,000	2,688,839	1,348,823

Vehicle Maintenance - Internal Service Fund
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services	$ 2,727,148	2,727,148	2,727,148
Operating Expenses			
Administration and Maintenance	2,688,148	2,688,148	2,233,697
Operating Income	39,000	39,000	493,451
Nonoperating Revenues			
Interest Income	39,000	39,000	49,743
Change in Net Position	78,000	78,000	543,194
Net Position - Beginning			1,443,058
Net Position - Ending			1,986,252

Vehicle Maintenance - Internal Service Fund
Schedule of Operating Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Charges for Services			
General Fund			
Manager's Office	$ 4,091	4,091	4,091
Television Services Division	4,363	4,363	4,363
Community Development - Planning	4,091	4,091	4,091
Community Development - Building	5,727	5,727	5,727
Community Development - Housing	28,635	28,635	28,635
Community Development - Health	4,091	4,091	4,091
Police Department	694,605	694,605	694,605
Fire Department	431,162	431,162	431,162
Public Works Department	848,687	848,687	848,687
Engineering Division	44,453	44,453	44,453
Human Service Charges	4,091	4,091	4,091
Water and Sewer Fund	653,152	653,152	653,152
Total Operating Revenues	2,727,148	2,727,148	2,727,148

Vehicle Maintenance - Internal Service Fund
Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Administration and Maintenance			
Vehicle Division Administration			
Personal Services	$ 140,978	140,978	143,142
Employee Benefits	71,527	71,527	(24,140)
Other Employee Costs	7,395	7,395	4,203
Contractual Services	29,293	29,293	20,394
Utilities	5,063	5,063	3,065
Commodities and Supplies	2,976	2,976	670
Office Equipment	705	705	—
Insurance	22,503	22,503	22,503
Total Vehicle Division Administration	280,440	280,440	169,837
Vehicle Maintenance Program			
Personal Services	1,152,056	1,152,056	938,114
Employee Benefits	345,487	345,487	313,879
Contractual Services	110,568	117,568	119,474
Commodities and Supplies	796,942	789,942	691,235
Other Equipment	2,655	2,655	1,158
Total Vehicle Maintenance Program	2,407,708	2,407,708	2,063,860
Total Operating Expenses	2,688,148	2,688,148	2,233,697

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Building Improvements - Internal Service Fund
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services	$ 1,590,175	1,590,175	1,590,175
Operating Expenses			
Administration and Maintenance	—	—	—
Operating Income	1,590,175	1,590,175	1,590,175
Nonoperating Revenues			
Interest Income	—	—	10,018
Change in Net Position	1,590,175	1,590,175	1,600,193
Net Position - Beginning			—
Net Position - Ending			1,600,193

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Building Improvements - Internal Service Fund
Schedule of Operating Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Budget		
	Original	Final	Actual
Charges for Services			
General Fund			
Public Works Department	$ 450,000	450,000	450,000
Police Department	898,925	898,925	898,925
Fire Department	241,250	241,250	241,250
Total Operating Revenues	1,590,175	1,590,175	1,590,175

PENSION TRUST FUNDS

Police Pension Fund: The Police Pension Fund is used to account for the resources necessary to provide retirement and disability benefits to personnel of the Mount Prospect Police Department. Revenues are provided by the following: Village contributions (made possible by a property tax levy), employee withholdings and investment income.

Firefighters' Pension Fund: The Firefighters' Pension Fund is used to account for the resources necessary to provide retirement and disability benefits to personnel of the Mount Prospect Fire Department. Revenues are provided by the following: Village contributions (made possible by a property tax levy), employee withholdings and investment income.

Pension Trust Funds
Combining Statement of Fiduciary Net Position
December 31, 2025

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	$ 769,265	698,193	1,467,458
Investments			
Illinois Police Officer's Pension Investment Fund	110,349,814	—	110,349,814
Illinois Firefighters' Pension Investment Fund	—	95,288,190	95,288,190
Due from Municipality	2,227,807	1,743,063	3,970,870
Prepaids	13,492	13,180	26,672
Total Assets	113,360,378	97,742,626	211,103,004
LIABILITIES			
Accounts Payable	3,245	7,321	10,566
NET POSITION			
Net Position Restricted for Pensions	113,357,133	97,735,305	211,092,438

Pension Trust Funds
Combining Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended December 31, 2025

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	$ 5,736,187	4,814,127	10,550,314
Contributions - Plan Members	1,144,907	1,004,104	2,149,011
Total Contributions	6,881,094	5,818,231	12,699,325
Investment Income (Loss)			
Interest Earned	591,440	1,773,690	2,365,130
Net Change in Fair Value	16,595,756	13,015,802	29,611,558
	17,187,196	14,789,492	31,976,688
Less Investment Expenses	(95,362)	(188,230)	(283,592)
Net Investment Income	17,091,834	14,601,262	31,693,096
Total Additions	23,972,928	20,419,493	44,392,421
Deductions			
Administration	77,924	93,372	171,296
Benefits and Refunds	8,126,519	7,899,508	16,026,027
Total Deductions	8,204,443	7,992,880	16,197,323
Change in Fiduciary Net Position	15,768,485	12,426,613	28,195,098
Net Position Restricted for Pensions			
Beginning	97,588,648	85,308,692	182,897,340
Ending	113,357,133	97,735,305	211,092,438

SUPPLEMENTAL SCHEDULES

Schedule of General Long-Term Debt
Long-Term Debt Payable by Governmental Funds
December 31, 2025

See Following Page

Schedule of General Long-Term Debt
Long-Term Debt Payable by Governmental Funds
December 31, 2025

	General Obligation Bonds of 2016A	General Obligation Bonds of 2017	General Obligation Bonds of 2018A	General Obligation Bonds of 2018B
AMOUNTS TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT	$ 5,545,000	3,965,000	5,920,000	36,300,000
GENERAL LONG-TERM DEBT PAYABLE				
General Obligation Bonds Payable	$ 5,545,000	3,965,000	5,920,000	36,300,000
Business District Limited Tax Note Payable	—	—	—	—
Compensated Absences Payable	—	—	—	—
Net Pension Liability - IMRF	—	—	—	—
Net Pension Liability - Police Pension	—	—	—	—
Net Pension Liability - Firefighters' Pension	—	—	—	—
Total OPEB Liability - RBP	—	—	—	—
Unamortized Bond Premium	—	—	—	—
Totals	5,545,000	3,965,000	5,920,000	36,300,000

General Obligation Bonds of 2019B	General Obligation Bonds of 2022B	Business District Limited Tax Note	Compensated Absences	Net Pension Liability IMRF	Net Pension Liability Police	Net Pension Liability Firefighters	Total OPEB Liability	Unamortized Bond Premiums	Totals
7,020,000	6,225,000	38,410,426	4,878,013	2,439,708	57,383,970	42,729,893	8,814,814	1,584,299	221,216,123
7,020,000	6,225,000	—	—	—	—	—	—	—	64,975,000
—	—	38,410,426	—	—	—	—	—	—	38,410,426
—	—	—	4,878,013	—	—	—	—	—	4,878,013
—	—	—	—	2,439,708	—	—	—	—	2,439,708
—	—	—	—	—	57,383,970	—	—	—	57,383,970
—	—	—	—	—	—	42,729,893	—	—	42,729,893
—	—	—	—	—	—	—	8,814,814	—	8,814,814
—	—	—	—	—	—	—	—	1,584,299	1,584,299
7,020,000	6,225,000	38,410,426	4,878,013	2,439,708	57,383,970	42,729,893	8,814,814	1,584,299	221,216,123

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Long-Term Debt Requirements
General Obligation Refunding Bonds of 2016A
December 31, 2025

Date of Issue	December 1, 2016
Date of Maturity	December 1, 2028
Authorized Issue	$9,100,000
Interest Rate	3.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal	Requirements			Interest Due On			
Year	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2026	$ 1,795,000	166,350	1,961,350	2026	83,175	2026	83,175
2027	1,845,000	112,500	1,957,500	2027	56,250	2027	56,250
2028	1,905,000	57,150	1,962,150	2028	28,575	2028	28,575
	5,545,000	336,000	5,881,000		168,000		168,000

Long-Term Debt Requirements
General Obligation Bonds of 2017
December 31, 2025

Date of Issue	December 20, 2017
Date of Maturity	December 1, 2037
Authorized Issue	$9,740,000
Interest Rates	2.50% to 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal	Requirements			Interest Due On			
Year	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2026	$ 440,000	240,700	680,700	2026	120,350	2026	120,350
2027	465,000	227,500	692,500	2027	113,750	2027	113,750
2028	500,000	215,876	715,876	2028	107,938	2028	107,938
2029	530,000	202,750	732,750	2029	101,375	2029	101,375
2030	565,000	188,174	753,174	2030	94,087	2030	94,087
2031	600,000	171,932	771,932	2031	85,966	2031	85,966
2032	640,000	147,932	787,932	2032	73,966	2032	73,966
2033	690,000	122,332	812,332	2033	61,166	2033	61,166
2034	730,000	100,770	830,770	2034	50,385	2034	50,385
2035	775,000	77,956	852,956	2035	38,978	2035	38,978
2036	820,000	53,738	873,738	2036	26,869	2036	26,869
2037	865,000	28,112	893,112	2037	14,056	2037	14,056
	7,620,000	1,777,772	9,397,772		888,886		888,886

3,965,000	Governmental Activities
3,655,000	Business-Type Activities
7,620,000	

Long-Term Debt Requirements
General Obligation Bonds of 2018A
December 31, 2025

Date of Issue	May 1, 2018
Date of Maturity	December 1, 2037
Authorized Issue	$11,950,000
Interest Rates	3.25% to 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal	Requirements			Interest Due On			
Year	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2026	$ 520,000	350,618	870,618	2026	175,309	2026	175,309
2027	565,000	324,618	889,618	2027	162,309	2027	162,309
2028	610,000	302,018	912,018	2028	151,009	2028	151,009
2029	655,000	277,618	932,618	2029	138,809	2029	138,809
2030	710,000	251,418	961,418	2030	125,709	2030	125,709
2031	765,000	223,018	988,018	2031	111,509	2031	111,509
2032	815,000	198,156	1,013,156	2032	99,078	2032	99,078
2033	870,000	171,668	1,041,668	2033	85,834	2033	85,834
2034	925,000	141,220	1,066,220	2034	70,610	2034	70,610
2035	985,000	108,844	1,093,844	2035	54,422	2035	54,422
2036	1,050,000	75,600	1,125,600	2036	37,800	2036	37,800
2037	1,110,000	38,850	1,148,850	2037	19,425	2037	19,425
	9,580,000	2,463,646	12,043,646		1,231,823		1,231,823

5,920,000	Governmental Activities
3,660,000	Business-Type Activities
9,580,000	

Long-Term Debt Requirements
General Obligation Bonds of 2018B
December 31, 2025

Date of Issue	October 16, 2018
Date of Maturity	December 1, 2043
Authorized Issue	$38,440,000
Interest Rates	3.625% to 5.000%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal	Requirements			Interest Due On			
Year	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2026	$ 160,000	1,522,500	1,682,500	2026	761,250	2026	761,250
2027	165,000	1,514,500	1,679,500	2027	757,250	2027	757,250
2028	175,000	1,506,250	1,681,250	2028	753,125	2028	753,125
2029	1,645,000	1,497,500	3,142,500	2029	748,750	2029	748,750
2030	1,820,000	1,415,250	3,235,250	2030	707,625	2030	707,625
2031	1,910,000	1,324,250	3,234,250	2031	662,125	2031	662,125
2032	2,005,000	1,228,750	3,233,750	2032	614,375	2032	614,375
2033	2,105,000	1,128,500	3,233,500	2033	564,250	2033	564,250
2034	2,210,000	1,023,250	3,233,250	2034	511,625	2034	511,625
2035	2,295,000	943,138	3,238,138	2035	471,569	2035	471,569
2036	2,380,000	857,075	3,237,075	2036	428,538	2036	428,537
2037	2,470,000	767,825	3,237,825	2037	383,913	2037	383,912
2038	2,560,000	675,200	3,235,200	2038	337,600	2038	337,600
2039	2,660,000	576,000	3,236,000	2039	288,000	2039	288,000
2040	2,765,000	469,600	3,234,600	2040	234,800	2040	234,800
2041	2,875,000	359,000	3,234,000	2041	179,500	2041	179,500
2042	2,990,000	244,000	3,234,000	2042	122,000	2042	122,000
2043	3,110,000	124,400	3,234,400	2043	62,200	2043	62,200
	36,300,000	17,176,988	53,476,988		8,588,495		8,588,493

