AGENDA
Administrative-Finance Committee
September 8, 2026
6:00 p.m. – City Hall Conference Room

1. **Call to Order**
2. **Public Comment**
3. **New Business**
   a. **Presentation – FYE 26 Annual Financial Report**
   b. **FYE 26 Audit to Budget Comparison**
   c. **Approval of an ordinance authorizing the disposal of surplus property**
   d. **Approval of an ordinance disbanding the environmental committee**
   e. **Postponement of ordinance establishing a tax upon the gross rental charge for the rental or leasing of any individual self-storage space in Darien**
   f. **Approval of Minutes – August 3, 2026**
4. **Other Business**
5. **Next Meeting – October 5, 2026**
6. **Adjournment**

CITY OF DARIEN
M E M O

TO: Administrative/Finance Committee Members
FROM: Bryon D. Vana, City Administrator
DATE: September 1, 2026
SUBJECT: Final Audit review-FYE 4-30-2026

Attached and labeled below are the final audit documents for the fiscal year ending 4-30-2026. The City's independent auditing firm, SIKICH, will present the draft audit and answer any questions.

MEMO

The Honorable Mayor
Members of the City Council
City of Darien, Illinois

Ladies and Gentlemen:

In planning and performing our audit of the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Darien, Illinois (the City) as of and for the year ended April 30, 2026, in accordance with auditing standards generally accepted in the United States of America, we considered the City's system of internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected, on a timely basis.

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

This communication is intended solely for the information and use of the Mayor, City Council and management and is not intended to be and should not be used by anyone other than these specified parties.

Sikich CPA LLC

Naperville, Illinois
August 20, 2026

MEMO

City of Darien, Illinois

Auditor's Communication to the
Honorable Mayor and
Members of the City Council

For the Year Ended April 30, 2026

CITY OF DARIEN, ILLINOIS
AUDITOR'S COMMUNICATION TO THE HONORABLE MAYOR
AND MEMBERS OF THE CITY COUNCIL
TABLE OF CONTENTS

August 20, 2026

The Honorable Mayor
Members of the City Council
City of Darien
1702 Plainfield Road
Darien, Illinois 60561

Ladies and Gentlemen:

As part of our audit process we are required to have certain communications with those charged with governance at the beginning of our audit process and at the conclusion of the audit. Those communications include information related to the planned scope and timing of our audit, as well as other information required by auditing standards. Our communication at the beginning of our audit process along with our questionnaire regarding consideration of fraud in a financial statement audit was sent to you May 5, 2026.

In addition, auditing standards require the communication of internal control related matters to those charged with governance. Our communication of these matters is enclosed within this document.

This information is intended solely for the use of the Mayor, City Council and management of the City of Darien and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,

Sikich CPA LLC

Sikich CPA LLC
By: Kellen O’Malley, CPA, MAS
Director

August 20, 2026

The Honorable Mayor
Members of the City Council
City of Darien, Illinois

We have audited the financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the City of Darien, Illinois (the City) for the fiscal year ended April 30, 2026 and the related notes to financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated August 30, 2026. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated February 17, 2026. Professional standards also require that we communicate to you the following information related to our audit.

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended April 30, 2026. We noted no transactions entered into by the City during the year for which there is lack of authoritative guidance or consensus.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. We noted no particularly sensitive estimates made by management during our audit of the financial statements except for the actuarial valuation and assumptions for the pension and OPEB plans.

Management's estimate of the City's total pension liabilities, and total other postemployment benefit liability are based on various actuarially determined amounts, including estimated investment returns, dates of employee retirement, discount rates, healthcare trend rates, and mortality rates. We evaluated key factors and assumptions used to develop the management's estimates of the City's total pension liabilities and total other postemployment benefit liability in determining that it is reasonable in relation to the financial statements taken as a whole.

The disclosures in the financial statements are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. The attached schedule summarizes uncorrected misstatements of the financial statements. The uncorrected misstatements or the matters underlying them could potentially cause future period financial statements to be materially misstated, even though, in our judgment, such uncorrected misstatements are immaterial to the financial statements under audit. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated August 20, 2026.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those financial statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the Management's Discussion and Analysis and the required supplementary information as listed in the table of contents, which is required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the combining and individual fund financial statements and schedules as listed in the table of contents, which accompany the basic financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the basic financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the basic financial statements or to the basic financial statements themselves.

We were not engaged to report on the introductory section and supplemental data as listed in the table of contents, which accompany the basic financial statements but are not RSI. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Restriction in Use

This information is intended solely for the use of the Mayor, City Council and management of the City of Darien, and is not intended to be, and should not be, used by anyone other than these specified parties.

We appreciate the courtesies extended to us by the City. If you have any questions regarding the purpose of this letter or the requirement mentioned, please contact us.

Sincerely,

Sikich CPA LLC

Sikich CPA LLC
By: Kellen O'Malley, CPA, MAS
Director

City of Darien

Year End: April 30, 2026

Adjusting Journal Entries

Date: 5/1/2025 To 4/30/2026

Account No: AJE#01 To AJE #02

Number	Date	Name	Account No	Amount
AJE #01	4/30/2026	A/D - Machinery & Equipment	02-1990 02-WF	(19,657.00)
AJE #01	4/30/2026	Building/Improvements	99-1920 99-G	394,225.61
AJE #01	4/30/2026	Vehicles/Equipment	99-1940 99-G	(8,873.00)
AJE #01	4/30/2026	A/D - Machinery & Equipment	99-1990 99-G	(52,390.76)
AJE #01	4/30/2026	A/D - Buildings	99-1991 99-G	(19,711.28)
AJE #01	4/30/2026	Loss on Disposal	99-4000 99-G	50,266.46
AJE #01	4/30/2026	Loss on Disposal	99-4000 99-G	12,476.13
AJE #01	4/30/2026	Miscellaneous Revenue	02-00-3580 02-WF	(12,476.13)
AJE #01	4/30/2026	Miscellaneous Revenue	02-00-3580 02-WF	8,873.56
AJE #01	4/30/2026	Depreciation	02-50-4620 02-WF	19,657.00
AJE #01	4/30/2026	Depreciation	02-50-4620 02-WF	3,602.57
AJE #01	4/30/2026	Depreciation - General Govt.	99-90-6000 99-G	(168.72)
AJE #01	4/30/2026	Depreciation - Public Safety	99-90-6001 99-G	34,951.13
AJE #01	4/30/2026	Depreciation - Public Works	99-90-6002 99-G	(16,549.96)
AJE #01	4/30/2026	Purchases - PW	99-90-6502 99-G	(394,225.61)
		Adjust for transfer between water and street and additions not booked		
AJE #02	4/30/2026	Vehicles/Equipment	99-1940 99-G	82,498.58
AJE #02	4/30/2026	Vehicles/Equipment	99-1940 99-G	(110,476.00)
AJE #02	4/30/2026	A/D - Machinery & Equipment	99-1990 99-G	(82,498.58)
AJE #02	4/30/2026	Loss on Disposal	99-4000 99-G	110,476.00
AJE #02	4/30/2026	Purchases - PW	99-90-6502 99-G	110,476.00
AJE #02	4/30/2026	Purchases - PW	99-90-6502 99-G	(110,476.00)
		To correct duplicated capital asset disposal and duplicated addition from prior year		

PASSED ADJUSTMENTS

City of Darien	GOVERNMENTAL ACTIVITIES
(CLIENT)	(OPINION UNIT)

For the Year Ended April 30, 2026

All entries posted as Debit (Credit)

Description	**Workpaper Reference**	**Assets/ Deferred Outflows**	**(Liabilities)/ (Deferred Inflows)**	**(Net Position)**	**Change in Net Position**
Current Effect of Prior Period Passed AJE's that have carried forward to Current Period		$ -	$ -	$ -	$ -
To record the effects of GASB-96	**4225**	327,971	(264,538)	(70,193)	6,760
To record installment contracts for Bodycams In-Car Cameras, and Tasers	**4223**	107,686	(107,686)	-	-
To record IMRF GASB 67/68 adjustment to audited ACFR	**4157**	346,842	-	-	(346,842)
To correct duplicated addition in the prior year recorded as loss on disposal.	**3504**	-	-	110,476	(110,476)
To correct capital asset additions for equipment not received in the prior year.	**3504**	-	-	56,820	(56,820)
Totals		$ 782,499	$ (372,224)	$ 97,103	$ (507,378)

PASSED ADJUSTMENTS

	BUSINESS-TYPE ACTIVITES/ WATER
City of Darien	
(CLIENT)	(OPINION UNIT)

For the Year Ended April 30, 2026

All entries posted as Debit (Credit)

Description	**Workpaper Reference**	**Assets/ Deferred Outflows**	**(Liabilities)/ (Deferred Inflows)**	**(Net Position)**	**Change in Net Position**
Current Effect of Prior Period Passed AJE's that have carried forward to Current Period		$ -	$ -	$ -	$ -
To record IMRF GASB 67/68 adjustment to audited ACFR	**4157**	137,754	-	-	(137,754)
To record Depreciation not booked in PY	**3507**	-	-	(23,260)	23,260
Totals		$ 137,754	$ -	$ (23,260)	$ (114,494)

CITY OF DARIEN, ILLINOIS

COMMUNICATION OF DEFICIENCIES
IN INTERNAL CONTROL AND
OTHER COMMENTS TO MANAGEMENT

April 30, 2026

The Honorable Mayor
Members of Management
City of Darien, Illinois

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

During our audit, we also identify certain matters which we communicate only to management. While many of these matters are operational in nature, they may include internal control deficiencies that do not meet the definition of a significant deficiency or material weakness. We have chosen to communicate these matters in this communication. As discussed on the following pages, we identified certain deficiencies in internal control. In addition, we reviewed the status of the deficiencies from April 30, 2025. The status of these is included in Appendix A.

This memorandum is intended solely for the information and use of management and the City Council and is not intended and should not be used by anyone other than these specified parties.

I encourage you to contact me at (630) 210-3083 should you have any questions.

Sikich CPA LLC

Naperville, Illinois
August 20, 2026

OTHER INFORMATION

Future Accounting Pronouncements

The Governmental Accounting Standards Board has issued a number of pronouncements that may impact the City in the future.

GASB Statement No. 103, Financial Reporting Model Improvements, improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This statement also addresses certain application issues. This Statement requires that the information presented in MD&A be limited to the related topics discussed in five sections: (1) Overview of the Financial Statements, (2) Financial Summary, (3) Detailed Analyses, (4) Significant Capital Asset and Long-Term Financing Activity, and (5) Currently Known Facts, Decisions, or Conditions. Furthermore, this Statement stresses that the detailed analyses should explain why balances and results of operations changed rather than simply presenting the amounts or percentages by which they changed. This Statement describes unusual or infrequent items as transactions and other events that are either unusual in nature or infrequent in occurrence. This Statement requires that the proprietary fund statement of revenues, expenses, and changes in fund net position continue to distinguish between operating and nonoperating revenues and expenses. Operating revenues and expenses are defined as revenues and expenses other than nonoperating revenues and expenses. Nonoperating revenues and expenses are defined as (1) subsidies received and provided, (2) contributions to permanent and term endowments, (3) revenues and expenses related to financing, (4) resources from the disposal of capital assets and inventory, and (5) investment income and expenses. This Statement requires governments to present each major component unit separately in the reporting entity's statement of net position and statement of activities if it does not reduce the readability of the statements. This Statement requires governments to present budgetary comparison information using a single method of communication—RSI. Governments also are required to present (1) variances between original and final budget amounts and (2) variances between final budget and actual amounts. An explanation of significant variances is required to be presented in notes to RSI. The requirements of this Statement are effective for fiscal years beginning after April 30, 2027, and all reporting periods thereafter.

GASB Statement No. 104, *Disclosure of Certain Capital Assets*, requires certain types of capital assets to be disclosed separately in the capital asset note disclosures. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. This Statement also requires additional disclosures for capital assets held for sale. A capital asset is a capital asset held for sale if (a) the government has decided to pursue the sale of the capital asset and (b) it is probable that the sale will be finalized within one year of the financial statement date. Governments should consider relevant factors to evaluate the likelihood of the capital asset being sold within the established time frame. This Statement requires that capital assets held for sale be evaluated each reporting period. Governments should disclose (1) the ending balance of capital assets held for sale, with separate disclosure for historical cost and accumulated depreciation by major class of asset, and (2) the carrying amount of debt for which the capital assets held for sale are pledged as collateral for each major class of asset. This Statement is effective for the fiscal year ending April 30, 2027.

OTHER INFORMATION (Continued)

Future Accounting Pronouncements (Continued)

GASB Statement No. 105, *Subsequent Events*, establishes guidance for governments regarding the recognition and disclosure of events that occur after the financial statement date but before the statements are issued or available to be issued. This Statement clarifies the types of subsequent events that require adjustment to the financial statements and those that require only disclosure. It also specifies the period during which governments should evaluate subsequent events and outlines the required disclosures for events that could significantly affect the financial statements. The objective is to enhance consistency and transparency in reporting subsequent events across governmental entities. The requirements of this Statement are effective for fiscal year ending April 30, 2028.

We will advise the City of any progress made by GASB in developing this and other future pronouncements that may have an impact on the financial position and results of operation of the City.

APPENDIX A
STATUS OF COMMENTS FROM APRIL 30, 2025

DEFICIENCY

We consider the following to be deficiency in the City's internal controls.

Segregation of Duties

During our review of internal controls, we noted that journal entries can be entered into the general ledger without being approved by a separate individual. Additionally, we noted there is no evidence of formal review of the bank reconciliations. We recommend that all general journal entries and bank reconciliations be reviewed and approved by someone other than the person entering and/or creating the journal entry/bank reconciliation to maintain an audit trail that documents both the preparer and reviewer of the original entry.

If a secondary review of the general journal entries and bank reconciliations is not practical, the City Council serves as a compensating control for the lack of segregation of duties in this area. Accordingly, it is important for the City Council to continue to review and approve monthly budget versus actual statements by fund. Additionally, the Council should continue to review and approve all significant financial transactions including purchases, payments to vendors/employees, and investments and to document the dollar amount of those approvals in the minutes.

Status - Comment is considered partially implemented as of April 30, 2026.

Company snapshot

SIKICH®

We help organizations manage risk, maintain compliance and make the most of their technology investments.

Sikich offers the public and private sectors a diverse platform of professional services across consulting, technology and compliance. Highly specialized and hands -on teams deliver integrated solutions rooted in deep industry experience. Our approach is strategically and thoughtfully designed to help our clients, teams and communities accelerate success. Sikich has approximately 2,500 team members and operates across North America, EMEA and APAC.

Specialized services

Risk management

- Cybersecurity
- Forensic and valuations
- Governance, risk and compliance
- Transaction advisory (deals)

Business process solutions

- Finance and accounting services
- IT and security managed services
- Marketing and communications

Enterprise application consulting

- Data and AI
- ERP, CRM, HCM products and services
- Regulatory, quality and compliance

Compliance services

- Audit and assurance
- IT controls
- Tax services

Niche expertise

Sikich provides services and solutions to a wide range of industries. We have devoted substantial resources to develop a significant base of expertise and experience in:

- **Manufacturing**
- **Distribution & supply chain**
- **Construction & real estate**
- **Automotive**
- **Private equity**
- **High-tech**
- **Professional services**
- **Agriculture**
- **Life sciences**
- **Government**
- **Nonprofit**
- **Higher education**

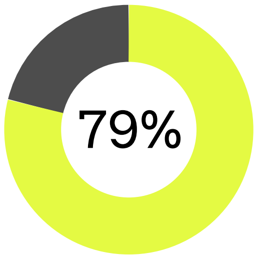
Operating principles

We're different than most service providers because we have the right people backed by the right platform.

- **End to end expertise**
- **Full access no ego**
- **Uncompromising problem solvers**
- **Partners in impact**
- **Cutting edge tech and innovation**

Net promoter score

The firm's overall Net Promoter Score (NPS) is 79%. This is a measure of our clients' willingness to recommend Sikich's services and products. An NPS of 50% is considered excellent, and 70% NPS is considered world-class.



SIKICH®

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Springfield, IL
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St. Louis, MO
+1 (314) 275-7277

**Perform only Technology and Advisory services*

PrimeGlobal

Sikich is a member of PrimeGlobal, an award-winning association of independent accounting and business advisory firms. With over 1000 locations in 112 countries, PrimeGlobal is firmly established as the top association worldwide in terms of diverse reach and geographically widespread coverage.

Certifications & awards

- Great Place to Work® U.S. and India
- Ranked #8 Best Workplace in Chicago by Fortune magazine
- Handshake Early Talent Award
- Best Place to Work, Crain's Chicago Business
- Healthiest Employers® in Illinois, Indiana, New Jersey, Ohio, Virgina and Wisconsin
- Military Times Best for Vets Employer
- NetSuite Winter Alliance Partner Spotlights Award in Biotech and Biopharma
- CRN Solution Provider 500 list
- CRN Managed Service Provider 500 list, Elite 150 category
- Inner Circle for Microsoft AI Business Solutions
- Accounting Today VAR Top 100
- NetSuite North America Solution Provider Partner of the Year
- MSSP Alert Top 250 MSSPs
- Ranked #25 in IPA Top 500 Public Accounting Firms
- Accounting Today top financial planning firms by assets under management ($1B+ AUM)
- USA TODAY/Statista's list of "America's Most Recommended Tax & Accounting Firms"
- Financial Advisor America's Top RIA
- Construction Executive's Top Construction Accounting Firms

For more information about our services, visit **www.sikich.com.**

info@sikich.com | +1 (877) 279-1900

SIKICH®

City of Darien, Illinois

Annual Financial Report

For the Year Ended April 30, 2026

sikich.com

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FINANCIAL SECTION (Continued)

INTRODUCTORY SECTION

CITY OF DARIEN, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2026

MAYOR

Joseph A. Marchese

CITY COUNCIL

Ted V. Schauer
Gerard Leganski
Joseph A. Kenny
Ralph Stompanato
Mary Coyle Sullivan
Eric K. Gustafson
Thomas J. Belczak

CITY TREASURER

Michael J. Coren

CITY CLERK

JoAnne Ragona

CITY ATTORNEY

John B. Murphey

FINANCIAL SECTION

SIKICH.

Certified Public Accountants & Advisors
Members of American Institute of Certified Public Accountants

1415 West Diehl Road, Suite 400
Naperville, IL 60563
+1 (630) 566-8400

sikich.com

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor
Members of the City Council
City of Darien, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Darien, Illinois (the City) as of and for the year ended April 30, 2026, and the related notes to financial statements, which collectively comprise the City'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 City of Darien, Illinois, as of April 30, 2026, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for 12 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 GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the City's basic financial statements for the year ended April 30, 2025, which are not presented with the accompanying financial statements. In our report dated September 3, 2025, we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statement as a whole. The 2025 comparative data included on certain individual fund schedules are presented for purposes of additional analysis and are not a required part of the 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 2025 financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2025 comparative information included on certain individual fund schedules are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section and supplemental data 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.

Sikich CPA LLC

Naperville, Illinois
August 20, 2026

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Darien, we offer readers of Darien's financial statements this narrative overview and analysis of the financial activities of the City of Darien for the fiscal year ended April 30, 2026. Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes, and currently known facts. We encourage readers to consider the information presented here in conjunction with the City's financial statements.

The City of Darien's MD&A is also designed to assist the reader in focusing on significant financial issues, provide an overview of financial activities, identify current changes, address the subsequent year's challenges, identify material deviations from the financial plan (approved budgets), and identify issues with individual funds.

FINANCIAL HIGHLIGHTS

- ❑ The City of Darien maintained compliance with the Police Pension funding requirements as well as the IMRF funding requirements throughout the year.
- ❑ The City transferred $4.45 million to the Capital Improvements Fund in FYE 26 to be used in the City of Darien's 3-year Capital Improvement Plan. The Capital Improvement Plan includes sidewalk replacement, storm-water ditch projects, new street lighting, the road program, and crack sealing to name a few.
- ❑ The City planned and maintained a minimum of 3 months balance of operating expenses in the General Fund throughout the fiscal year.
- ❑ The City reduced its General Obligation Refunding Bond debt by $620,000 during the year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The basic financial statements are comprised of three components:

- Government-wide financial statements,
- Fund financial statements, and
- Notes to the basic financial statements

This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements (see pages 5-7) are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns which 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 City and its governmental and business-type activities. This statement combines and consolidates governmental funds' 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 City's basic services, including administration, police and buildings, planning and development, streets and yard waste, and public works. Property taxes, sales taxes, and shared state income taxes finance the majority of these services.

□ The *Business-Type Activities* reflect private sector type operations (Water & Sewer), 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 (pages 8-15) more familiar. The focus is on Major Funds, rather than the previous model fund types. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

□ Governmental Funds are presented 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 (spendable) resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated herewith. Governmental Funds are recorded using the current financial resources method. The flow of current financial resources will reflect bond proceeds and inter-fund transfers as other financial sources, as well as capital expenditures and bond principal payments as expenditures. A reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations (bonds and others) into the Governmental Activities column (in the Government-Wide Financial Statements).

□ *Proprietary Funds*, also called Enterprise Funds, include the Water/Sewer Fund. These are used to report the same function presented in business-type activities in the City-Wide Financial Statements. Accounting for this type of fund, we utilize the economic resources method, in a similar fashion as corporate accounting. Unlike Governmental Funds, the Business-Type Activities column on the Business-Type Fund Financial Statements is the same as the Business-Type column on the Government-Wide Financial Statements.

□ *Fiduciary Funds* represent trust responsibilities of the government, but which have resources that are held for the benefit of parties outside the City. These assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements. Accounting for fiduciary component units is similar to that used by proprietary funds. Currently the City has one fiduciary component unit, the Police Pension Fund.