Long-Term Debt Requirements
General Obligation Bonds of 2019A
December 31, 2025

Date of Issue	June 3, 2019
Date of Maturity	December 1, 2039
Authorized Issue	$9,600,000
Interest Rates	2.00% to 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal	Requirements			Interest Due On			
Year	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2026	$ 375,000	265,050	640,050	2026	132,525	2026	132,525
2027	405,000	246,300	651,300	2027	123,150	2027	123,150
2028	435,000	230,100	665,100	2028	115,050	2028	115,050
2029	465,000	212,700	677,700	2029	106,350	2029	106,350
2030	495,000	194,100	689,100	2030	97,050	2030	97,050
2031	525,000	179,250	704,250	2031	89,625	2031	89,625
2032	555,000	163,500	718,500	2032	81,750	2032	81,750
2033	585,000	146,850	731,850	2033	73,425	2033	73,425
2034	620,000	129,300	749,300	2034	64,650	2034	64,650
2035	655,000	110,700	765,700	2035	55,350	2035	55,350
2036	685,000	91,050	776,050	2036	45,525	2036	45,525
2037	725,000	70,500	795,500	2037	35,250	2037	35,250
2038	760,000	48,750	808,750	2038	24,375	2038	24,375
2039	800,000	25,000	825,000	2039	12,500	2039	12,500
	8,085,000	2,113,150	10,198,150		1,056,575		1,056,575

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Long-Term Debt Requirements
General Obligation Bonds of 2019B
December 31, 2025

Date of Issue	November 25, 2019
Date of Maturity	December 1, 2039
Authorized Issue	$7,725,000
Interest Rates	3.00% to 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal	Requirements			Interest Due On			
Year	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2026	$ 290,000	230,100	520,100	2026	115,050	2026	115,050
2027	320,000	215,600	535,600	2027	107,800	2027	107,800
2028	350,000	199,600	549,600	2028	99,800	2028	99,800
2029	380,000	185,600	565,600	2029	92,800	2029	92,800
2030	415,000	170,400	585,400	2030	85,200	2030	85,200
2031	445,000	157,950	602,950	2031	78,975	2031	78,975
2032	475,000	144,600	619,600	2032	72,300	2032	72,300
2033	510,000	130,350	640,350	2033	65,175	2033	65,175
2034	545,000	115,050	660,050	2034	57,525	2034	57,525
2035	580,000	98,700	678,700	2035	49,350	2035	49,350
2036	615,000	81,300	696,300	2036	40,650	2036	40,650
2037	655,000	62,850	717,850	2037	31,425	2037	31,425
2038	700,000	43,200	743,200	2038	21,600	2038	21,600
2039	740,000	22,200	762,200	2039	11,100	2039	11,100
	7,020,000	1,857,500	8,877,500		928,750		928,750

Long-Term Debt Requirements
General Obligation Bonds of 2022A
December 31, 2025

Date of Issue	February 8, 2022
Date of Maturity	December 1, 2041
Authorized Issue	$8,935,000
Interest Rates	3.00% to 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal	Requirements			Interest Due On			
Year	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2026	$ 280,000	281,300	561,300	2026	140,650	2026	140,650
2027	305,000	267,300	572,300	2027	133,650	2027	133,650
2028	335,000	252,050	587,050	2028	126,025	2028	126,025
2029	360,000	235,300	595,300	2029	117,650	2029	117,650
2030	390,000	217,300	607,300	2030	108,650	2030	108,650
2031	425,000	197,800	622,800	2031	98,900	2031	98,900
2032	455,000	176,550	631,550	2032	88,275	2032	88,275
2033	480,000	162,900	642,900	2033	81,450	2033	81,450
2034	510,000	148,500	658,500	2034	74,250	2034	74,250
2035	540,000	133,200	673,200	2035	66,600	2035	66,600
2036	570,000	117,000	687,000	2036	58,500	2036	58,500
2037	600,000	99,900	699,900	2037	49,950	2037	49,950
2038	630,000	81,900	711,900	2038	40,950	2038	40,950
2039	665,000	63,000	728,000	2039	31,500	2039	31,500
2040	700,000	43,050	743,050	2040	21,525	2040	21,525
2041	735,000	22,050	757,050	2041	11,025	2041	11,025
	7,980,000	2,499,100	10,479,100		1,249,550		1,249,550

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Long-Term Debt Requirements
General Obligation Refunding Bonds of 2022B
December 31, 2025

Date of Issue	September 7, 2022
Date of Maturity	December 1, 2033
Authorized Issue	$8,230,000
Interest Rate	2.80%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	PNC Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal	Requirements			Interest Due On			
Year	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2026	$ 705,000	174,300	879,300	2026	87,150	2026	87,150
2027	725,000	154,560	879,560	2027	77,280	2027	77,280
2028	745,000	134,260	879,260	2028	67,130	2028	67,130
2029	765,000	113,400	878,400	2029	56,700	2029	56,700
2030	790,000	91,980	881,980	2030	45,990	2030	45,990
2031	810,000	69,860	879,860	2031	34,930	2031	34,930
2032	830,000	47,180	877,180	2032	23,590	2032	23,590
2033	855,000	23,940	878,940	2033	11,970	2033	11,970
	6,225,000	809,480	7,034,480		404,740		404,740

STATISTICAL SECTION
(Unaudited)

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
December 31, 2025 (Unaudited)

See Following Page

Net Position by Component - Last Ten Fiscal Years*
December 31, 2025 (Unaudited)

	2016	2017	2018 (1)
Governmental Activities			
Net Investment in Capital Assets	$ 33,224,875	34,171,129	30,192,091
Restricted	4,557,424	4,104,560	7,065,413
Unrestricted	(91,778,462)	(95,150,426)	(107,779,949)
Total Governmental Activities Net Position	(53,996,163)	(56,874,737)	(70,522,445)
Business-Type Activities			
Net Investment in Capital Assets	36,588,628	35,765,755	32,472,358
Unrestricted	4,610,400	6,266,907	8,411,004
Total Business-Type Activities Net Position	41,199,028	42,032,662	40,883,362
Primary Government			
Net Investment in Capital Assets	69,813,503	69,936,884	62,664,449
Restricted	4,557,424	4,104,560	7,065,413
Unrestricted	(87,168,062)	(88,883,519)	(99,368,945)
Total Primary Government Net Position	(12,797,135)	(14,842,075)	(29,639,083)

Data Source: Audited Financial Statements

(1) The Village implemented GASB Statement No. 75 for fiscal year 2018.

* Accrual Basis of Accounting

2019	2020	2021	2022	2023	2024	2025
31,568,036	26,448,689	38,294,932	42,417,521	51,232,095	61,472,621	73,989,304
8,691,355	5,811,511	7,199,628	8,842,728	17,597,803	27,629,430	10,826,110
(107,707,787)	(90,600,371)	(75,314,733)	(62,385,336)	(58,018,298)	(54,682,871)	(21,799,373)
(67,448,396)	(58,340,171)	(29,820,173)	(11,125,087)	10,811,600	34,419,180	63,016,041
33,196,889	20,547,932	29,676,988	28,959,971	39,945,439	49,278,861	57,244,423
5,924,760	17,346,891	15,780,856	21,248,084	16,279,047	19,898,538	18,383,812
39,121,649	37,894,823	45,457,844	50,208,055	56,224,486	69,177,399	75,628,235
64,764,925	46,996,621	67,971,920	71,377,492	91,177,534	110,751,482	131,233,727
8,691,355	5,811,511	7,199,628	8,842,728	17,597,803	27,629,430	10,826,110
(101,783,027)	(73,253,480)	(59,533,877)	(41,137,252)	(41,739,251)	(34,784,333)	(3,415,561)
(28,326,747)	(20,445,348)	15,637,671	39,082,968	67,036,086	103,596,579	138,644,276

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years*
December 31, 2025 (Unaudited)

	2016	2017	2018 (1)	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental Activities										
General Government	$ 9,949,082	10,690,075	11,942,073	11,583,734	7,778,670	5,947,477	7,310,783	7,767,590	7,406,435	5,314,508
Public Safety	38,328,609	37,351,039	42,702,313	38,771,199	40,594,163	34,743,839	44,926,770	51,279,223	55,349,218	59,889,999
Highways and Streets	19,990,440	16,176,313	15,587,445	15,664,513	12,769,508	14,011,139	14,135,705	15,496,993	15,200,506	18,287,753
Health	4,620,982	4,557,211	4,811,335	4,852,981	4,785,802	4,962,123	4,941,948	5,269,605	5,350,249	5,474,714
Welfare	2,109,733	2,068,368	1,636,190	1,478,616	1,884,331	1,969,068	1,716,275	2,201,654	1,693,364	2,585,174
Culture and Recreation	515,555	611,653	573,403	381,641	181,061	294,457	272,844	408,122	386,962	454,395
Interest on Long-Term Debt	1,926,793	2,049,953	3,396,566	4,501,317	4,271,762	3,733,579	5,176,985	5,221,510	4,761,173	5,298,226
Total Governmental Activities Expenses	77,441,194	73,504,612	80,649,325	77,234,001	72,265,297	65,661,682	78,481,310	87,644,697	90,147,907	97,304,769
Business-Type Activities										
Water and Sewer	16,054,624	14,308,117	15,419,616	16,940,503	18,033,170	15,584,057	14,576,309	16,726,332	16,496,384	18,548,708
Parking	390,118	229,873	311,736	279,093	225,412	176,825	180,252	231,287	255,686	282,177
Total Business-Type Activities Expenses	16,444,742	14,537,990	15,731,352	17,219,596	18,258,582	15,760,882	14,756,561	16,957,619	16,752,070	18,830,885
Total Primary Government Expenses	93,885,936	88,042,602	96,380,677	94,453,597	90,523,879	81,422,564	93,237,871	104,602,316	106,899,977	116,135,654
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	4,496,290	4,178,495	4,362,732	4,562,357	7,052,725	7,449,945	7,758,489	8,140,677	8,181,609	7,927,872
Public Safety	1,795,838	1,761,708	1,678,492	2,042,165	2,322,390	3,258,363	3,938,414	3,751,029	4,041,602	4,865,509
Highways and Streets	290,172	169,389	387,676	137,694	1,468,859	1,618,479	1,435,828	121,898	96,093	164,976
Other Activities	4,799,080	4,616,263	4,617,215	4,614,732	—	—	—	—	—	—
Operating Grants and Contributions	2,629,030	2,705,584	2,007,177	2,142,458	2,962,935	3,116,222	3,379,605	2,915,796	3,901,416	3,597,269
Capital Grants and Contributions	—	159,682	488,470	47,560	1,348,000	2,848,071	—	—	96,178	1,407,738
Total Governmental Activities Program Revenues	14,010,410	13,591,121	13,541,762	13,546,966	15,154,909	18,291,080	16,512,336	14,929,400	16,316,898	17,963,364
Business-Type Activities										
Charges for Services										
Water and Sewer	12,931,867	13,395,619	14,224,032	14,972,198	16,732,889	17,735,543	18,904,331	20,652,203	21,569,635	24,044,403
Commuter Parking	334,102	343,314	342,560	327,977	104,016	56,289	115,000	165,621	187,410	235,128
Capital Grants/Contributions	244,423	—	—	—	—	—	—	—	—	—
Total Business-Type Activities Program Revenues	13,510,392	13,738,933	14,566,592	15,300,175	16,836,905	17,791,832	19,019,331	20,817,824	21,757,045	24,279,531
Total Primary Government Program Revenues	27,520,802	27,330,054	28,108,354	28,847,141	31,991,814	36,082,912	35,531,667	35,747,224	38,073,943	42,242,895

	2016	2017	2018 (1)	2019	2020	2021	2022	2023	2024	2025
Net (Expense) Revenue										
Governmental Activities	$ (63,430,784)	(59,913,491)	(67,107,563)	(63,687,035)	(57,110,388)	(47,370,602)	(61,968,974)	(72,715,297)	(73,831,009)	(79,341,405)
Business-Type Activities	(2,934,350)	(799,057)	(1,164,760)	(1,919,421)	(1,421,677)	2,030,950	4,262,770	3,860,205	5,004,975	5,448,646
Total Primary Government Net Revenue (Expense)	(66,365,134)	(60,712,548)	(68,272,323)	(65,606,456)	(58,532,065)	(45,339,652)	(57,706,204)	(68,855,092)	(68,826,034)	(73,892,759)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	20,463,758	18,396,040	19,228,572	19,073,749	19,994,090	20,516,214	20,423,578	25,930,366	24,387,676	26,933,581
Utility	3,629,525	3,491,473	3,476,968	3,292,346	3,025,210	3,053,871	3,215,723	2,909,732	2,810,973	2,829,009
Business District	341,340	322,936	315,425	287,207	250,056	290,877	307,733	304,261	315,653	375,125
Home Rules Sales	5,553,213	5,365,011	5,455,278	5,428,737	5,334,399	6,689,468	7,349,436	7,308,754	7,803,006	9,278,630
Other	3,645,424	3,804,231	4,072,906	4,187,381	2,997,190	4,230,731	4,671,391	4,137,697	4,646,337	4,875,658
Intergovernmental										
State Sales and Local Use	17,630,758	19,894,716	24,370,264	25,178,104	24,214,948	31,590,604	33,516,982	37,299,554	39,970,604	45,230,873
Income Taxes	5,272,834	4,975,194	5,187,361	5,765,484	5,886,270	7,175,489	9,263,878	9,080,365	9,654,627	10,252,936
Replacement Taxes	386,338	456,136	370,542	460,546	411,866	723,067	1,461,578	1,215,719	714,366	607,812
Property Tax TIF Rebate	380,758	—	—	—	—	—	—	—	—	—
Charitable Games Tax	4,101	—	8,627	4,309	3,340	1,315	2,955	3,066	2,540	1,589
American Rescue Plan Act	—	—	—	—	—	—	70,898	1,184,577	5,572,395	200,000
Investment Income (Loss)	76,594	196,995	675,703	1,375,199	286,627	(82,122)	575,013	4,434,679	5,926,089	5,452,008
Miscellaneous	33,286	125,949	1,049,155	175,270	2,089,687	1,794,339	(159,582)	1,737,526	1,102,635	2,001,045
Transfers	—	—	—	1,602,619	—	—	(75,000)	(894,312)	(5,468,312)	(100,000)
Sale of Capital Assets	—	—	—	646,600	—	—	—	—	—	—
Total Governmental Activities	57,417,929	57,028,681	64,210,801	67,477,551	64,493,683	75,983,853	80,624,583	94,651,984	97,438,589	107,938,266
Business-Type Activities										
Property Tax	1,524,901	1,514,452	—	—	—	—	—	—	—	—
Home Rule Sales Tax	—	—	—	—	—	—	—	—	—	—
Investment Income (Loss)	14,419	25,334	196,817	303,252	160,643	(19,053)	359,014	1,182,880	1,003,435	812,033
Miscellaneous	90,810	92,905	83,369	86,810	34,208	32,814	53,427	79,034	1,476,191	90,157
Sale of Capital Assets	—	—	—	1,370,265	—	—	—	—	—	—
Transfers	—	—	—	(1,602,619)	—	—	75,000	894,312	5,468,312	100,000
Total Business-Type Activities	1,630,130	1,632,691	280,186	157,708	194,851	13,761	487,441	2,156,226	7,947,938	1,002,190
Total Primary Government	59,048,059	58,661,372	64,490,987	67,635,259	64,688,534	75,997,614	81,112,024	96,808,210	105,386,527	108,940,456
Changes in Net Position										
Governmental Activities	(6,012,855)	(2,884,810)	(2,896,762)	3,790,516	7,383,295	28,613,251	18,655,609	21,936,687	23,607,580	28,596,861
Business-Type Activities	(1,304,220)	833,634	(884,574)	(1,761,713)	(1,226,826)	2,044,711	4,750,211	6,016,431	12,952,913	6,450,836
Total Primary Government Change in Net Position	(7,317,075)	(2,051,176)	(3,781,336)	2,028,803	6,156,469	30,657,962	23,405,820	27,953,118	36,560,493	35,047,697

Data Source: Audited Financial Statements

(1) The Village implemented GASB Statement No. 75 in fiscal year 2018.

* Accrual Basis of Accounting

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
December 31, 2025 (Unaudited)

	2016	2017	2018
General Fund			
Nonspendable	$ 188,247	261,219	220,065
Committed	—	—	—
Assigned	—	—	—
Unassigned	18,496,104	19,137,752	22,837,502
Total General Fund	18,684,351	19,398,971	23,057,567
All Other Governmental Funds			
Nonspendable	96,771	83,232	74,703
Restricted	4,557,424	8,919,560	39,339,578
Committed	—	—	—
Assigned	3,224,446	3,579,214	7,182,152
Unassigned	(688,716)	—	—
Total All Other Governmental Funds	7,189,925	12,582,006	46,596,433
Total Fund Balances	25,874,276	31,980,977	69,654,000

Data Source: Audited Financial Statements

*Modified Accrual Basis of Accounting

(1) In fiscal year 2025, the Economic Emergency Fund and Pension Stabilization Fund fund balances were reclassified from restricted to committed fund balances.

2019	2020	2021	2022	2023	2024	2025 (1)
370,162	381,902	342,372	407,655	314,189	350,626	9,393,310
3,393,000	2,300,000	—	—	—	—	—
—	—	3,700,000	7,250,000	—	8,977,677	5,101,000
22,914,986	23,492,469	30,752,940	40,587,665	43,700,864	46,348,799	54,946,411
26,678,148	26,174,371	34,795,312	48,245,320	44,015,053	55,677,102	69,440,721
100,288	108,495	79,781	100,675	99,081	112,763	95,967
28,845,580	6,071,511	7,456,454	9,073,560	17,820,290	27,841,856	11,029,026
—	934,034	1,012,349	1,289,792	1,558,290	1,790,243	17,267,610
7,245,942	7,150,936	8,157,144	14,469,146	18,154,732	19,686,657	21,831,874
—	—	—	—	—	—	—
36,191,810	14,264,976	16,705,728	24,933,173	37,632,393	49,431,519	50,224,477
62,869,958	40,439,347	51,501,040	73,178,493	81,647,446	105,108,621	119,665,198

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years*
December 31, 2025 (Unaudited)

	2016	2017	2018
Revenues			
Taxes	$ 34,113,260	31,784,137	33,080,547
Intergovernmental	27,434,551	29,199,312	32,811,854
Licenses, Permits, and Fees	4,001,458	3,982,497	4,085,141
Charges for Services	6,347,775	5,810,731	5,834,187
Fines and Forfeitures	414,884	415,189	403,842
Investment Income	76,594	196,995	675,700
Other Reimbursements	35,000	19,824	112,429
Miscellaneous	549,816	592,352	1,660,393
Total Revenues	72,973,338	72,001,037	78,664,093
Expenditures			
General Government	9,435,601	10,060,904	9,566,297
Public Safety	32,512,612	34,279,062	36,287,527
Highways and Streets	8,148,696	8,762,136	9,658,459
Health	4,585,572	4,500,280	4,835,310
Welfare	1,994,918	1,953,055	1,798,458
Culture and Recreation	499,208	585,907	572,169
Capital Outlay	10,718,553	5,786,667	15,245,784
Debt Service			
Principal Retirement	3,243,840	3,518,904	3,671,871
Interest and Fiscal Charges	2,017,192	1,378,256	2,484,885
Total Expenditures	73,156,192	70,825,171	84,120,760
Excess (Deficiency) of Revenues Over Expenditures	(182,854)	1,175,866	(5,456,667)
Other Financing Sources (Uses)			
Disposal of Capital Assets	—	—	—
Debt Issuance	17,835,000	4,815,000	45,500,000
Premium on Debt Issuance	1,022,839	115,835	1,783,506
Payment to Escrow Agent	(18,573,342)	—	(4,153,816)
Transfers In	1,637,926	600,000	2,354,391
Transfers Out	(1,637,926)	(600,000)	(2,354,391)
	284,497	4,930,835	43,129,690
Net Change in Fund Balances	101,643	6,106,701	37,673,023
Debt Service as a Percentage of Noncapital Expenditures	7.32%	6.99%	8.00%

Data Source: Audited Financial Statements
*Modified Accrual Basis of Accounting

2019	2020	2021	2022	2023	2024	2025
32,718,562	31,600,945	34,781,161	35,967,861	40,590,810	39,963,645	44,292,003
34,650,218	36,297,359	46,969,768	49,245,896	51,699,077	59,912,126	61,298,217
4,249,613	3,816,507	3,913,269	3,888,922	2,782,616	2,643,731	2,171,468
6,267,680	6,785,463	7,967,914	8,930,352	8,898,278	9,336,193	10,341,329
286,328	242,004	445,604	313,457	332,710	339,380	445,560
1,375,199	234,783	986	841,017	3,833,039	4,761,547	4,288,222
31,204	—	—	—	—	—	—
621,494	2,089,687	1,798,702	2,755,196	1,770,302	1,102,635	2,089,659
80,200,298	81,066,748	95,877,404	101,942,701	109,906,832	118,059,257	124,926,458
9,384,171	8,044,415	8,079,371	7,190,518	7,853,335	8,547,003	8,848,522
36,783,615	37,584,244	38,791,777	39,908,856	44,916,332	48,182,394	51,197,107
10,456,537	10,576,961	12,006,572	12,959,107	13,179,467	13,749,408	15,502,072
4,849,613	4,793,171	4,985,328	5,037,865	5,165,746	5,484,930	5,541,476
1,676,723	1,824,289	2,126,344	2,030,206	2,161,070	1,906,834	2,444,591
388,375	166,740	306,890	303,830	396,530	405,787	430,601
26,616,871	33,239,574	11,101,659	5,581,945	10,462,289	11,002,227	17,406,925
3,787,500	4,015,000	4,590,000	6,054,521	4,968,030	5,489,352	5,772,198
3,409,229	3,253,348	3,123,295	3,134,366	2,902,474	2,906,605	3,221,854
97,352,634	103,497,742	85,111,236	82,201,214	92,005,273	97,674,540	110,365,346
(17,152,336)	(22,430,994)	10,766,168	19,741,487	17,901,559	20,384,717	14,561,112
646,600	383	295,525	1,990,817	5,956	520	95,465
7,725,000	—	—	8,230,000	—	—	—
394,075	—	—	—	—	—	—
—	—	—	(8,249,328)	—	—	—
3,709,981	5,188,000	4,544,819	4,613,401	13,386,599	14,054,000	6,764,433
(2,170,362)	(5,188,000)	(4,544,819)	(4,688,401)	(14,280,911)	(19,522,312)	(6,864,433)
10,305,294	383	295,525	1,896,489	(888,356)	(5,467,792)	(4,535)
(6,847,042)	(22,430,611)	11,061,693	21,637,976	17,013,203	14,916,925	14,556,577
9.60%	9.46%	10.72%	12.29%	9.69%	9.81%	9.53%

Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
December 31, 2025 (Unaudited)

Tax Levy Year	Residential Property	Commercial Property	Industrial Property	Railroad Property
2015	$ 962,934,812	$ 279,463,359	$ 111,147,033	$ 1,005,644
2016	1,191,992,297	304,999,806	121,128,843	1,037,906
2017	1,185,479,107	321,277,244	162,946,209	1,022,879
2018	1,171,019,649	326,069,226	171,888,945	1,095,851
2019	1,352,621,864	405,952,345	211,550,243	1,182,888
2020	1,341,377,216	418,382,455	230,358,924	1,224,387
2021	1,230,475,305	399,062,987	215,638,131	1,224,387
2022	1,525,284,520	417,627,492	227,197,566	1,417,634
2023	1,572,472,060	397,082,680	236,141,030	1,521,604
2024	1,569,824,544	394,579,801	241,409,332	1,479,290

Data Source: Office of the Cook County Clerk

Note: Property in the Village is reassessed every three years. Property is assessed at 33% of actual value.

Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value as a Percentage of Actual Value
$ 1,354,550,848	1.352	$ 4,063,652,544	33.333%
1,619,158,852	1.157	4,857,476,556	33.333%
1,670,725,439	1.143	5,012,176,317	33.333%
1,670,073,671	1.142	5,010,221,013	33.333%
1,971,307,340	0.988	5,913,922,020	33.333%
1,991,342,982	0.978	5,974,028,946	33.333%
1,846,400,810	1.055	5,539,202,430	33.333%
2,171,527,212	0.942	6,514,581,636	33.333%
2,207,217,374	0.882	6,621,652,122	33.333%
2,207,292,967	0.826	6,621,878,901	33.333%

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
December 31, 2025 (Unaudited)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Village Direct Rates										
Corporate	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Bonds and Interest	0.170	0.143	0.146	0.148	0.132	0.138	0.157	0.104	0.057	0.010
Garbage	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Police Pension	0.236	0.211	0.202	0.208	0.195	0.193	0.193	0.206	0.214	0.237
Firefighters' Pension	0.190	0.170	0.182	0.192	0.175	0.173	0.186	0.190	0.177	0.191
Fire Protection	0.385	0.322	0.312	0.302	0.261	0.251	0.279	0.237	0.233	0.187
Police Protection	0.371	0.311	0.301	0.292	0.225	0.223	0.240	0.204	0.201	0.201
Total Direct Rates	1.352	1.157	1.143	1.142	0.988	0.978	1.055	0.942	0.882	0.826
Overlapping Rates										
Mount Prospect Library	0.801	0.687	0.681	0.696	0.599	0.593	0.647	0.495	0.502	0.512
County of Cook	0.552	0.533	0.496	0.489	0.454	0.453	0.446	0.431	0.386	0.390
Consolidated Elections	0.034	0.000	0.031	0.000	0.030	0.000	0.019	0.000	0.032	0.000
Forest Preserve District	0.069	0.063	0.062	0.060	0.059	0.058	0.058	0.081	0.075	0.069
Metropolitan Water Reclamation District	0.426	0.406	0.402	0.396	0.389	0.378	0.382	0.374	0.345	0.340
Township of Elk Grove	0.078	0.066	0.065	0.066	0.055	0.053	0.058	0.050	0.051	0.054
Township of Maine	0.124	0.108	0.105	0.092	0.033	0.022	0.075	0.064	0.066	0.069
Township of Wheeling	0.055	0.041	0.043	0.043	0.038	0.037	0.041	0.036	0.037	0.037
General Assistance Elk Grove	0.017	0.013	0.013	0.013	0.011	0.011	0.012	0.010	0.010	0.009
General Assistance Maine	0.031	0.027	0.021	0.000	0.000	0.000	0.015	0.013	0.013	0.013
General Assistance Wheeling	0.010	0.008	0.009	0.009	0.008	0.008	0.008	0.007	0.007	0.007
Road and Bridge Elk Grove	0.018	0.016	0.016	0.016	0.014	0.013	0.014	0.012	0.012	0.012
Road and Bridge Maine	0.065	0.056	0.057	0.060	0.053	0.054	0.058	0.047	0.045	0.045
Road and Bridge Wheeling	0.020	0.014	0.015	0.016	0.014	0.013	0.015	0.012	0.012	0.012
Northwest Mosquito Abatement District	0.011	0.010	0.010	0.011	0.010	0.010	0.011	0.009	0.010	0.011
Arlington Heights High School District #214	2.881	2.527	2.563	2.669	2.356	2.382	2.664	2.352	2.445	2.574
Community College District #512	0.466	0.416	0.425	0.443	0.403	0.409	0.457	0.410	0.413	0.434
Arlington Heights Park District	0.626	0.488	0.494	0.514	0.457	0.469	0.521	0.464	0.481	0.497
Village of Mount Prospect										
Special Service Area #5	0.142	0.119	0.118	0.000	0.000	0.000	0.000	0.000	0.000	0.000
School District #59	3.291	2.998	3.031	3.173	2.751	2.735	3.076	2.844	2.913	3.099
Mount Prospect Park District	0.681	0.594	0.609	0.633	0.547	0.554	0.617	0.547	0.561	0.594

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School District #57	3.364	2.870	3.720	3.875	3.490	3.574	3.937	3.448	3.510	4.303
School District #25	3.990	3.424	3.488	3.617	3.246	3.334	3.709	3.437	3.430	3.652
River Trails Park District	0.769	0.665	0.681	0.708	0.626	0.637	0.721	0.645	0.659	0.670
School District #26	4.742	4.140	4.198	4.365	3.916	3.991	4.527	4.058	4.147	4.338
Prospect Heights Park District	0.912	0.770	0.784	0.817	0.751	0.777	0.865	0.753	0.774	0.798
School District #23	4.062	3.404	3.479	3.595	3.312	3.416	3.807	3.346	3.416	3.516
School District #21	5.642	4.966	5.022	5.276	4.691	4.683	5.205	4.635	4.744	4.907
Des Plaines Park District	0.556	0.485	0.493	0.515	0.453	0.463	0.518	0.437	0.441	0.463
Prospect Heights Old Town Sanitary	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Elk Grove Rural Fire Protection District	1.410	1.305	1.305	1.680	1.382	1.309	1.478	1.404	1.074	0.000
SSA Elk Grove Township EMS (1)	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	1.841
Prospect Heights Fire Protection District	1.148	0.979	1.018	1.057	0.969	1.004	1.134	0.955	1.121	1.170
High School District #207	2.901	2.507	2.529	2.652	2.553	2.639	2.901	2.459	2.524	2.618
Community College District #535	0.271	0.231	0.232	0.246	0.221	0.227	0.252	0.221	0.227	0.237
School District #62	4.487	3.921	3.940	4.121	3.575	3.696	4.063	3.499	3.430	3.480
Total Tax Rate for Property Located in the Village of Mount Prospect, Elk Grove Township, and School District #59	10.819	9.605	9.665	9.808	8.745	8.694	9.655	8.677	8.761	9.050
Share of Total Tax Rate Levied by the Village of Mount Prospect for Village Purposes	12.50%	12.05%	11.83%	11.64%	11.30%	11.25%	10.93%	10.85%	10.07%	9.13%
Total Tax Rate for Property Located in the Village of Mount Prospect, Wheeling Township, School District #26, and Mount Prospect Park District	12.242	10.715	10.805	10.973	10.268	10.333	11.468	10.218	10.336	10.641
Share of Total Tax Rate Levied by for Village Purposes	11.04%	10.80%	10.58%	10.41%	9.62%	9.46%	9.20%	9.21%	8.54%	7.76%

Data Source: Office of the Cook County Clerk

Note: Property tax rates are per $100 of assessed valuation.

(1) Started Levy in 2024.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2025 (Unaudited)

	2025*			2016		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
CRP 3 West Central LLC	$ 23,860,314	1	1.08%			
LBX Mount Prospect LLC	19,220,816	2	0.87%			
DLC Management Corp	15,463,471	3	0.70%			
Maple Street Lofts	13,524,980	4	0.61%			
Menard - Properties	11,208,317	5	0.51%			
Golf Plaza II	10,820,125	6	0.49%			
Mt. Prospect Greens LLC	10,150,712	7	0.46%			
Home Properties Colony	10,028,867	8	0.45%			
Costco	9,181,407	9	0.42%			
Walgreens	8,570,255	10	0.39%			
Randhurst Improvements, LLC				21,171,001	1	1.56%
Ramco-Gershenson Properties, LLC				20,212,777	2	1.49%
Home Properties				15,447,546	3	1.14%
Golf Plaza I & II				13,252,769	4	0.98%
United Airlines Inc.				13,243,050	5	0.98%
CRP 3 Acquisitions, LLC				10,943,334	6	0.81%
First Industrial Rlty				8,269,908	7	0.61%
Costco Properties				7,134,307	8	0.53%
LIT Industrial Limited				7,098,640	9	0.52%
Cummins Alison Corp				6,804,630	10	0.50%
Totals	132,029,264		5.98%	123,577,962		9.12%

Data Source: Office of the Cook County Clerk

*Collections received in 2025 for 2024 Tax Year due to delay in Property Tax Billing

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels and it is possible that some parcels and their valuations were overlooked.

Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2025 (Unaudited)

Fiscal Year		Tax Levy Year		Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
					Amount	Percentage of Levy		Amount	Percentage of Levy
2016		2015		$ 18,312,756	$ 18,130,372	99.00%	$ (225,511)	$ 17,904,861	97.77%
2017		2016		18,727,305	18,534,114	98.97%	(257,365)	18,276,749	97.59%
2018		2017		19,087,264	18,865,586	98.84%	(289,497)	18,576,089	97.32%
2019		2018		19,087,266	18,710,515	98.03%	(268,956)	18,441,559	96.62%
2020		2019		19,469,004	19,187,932	98.56%	(252,241)	18,935,691	97.26%
2021		2020		19,469,002	19,207,967	98.66%	(173,885)	19,034,082	97.77%
2022		2021		19,469,003	19,181,887	98.53%	15,547	19,197,434	98.61%
2023		2022		20,443,677	20,367,778	99.63%	(94,869)	20,272,909	99.16%
2024		2023		19,469,004	19,382,291	99.55%	(49,601)	19,332,690	99.30%
2025	*	2024	*	18,235,179	18,235,179	100.00%	—	18,235,179	100.00%

Data Source: Office of the County

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

Other Information: The Statement requires that the information in this schedule be shown for each period for which levied and should be consistent with the periods shown in the schedule of direct and overlapping revenue rates and schedule of direct and overlapping property tax rates. Therefore, most Illinois governments should disclose this by the tax levy year, not the fiscal year.

*Please note that the figures in this report reflect incomplete data, as Cook County reporting was available only through October 31, 2025, and no subsequent updates were provided for distributions issued after that date.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Sales Taxes by Category - Last Ten Fiscal Years
December 31, 2025 (Unaudited)

	2016	2017	2018
General Merchandise	$ 1,114,510	1,082,424	1,086,859
Food	951,863	877,665	856,379
Drinking and Eating Places	884,477	879,654	937,398
Apparel	163,438	157,352	140,366
Furniture and H.H., and Radio	209,712	202,302	210,670
Lumber, Building Hardware	821,872	846,376	913,446
Automobile and Filling Stations	1,492,452	1,676,338	1,816,029
Drugs and Miscellaneous Retail	6,594,754	8,965,486	13,018,288
Agriculture and All Others	3,611,295	3,649,578	3,751,156
Manufacturers	500,200	184,759	95,752
Totals	16,344,573	18,521,934	22,826,343
Village Direct Sales Tax Rate	1.00%	1.00%	1.00%
Number of Taxpayers	987	1,102	1,078

Data Source: Illinois Department of Revenue

Data available for calendar year only. The fiscal year of the Village is the same as the calendar year. Excludes Home Rules Tax portion.

2019	2020	2021	2022	2023	2024	2025
992,680	863,330	955,318	992,430	1,036,858	1,099,955	1,142,003
884,898	985,767	985,071	1,142,947	1,231,263	1,265,937	1,296,237
997,318	870,374	1,035,832	1,182,293	1,240,628	1,323,575	1,399,059
172,171	145,070	220,190	207,198	215,273	236,865	352,550
197,569	160,490	193,957	296,442	322,244	506,469	508,450
965,237	1,095,425	1,151,396	1,185,052	1,128,800	1,133,721	1,250,899
1,942,864	1,951,579	2,276,879	2,509,920	2,422,544	2,653,087	2,724,479
13,336,938	14,089,151	18,596,445	19,688,632	22,337,303	25,126,064	30,383,936
3,788,000	1,629,707	3,653,554	3,715,106	4,806,367	4,280,367	4,957,259
101,939	131,654	200,527	155,768	141,178	122,139	213,867
23,379,614	21,922,547	29,269,169	31,075,788	34,882,458	37,748,179	44,228,739
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
1,040	987	3,616	4,914	5,928	7,256	13,443

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Business District Sales Taxes by Category - Last Ten Fiscal Years
December 31, 2025 (Unaudited)

	2016	2017	2018
General Merchandise	$ 82,142	76,426	62,848
Food	21,846	20,186	20,417
Drinking and Eating Places	54,393	51,629	50,063
Apparel	21,716	20,126	18,060
Furniture, H.H., and Radio	15,551	14,438	12,976
Lumber, Building Hardware	108,480	109,058	112,957
Automobile and Filling Stations	—	—	—
Drugs and Miscellaneous Retail	31,889	25,843	31,732
Agriculture and All Others	5,323	5,230	6,372
Manufacturers	—	—	—
Total	341,340	322,936	315,425
Village Direct Sales Tax Rate	0.25%	0.25%	0.25%

Data Source: Illinois Department of Revenue

Data available for calendar year only. The fiscal year of the Village is the same as the calendar year.

Note: Amount reported net of IDOR 2% compliance administration and enforcement charge.