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's contributions and funding progress of the Illinois Municipal Retirement Fund, Police Pension Fund, and Other Postemployment Benefit Plan; as well as, budget to actual comparisons of the General Fund and any major special revenue funds. Supplementary schedules include combining and individual fund financial statements and schedules and supplemental data.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Condensed Statement of Net Position
As of April 30, 2026 and 2025
(In millions of dollars)

	Governmental Activities			Business-Type Activities			Government Total		
	2026	2025	Change	2026	2025	Change	2026	2025	Change
Current and other assets	38.59	34.29	4.30	5.94	5.45	0.49	44.54	39.74	4.80
Capital assets	8.06	8.64	(0.58)	7.96	8.36	(0.40)	16.02	17.00	(0.98)
Total Assets	46.65	42.93	3.72	13.91	13.81	0.09	60.56	56.74	3.82
Deferred Outflow of Resources	2.19	4.11	(1.92)	0.04	0.25	(0.21)	2.23	4.36	(2.13)
Total assets and Deferred Outflow of Resources	48.84	47.04	1.80	13.95	14.06	(0.12)	62.79	61.10	1.69
Long-term liabilities	23.15	31.36	(8.21)	1.34	1.74	(0.40)	24.49	33.10	(8.61)
Other liabilities	1.49	1.48	0.01	0.95	1.16	(0.22)	2.43	2.64	(0.21)
Total Liabilities	24.64	32.84	(8.2)	2.28	2.90	(0.62)	26.92	35.74	(8.82)
Deferred Inflows of Resources	12.40	4.97	7.43	0.46	.06	0.40	12.86	5.03	7.83
Total Liabilities and Deferred Inflows of Resources	**37.04**	**37.81**	**(0.77)**	**2.74**	**2.96**	**(0.22)**	**39.78**	**40.77**	**(0.99)**
Net position									
Net investment in capital Assets.	8.06	8.64	(0.58)	6.51	6.30	0.21	14.57	14.94	(0.37)
Restricted	2.31	0.89	1.42	0.51	0.00	0.51	2.83	0.89	1.94
Unrestricted	1.43	(0.30)	1.73	4.19	4.80	(0.61)	5.61	4.50	1.11
Total Net Position	11.80	9.23	2.57	11.21	11.10	0.11	23.01	20.33	2.68

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: (a) reduce current assets and increase capital assets; and, (b) increase capital assets and long-term debt, which will not change the net investment in capital assets.

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 net investment in capital assets.

Principal payment on debt – which will: (a) reduce current assets and reduce long-term debt; and, (b) reduce unrestricted net position and increase net investment in capital assets.

Reduction of capital assets through depreciation –will reduce capital assets and net investment in capital assets.

Current Year Impacts

As noted earlier, net position may serve over time as a useful indicator of a governments' financial position. In the case of the City of Darien, total net position increased approximately $2.68 million from $20.33 million to $23.01 million. The increase was a result of conservative budgeting, a decrease in project expenses, and the approval of grants. The City of Darien has a goal to maintain a specific level of fund balance which is used to cover Capital Project expenditures or used for the early payment of debt.

The City of Darien's assessed property tax rate was .2072. The City of Darien's portion of a resident's tax bill is approximately 3.36% of their total tax bill. The City of Darien's property taxes remain relatively lower than other municipalities within DuPage County.

A portion of the net position of the governmental activities is restricted for street maintenance, road improvements, storm sewer, public safety, and a special service area.

Condensed Statement of Activities
As of April 30, 2026 and 2025
(In millions of dollars)

	Governmental Activities			Business-Type Activities			Government Total		
	2026	2025	Change	2026	2025	Change	2026	2025	Change
Revenues:									
Program Revenues:									
Charges for Services	1.78	1.60	0.18	8.66	7.83	0.83	10.43	9.43	1.00
Operating and Capital Grants and Contributions	1.36	1.16	0.20	-	-	-	1.36	1.16	0.20
General Revenues:									
Property Taxes	2.52	2.51	0.01	-	-	-	2.52	2.51	0.01
Other Taxes	16.11	15.33	0.78	-	-	-	16.11	15.33	0.78
Other General Revenues	1.53	1.59	(0.06)	0.29	0.27	0.02	1.82	1.86	(0.04)
Total Revenues	**23.30**	**22.19**	**1.11**	**8.94**	**8.10**	**0.84**	**32.24**	**30.29**	**1.95**
Expenses:									
General Government	2.87	2.45	0.42	-	-	-	2.87	2.45	0.42
Economic Development	0.04	-	0.04	-	-	-	0.04	-	0.04
Highways and Streets	7.13	5.90	1.23	-	-	-	7.13	5.90	1.23
Public Safety	10.70	11.28	(0.58)	-	-	-	10.70	11.28	(0.58)
Interest and Fees	-	-	-	-	-	-	-	-	-
Water	-	-	-	8.83	8.11	0.72	8.83	8.11	0.72
Total Expenses	**20.74**	**19.63**	**1.11**	**8.83**	**8.11**	**0.72**	**29.57**	**27.74**	**1.83**
Change in Net Position	2.56	2.55	0.01	0.11	-	0.11	2.67	2.55	0.12
Change in Accounting Principle	-	(0.17)	0.17	-	(0.03)	0.03	-	(0.20)	0.20
Net Position, Beginning of Year	9.24	6.85	2.39	11.10	11.13	(0.03)	20.34	17.98	2.36
Net Position, End of Year	**11.80**	**9.23**	**2.57**	**11.21**	**11.10**	**0.11**	**23.01**	**20.33**	**2.68**

Normal Impacts

There are eight basic (normal) impacts that will affect the comparability of the revenues and expenses on the Statement of Activities summary presentation.

Revenues

Economic condition – which can reflect a declining, stable, or growing economic environment, and has substantial impact on state sales, replacement, and hotel/motel tax revenue; as well as, public spending habits for building permits, elective user fees, and volumes of consumption.

Increase/decrease in City approved rates – while certain tax rates are set by statute, the City Council has significant authority to impose and periodically increase/decrease rates (water, home rule sales tax, property 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 grants are less predictable and often distorted in their impact on year to year comparisons.

Market impacts on investment income – the City's investments may be affected by market conditions causing investment income to increase/decrease.

Expenses

Introduction of new programs – within the functional expense categories (general government, public safety, and highways and streets), individual programs may be added or deleted to meet changing community needs.

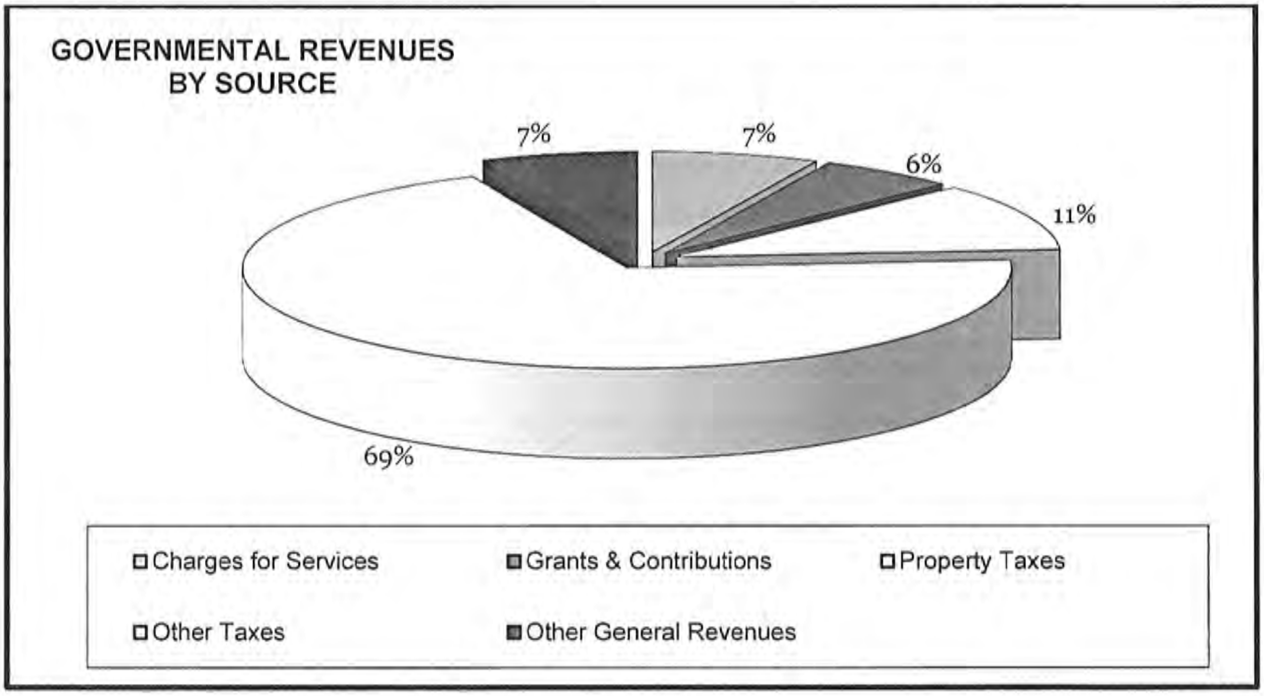
Change in authorized personnel – changes in service demand may cause the City Council to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent the largest operating cost of the City.

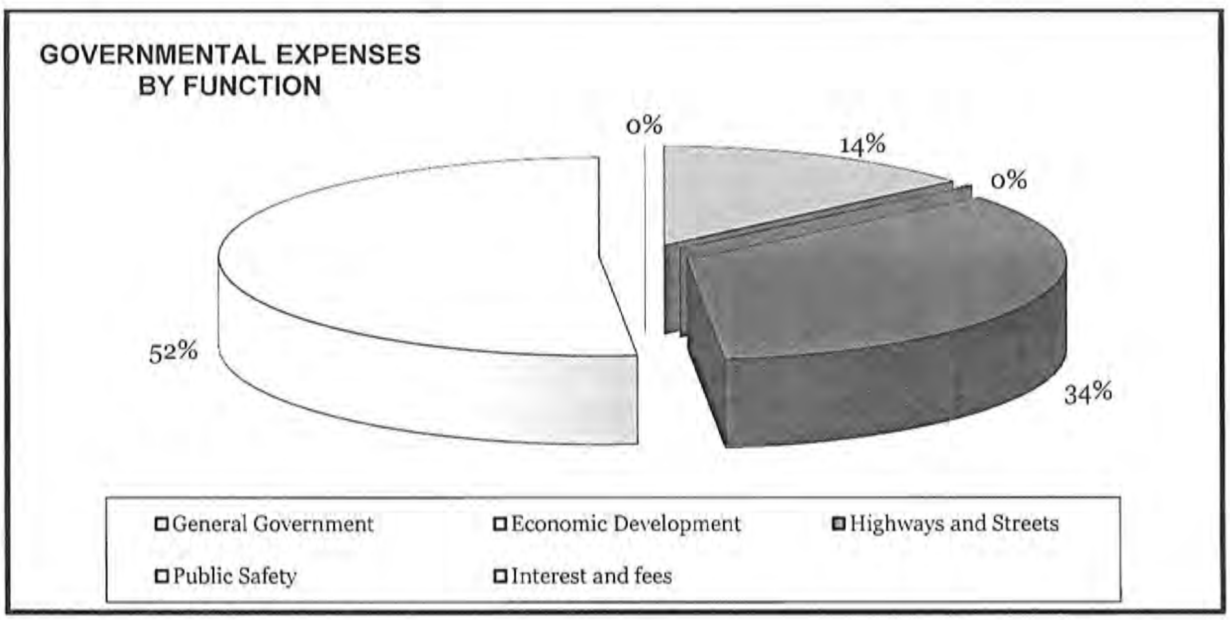
Salary increases (annual adjustments and merit) – the ability to attract and retain staff members, requires the City to strive to approach a competitive salary range position in the marketplace.

Inflation – the City is a major consumer of certain commodities such as supplies, fuel and parts. Due to significant inflation, some functions may experience unusual commodity specific increases.