2019	2020	2021	2022	2023	2024	2025
28,214	19,626	23,759	24,910	25,942	30,582	35,221
18,526	21,501	25,736	23,049	22,611	23,561	24,156
53,476	36,543	40,161	42,631	50,144	47,367	44,461
22,600	12,802	16,484	16,453	15,590	16,408	17,111
12,336	3,661	2,308	14,906	16,640	22,014	34,487
115,524	126,618	139,161	137,256	131,069	128,730	157,759
—	—	16	53	22	1	50
29,430	26,739	38,231	42,507	36,128	39,020	45,559
7,101	2,566	4,941	5,849	6,018	7,656	15,653
—	—	80	119	97	314	668
287,207	250,056	290,877	307,733	304,261	315,653	375,125
0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Home Rule Sales Taxes by Category - Last Ten Fiscal Years
December 31, 2025 (Unaudited)

	2016*	2017**	2018**
General Merchandise	$ 858,739	822,252	806,891
Food	246,759	231,474	238,527
Drinking and Eating Places	862,052	831,312	852,731
Apparel	162,986	154,603	137,624
Furniture and H.H. and Radio	206,542	196,588	204,642
Lumber, Building Hardware	817,396	828,391	891,206
Automobile and Filling Stations	831,269	937,688	1,029,522
Drugs and Miscellaneous Retail	439,702	473,116	517,588
Agriculture and All Others	623,624	702,386	667,655
Manufacturers	497,623	179,655	91,683
Total	5,546,692	5,357,465	5,438,069
Number of Taxpayers	987	1,102	1,078
Village Home Rule Sales Tax Rate	1.00%	1.00%	1.00%

Data Source: Illinois Department of Revenue

Data available for calendar year only. The fiscal year of the Village is the same as the calendar year.

Interest income included in warrants is not reflected in this schedule.

*Excluding additional allocations received (excluded from IDOR online report).

**Amount reported net of IDOR compliance administration and enforcement charge.

2019**	2020**	2021**	2022**	2023**	2024**	2025**
675,585	577,971	678,058	669,247	697,195	732,998	764,551
249,420	268,755	306,796	331,838	339,570	337,363	372,586
913,754	764,116	932,604	1,058,134	1,124,167	1,199,935	1,261,176
169,062	142,434	216,205	203,245	210,969	232,087	345,913
192,307	157,506	190,925	290,069	313,838	494,367	496,564
942,053	1,068,094	1,125,051	1,155,838	1,099,583	1,104,986	1,220,047
1,031,563	924,782	1,172,729	1,346,105	1,305,812	1,330,040	1,394,283
533,057	754,906	1,148,221	1,223,910	1,212,637	1,280,148	1,666,908
611,860	528,437	722,886	803,621	795,136	921,106	1,478,013
97,836	126,659	194,381	150,434	138,034	118,468	188,537
5,416,497	5,313,660	6,687,856	7,232,441	7,236,941	7,751,498	9,188,578
1,040	987	3,616	4,914	5,928	7,256	13,443
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

Direct and Overlapping Sales Tax Rates - Last Ten Fiscal Years
December 31, 2025 (Unaudited)

Fiscal Year	State Tax	County Rate	Regional Transportation Authority	Village Direct Rate	Total
2016	5.00%	2.00%	1.00%	1.00%	10.00%
2017	5.00%	2.00%	1.00%	1.00%	10.00%
2018	5.00%	2.00%	1.00%	1.00%	10.00%
2019	5.00%	2.00%	1.00%	1.00%	10.00%
2020	5.00%	2.00%	1.00%	1.00%	10.00%
2021	5.00%	2.00%	1.00%	1.00%	10.00%
2022	5.00%	2.00%	1.00%	1.00%	10.00%
2023	5.00%	2.00%	1.00%	1.00%	10.00%
2024	5.00%	2.00%	1.00%	1.00%	10.00%
2025	5.00%	2.00%	1.00%	1.00%	10.00%

Data Source: State of Illinois

Note: Business district is assessed additional 0.25% sales tax.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
December 31, 2025 (Unaudited)

	Governmental Activities				Business-Type Activities			
Fiscal Year Ended	General Obligation Bonds	IEPA Loan Payable (1)	Installment Note (2)	Business District Limited Tax Note Payable	General Obligation Bonds	Total Primary Government	Percentage of Personal Income (3)	Per Capita (3)
2016	$ 43,905,073	$ 359,175	$ 1,525,000	$ 31,767,253	$ —	$ 77,556,501	4.31%	$ 1,432
2017	45,784,843	170,271	1,105,000	32,525,273	5,063,964	84,649,351	4.71%	1,563
2018	85,737,998	57,500	590,000	33,192,363	9,827,936	129,405,797	7.19%	2,389
2019	90,476,575	—	—	35,329,187	19,567,083	145,372,845	8.08%	2,684
2020	86,146,970	—	—	35,905,176	19,206,498	141,258,644	6.50%	2,587
2021	81,283,168	—	—	36,730,522	18,644,921	136,658,611	5.94%	2,404
2022	76,644,366	—	—	37,600,588	27,881,659	142,126,613	5.76%	2,500
2023	73,403,031	—	—	38,290,593	26,943,855	138,637,479	5.12%	2,439
2024	70,056,165	—	—	38,413,094	25,931,051	134,400,310	4.91%	2,364
2025	66,559,299	—	—	38,410,426	24,838,247	129,807,972	4.69%	2,283

Data Source: Audited Financial

(1) The Village entered into five installment contracts with the Illinois Environmental Protection Agency to provide funds for the construction of flood control projects. The contracts are for a 20-year period with equal semiannual installments. Only one of the five original loans remain outstanding.

(2) The Village entered into an installment note to provide funding for the construction of certain flood control projects. The loan is payable in annual installments over a seven-year period.

(3) See the schedule of Demographic and Economic Information for personal income and population data.

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
December 31, 2025 (Unaudited)

Fiscal Year	General Obligation Bonds	Less Amounts Available in Debt Service Fund	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2016	$ 43,905,073	$ 168,152	$ 43,736,921	1.08%	$ 807
2017	50,848,807	184,195	50,664,612	1.04%	935
2018	95,565,934	2,546,115	93,019,819	1.86%	1,717
2019	110,043,658	1,850,968	108,192,690	2.16%	1,997
2020	105,353,468	1,261,124	104,092,344	1.76%	1,906
2021	99,928,089	1,533,779	98,394,310	1.65%	1,731
2022	104,526,025	864,746	103,661,279	1.87%	1,823
2023	100,346,886	1,079,060	99,267,826	1.52%	1,746
2024	95,987,216	1,259,540	94,727,676	1.43%	1,666
2025	91,397,546	1,400,516	89,997,030	1.36%	1,583

Data Sources: Audited financial statements and Office of the County Clerk

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

(2) See the schedule of Demographic and Economic Information for personal income and population data.

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

Schedule of Direct and Overlapping Governmental Activities Debt
December 31, 2025 (Unaudited)

Governmental Unit	(1) Gross Debt	(2) Percentage Debt Applicable to the Village of Mount Prospect	(3) Village Share of Debt
Village of Mount Prospect	$ 104,969,725	100.00%	$ 104,969,725
County of Cook	1,930,661,750	1.06%	20,426,401
Forest Preserve District of Cook County	75,290,000	1.06%	796,568
Metropolitan Water Reclamation District	1,908,935,000	1.08%	20,540,141
Community College District #535	53,185,000	0.02%	9,573
Community College District #512	212,340,000	9.78%	20,773,222
School District #214	16,415,000	19.30%	3,167,767
School District #207	144,160,000	0.09%	123,978
School District #57	17,585,000	94.07%	16,542,913
School District #26	32,240,000	78.75%	25,390,290
School District #25	96,120,000	2.44%	2,341,483
School District #23	9,180,000	8.69%	797,558
School District #21	74,045,000	2.71%	2,007,360
School District #59	13,270,000	18.02%	2,391,519
Arlington Heights Park District	5,545,000	1.93%	106,908
Des Plaines Park District	3,249,000	1.57%	51,139
Mount Prospect Park District	19,627,635	68.97%	13,537,180
Total Overlapping Debt	4,611,848,385		129,004,000
Total Direct and Overlapping Debt	4,716,818,110		233,973,725

Data Source: Governmental units and the percentage of overlapping debt from the County Clerk's office. Gross debt of the overlapping governmental units obtained from ACFR's on file with the Cook County Treasurer's Office.

(1) Gross bonded debt excluding outstanding general obligation (alternate revenue bonds) which are expected to be paid from sources other then general taxation.

(2) Determined by ratio of 2024 assessed value of property subject to taxation in overlapping unit to value of property subject to taxation in the Village.

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

Schedule of Legal Debt Margin
December 31, 2025 (Unaudited)

The Village is a home rule municipality.

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

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

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

Demographic and Economic Statistics - Last Ten Fiscal Years
December 31, 2025 (Unaudited)

Fiscal Year	(1) Population	(2) Equalized Assessed Value	Personal Income	(1) Per Capita Personal Income	(3) Unemployment Rate
2016	54,167	$ 1,619,158,852	$ 1,798,831,903	$ 33,209	4.60%
2017	54,167	1,670,725,439	1,798,831,903	33,209	3.70%
2018	54,167	1,670,073,671	1,798,831,903	33,209	2.90%
2019	54,167	1,971,307,340	1,798,831,903	33,209	2.70%
2020	54,604	1,991,342,982	2,174,658,904	39,826	6.60%
2021	56,852	1,846,400,810	2,299,777,104	40,452	5.00%
2022	56,852	2,171,527,212	2,466,751,428	43,389	3.50%
2023	56,852	2,207,217,374	2,706,951,128	47,614	6.70%
2024	56,852	2,207,292,967	2,735,320,276	48,113	5.00%
2025	56,852	N/A	2,766,475,172	48,661	5.30%

Data source:

(1) U.S. Department of Commerce, Bureau of the Census
(2) Office of the Cook County Clerk
(3) IDES Local Area Unemployment Statistics

N/A - Not Available

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2025 (Unaudited)

	2025			2016		
Employer	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
CVS Caremark	655	1	1.15%	1,250	1	2.31%
Robert Bosch Tool Corporation	650	2	1.14%	650	2	1.20%
Village of Mount Prospect	334	3	0.59%	315	4	0.58%
Mount Prospect School District 57	326	4	0.57%	300	5	0.55%
Township High School No. 214	300	5	0.53%	225	8	0.42%
Rauland Borg	300	6	0.53%	300	6	0.55%
Costco	277	7	0.49%			
Wal-Mart	271	8	0.48%	189	9	0.35%
School District 59	266	9	0.47%			
TJX Companies	201	10	0.35%			
Cummins-Allison Corporation				500	3	0.92%
Carson Pirie Scott				267	7	0.49%
Jewel Food Stores				189	9	0.35%
Home Depot				189	10	0.35%
	3,580		6.30%	4,374		8.07%

Data Sources: Village Records

Full-Time Equivalent Employees by Function/Program - Last Ten Fiscal Years
December 31, 2025 (Unaudited)

See Following Page

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Full-Time Equivalent Employees by Function/Program - Last Ten Fiscal Years
December 31, 2025 (Unaudited)

Function/Program	2016	2017	2018
Public Representation/Community			
and Civic Services	2.20	2.10	2.05
General Government			
Village Administration			
Administration	16.75	17.35	15.85
Finance	13.00	13.00	13.50
Total	29.75	30.35	29.35
Community Development			
Community Development	18.75	18.75	21.00
Community Development/CDBG	0.75	0.75	—
Total	19.50	19.50	21.00
Human Services Department	9.50	9.55	10.55
Public Safety and Protection			
Police Department	101.50	102.50	103.00
Fire Department	81.00	81.00	81.00
Total	182.50	183.50	184.00
Public Works Department			
Administration	3.85	3.35	4.75
Streets/Buildings/Parking	12.35	12.35	14.20
Forestry	8.35	8.35	8.35
Engineering	8.00	8.00	7.90
Water/Sewer	2.90	25.25	25.75
Refuse Disposal	24.75	2.90	—
Parking	0.90	0.90	—
Vehicle Maintenance	10.75	10.75	10.75
Total	71.85	71.85	71.70
Village Total	315.30	316.85	318.65