GOVERNMENTAL ACTIVITIES

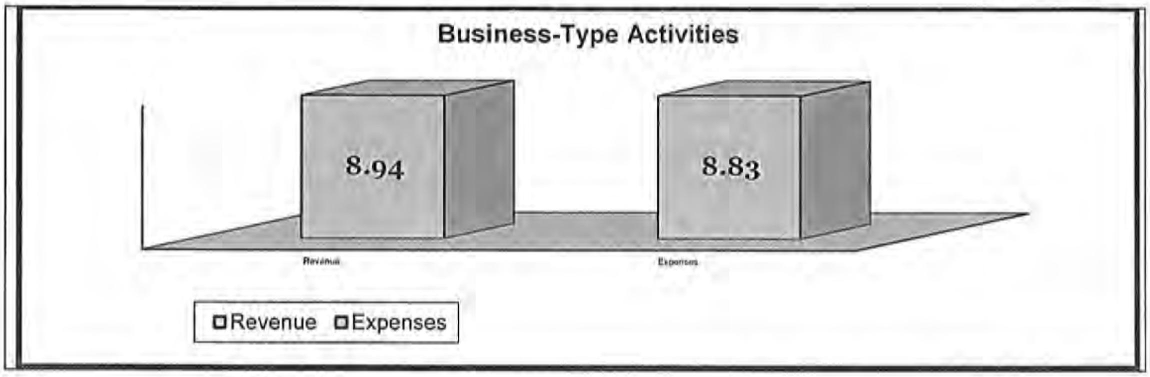
The percentages illustrated below, represent the governmental revenues and expenditures by source/function per page 6 of the MD&A, column 1.





Business Type Activities

The amounts illustrated below, represent the business-type revenues and expenditures by activity per page 6 of the MD&A, column 2.



The Business-Type activity of the City of Darien includes the Water Department. The Water Department serves the city residents and businesses; pricing of water is based on fees determined by the supplier of water, the DuPage Water Commission. The City of Darien has been able to avoid raising water rates to its residents and businesses over the past several years, even though there have been increases in the fee for the supply of water by the DuPage Water Commission. Sales of water (revenues) can be affected by climate, at times, with warmer and drier summers bringing higher demand. The total revenues of the Water Department increased by $0.84 million in comparison to the prior year.

The City pays all of the general expenses from the general fund. On an annual basis, a transfer in the amount of $350 thousand is done from the Water Department to the General Fund. The reason this transfer is done, is to cover the overhead worked on behalf of the Water Department, yet captured within the General Fund. Total expenses increased by $0.72 million compared to the last fiscal year.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City of Darien uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds: The focus of the City of Darien's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City of Darien financing requirements.

The City of Darien's major governmental funds include; the General Fund and the Capital Improvement Fund.

As of the end of the current fiscal year, the City of Darien's governmental funds reported a combined (major and non-major) ending fund balance of $31.62 million.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets

At the end of fiscal year 2026, the City of Darien had total capital assets (net of accumulated depreciation) of $16.02 million, invested in a broad range of capital assets including police and public works equipment, buildings, water facilities, roads, streets, and sewer lines.

(For more detail see Note 4 of the Audit Report)

Debt Administration

The debt administration discussion covers two types of debt reported by the City's financial statements. The City's governmental activities include the general obligation bond issuance for the acquisition and construction of major capital facilities. Overall, the City's governmental activities report a total debt of $23.46 million. The City began the fiscal year with a balance of $31.65 million in debt.

In the City's business-type activities a total debt of $1.71 million is reported. The City began the fiscal year with a balance of $2.39 million in debt. The business activity debt is paid primarily by revenues generated by the Water Department's sale of water fee for service. The general obligation bonds of the business-type activity are obligations of the business-type activity only and are used for infrastructure and building improvements to the system. (More detailed information about the City's long-term liabilities is presented in Note 6 of the financial statements.)

FACTORS BEARING ON THE CITY'S FUTURE

The general economic conditions of DuPage County, Cook County, and the Chicago metropolitan statistical area are affected by the national economics. The unemployment rate for the most recent period available for this year is 4.9% County-wide (Local Area unemployment Statistics LAUS web site). The City's future is also affected by the sales tax base, which can vary based upon the vacancy rate of the local retail establishments, which are affected by the national economy. The City recorded the highest sales tax rate in FY 26 compared to any other fiscal year. The City will continue to monitor the rapidly changing economic conditions to determine appropriate action necessary to maintain the City's sound financial condition, operations, and services.

The City's expenditures are comprised mostly of salaries, benefits and capital projects. Other factors bearing on the City's future include increases in water rates charged by DuPage Water Commission and the City of Chicago, and the general state of the economy. The uncertainty and financial problems with the State of Illinois is a concern for all Illinois municipalities. All of the local economic factors, revenue projections, and analysis of the City's expenditures are factored in the future fiscal budget plans.

REQUESTS FOR INFORMATION

This financial report is designed to provide the City's citizens, taxpayers, and creditors with a general overview of the City's finances; as well as, to demonstrate the City's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact City Hall:

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Darien, Illinois 60561

Michael J. Coren
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1702 Plainfield Road
Darien, Illinois 60561

Julie Saenz
Finance Director
1702 Plainfield Road
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MEMO

BASIC FINANCIAL STATEMENTS

CITY OF DARIEN, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2026

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	$ 27,324,649	$ 2,917,464	$ 30,242,113
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	2,502,166	-	2,502,166
Accounts	-	1,539,790	1,539,790
Intergovernmental	2,122,977	-	2,122,977
Leases	2,030,983	-	2,030,983
Other	3,218,456	975,374	4,193,830
Inventories	45,038	-	45,038
Land held for resale	65,934	-	65,934
Net pension asset	1,284,692	509,710	1,794,402
Capital assets not being depreciated	819,529	100,000	919,529
Capital assets being depreciated	7,235,843	7,863,296	15,099,139
Total assets	46,650,267	13,905,634	60,555,901
DEFERRED OUTFLOWS OF RESOURCES			
Pension items - police	1,986,925	-	1,986,925
Pension items - IMRF	57,264	22,721	79,985
Pension items - OPEB	143,620	20,911	164,531
Total deferred outflows of resources	2,187,809	43,632	2,231,441
Total assets and deferred outflows of resources	48,838,076	13,949,266	62,787,342
LIABILITIES			
Accounts payable	893,180	546,690	1,439,870
Accrued payroll	131,912	12,573	144,485
Accrued interest payable	-	14,420	14,420
Deposits payable	151,596	-	151,596
Noncurrent liabilities			
Due within one year	309,089	373,769	682,858
Due in more than one year	23,154,419	1,336,224	24,490,643
Total liabilities	24,640,196	2,283,676	26,923,872
DEFERRED INFLOWS OF RESOURCES			
Deferred property taxes	2,502,166	-	2,502,166
Deferred inflow - leases	1,819,663	-	1,819,663
Pension items - police	6,737,601	-	6,737,601
Pension items - IMRF	1,025,146	406,735	1,431,881
Pension items - OPEB	316,542	48,300	364,842
Total deferred inflows of resources	12,401,118	455,035	12,856,153
Total liabilities and deferred inflows of resources	37,041,314	2,738,711	39,780,025
NET POSITION			
Net investment in capital assets	8,055,372	6,514,008	14,569,380
Restricted for			
Special service area	22,964	-	22,964
Storm sewer	37,325	-	37,325
Public safety	129,483	-	129,483
Highways and streets	841,290	-	841,290
Retirement	1,284,692	509,710	1,794,402
Unrestricted	1,425,636	4,186,837	5,612,473
TOTAL NET POSITION	$ 11,796,762	$ 11,210,555	$ 23,007,317

See accompanying notes to financial statements.

CITY OF DARIEN, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2026

		Program Revenues		
FUNCTIONS/PROGRAMS	**Expenses**	**Charges for Services**	**Operating Grants and Contributions**	**Capital Grants and Contributions**
PRIMARY GOVERNMENT				
Governmental Activities				
General government	$ 2,868,081	$ 972,651	$ -	$ -
Economic development	39,640	-	-	-
Highways and streets	7,131,803	525,942	1,009,630	195,092
Public safety	10,697,836	276,803	150,960	-
Total governmental activities	20,737,360	1,775,396	1,160,590	195,092
Business-Type Activities				
Water operations	8,832,109	8,658,365	-	-
Total business-type activities	8,832,109	8,658,365	-	-
TOTAL PRIMARY GOVERNMENT	$ 29,569,469	$ 10,433,761	$ 1,160,590	$ 195,092

	Net (Expense) Revenue and Change in Net Position		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
	$ (1,895,430)	$ -	$ (1,895,430)
	(39,640)	-	(39,640)
	(5,401,139)	-	(5,401,139)
	(10,270,073)	-	(10,270,073)
	(17,606,282)	-	(17,606,282)
	-	(173,744)	(173,744)
	-	(173,744)	(173,744)
	(17,606,282)	(173,744)	(17,780,026)
General Revenues			
Taxes			
Property	2,520,310	-	2,520,310
Replacement	10,349	-	10,349
Telecommunications	216,151	-	216,151
Utility	1,146,199	-	1,146,199
Amusement	93,137	-	93,137
Hotel/motel	82,763	-	82,763
Road and bridge	282,866	-	282,866
Video gaming	378,034	-	378,034
Cannabis	33,918	-	33,918
Local gas	208,698	-	208,698
Food and beverage	751,307	-	751,307
Intergovernmental - unrestricted			
Income tax	4,035,882	-	4,035,882
Sales tax	8,663,804	-	8,663,804
Use tax	210,453	-	210,453
Investment income	1,058,913	107,484	1,166,397
Miscellaneous	471,850	178,153	650,003
Total	20,164,634	285,637	20,450,271
CHANGE IN NET POSITION	2,558,352	111,893	2,670,245
NET POSITION, MAY 1	9,238,410	11,098,662	20,337,072
NET POSITION, APRIL 30	$ 11,796,762	$ 11,210,555	$ 23,007,317

See accompanying notes to financial statements.

CITY OF DARIEN, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2026

	General	Capital Improvements	Nonmajor	Total
ASSETS				
Cash and cash equivalents	$ 4,931,610	$ 21,510,180	$ 882,859	$ 27,324,649
Receivables (net, where applicable, of allowances for uncollectibles)				
Property taxes	2,502,166	-	-	2,502,166
Intergovernmental	2,041,723	-	81,254	2,122,977
Leases	2,030,983	-	-	2,030,983
Other	2,983,781	234,675	-	3,218,456
Inventory	45,038	-	-	45,038
Land held for resale	-	65,934	-	65,934
Advance to other funds	39,145	-	-	39,145
TOTAL ASSETS	$ 14,574,446	$ 21,810,789	$ 964,113	$ 37,349,348
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts payable	$ 823,045	$ 8,210	$ 61,925	$ 893,180
Accrued payroll	131,912	-	-	131,912
Advance from other funds	-	-	39,145	39,145
Deposits payable	151,596	-	-	151,596
Total liabilities	1,106,553	8,210	101,070	1,215,833
DEFERRED INFLOWS OF RESOURCES				
Unavailable property taxes	2,502,166	-	-	2,502,166
Deferred inflow - leases	1,819,663	-	-	1,819,663
Other unavailable revenue	-	194,675	-	194,675
Total deferred inflows of resources	4,321,829	194,675	-	4,516,504
Total liabilities and deferred inflows of resources	5,428,382	202,885	101,070	5,732,337
FUND BALANCES				
Nonspendable				
Inventory	45,038	-	-	45,038
Advances	39,145	-	-	39,145
Restricted				
Special service area	-	-	22,964	22,964
Storm sewer	-	-	37,325	37,325
Public safety	128,379	-	1,104	129,483
Highways and streets	-	-	841,290	841,290
Unrestricted				
Assigned				
Capital improvements	-	21,607,904	-	21,607,904
Insurance	2,575,928	-	-	2,575,928
Unassigned				
General fund	6,357,574	-	-	6,357,574
Unassigned (deficit)	-	-	(39,640)	(39,640)
Total fund balances	9,146,064	21,607,904	863,043	31,617,011
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 14,574,446	$ 21,810,789	$ 964,113	$ 37,349,348

See accompanying notes to financial statements.