Data Source: Village Budget

2019	2020	2021	2022	2023	2024	2025
0.80	0.80	0.70	0.70	0.70	0.70	0.70
15.50	16.00	16.00	15.50	16.00	16.00	16.00
13.50	14.00	13.00	13.00	13.00	13.00	13.00
29.00	30.00	29.00	28.50	29.00	29.00	29.00
21.25	21.25	20.75	20.75	21.75	21.75	21.75
—	—	—	—	—	—	—
21.25	21.25	20.75	20.75	21.75	21.75	21.75
9.55	9.55	9.55	11.05	11.05	11.50	12.00
104.00	105.50	105.50	104.50	105.50	110.50	111.50
80.75	80.75	80.75	86.79	87.45	87.45	90.45
184.75	186.25	186.25	191.29	192.95	197.95	201.95
5.10	5.10	5.10	5.10	5.10	5.10	5.10
16.05	16.30	16.00	16.00	17.00	17.00	17.00
9.55	9.55	9.55	9.55	9.55	9.55	9.55
8.40	8.40	8.40	8.40	8.40	8.40	8.40
23.30	23.30	23.30	23.85	23.85	23.85	23.85
—	—	—	—	—	—	—
—	—	—	—	—	—	—
9.60	10.10	9.65	9.65	9.65	9.65	8.15
72.00	72.75	72.00	72.55	73.55	73.55	72.05
317.35	320.60	318.25	324.84	329.00	334.45	337.45

Operating Indicators by Function/Program - Last Ten Fiscal Years
December 31, 2025 (Unaudited)

Function/Program	2016	2017	2018
Finance Department			
Vehicle Stickers Issued	41,323	40,638	39,214
Utility Bills	152,872	152,689	152,689
Real Estate Transfer Tax Stamps Sold	1,541	1,472	1,473
Community Development			
Building Division			
Permits Issued	2,500	2,375	2,562
Plan Reviews	513	425	465
Building Code Inspections and Reinspections	9,535	9,640	9,320
Environmental Health Division			
Inspections and Reinspections			
Food Service	405	400	359
Multi-family Buildings	1,000	1,000	1,025
Public Safety			
Police			
Number of Crimes	2,235	2,387	2,335
Number of Service Calls	18,232	18,393	18,339
Number of Arrests	1,083	1,102	1,019
Moving Violations	4,137	3,842	3,440
Parking Citations	5,637	8,179	5,564
Fire			
Fire Calls	1,889	1,816	1,884
EMS Calls	4,032	4,105	4,195
Fire Prevention Inspections	3,800	2,075	2,600
Training Hours	29,024	31,626	31,651
Public Works			
Streets			
Street Resurfacing (Miles)	6.30	7.00	7.00
Crack Filling (Lbs)	53,623	51,412	54,000
Leaves Removed (Tons)	1,676	1,848	1,856
Water			
Water Mains Installed (Lineal Feet)	600	1,990	3,900
Water Billed (1,000 Gallons)	1,224,661	1,208,079	1,179,096
Sanitary Sewers Cleaned (Ft)	75,000	100,000	75,000
Refuse (Single/Multi-Family)			
Solid Waste Collected (Tons)	26,574	29,613	28,235
Recycling (Tons)	5,355	5,492	5,086

Data Source: Various Village Departments

* Numbers affected by COVID-19.

** Village suspended Vehicle Sticker issuance

2019	2020	2021	2022	2023	2024	2025
37,945	35,337	35,687	33,000	— **	—	—
149,186	149,305	153,191	153,437	156,083	153,593	156,616
1,455	1,485	1,596	1,477	1,172	1,180	1,056
2,502	2,500	2,935	2,454	2,379	2,322	2,282
575	600	636	992	972	963	1,108
9,100	9,000	10,480	7,336	8,560	10,442	6,305
406	432	1,216	447	471	493	656
1,015	1,000	902	1,303	1,693	1,847	2,585
2,392	2,102	1,645	1,694	1,785	1,715	1,733
18,483	15,650	22,138	16,186	17,372	17,828	17,248
1,113	919	628	785	789	893	1,380
3,404	2,501	2,087	2,958	2,946	3,680	5,145
4,366	3,692	6,691	4,289	4,688	2,700	5,748
1,855	1,793	1,767	2,037	1,902	2,203	2,215
4,598	4,069	4,734	4,986	5,394	5,588	5,694
3,000	1,500 *	1,956	2,530	3,000	2,398	2,359
31,258	24,221 *	29,587	31,440	36,900	30,287	31,153
6.80	7.10	7.73	8.55	9.21	7.36	6.90
54,000	54,000	55,371	52,251	43,961	46,202	71,800
1,853	1,889	1,100	1,941	2,050	1,935	2,160
4,510	5,326	6,513	6,785	12,884	14,039	16,879
1,183,694	1,219,545	1,259,250	1,259,369	1,271,971	1,290,940	1,265,807
60,000	60,000	52,000	48,000	43,562	45,750	52,450
28,854	28,776	28,704	20,488	21,884	20,605	22,706
4,672	4,859	4,486	4,398	4,067	4,109	3,794

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
December 31, 2025 (Unaudited)

Function/Program	2016	2017	2018
Public Safety			
Police			
Stations	1	1	1
Patrol Units	30	31	31
Fire			
Fire Stations	3	3	3
Fire Engines/Vehicles	21	21	21
Public Works			
Residential Streets (Miles)	135	135	135
Water			
Water Mains (Miles)	160	160	160
Fire Hydrants	2,243	2,246	2,246
Storage Capacity (Gallons)	8.8M	8.8M	8.8M
Wastewater			
Sanitary Sewer (Miles)	72	72	72
Storm Sewers (Miles)	108	110	110
Combined Sewers (Miles)	55	55	55

Data Source: Various Village departments

2019	2020	2021	2022	2023	2024	2025
1	1	1	1	1	1	1
30	30	30	32	31	30	31
3	3	3	3	4	4	4
22	22	22	24	25	27	28
135	135	136	136	136	136	136
160	160	160	160	160	160	160
2,246	2,246	2,246	2,246	2,246	2,246	2,254
8.8M	8.8M	8.8M	8.8M	8.8M	8.8M	8.8M
72	72	72	72	72	72	72
110	110	110	110	110	110	110
55	55	55	55	55	55	55

ADDITIONAL DISCLOSURES REQUIRED BY SEC RULE 15C2-12

VILLAGE OF MOUNT PROSPECT, COOK COUNTY, ILLINOIS
FINANCIAL INFORMATION
STATEMENT OF INDEBTEDNESS

	Amount Applicable as of December 31, 2025	As Percent of Assessed Value	As Percent of Estimated True Value	Per Capita 2020 Census 56,852
Assessed Valuation of Taxable Real Property, 2024	**$ 2,229,344,352**	**100.00%**	**33.33%**	**$ 39,213.12**
Estimated True Value of Taxable Real Property, 2024	**6,688,033,056**	**300.00%**	**100.00%**	**117,639.36**
Direct Bonded Debt payable from Property Taxes (1)				
Payable From Property taxes	$ 41,845,000	1.88%	0.63%	$ 736.03
Self-Supporting Debt	86,504,725	3.88%	1.29%	1,521.58
Total Direct Bonded Debt	$ 128,349,725	5.76%	1.92%	$ 2,257.61
Overlapping Bonded Debt Payable from Property Taxes (2)				
Schools	$ 73,545,663	3.30%	1.10%	$ 1,293.63
Other Than Schools	55,458,337	2.49%	0.83%	975.49
Total Overlapping Bonded Debt	$ 129,004,000	5.79%	1.93%	$ 2,269.12
Total Direct and Overlapping Bonded Debt	$ 257,353,725	11.54%	3.85%	$ 4,526.73
Total Direct and Overlapping Bonded Debt Excl. Self-Supporting	**$ 170,849,000**	**7.66%**	**2.55%**	**$ 3,005.15**

Notes: 1. The Village is a home-rule unit under the Illinois constitution and, therefore, has no debt limit nor is it required to seek referendum approval for the issuance of general obligation debt.
2. See "Detailed Overlapping Bonded Indebtedness Payable from Property Taxes at December 31, 2025".

RETIREMENT SCHEDULE OF OUTSTANDING VILLAGE GENERAL OBLIGATION BONDED

Due Calendar Date	Principal Maturities: Source of Payments: Property Taxes	Principal Maturities: Total Maturities: Annual Amount	Principal Maturities: Total Maturities: Cumulative Percent	Debt Service Tax Levies: Levy Year	Debt Service Tax Levies: Property Taxes
2026	4,565,000	4,565,000	5.2%	2025	7,795,919
2027	4,795,000	4,795,000	10.6%	2026	7,857,879
2028	5,055,000	5,055,000	16.3%	2027	7,952,304
2029	4,800,000	4,800,000	21.7%	2028	7,524,869
2030	5,185,000	5,185,000	27.6%	2029	7,713,624
2031	5,480,000	5,480,000	33.8%	2030	7,804,060
2032	5,775,000	5,775,000	40.4%	2031	7,881,668
2033	6,095,000	6,095,000	47.3%	2030	7,981,540
2034	5,540,000	5,540,000	53.5%	2031	7,198,088
2035	5,830,000	5,830,000	60.1%	2034	7,302,538
2036	6,120,000	6,120,000	67.0%	2035	7,395,763
2037	6,425,000	6,425,000	74.3%	2036	7,493,038
2038	4,650,000	4,650,000	79.6%	2037	5,499,050
2039	4,865,000	4,865,000	85.1%	2038	5,551,200
2040	3,465,000	3,465,000	89.0%	2039	3,977,650
2041	3,610,000	3,610,000	93.1%	2040	3,991,050
2042	2,990,000	2,990,000	96.5%	2041	3,234,000
2043	3,110,000	3,110,000	100.0%	2042	3,234,400
	$88,355,000	$88,355,000			

DEBT (Note 1) (As of December 31, 2025)

Notes: 1. The Village is a home rule unit under the 1970 Illinois Constitution and as such has no debt limit, nor is it required to seek referendum approval for the issuance of general obligation debt. The Village has used alternative revenue sources including Home-rule sales tax, water/sewer charges etc. to perform the debt service for certain bonds. The Village abates the property taxes for the bonds paid with the alternative revenue sources.

DEBT RATIOS AND PER CAPITAL DEBT—GENERAL OBLIGATION BOND SALES 2006-2025 (Note 1)

Village Issue		Ratio to Equalized Assessed Value				Per Capita (3)	
		Direct Debt		Direct & Overlapping Debt		Direct & Overlapping Debt	
Sale Date	Amount	Including Self-Supporting	Excluding Self-Supporting (2)	Including Self-Supporting	Excluding Self-Supporting (2)	Including Self-Supporting	Excluding Self-Supporting (2)
December 15, 2006	10,000,000	0.78%	0.69%	2.72%	2.63%	2,362.39	2,287.21
February 17, 2009	10,000,000	0.72%	0.72%	2.45%	2.45%	2,445.85	2,445.85
December 1, 2009	3,430,000	0.70%	0.70%	2.47%	2.47%	2,749.42	2,749.42
December 1, 2009	2,650,000	0.70%	0.70%	2.47%	2.47%	2,749.42	2,749.42
July 29, 2011	4,100,000	0.60%	0.60%	2.80%	2.80%	2,921.82	2,921.82
July 29, 2011	5,160,000	0.60%	0.60%	2.80%	2.80%	2,921.82	2,921.82
January 3, 2012	2,975,000	0.60%	0.60%	2.80%	2.80%	2,921.82	2,921.82
September 10, 2013	9,800,000	0.92%	0.92%	3.42%	3.42%	3,042.80	3,043.80
February 4, 2014	6,279,000	1.13%	1.09%	3.74%	3.71%	3,253.40	3,223.59
September 8, 2016	8,735,000	2.00%	1.16%	5.29%	4.45%	3,356.50	3,309.47
December 1, 2016	9,100,000	1.90%	1.09%	5.25%	4.43%	3,356.50	3,296.96
December 20, 2017	9,740,000	1.64%	1.04%	3.78%	3.19%	3,385.89	2,829.19
May 1, 2018	7,060,000	1.62%	0.62%	3.79%	2.75%	4,214.20	2,450.93
October 16, 2018	38,440,000	2.39%	1.28%	4.55%	3.41%	4,214.20	3,135.48
June 3, 2019	9,600,000	6.87%	2.56%	12.69%	8.38%	4,444.69	2,935.89
November 25, 2019	7,725,000	6.87%	2.56%	12.69%	8.38%	4,444.69	2,935.89
February 8, 2022	8,935,000	7.70%	2.56%	13.68%	8.55%	4,443.50	2,776.43
September 7, 2022	8,230,000	7.70%	2.56%	13.68%	8.55%	4,443.50	2,776.43

Notes: 1. Information in table pulled from applicable Official Statements.
2. Excludes the Village's general obligation bonds which are payable from non-property taxes.
3. Village population estimates used in these calculations were 56,265 in 2001-2009, 54,167 in 2010-2019 and 56,852 beginning in 2020.