CITY OF DARIEN, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION

For the Year Ended April 30, 2026

FUND BALANCES OF GOVERNMENTAL FUNDS	$ 31,617,011
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 governmental funds	8,055,372
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Compensated absences payable	(1,293,527)
Other long-term receivables are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds	194,675
Net pension liability/asset for the Illinois Municipal Retirement Fund is shown as a liability/asset on the statement of net position	1,284,692
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings, and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows and inflows of resources on the statement of net position	(967,882)
Net pension liability for the Police Pension Fund is shown as a liability on the statement of net position	(21,150,269)
Differences between expected and actual experiences, assumption changes, and net differences between projected and actual earnings for the Police Pension Fund are recognized as deferred outflows and inflows of resources on the statement of net position	(4,750,676)
Total other postemployment benefit plan liability is shown as a liability on the statement of net position	(1,019,712)
Differences between expected and actual experiences and assumption changes for the other postemployment benefit plan are recognized as deferred outflows and inflows of resources on the statement of net position	(172,922)
NET POSITION OF GOVERNMENTAL ACTIVITIES	$ 11,796,762

See accompanying notes to financial statements.

CITY OF DARIEN, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2026

	General	*(Formerly Major)* Motor Fuel Tax	Capital Improvements	Nonmajor	Total
REVENUES					
Taxes	$ 5,718,701	$ -	$ -	$ 5,031	$ 5,723,732
Licenses and permits	1,214,174	-	-	-	1,214,174
Intergovernmental	13,049,978	-	196,712	1,020,751	14,267,441
Charges for services	559,601	-	-	-	559,601
Investment income	216,958	-	811,584	30,371	1,058,913
Miscellaneous	504,295	-	-	-	504,295
Total revenues	21,263,707	-	1,008,296	1,056,153	23,328,156
EXPENDITURES					
Current					
General government	2,769,365	-	-	-	2,769,365
Economic development	-	-	-	39,640	39,640
Highways and streets	3,194,420	-	40,258	754,115	3,988,793
Public safety	10,304,948	-	-	61,984	10,366,932
Capital outlay	-	-	2,830,064	123,262	2,953,326
Total expenditures	16,268,733	-	2,870,322	979,001	20,118,056
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4,994,974	-	(1,862,026)	77,152	3,210,100
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	4,450,000	-	4,450,000
Transfers (out)	(4,450,000)	-	-	-	(4,450,000)
Sale of capital assets	51,104	-	-	-	51,104
Total other financing sources (uses)	(4,398,896)	-	4,450,000	-	51,104
NET CHANGE IN FUND BALANCES	596,078	-	2,587,974	77,152	3,261,204
FUND BALANCES, MAY 1, AS REPORTED	8,549,986	599,956	19,019,930	185,935	28,355,807
Change within financial reporting entity	-	(599,956)	-	599,956	-
FUND BALANCES, MAY 1, AS RESTATED	8,549,986	-	19,019,930	785,891	28,355,807
FUND BALANCES, APRIL 30	$ 9,146,064	$ -	$ 21,607,904	$ 863,043	$ 31,617,011

See accompanying notes to financial statements.

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2026

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	$	3,261,204
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities		461,897
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds		(850,650)
The loss on disposal of capital assets is reported only in the statement of activities		(200,258)
Revenues in the statement of activities that are not available in governmental funds are not reported as revenue in governmental funds until received		(32,444)
The change in compensated absences payable is shown as an expense on the statement of activities		(35,971)
The change in the net pension liability/asset and related deferred outflows and inflows for Illinois Municipal Retirement Fund is reported only in the statement of activities		(52,863)
The change in the net pension liability and related deferred outflows and inflows for Police Pension Fund is reported only in the statement of activities		(63,924)
The change in the total other postemployment benefit liability and related deferred outflows and inflows is reported only in the statement of activities		71,361
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	$	2,558,352

See accompanying notes to financial statements.

CITY OF DARIEN, ILLINOIS

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

April 30, 2026

	Business-Type Activities
	Water Operations
CURRENT ASSETS	
Cash and cash equivalents	$ 2,917,464
Receivables (net, where applicable, of allowances for uncollectibles)	
Water accounts	1,539,790
Other	975,374
Total current assets	5,432,628
NONCURRENT ASSETS	
Net pension asset	509,710
Capital assets	
Assets not being depreciated	100,000
Assets being depreciated	
Cost	21,556,204
Accumulated depreciation	(13,692,908)
Net capital assets	7,963,296
Total noncurrent assets	8,473,006
Total assets	13,905,634
DEFERRED OUTFLOWS OF RESOURCES	
Pension items - IMRF	22,721
Pension items - OPEB	20,911
Total deferred outflows of resources	43,632
Total assets and deferred outflows of resources	13,949,266

(This statement is continued on the following page.)

STATEMENT OF NET POSITION (Continued)
PROPRIETARY FUNDS

April 30, 2026

	Business-Type Activities Water Operations
CURRENT LIABILITIES	
Accounts payable	$ 546,690
Accrued payroll	12,573
Accrued interest payable	14,420
Bonds payable	340,000
Compensated absences payable	16,424
Total OPEB liability	17,345
Total current liabilities	947,452
LONG-TERM LIABILITIES	
Bonds payable	1,109,288
Compensated absences payable	93,071
Total OPEB liability	133,865
Total long-term liabilities	1,336,224
Total liabilities	2,283,676
DEFERRED INFLOWS OF RESOURCES	
Pension items - IMRF	406,735
Pension items - OPEB	48,300
Total deferred inflows of resources	455,035
Total liabilities and deferred inflows of resources	2,738,711
NET POSITION	
Net investment in capital assets	6,514,008
Restricted for retirement	509,710
Unrestricted	4,186,837
TOTAL NET POSITION	$ 11,210,555

See accompanying notes to financial statements.

CITY OF DARIEN, ILLINOIS

STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

For the Year Ended April 30, 2026

	Business-Type Activities Water Operations
OPERATING REVENUES	
Water sales	$ 8,606,827
Inspections/tap on/permits	30,059
Sale of meters	7,870
Other water sales	13,609
Total operating revenues	8,658,365
OPERATING EXPENSES EXCLUDING DEPRECIATION	
Personnel services	1,261,828
Materials and supplies	1,471,107
Contractual services	5,410,921
Total operating expenses excluding depreciation	8,143,856
OPERATING INCOME BEFORE DEPRECIATION	514,509
Depreciation	625,785
OPERATING LOSS	(111,276)
NON-OPERATING REVENUES (EXPENSES)	
Investment income	107,484
Interest expense	(62,468)
Miscellaneous	178,153
Total non-operating revenues (expenses)	223,169
CHANGE IN NET POSITION	111,893
NET POSITION, MAY 1	11,098,662
NET POSITION, APRIL 30	$ 11,210,555

See accompanying notes to financial statements.

CITY OF DARIEN, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended April 30, 2026

	Business-Type Activities
	Water Operations
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	$ 8,378,420
Payments to suppliers	(6,810,503)
Payments to employees	(1,234,268)
Receipts from miscellaneous	178,153
Net cash from operating activities	511,802
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
None	-
Net cash from noncapital financing activities	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of capital assets	(228,314)
Principal payments	(620,000)
Interest and fiscal charges	(63,575)
Net cash from capital and related financing activities	(911,889)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	107,483
Net cash from investing activities	107,483
NET DECREASE IN CASH AND CASH EQUIVALENTS	(292,604)
CASH AND CASH EQUIVALENTS, MAY 1	3,210,068
CASH AND CASH EQUIVALENTS, APRIL 30	$ 2,917,464
RECONCILIATION OF OPERATING LOSS TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating loss	$ (111,276)
Adjustments to reconcile operating loss to net cash from operating activities	
Depreciation	625,785
Miscellaneous revenue	178,153
Changes in assets and liabilities	
Accounts receivable	(279,945)
Accounts payable	71,525
Accrued payroll	399
Compensated absences payable	17,323
IMRF items	20,974
OPEB items	(11,136)
NET CASH FROM OPERATING ACTIVITIES	$ 511,802
NONCASH TRANSACTIONS	
Change in IRMA receivable	$ 121,323

See accompanying notes to financial statements.

CITY OF DARIEN, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS

April 30, 2026

	Pension Trust Fund
ASSETS	
Cash and cash equivalents	$ 350,771
Investments held in the Illinois Police Officers' Pension Investment Fund	47,449,846
Prepaid items	550
Total assets	47,801,167
LIABILITIES	
Benefits payable	2,160
Total liabilities	2,160
NET POSITION RESTRICTED FOR PENSION BENEFITS	$ 47,799,007

See accompanying notes to financial statements.

CITY OF DARIEN, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND

For the Year Ended April 30, 2026

ADDITIONS	
Contributions	
Employer	$ 2,966,676
Employee	402,643
Total contributions	3,369,319
Investment income	
Net appreciation in fair value of investments	8,867,447
Interest	253,784
Total investment income	9,121,231
Less investment expense	(45,269)
Net investment income	9,075,962
Total additions	12,445,281
DEDUCTIONS	
Pension benefits	3,536,537
Administrative expenses	44,371
Total deductions	3,580,908
NET INCREASE	8,864,373
NET POSITION RESTRICTED FOR PENSION BENEFITS	
May 1	38,934,634
April 30	$ 47,799,007

See accompanying notes to financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Darien, Illinois (the City) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

a. Reporting Entity

The City is a municipal corporation governed by a seven-member council consisting of seven aldermen and the mayor. As required by GAAP, these financial statements present the City and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations and so data from these units are combined with data of the primary government.

The City's financial statements include one fiduciary component unit.

Police Pension Employees Retirement System

The City's police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the City's Mayor, one elected pension beneficiary, and two elected police employees constitute the pension board. The City and PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Accordingly, the PPERS is fiscally dependent on the City. Separate financial statements are not available for the PPERS. PPERS is reported as a pension trust fund.

b. Fund Accounting

The City uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain city functions or activities.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary, and fiduciary.

Governmental funds are used to account for all or most of the City's general activities. Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The General Fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the City (internal service funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments. The City utilizes pension trust funds which are generally used to account for assets that the City holds in fiduciary capacity or on behalf of others as their agent.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statements of net position and the statement of activities) report information on all of the nonfiduciary activities of the City. The effect of material interfund activity has been eliminated from these financial statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment, or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

Program revenues 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. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

The Capital Improvements Fund is used to account for all restricted, committed, or assigned resources used for the acquisition of general capital assets including infrastructure capital assets.

The City reports the following major proprietary fund:

The Water Operations Fund accounts for the provision of water and sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, financing and related debt service, and billing and collections.

The City reports the following fiduciary funds:

The Police Pension Fund accounts for the activities of the accumulation of resources to pay pension costs. Resources are contributed by members at rates fixed by state statutes and by the City which uses the annual property tax levy to fund the employer contribution.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and pension trust fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Non-operating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes, and telecommunications taxes which use a 90-day period. The City recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

Sales taxes owed to the state at year end; franchise taxes, licenses, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Income and motor fuel taxes and fines collected and held by the state or county at year end on behalf of the City are also recognized as revenue. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

The City reports unearned and unavailable/deferred revenue on its financial statements. Unavailable/deferred revenues arise when potential revenue does not meet both the measurable and available or period intended to finance criteria for recognition in the current period. Unearned revenues arise when resources are received by the government before it has legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for unearned revenue and the deferred inflows of resources for unavailable/deferred revenue is removed from the financial statements and revenue is recognized.

e. Cash and Investments

Cash and Cash Equivalents

For purposes of the statement of cash flows, the City's proprietary funds consider all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

City investments with a maturity of one year or less when purchased are stated at cost or amortized cost. City investments with a maturity greater than one year when purchased and all pension fund investments are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

f. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

g. Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund inventories, if any, are recorded as expenditures when purchased.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the date of this report, if any, are recorded as prepaid items and are recognized on the consumption method.

i. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and storm sewers), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $50,000 for machinery, equipment, and vehicles, $100,000 for building improvements, $100,000 for buildings, $200,000 for infrastructure and an estimated useful life in excess of one year, and any amount for land. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	25-50
Building improvements	8-25
Land improvements	15-35
Machinery, vehicles, and equipment	5-20
Infrastructure - streets	25-50
Waterworks and sewage system	25

j. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Vacations must be taken in the year following the one in which it was earned. Unused vacation time is not allowed to be carried over to the subsequent year without approval. Sick leave may be accumulated for future use.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Compensated Absences (Continued)

City employees may accrue up to 120 or 150 hours depending on the employment classification. The City's policy allows for a bonus to be paid for those employees who have not used sick days in the given year. Accumulated amounts are paid out at retirement at a rate of 50% of the employee's current hourly salary rate.

The City implemented GASB Statement 101, *Compensated Absences*, for fiscal year ending April 30, 2025. Vested or accumulated vacation and sick leave that is due to employees who have retired or terminated by the end of the year is reported as an expenditure and a fund liability of the governmental fund that will pay it. Vested or accumulated vacation and sick leave of proprietary funds and governmental activities is recorded as an expense and liability of those funds as the benefits accrue to employees. The entire balance of vacation leave is recognized as a liability at year end. A liability is recognized for the portion of accumulating sick leave benefits that is estimated to be more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

k. Long-Term Obligations

In the government-wide financial statements and proprietary funds 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 financial statements. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are recognized as expense during the current period.

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

l. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. Committed fund balance is constrained by formal actions of the City Council, which is considered the City's highest level of decision-making authority. Formal actions include ordinances

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Fund Balances/Net Position (Continued)

approved by the City Council. Assigned fund balance represents amounts constrained by the City's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the City Administrator. Any residual fund balance of the General Fund or any deficit fund balance in other governmental funds are reported as unassigned.

The City has not adopted a flow of funds policy and, therefore, applies the flow of funds from GASB Statement No. 54, which prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the City considers committed funds to be expended first followed by assigned and then unassigned funds. For net position, restricted funds are spent first then unrestricted funds.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the City's investment in the book value of capital assets, less any outstanding debt that was issued to construct or acquire the capital asset as well as any other non-debt capital related liabilities.

None of the restricted net position or restricted fund balance results from enabling legislation adopted by the City.

m. Interfund Transactions

Interfund services are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

n. Accounting Estimates

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

2. DEPOSITS AND INVESTMENTS

The City and pension fund categorize the fair value measurements within the fair value hierarchy established by GAAP. 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; and Level 3 inputs are significant unobservable inputs. The City did not have any investments subject to fair value measurement at April 30, 2026.

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

a. City Deposits and Investments

The City's investment policy authorizes the City to invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, The Illinois Funds (created by the Illinois State Legislature under the control of the State Treasurer that maintains a $1 per share value which is equal to the participants fair value), and the Illinois Metropolitan Investment Fund (IMET).

2. DEPOSITS AND INVESTMENTS (Continued)

a. City Deposits and Investments (Continued)

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants,* and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

IMET is a local government investment pool. Created in 1996 as a not-for-profit trust formed under the Intergovernmental Cooperation Act and the Illinois Municipal Code. IMET was formed to provide Illinois government agencies with safe, liquid, attractive alternatives for investing and is managed by a Board of Trustees elected from the participating members. IMET offers participants two separate vehicles to meet their investment needs. The IMET Convenience Fund (CVF) is designed to accommodate funds requiring high liquidity, including short term cash management programs and temporary investment of bond proceeds. It is comprised of collateralized and FHLB LoC backed bank deposits, FDIC insured certificates of deposit and U.S. Government securities. Member withdrawals are generally on the same day as requested. Investments in IMET are valued at IMET's share price, which is the price the investment could be sold.

It is the policy of the City to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the City and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and yield.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the City's deposits may not be returned to it. The City's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance. The investment policy does not address how collateral is held. The City's deposits are insured through a letter of credit in the City's name.

2. DEPOSITS AND INVESTMENTS (Continued)

a. City Deposits and Investments (Continued)

Investments

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the City 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, the City does not directly invest in securities maturing more than five years from the date of purchase.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The City limits its exposure to credit risk by limiting investments to the types of securities listed above; pre-qualifying the financial institutions, broker/dealers, intermediaries, and advisers with which the City will do business in accordance with the City's investment policy; diversifying the investment portfolio so that the impact of potential losses from any one type of security or from any one individual issuer will be minimized. The Illinois Funds and IMET are rated Aaa.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the City will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the City'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.

Concentration of credit risk is the risk that the City has a high percentage of its investments invested in one type of investment. The City's investment policy requires diversification of investments to avoid unreasonable risk.

The investments shall be diversified by:

- Limiting investments to avoid over concentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities);
- Limiting investment in securities that have higher credit risks;
- Investing in securities with varying maturities; and
- Continuously investing a portion of the portfolio in readily available funds such as local government investment pools (LGIPs), money market funds, or overnight repurchase agreements to ensure that appropriate liquidity is maintained in order to meet ongoing obligations.

3. RECEIVABLES

a. Property Taxes

Property taxes for 2025 attached as an enforceable lien on January 1, 2025, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2026, and are payable in two installments, on or about June 1, 2026 and September 1, 2026. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience. As the 2025 tax levy is intended to fund expenditures for the 2026-2027 fiscal year, these taxes are unavailable/deferred as of April 30, 2026.

The 2026 tax levy, which attached as an enforceable lien on property as of January 1, 2026, has not been recorded as a receivable as of April 30, 2026 as the tax has not yet been levied by the City and will not be levied until December 2026 and, therefore, the levy is not measurable at April 30, 2026.

b. Intergovernmental and Other Receivables

	General	Motor Fuel Tax Fund	Capital Improvements	Total
GOVERNMENTAL ACTIVITIES				
Intergovernmental receivables				
Sales tax	$ 1,907,177	$ -	$ -	$ 1,907,177
Local use tax	45,461	-	-	45,461
Motor fuel tax	-	81,254	-	81,254
Telecommunications tax	51,146	-	-	51,146
Video gaming tax	34,394	-	-	34,394
Other tax receivable	3,545	-	-	3,545
Total intergovernmental receivables	2,041,723	81,254	-	2,122,977
Other receivables				
Hotel/motel tax	5,634	-	-	5,634
Amusement tax	5,903	-	-	5,903
Utility tax	165,962	-	-	165,962
Food/beverage tax	67,924	-	-	67,924
IRMA	1,754,617	-	-	1,754,617
IPBC	821,311	-	-	821,311
Economic incentives	-	-	194,675	194,675
Grants receivable	-	-	40,000	40,000
Accounts	95,275	-	-	95,275
Other	67,155	-	-	67,155
Total other receivables	2,983,781	-	234,675	3,218,456
TOTAL GOVERNMENTAL ACTIVITIES	$ 5,025,504	$ 81,254	$ 234,675	$ 5,341,433

4. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2026 was as follows:

	Balances May 1	Increases	Decreases	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	$ 819,529	$ -	$ -	$ 819,529
Total capital assets not being depreciated	819,529	-	-	819,529
Capital assets being depreciated				
Buildings and improvements	6,403,860	394,226	-	6,798,086
Machinery, vehicles, and equipment	5,967,335	50,930	559,776	5,458,489
Infrastructure	13,584,555	16,741	-	13,601,296
Total capital assets being depreciated	25,955,750	461,897	559,776	25,857,871
Less accumulated depreciation for				
Buildings and improvements	4,031,970	183,557	-	4,215,527
Machinery, vehicles, and equipment	2,023,512	546,885	359,518	2,210,879
Infrastructure	12,075,414	120,208	-	12,195,622
Total accumulated depreciation	18,130,896	850,650	359,518	18,622,028
Total capital assets being depreciated, net	7,824,854	(388,753)	200,258	7,235,843
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	$ 8,644,383	$ (388,753)	$ 200,258	$ 8,055,372

Depreciation expense was charged to functions/programs of the governmental activities as follows:

GOVERNMENTAL ACTIVITIES	
General government	$ 73,879
Highways and streets	281,301
Public safety	495,470
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	$ 850,650

4. CAPITAL ASSETS (Continued)

	Balances May 1	Increases	Decreases	Balances April 30
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	$ 100,000	$ -	$ -	$ 100,000
Total capital assets not being depreciated	100,000	-	-	100,000
Capital assets being depreciated				
Buildings and improvements	7,057,202	-	-	7,057,202
Machinery and equipment	1,682,291	228,314	-	1,910,605
Infrastructure	12,588,397	-	-	12,588,397
Total capital assets being depreciated	21,327,890	228,314	-	21,556,204
Less accumulated depreciation for				
Buildings and improvements	5,045,175	134,737	-	5,179,912
Machinery and equipment	405,158	175,723	-	580,881
Infrastructure	7,616,790	315,325	-	7,932,115
Total accumulated depreciation	13,067,123	625,785	-	13,692,908
Total capital assets being depreciated, net	8,260,767	(397,471)	-	7,863,296
BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS, NET	$ 8,360,767	$ (397,471)	$ -	$ 7,963,296

Depreciation expense was charged to functions/programs of the business-type activities as follows:

BUSINESS-TYPE ACTIVITIES	
Water operations	$ 625,785
TOTAL DEPRECIATION EXPENSE - BUSINESS-TYPE ACTIVITIES	$ 625,785

5. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health; natural disasters; illnesses of employees; and injuries to the City's employees.

5. RISK MANAGEMENT (Continued)

Intergovernmental Risk Management Agency

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

The City's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first $5,000 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

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

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The City is aware of no additional contributions due to IRMA as of April 30, 2026.

Intergovernmental Personnel Benefit Cooperative

The City participates in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs (primarily medical, dental, and life insurance coverage) offered by these members to their officers and employees and to the officers and employees of certain governmental, quasi-governmental, and nonprofit public service entities.