EQUALIZED ASSESSED VALUATION FOR TAXING PURPOSES (Note 1)

Tax Levy Year (2)	Real Property: Net For General Taxing Purposes (3)	Real Property: Plus Incremental Valuation	Real Property: Total For All Taxing Purposes (4)	Real Property: Increase Over Prior Year
2013	1,357,294,084	32,976,484	1,390,270,568	(13.5%)
2014	1,357,146,990	33,230,688	1,390,377,678	0.0%
2015	1,322,298,998	32,251,850	1,354,550,848	(2.6%)
2016	1,571,489,433	47,669,419	1,619,158,852	19.5%
2017	1,670,725,439	-	1,670,725,439	3.2%
2018	1,667,794,096	2,279,575	1,670,073,671	(0.0%)
2019	1,962,779,503	8,527,837	1,971,307,340	18.0%
2020	1,977,147,038	14,195,944	1,991,342,982	1.0%
2021	1,834,713,374	11,687,436	1,846,400,810	(7.3%)
2022	2,111,145,161	60,382,051	2,171,527,212	17.6%
2023	2,167,918,473	39,298,901	2,207,217,374	1.6%
2024	2,169,063,662	60,280,690	2,207,292,967	0.0%

Notes: 1. Property in Cook County is separated into two primary classifications for assessment purposes (10% for residential and 25% for commercial property). After the assessor establishes the fair market value of a parcel of land, the value is multiplied by one of the classification percentages to arrive at the assessed valuation for that parcel. The Illinois Department of Revenue furnishes each county with an adjustment factor (the equalization factor) to equalize the level of assessment between counties. After the equalization factor is applied, the valuation of the property for taxing purposes has been established, and tax rates are applied to the equalized valuation.

3. Under the current triennial reassessment system in Cook County, the Village was most recently reassessed in 2022, and its equalized assessed value increased by 17.6 percent, or $325.1 million, compared to the prior year.

4. Excludes four categories of exemptions: the Senior Citizens' Homestead Exemption; the General Homestead Exemption; the Senior Citizens' Tax Freeze Homestead Exemption and the Long-Term Homeowner Exemption.

4. The Village's tax rate is calculated based on the village's Net Equalized Assessed Valuation (shown in this table as "Net for General Taxing Purposes") and is extended against its entire Equalized Assessed Valuation (shown in this table as "Total for all Taxing Purposes") excluding only the statuary exemptions. Of the taxes collected, that portion applicable to incremental valuation (valuation of tax increment districts) is remitted to the Village by the County Collector for deposit in the applicable tax allocation fund. The Equalized Assessed Valuation for which the Village receives its portion of the total tax rate for all non-TIF purposes is shown in this table as "Net for General Taxing Purposes".

DETAILED OVERLAPPING BONDED INDEBTEDNESS PAYABLE FROM PROPERTY TAXES AT DECEMBER 31, 2025

	Percent of Village's 2024 Real Property in Taxing Body	Gross Bonded Debt	Village's Applicable Share of Gross Debt to be Paid From Property Taxes (1)	
SCHOOL DISTRICTS:			Percent	Amount
Elementary Districts:				
Mount Prospect No. 57	37.7%	17,585,000	94.1%	16,542,913
Community Consolidated No. 59	26.7%	13,270,000	18.0%	2,391,519
River Trails No. 26	26.4%	32,240,000	78.8%	25,390,290
Wheeling Community Consolidated No. 21	3.4%	74,045,000	2.7%	2,007,360
Arlington Heights No. 25	3.2%	96,120,000	2.4%	2,341,483
Prospect Heights No. 23	2.5%	9,180,000	8.7%	797,558
High School Districts:				
Wheeling/Elk Grove No. 214	99.8%	16,415,000	19.3%	3,167,767
Maine Township No. 207	0.2%	144,160,000	0.1%	123,978
Community Colleges:				
Oakton No. 535	0.2%	53,185,000	0.0%	9,573
Harper No. 512	99.8%	212,340,000	9.8%	20,773,222
Total Schools				73,545,663
OTHER THAN SCHOOL DISTRICTS:				
Cook County, Including Forest Preserve District	100.0%	2,005,951,750	1.1%	21,222,969
Metropolitan Water Reclamation District	100.0%	1,908,935,000	1.1%	20,540,141
Park Districts:				
Mount Prospect	66.8%	19,627,635	69.0%	13,537,180
Arlington Heights	2.8%	5,545,000	1.9%	106,908
Des Plaines	1.8%	3,249,000	1.6%	51,139
Total Other Than Schools				55,458,337

Notes: 1. Village's share based upon 2024 Real Property valuations.

TAX RATES PER $100 EQUALIZED ASSESSED VALUATION (Note 1)

Village of Mount Prospect:	2020	2021	2022	2023	2024
Bonds and Interest	$ 0.138	$ 0.157	$ 0.104	$ 0.057	$ 0.010
Pensions (Police, Fire)	0.366	0.379	0.397	0.391	0.428
Police Protection	0.223	0.240	0.204	0.201	0.201
Fire Protection	0.251	0.279	0.237	0.233	0.187
Total Village	$ 0.978	$ 1.055	$ 0.942	$ 0.882	$ 0.826
Cook County, Including Forest Preserve District	0.511	0.523	0.512	0.493	0.459
Metropolitan Water Reclamation District	0.378	0.382	0.374	0.345	0.340
Mount Prospect Park District	0.554	0.617	0.547	0.561	0.594
Mount Prospect Public Library	0.593	0.647	0.495	0.502	0.512
Special Service Area No. 5	-	-	-	-	-
Community Consolidated School District No. 59	2.735	3.076	2.844	2.913	3.098
Township High School District No. 214	2.382	2.664	2.352	2.445	2.574
Harper College No. 512	0.409	0.457	0.410	0.413	0.434
All Other	0.087	0.095	0.081	0.084	0.088
Total (2)	$ 8.627	$ 9.516	$ 8.557	$ 8.638	$ 8.924
Village as a Percent of Total	11.3%	11.1%	11.0%	10.2%	9.3%

Notes 1. As a home rule unit under the 1970 Illinois Constitution, the Village has no statutory tax rate or levy limitations.

2. Tax rate applicable to the largest tax code in the Village and most recent available from Cook County.

TAX EXTENSIONS AND COLLECTIONS
(Village Purposes Only)

Levy Year	Collection Year	Total Taxes Extended	Total Taxes Collected as of December 31, 2025 (Note 1) Amount	Percent (2)
2014	2015	17,730,922	17,389,140	98.07%
2015	2016	18,312,756	17,904,861	97.77%
2016	2017	18,727,305	18,276,749	97.59%
2017	2018	19,087,264	18,576,089	97.32%
2018	2019	19,087,266	18,441,559	96.62%
2019	2020	19,469,004	18,935,691	97.26%
2020	2021	19,469,002	19,034,082	97.77%
2021	2022	19,469,002	19,197,434	98.61%
2022	2023	20,443,677	20,272,909	99.16%
2023	2024	19,469,004	19,332,690	99.30%
2024	2025	18,235,179	18,235,179	100.00%

Notes:

1. Source: Cook County Treasurer's Office. Tax payments, including late payments and proceeds from tax sales, are shown as collections in the year when due. The "Amount Collected" is not the same as distributions to the Village because tax refunds (pursuant to court orders, first time homestead exemptions other exemptions, etc.) are deducted from "Amount Collected" and interest earnings are added to "Amount Collected" in calculating the distributions.

2. Cook County property taxes are payable in two installments: the first on March 1, and the second on the latter of August 1 or 30 days after the mailing of the tax bills. The first installment is an estimated bill and is 55% of the prior year's bill. The second installment is based on the current levy, assessment and equalization and reflects any changes from the prior year in those factors.

TEN LARGEST TAXPAYERS

Rank	Taxpayer	Business/Properties	Equalized Assessed Valuation (1)	Percent of Village (2)
1	CRP 3 West Center LLC	Industrial	23,860,314	1.08%
2	LBX Mount Prospect LLC	Shopping Center	19,220,816	0.87%
3	DLC Management Corp	Shopping Center	15,463,471	0.70%
4	Maple Street Lofts	Apartments	13,524,980	0.61%
5	Menards - Properties	Hardware and Home Building Store	11,208,317	0.51%
6	CR Golf Plaza II LLC	Shopping Center	10,820,125	0.49%
7	MT Prospect Greens LLC	Apartments	10,150,712	0.46%
8	Home Properties	Apartments	10,028,867	0.45%
9	Costco	Membership Warehouse Club	9,181,407	0.42%
10	Walgreens	Pharmacies	8,570,255	0.39%
			$ 132,029,264	5.98%

Notes: 1. Valuations as of January 1, 2024, for 2024 tax purposes (payable 2025).
2. Total 2023 Village valuation is $ 2,207,292,967

2017 AND 2024 TAX BASE DISTRIBUTION BY PROPERTY CLASSIFICATION*

	Village of Mount Prospect				
	Taxable Valuation			Percent of Total	
Classification	2017	2024	% Increase	2017	2024
Residential	1,185,479,107	1,569,824,544	32.42%	70.96%	71.12%
Commercial	321,277,244	394,579,801	22.82%	19.23%	17.88%
Industrial	162,946,209	241,409,332	48.15%	9.75%	10.94%
Railroad	1,022,879	1,479,290	44.62%	0.06%	0.07%
Total	1,670,725,439	2,207,292,967	32.12%	100.00%	100.00%

* A breakdown by property classification of the Village's levy year 2024 valuation is not available as of the date of this report.

GENERAL FUND (Note 1)

Summary Statement of Revenues, Expenditures and Changes in Fund Balance
(Fiscal Years Ending December 31)

					2025	
Revenues:	2021	2022	2023	2024	Budget	Actual
Property Taxes	16,226,617	16,286,923	18,253,378	17,753,593	17,781,260	18,332,923
Sales Taxes	30,100,672	30,307,782	35,151,212	38,043,788	43,967,900	43,967,796
State Income Taxes	7,175,489	9,263,878	9,080,365	9,654,627	10,250,000	10,252,936
Licenses, Permits & Fees	3,462,218	2,568,330	2,782,346	2,643,731	2,723,800	2,171,468
Utility Taxes	3,053,871	3,215,723	1,846,913	1,736,750	1,839,200	1,899,609
Charges for Service	3,153,582	3,938,175	3,737,078	3,987,981	4,686,046	4,779,906
Fines & Forfeits	445,604	313,457	332,710	339,380	412,500	445,560
Investment Income	(3,025)	606,334	2,746,117	3,067,673	2,252,500	2,596,339
Food & Beverage Tax	1,080,890	1,246,766	1,216,606	1,530,914	1,520,600	1,520,610
Real Estate Transfer Tax	1,471,917	1,555,691	956,954	1,016,083	1,179,700	1,179,678
American Rescue Plan Grant	-	70,898	1,184,577	5,572,395	200,000	200,000
All Other Revenues	2,895,216	6,468,685	5,325,179	5,185,981	5,166,482	4,880,480
Total Revenues	$ 69,063,051	$ 75,842,642	$ 82,613,435	$ 90,532,896	$ 91,979,988	$ 92,227,305
Expenditures:						
General Government						
Public Representation Division	166,216	152,110	165,182	223,716	272,098	296,588
Village Manager's Office	3,689,825	4,252,225	4,708,504	4,909,613	5,626,059	5,131,821
Finance Department	1,515,447	1,624,954	1,533,547	1,744,045	1,907,525	1,789,072
Community Development - Administration	1,063,237	1,085,561	1,157,543	1,245,020	1,217,016	1,153,786
Benefit Payments	6,358	6,549	6,745	6,948	7,147	7,156
Total General Government	$ 6,441,083	$ 7,121,399	$ 7,571,521	$ 8,129,342	$ 9,029,845	$ 8,378,423
Public Safety:						
Code Enforcement	1,094,230	1,126,233	1,313,094	1,409,982	1,442,401	1,404,849
Police Department	20,023,450	19,942,165	21,926,267	23,177,731	25,932,658	25,143,872
Fire & Emergency Protection Department	17,616,782	18,751,795	20,736,486	21,372,172	22,878,590	22,387,859
Total Public Safety	$ 38,734,462	$ 39,820,193	$ 43,975,847	$ 45,959,885	$ 50,253,649	$ 48,936,580
Highways & Streets	9,370,338	8,807,969	10,276,613	11,415,344	13,896,876	13,049,799
Health	166,502	128,135	125,878	210,731	253,938	246,772
Welfare	1,422,835	1,562,184	1,672,152	1,771,696	2,106,417	1,982,544
Culture & Recreation	306,890	303,830	396,530	405,787	507,522	430,601
Net Transfers (In)/Out	4,000,000	4,688,401	14,280,911	19,522,312	7,700,000	5,438,967
Total Expenditures	$ 60,442,110	$ 62,432,111	$ 78,299,452	$ 87,415,097	$ 83,748,247	$ 78,463,686
Revenues Over (Under) Expenditures	$ 8,620,941	$ 13,410,531	$ 4,313,983	$ 3,117,799	$ 8,231,741	$ 13,763,619
Ending Fund Balance	$ 34,795,312	$ 48,245,320	$ 52,559,303	$ 55,677,102	$ 63,908,843	$ 69,440,721