The IPBC receives, processes, and pays such claims as may come within the benefit program of each member. Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers; a Benefit Administrator and a Treasurer. The City does not exercise any control over the activities of the IPBC beyond its representation on the Board of Directors.

6. LONG-TERM DEBT

a. General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for general government activities. In addition, general obligation bonds have been issued to refund general obligation bonds. General obligation bonds are direct obligations and pledge the full faith and credit of the City.

A summary of changes in long-term debt reported in the business-type activities of the City for the year ended April 30, 2026 is as follows:

Business-Type Activities

Issue	Fund Debt Retired by	Balances May 1	Issuances	Retirements	Balances April 30	Due Within One Year
$2,810,000 General Obligation Refunding Bonds, Series 2012 was due in annual installments (beginning December 15, 2012) ranging from $20,000 to $290,000 with interest from 2.00% to 3.50%. The last payment was due on December 15, 2025.	Water	$ 290,000	$ -	$ 290,000	$ -	$ -
$3,500,000 General Obligation Bonds, Series 2018 are due in annual installments (beginning January 1, 2020) ranging from $210,000 to $375,000 with interest of 3%. The last payment is due on January 1, 2030.	Water	1,765,000	-	330,000	1,435,000	340,000
TOTAL BUSINESS-TYPE BONDED DEBT		$ 2,055,000	$ -	$ 620,000	$ 1,435,000	$ 340,000

b. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year	Business-Type Activities General Obligation Bonds Principal	Interest	Total
2027	$ 340,000	$ 43,050	$ 383,050
2028	355,000	32,850	387,850
2029	365,000	22,200	387,200
2030	375,000	11,250	386,250
TOTAL	$ 1,435,000	$ 109,350	$ 1,544,350

6. LONG-TERM DEBT (Continued)

c. Changes in Long-Term Liabilities

The following is a summary of changes in long-term liabilities during fiscal year 2026:

	Balances May 1,	Additions	Reductions	Balances April 30	Due Within One Year
GOVERNMENTAL ACTIVITIES					
Compensated absences payable**	$ 1,257,556	$ 35,971	$ -	$ 1,293,527	$ 194,029
Total OPEB liability*	1,054,725	-	35,013	1,019,712	115,060
Net pension liability - IMRF*^	148,487	-	148,487	-	-
Net pension liability - Police Pension*	29,194,063	-	8,043,794	21,150,269	-
TOTAL GOVERNMENTAL ACTIVITIES	$ 31,654,831	$ 35,971	$ 8,227,294	$ 23,463,508	$ 309,089
BUSINESS-TYPE ACTIVITIES					
General obligation bonds	$ 2,055,000	$ -	$ 620,000	$ 1,435,000	$ 340,000
Unamortized bond premium	28,741	-	14,453	14,288	-
Compensated absences payable**	92,171	17,324	-	109,495	16,424
Total OPEB liability	156,674	-	5,464	151,210	17,345
Net pension liability - IMRF^	58,916	-	58,916	-	-
TOTAL BUSINESS-TYPE ACTIVITIES	$ 2,391,502	$ 17,324	$ 698,833	$ 1,709,993	$ 373,769

*The General Fund has typically been used to liquidate these long-term liabilities.

**The amount displayed as additions or reductions represents the net change in the liability.

^The IMRF net pension liability is recorded as a net pension asset as of the year ended April 30, 2026

7. INDIVIDUAL FUND DISCLOSURES

a. Transfers between funds at April 30, 2026 consist of the following:

Fund	Transfers In	Transfers Out
General	$ -	$ 4,450,000
Capital Improvements	4,450,000	-
TOTAL	$ 4,450,000	$ 4,450,000

7. INDIVIDUAL FUND DISCLOSURES (Continued)

a. Transfers between funds at April 30, 2026 consist of the following (Continued):

The purpose of significant transfers in/out is as follows:

- $4,450,000 transferred from the General Fund to the Capital Improvements Fund for capital projects. This transfer will not be repaid.

b. Advances between funds at April 30, 2026 consist of the following:

Receivable Fund	Payable Fund		Amount
General	Chestnut Court TIF	$	39,145

The purpose of the advance to/from other funds relates to financing various redevelopment projects. Repayment is not expected within one year.

c. Deficit fund balance at April 30, 2026 consist of the following:

Fund		Amount
Chestnut Court TIF	$	(39,640)

8. CONTINGENT LIABILITIES

a. Litigation

The City is not aware of any pending or threatening litigation.

b. DuPage Water Commission

The City's water supply agreement with the DuPage Water Commission (the Commission) provides that each customer is liable for its proportionate share of any costs arising from defaults in payment obligations by other customers.

9. DEFINED BENEFIT PENSION PLANS

The City contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system; and the Police Pension Plan, which is a single-employer pension plan. The benefits, benefit levels, employee contributions, and employer contributions for both plans are governed by ILCS and can only be amended by the Illinois General Assembly. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or at IMRF.org. The Police Pension Plan does not issue a separate report.

9. DEFINED BENEFIT PENSION PLANS (Continued)

The table below is a summary for all pension plans as of and for the fiscal year ended April 30, 2026:

	IMRF	Police Pension	Total
Net pension liability (asset)	$ (1,794,402)	$ 21,150,269	$ 19,355,867
Deferred outflows of resources	79,985	1,986,925	2,066,910
Deferred inflows of resources	1,431,881	6,737,601	8,169,482
Pension expense	301,178	3,030,600	3,331,778

a. Plan Descriptions

Illinois Municipal Retirement Fund

Plan Administration

All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2025, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	70
Inactive employees entitled to but not yet receiving benefits	59
Active employees	41
TOTAL	170

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Benefits Provided

All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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 members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions are established by state statute.

Contributions

Participating members are required to contribute 4.50% of their annual salary to IMRF. The City is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the fiscal year ended April 30, 2026 was 6.39% of covered payroll.

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions

The City's net pension liability was measured as of December 31, 2025 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2025
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.25%
Salary increases	2.85% to 13.75%
Investment rate of return	7.25%
Asset valuation method	Fair value

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.

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.25% at December 31, 2025. 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 the City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF'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 periods of projected benefit payments to determine the total pension liability.

Long-Term Expected Rate of Return

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:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic equity	32.50%	7.35%
International equity	18.00%	7.45%
Fixed income	24.00%	4.75%
Real estate	10.50%	6.25%
Alternative investments	14.00%	3.90% to 8.50%
Cash equivalents	1.00%	3.00%
TOTAL	100.00%	

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2025	$ 27,790,460	$ 27,583,057	$ 207,403
Changes for the period			
Service cost	290,140	-	290,140
Interest	1,980,696	-	1,980,696
Difference between expected and actual experience	(12,187)	-	(12,187)
Changes in assumptions	-	-	-
Employer contributions	-	219,343	(219,343)
Employee contributions	-	149,913	(149,913)
Net investment income	-	4,107,261	(4,107,261)
Benefit payments and refunds	(1,231,183)	(1,231,183)	-
Other (net transfer)	-	(216,063)	216,063
Net changes	1,027,466	3,029,271	(2,001,805)
BALANCES AT DECEMBER 31, 2025	$ 28,817,926	$ 30,612,328	$ (1,794,402)

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2026, the City recognized pension expense of $301,178.

At April 30, 2026, the City reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 7,798	$ 6,700
Changes in assumption	-	-
Net difference between projected and actual earnings on pension plan investments	-	1,425,181
Contributions made after measurement date	72,187	-
TOTAL	$ 79,985	$ 1,431,881

$72,187 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending April 30, 2027. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending April 30,	
2027	$ 318,266
2028	(745,647)
2029	(567,387)
2030	(429,315)
2031	-
Thereafter	-
TOTAL	$ (1,424,083)

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability (asset) to changes in the discount rate. The table below presents the net pension liability (asset) of the City calculated using the discount rate of 7.25% as well as what the City's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	$ 1,306,022	$ (1,794,402)	$ (4,227,175)

Police Pension Plan

Plan Administration

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund.

The plan is governed by a five-member Board of Trustees. Two members of the Board of Trustees are appointed by the City's Mayor, one member is elected by pension beneficiaries, and two members are elected by active police employees.

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.

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Plan Membership

At April 30, 2026, membership consisted of:

Inactive plan members currently receiving benefits	35
Inactive plan members entitled to but not yet receiving benefits	17
Active plan members	33
TOTAL	85

Benefits Provided

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half 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 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% 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% of the original pension and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten 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 officers' salary for pension purposes is capped at $106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Benefits Provided (Continued)

of 75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% 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% or ½ of the change in the Consumer Price Index for the preceding calendar year.

Contributions

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan, including the costs of administering the plan, as actuarially determined by an enrolled actuary. Effective January 1, 2011, the City has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. However, the City has decided to fund 100% of the past service cost by 2040. For the year ended April 30, 2026, the City's contribution was 73.02% of covered payroll.

Illinois Police Officers' Pension Investment 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 as defined in 40 ILCS 5/22B-105. Participation in IPOPIF by Illinois suburban and downstate police pension funds is mandatory.

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Investment Policy

IPOPIF's investment policy was originally adopted by the Board of Trustees on December 17, 2021. IPOPIF has the authority to invest trust fund assets in any type of security subject to the requirements and restrictions set forth in the Illinois Pension Code and is not restricted by the Pension Code sections that pertain exclusively to the Article 3 participating police pension funds. IPOPIF shall be subject to the provisions of the Illinois Pension Code including, but not limited to, utilization of emerging investment managers and utilization of businesses owned by minorities, women and persons with disabilities.

Deposits with Financial Institutions

The plan retains all of its available cash with two financial institutions. Available cash is determined to be that amount which is required for the current expenditures of the plan. The excess of available cash is required to be transferred to IPOPIF for purposes of the long-term investment for the plan.

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Fund's deposits may not be returned to it. The Fund's investment policy does not require pledging of collateral for all bank balances in excess of federal depository insurance since flow-through FDIC insurance is available for the police pension funds deposits with financial institutions.

Investments

Investments of the plan are combined in a commingled external investment pool and held by IPOPIF. A schedule of investment expenses is included in IPOPIF's annual report. For additional information on IPOPIF's investments, please refer to their annual report. A copy of that report can be obtained from IPOPIF at 456 Fulton Street, Suite 402, Peoria, Illinois 61602 or at www.ipopif.org.

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Fair Value Measurement

The plan categorizes fair value measurements within the fair value hierarchy established by GAAP. 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; and Level 3 inputs are significant unobservable inputs. The Plan held no investments subject to fair value measurement at April 30, 2026.

Net Asset Value

The net asset value (NAV) of the plan's pooled investment in IPOPIF was \$47,449,846 at April 30, 2026. The pooled investments consist of the investments as noted in the target allocation table below. 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 April 30, 2026. The plan 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 Rate of Return

For the year ended April 30, 2026, the annual money-weighted rate of return on pension plan investments as calculated by the Fund's Treasurer, net of pension plan investment expense, was 24.0%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for changing amounts actually invested.