General Fund
Balance Sheet - December 31

Assets:	2021	2022	2023	2024	2025
Cash & Investments	$ 29,375,181	$ 46,145,782	$ 50,957,108	$ 48,069,450	$ 45,632,996
Receivables					
Property Taxes	16,259,186	17,863,091	17,853,762	17,656,260	22,387,169
Other Taxes	9,859,038	9,727,019	10,731,093	11,865,311	15,032,761
All Other	312,830	473,104	404,875	328,419	1,046,594
Due From Other Funds	-	10,000	20,000	54,717	9,049,500
Due From Other Governments	92,748	296,195	81,434	391,148	899,254
All Other Assets	2,143,866	407,655	314,189	350,626	345,310
Total Assets	$ 58,042,849	$ 74,922,846	$ 80,362,461	$ 78,715,931	$ 94,393,584
Liabilities & Fund Balance					
Accounts Payable	$ 773,678	$ 552,803	$ 742,182	$ 837,917	$ 951,760
Deferred Revenues					
Property Taxes	16,156,364	14,164,411	17,614,813	17,656,260	17,656,260
All Other Liabilities	6,317,495	11,960,312	9,446,163	4,544,652	6,344,843
Fund Balance:					
Nonspendable	342,372	407,655	314,189	350,626	9,393,310
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	3,700,000	7,250,000	8,544,250	8,977,677	5,101,000
Unassigned	30,752,940	40,587,665	43,700,864	46,348,799	54,946,411
Total Fund Balance	$ 34,795,312	$ 48,245,320	$ 52,559,303	$ 55,677,102	$ 69,440,721
Total Liabilities & Fund Balance	$ 58,042,849	$ 74,922,846	$ 80,362,461	$ 78,715,931	$ 94,393,584

Notes: 1. This condensed financial information for the years ending December 31, 2021-2025 has been excerpted from the full Annual Comprehensive Financial Reports of the Village. The accounting policies of the Village conform to GAAP and are disclosed in the audited financial statements. A summary of some of the policies are: The General Fund is accounted for using the modified accrual basis of accounting. Revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized when the related fund liability is incurred.

COMBINED STATEMENT—ALL FUNDS (Note 1)
Fund Balances 2021-2025 and Summary 2025 Revenues, Excess Revenues and Fund Balance
(Fiscal Years Ended December 31)

					Fiscal Year Ended December 31, 2025			
					Revenue Incl. Transfers		Revenue Over (Under)	Fund
Governmental Fund Types (2):	2021	2022	2023	2024	Property Tax	Total	Expenditures	Balance
General Fund *	34,834,789	48,245,320	52,559,303	$ 55,677,102	$ 18,332,923	$ 92,987,770	$ 13,763,619	$ 69,440,721
Special Revenue Funds:								
Motor Fuel Tax	4,480,280	3,805,306	3,536,346	$ 3,997,697	$ -	$ 2,779,558	$ 327,285	$ 4,324,982
Community Development Block Gra	-	-	-	-	-	462,047	-	-
Refuse Disposal	1,091,050	1,380,549	1,657,371	1,888,415	-	5,725,849	431,145	2,319,560
Asset Seizure	105,505	90,381	77,315	110,520	-	12,975	(6,128)	104,392
DEA shared Funds	57,872	472,562	427,390	428,748	-	31,362	(13,720)	415,028
DUI Fines	148,677	138,910	141,337	130,895	-	1,594	(9,246)	121,649
Foreign Fire Tax Fund	478,814	543,266	585,513	572,458	-	181,719	(3,783)	568,675
Business District Fund	-	-	-	-	-	2,775,395	-	-
Pension Stabilization Fund	-	750,000	750,000	753,547	-	2,009,112	9,112	762,659
Economic Emergency Fund	-	-	6,695,690	13,691,634	-	579,806	579,806	14,271,440
Rural Special Service Area	-	-	-	-	677,953	677,953	12,953	12,953
South Mount Prospect TIF	-	-	2,038,750	2,782,523	807,581	1,829,442	(138,318)	2,644,205
Prospect/Main TIF*	395,781	2,177,557	2,266,402	3,906,514	4,591,577	5,925,709	(2,672,804)	1,233,710
Total Special Revenue	6,757,979	9,358,531	18,176,114	$ 28,262,951	$ 6,077,111	$ 22,992,521	(1,483,698)	26,779,253
Debt Service *	1,782,485	1,095,578	1,301,547	1,471,966	1,579,946	4,654,385	131,466	1,603,432
Capital Projects (3)	8,165,264	14,479,064	18,154,732	19,696,602	-	11,151,679	2,145,190	21,841,792
Total Governmental	$ 51,540,517	73,178,493	$ 90,191,696	$ 105,108,621	$ 25,989,980	$ 131,786,355	$ 14,556,577	$ 119,665,198
Proprietary & Fiduciary Fund Types								
Enterprise Funds (4):								
Water and Sewer *	45,147,298	49,885,089	55,955,988	$ 68,791,930	$ -	$ 30,430,412	$ 6,386,009	75,177,939
Village Parking System	310,546	322,966	268,498	385,469	-	335,128	(35,173)	450,296
Internal Service Funds (5)	25,752,604	25,202,939	26,903,775	29,418,998	-	19,277,895	5,655,801	35,074,800
Pension Trust Funds:		-	-	-				
Police Pension	96,474,332	80,671,330	89,960,810	97,588,648	-	23,972,928	15,768,485	113,357,133
Firefighter's Pension	85,017,228	70,402,040	78,761,763	85,308,692	-	2,041,993	12,426,613	97,735,305
Total Proprietary & Fiduciary	$ 252,702,008	$ 226,484,364	$ 251,850,834	$ 281,493,737	$ -	$ 76,058,356	$ 40,201,735	$ 321,795,473
Total All Funds (Memo Only)	$ 304,242,525	$ 299,662,857	$ 342,042,530	$ 386,602,358	$ 25,989,980	$ 207,844,711	$ 54,758,312	$ 441,460,671

* *Designated as major funds.*

Cash & Investments at 12/31 (6):	2021	2022	2023	2024	2025
General Fund	$ 29,375,181	$ 46,145,782	$ 50,957,108	$ 48,069,450	$ 45,632,996
Internal Service Funds	14,008,929	13,909,933	16,992,050	18,122,823	19,692,201
Prospect & Main TIF	341,682	1,927,204	3,517,866	4,160,017	1,826,420
Economic Emergency Fund	-	-	6,695,690	13,651,595	14,271,440
Other Special Revenue Funds	6,378,108	7,404,244	6,783,159	10,333,215	10,561,626
Debt Service Funds	1,767,712	448,161	1,276,937	1,439,580	1,571,637
Subtotal	$ 51,871,612	$ 69,835,324	$ 86,222,810	$ 95,776,680	$ 93,556,320
Capital Project Funds	7,948,358	12,304,169	17,859,553	16,739,705	20,690,423
Water & Sewer	16,311,963	25,934,241	22,112,891	19,558,241	17,306,857
Other Enterprise Funds	327,112	335,433	281,386	401,201	469,091
Pension Trust Funds	181,536,181	150,542,958	168,630,998	182,948,465	207,105,462
Total	$ 257,995,226	$ 258,952,125	$ 295,107,638	$ 315,424,292	$ 339,128,153

+ *Starting year 2019 Other Fiduciary Funds are merged with General Fund*

Notes:

1. This condensed financial information for the years ending December 31, 2021-2025 has been excerpted from the full Annual Comprehensive Financial Reports of the Village. The accounting policies of the village conform to GAAP and are disclosed in the audited financial statements. A summary of some of the policies are: All Governmental Funds are accounted for using the modified accrual basis of accounting. Revenues are recognized when they become measurable and available as net current assets; expenditures are recognized when the related fund liability is incurred. All Proprietary Funds and Pension Trust Funds are accounted for using the accrual basis of accounting. The Village's Annual Comprehensive Financial Report for the year ended December 31, 2025, included an unmodified "Independent Auditor's Report". Similar unqualified/unmodified opinions were included in the Village's Annual Comprehensive Financial Reports for the years ending December 31, 2021-2025. The "Independent Auditor's Report" included in the latest audit states, in part:

"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 Mount Prospect, Illinois, as of December 31, 2025, 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."

2. The Village's property tax revenue recognition policy conforms to the provisions of "NCGA Interpretation 3, Revenue Recognition Property Taxes." The current net tax levy receivable is recognized in the balance sheet along with a corresponding amount of deferred revenue. In addition, the debt service payments and liabilities related to the current net tax levy are not reflected in the Debt Service Funds; the un-matured principal is reflected in the General Long-Term Debt Account Group.
3. Includes the Capital Improvement Fund, which accounts for the resources used to provide for mid-sized capital projects. Financing is provided by one-quarter cent home rule sales tax, developer contributions, inter-fund transfers, investment income, and bond proceeds.
4. Fund balances shown for the Enterprise Funds are total fund equity, including contributed capital and retained earnings, and the column "Revenue Over Expenditures" represents the change in that amount.
5. The Village created a Risk Management Fund in 1984 to account for the servicing and payment of claims for liability, property, casualty coverage and Workers' Compensation. Financing is provided by charges to the various Village funds. The Village created a Vehicle Replacement Fund in fiscal year 1991 to account for the acquisition and depreciation of Village vehicles. Financing is provided by charges to the General, Water and Sewer, and Parking Funds. The Village created a Vehicle Maintenance Fund in 1996 to account for the maintenance and repair of all Village vehicles except Fire Department vehicles. In 1997, the Village created a Computer Replacement Fund to account for the acquisition and depreciation of Village computer hardware. The Village also created a building improvement fund in 2025, accumulating funds for known future building improvements.
6. The Village created the Pension Stabilization Fund starting in 2022. The fund will provide alternative revenue sources (other than property taxes) for funding the annual pension costs and will allow the Village to abate a portion of the real estate taxes levied for the public safety pensions.
7. The Village created Elk Grove Rural Emergency SSA Fund in 2025. The fund collects the special service area levy for providing Fire and EMS services to the unincorporated Cook County residents.
8. The Village created an Economic Emergency Fund in 2023. The fund will provide support for Village operations during economic emergencies and uncertainties. In 2023, the village funded \$6.5 million from the 2022 surplus from the General Fund. The fund is invested according to the Village's investment policy. In 2024, the Village funded additional \$6.5 million from the 2023 surplus from the General Fund.
9. Excludes agency funds.

CAPITAL ASSETS (Note)
(December 31, 2025)

	Governmental Activities		Business Type Activities
Capital Assets Not Being Depreciated		Capital Assets Not Being Depreciated	
Land	$ 16,711,979	Land	$ 17,318,818
Construction in Progress	$ 7,199,848	Construction in Progress	$ 230,573
Total Assets Not Being Depreciated	$ 23,911,827	Total Assets Not Being Depreciated	$ 17,549,391
Capital Assets Being Depreciated		Capital Assets Being Depreciated	
Buildings	$ 77,756,534	Buildings and Improvements	$ 4,311,808
Improvements Othern Than Buildings	1,508,327	Equipment	4,886,053
Infrastructure and All Other	156,487,638	Infrastructure	82,510,706
Total Capital Assets Being Depreciated	$ 235,752,499	Total Capital Assets Being Depreciated	$ 91,708,567
Less Accumulated Deprteciation	$ 117,884,062	Less Accumulated Deprteciation	$ 26,982,248
Total Capital Assets Being Depreciated, Net	$ 117,868,437	Total Capital Assets Being Depreciated, Net	$ 64,726,319
Net Assets	$ 141,780,264	Net Assets	$ 82,275,710

Note: Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, storm sewers, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than $20,000, except for infrastructure for which the cost is $50,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.