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT MAY 1, 2025	$ 68,128,697	$ 38,934,634	$ 29,194,063
Changes for the period			
Service cost	907,543	-	907,543
Interest	4,574,222	-	4,574,222
Difference between expected and actual experience	(1,124,649)	-	(1,124,649)
Changes in assumptions	-	-	-
Changes in benefit terms	-	-	-
Employer contributions	-	2,966,676	(2,966,676)
Employee contributions	-	402,643	(402,643)
Net investment income	-	9,075,962	(9,075,962)
Benefit payments and refunds	(3,536,537)	(3,536,537)	-
Administrative expense	-	(44,371)	44,371
Net changes	820,579	8,864,373	(8,043,794)
BALANCES AT APRIL 30, 2026	$ 68,949,276	$ 47,799,007	$ 21,150,269

The plan's fiduciary net position as a percentage of the total pension liability was 69.32% at April 30, 2026.

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation using the following actuarial methods and assumptions.

Actuarial valuation date	April 30, 2026
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	Service-based
Interest rate	6.80%
Asset valuation method	Fair value

Mortality rates were based on PubS-2010 Employee mortality, projected five years past the valuation date with Scale MP-2021. 10% of active deaths are assumed to be in the line of duty for active lives. PubS-2010 Healthy Retiree mortality, projected five years past the valuation date with Scale MP-2021 for inactive lives. PubS-2010 Survivor mortality, projected five years past the valuation date with Scale MP-2021 for beneficiaries. PubS-2010 Disabled mortality, projected five years past the valuation date with Scale MP-2021 for disabled lives.

Discount Rate

The discount rate used to measure the total pension liability was 6.8%. 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 the City contributions will be made at rates equal to the difference between 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 periods of projected benefit payments to determine the total pension liability.

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2026, the City recognized police pension expense of \$3,030,600. At April 30, 2026, the City reported deferred outflows of resources and deferred inflows of resources related to the police pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,172,251	\$ 899,720
Changes in assumption	814,674	26,564
Net difference between projected and actual earnings on pension plan investments	-	5,811,317
TOTAL	\$ 1,986,925	\$ 6,737,601

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

Fiscal Year Ending April 30,	
2027	\$ (687,059)
2028	(1,364,557)
2029	(1,187,010)
2030	(1,512,050)
Thereafter	-
TOTAL	\$ (4,750,676)

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the City calculated using the discount rate of 6.80% as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.80%) or 1 percentage point higher (7.80%) than the current rate:

	1% Decrease (5.80%)	Current Discount Rate (6.80%)	1% Increase (7.80%)
Net pension liability	$ 30,654,802	$ 21,150,269	$ 13,366,879

10. TAX ABATEMENTS

The City rebates sales taxes to recruit, retain, or improve local business facilities or their supporting public infrastructure under certain circumstances. The terms of these rebate arrangements are specified within written agreements with the businesses concerned. These agreements are authorized through formal approval by the City Council. There are no recapture provisions in the agreements.

The City entered into an agreement in April 2012 with a local business wherein the City will rebate up to a net present value of $4,000,000 of incremental sales tax revenue, discounted at 8.15%. As of and for the year ended April 30, 2026, a liability of $355,705 has been accrued and cumulative payments of $2,781,456 have been made under this agreement. During the year ended April 30, 2026, expenses of $274,253 have been incurred related to the agreement.

The City entered into an agreement in February 2013 with a local business wherein the City will rebate up to $750,000 of sales tax revenue over 11 years. As of and for the year ended April 30, 2026, a liability of $138,000 has been accrued and cumulative payments of $612,000 have been made under this agreement. During the year ended April 30, 2026, expenses of $0 have been incurred related to the agreement.

10. TAX ABATEMENTS (Continued)

The City entered into an agreement in September 2019 with a local business wherein the City has agreed to support capital improvements up to $366,000. Upon completion of the projects of the local business, the City will record a lien against the subject property in the amount of $366,000. The loan is to be repaid through annual installments based on increased project revenues with any remaining balance, if any, to be paid in full at the end of ten years. Enhanced project revenues are defined as 50% of the gross revenue generated by the virtual golf facility being installed as part of the project improvements, sales tax, amusement tax, food and beverage tax, and video gaming tax generated by the local business. As of the year ended April 30, 2021, the projects of the local business have been completed, the City has paid $365,997 related to the agreement and recorded a receivable and deferred inflow for this amount. As of the year ended April 30, 2026, the related remaining receivable and deferred inflow was $194,675.

11. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the City provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through its personnel manual and union contracts. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The Plan does not issue a separate report. The activity of the Plan is reported in the City's governmental and business-type activities.

b. Benefits Provided

The City provides the opportunity for retirees, their spouses and dependents (enrolled at time of employee's retirement) to participate in the City's health insurance plan for pre and post-Medicare postretirement health insurance. To be eligible for benefits, the employee must qualify for retirement under one of the City's three retirement plans. An implicit benefit is provided due to the retirees paying 100% of the actuarially determined premium to the plan. Pursuant to the Illinois Public Safety Employee Benefits Act, the City provides health insurance to any sworn police employee (their spouses and dependents) who suffers a catastrophic injury or is killed in the line of duty. The City is responsible for paying the entire actuarially determined contribution to the plan. Upon a retiree becoming eligible for Medicare, the amount payable under the City's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

c. Membership

At April 30, 2025 (most recent data available), membership consisted of:

Inactive employees or beneficiaries currently receiving benefit payments	14
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	74
TOTAL	88

d. Total OPEB Liability

The City's total OPEB liability of $1,170,922 was measured as of April 30, 2026 and was determined by an actuarial valuation as of May 1, 2025.

The total OPEB liability at April 30, 2026, as determined by an actuarial valuation as of May 1, 2025 actuarial valuation, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified. The total OPEB liability was rolled forward by the actuary using updating procedures to April 30, 2026, including updating the discount rate at April 30, 2026, as noted in the table below.

Actuarial cost method	Entry-age normal
Actuarial value of assets	N/A
Inflation	3.00%
Salary Increases	4.00%
Discount rate	4.64%
Healthcare cost trend rates	5.50% Initial to 4.50% Ultimate

The discount rate was based on the S&P Municipal Bond 20-Year High-Grade Rate Index as of April 30, 2026.

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Changes in the Total OPEB Liability

	Total OPEB Liability
BALANCES AT MAY 1, 2025	$ 1,211,399
Changes for the period	
Service cost	20,907
Interest	53,138
Difference between expected and actual experience	-
Changes of assumption	17,883
Benefit payments	(132,405)
Other changes	-
Net changes	(40,477)
BALANCES AT APRIL 30, 2026	$ 1,170,922

There were changes in assumptions related to the discount rate.

f. Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the City calculated using the discount rate of 4.64% as well as what the City total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.64%) or 1 percentage point higher (5.64%) than the current rate:

	1% Decrease (3.64%)	Current Discount Rate (4.64%)	1% Increase (5.64%)
Total OPEB liability	$ 1,252,786	$ 1,170,922	$ 1,097,308

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

f. Rate Sensitivity (Continued)

The table below presents the total OPEB liability of the City calculated using the healthcare rate of 5.50% to 4.50% as well as what the City's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (4.50% to 3.50%) or 1 percentage point higher (6.50% to 5.50%) than the current rate:

	1% Decrease (4.50% to 3.50%)	Current Healthcare Rate (5.50% to 4.50%)	1% Increase (6.50% to 5.50%)
Total OPEB liability	$ 1,087,776	$ 1,170,922	$ 1,265,167

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

For the year ended April 30, 2026, the City recognized OPEB expense of $49,907. At April 30, 2026, the City 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
Difference between expected and actual experience	$ 32,192	$ 225,226
Changes in assumptions	132,339	139,616
TOTAL	$ 164,531	$ 364,842

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

Year Ending April 30,	
2027	$ (27,683)
2028	(39,633)
2029	(64,368)
2030	(41,154)
2031	(22,064)
Thereafter	(5,409)
TOTAL	$ (200,311)

12. LESSOR DISCLOSURES

The City entered a lease agreement in April 2010, to lease space on a cell tower for the placement of cellular communications equipment. Payments ranging from $2,645 to $4,023 are due to the City in monthly installments, through September 2039. The lease agreement is noncancelable and maintains an interest rate of 3.22%.

The City entered a lease agreement in October 2007, to lease space on a cell tower for the placement of cellular communications equipment. Payments of $2,645 to $3,498 are due to the City in monthly installments, through September 2032. The lease agreement is noncancelable and maintains an interest rate of 2.97%.

The City entered a lease agreement in July 2008, to lease space on a cell tower for the placement of cellular communications equipment. Payments of $4,707 to $6,225 are due to the City in monthly installments, through June 2033. The lease agreement is noncancelable and maintains an interest rate of 3.02%.

The City entered a lease agreement in February 2008, to lease space on a cell tower for the placement of cellular communications equipment. Payments of $2,645 to $3,042 are due to the City in monthly installments, through January 2033. The lease agreement is noncancelable and maintains an interest rate of 3.02%.

The City entered a lease agreement in January 2012, to lease space on a cell tower for the placement of cellular communications equipment. Payments of $4,600 to $6,084 are due to the City in monthly installments, through December 2036. The lease agreement is noncancelable and maintains an interest rate of 3.14%.

During the year, the City recognized lease revenue of $205,475 and interest revenue of $70,692 related to leases.

13. NET POSITION/FUND BALANCE RESTATEMENTS

Change within Financial Reporting Entity

The City's beginning fund balances were adjusted due to a change within the reporting entity, in accordance with GASB Statement No. 100, *Accounting Changes and Error Corrections*. The Motor Fuel Tax Fund was reported as major for the fiscal year ended April 30, 2025, and is reported as nonmajor for the fiscal year ended April 30, 2026. The effect of this change is as follows:

	Motor Fuel Tax Fund Major Governmental	Nonmajor Governmental
BEGINNING FUND BALANCE, AS PREVIOUSLY REPORTED	$ 599,956	$ 185,935
Change within financial reporting entity	(599,956)	599,956
Total net restatement	(599,956)	599,956
BEGINNING FUND BALANCE, AS RESTATED	$ -	$ 785,891

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF DARIEN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2026

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Taxes	$ 5,224,997	$ 5,718,701	$ 493,704
Licenses, permits, and fees	900,056	1,214,174	314,118
Intergovernmental	11,215,471	13,049,978	1,834,507
Charges for services	391,883	559,601	167,718
Investment income	185,000	216,958	31,958
Miscellaneous	20,000	504,295	484,295
Total revenues	17,937,407	21,263,707	3,326,300
EXPENDITURES			
Current			
General government	2,739,568	2,769,365	29,797
Highways and streets	4,179,935	3,194,420	(985,515)
Public safety	10,852,368	10,304,948	(547,420)
Total expenditures	17,771,871	16,268,733	(1,503,138)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	165,536	4,994,974	4,829,438
OTHER FINANCING SOURCES (USES)			
Transfers (out)	-	(4,450,000)	(4,450,000)
Sale of capital assets	5,000	51,104	46,104
Total other financing sources (uses)	5,000	(4,398,896)	(4,403,896)
NET CHANGE IN FUND BALANCE	$ 170,536	596,078	$ 425,542
FUND BALANCE, MAY 1		8,549,986	
FUND BALANCE, APRIL 30		$ 9,146,064	

(See independent auditor's report.)

CITY OF DARIEN, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Ten Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Actuarially determined contribution	$ 227,341	$ 189,087	$ 194,909	$ 243,149	$ 339,888	$ 349,021	$ 263,481	$ 278,630	$ 403,827	$ 329,704
Contributions in relation to the actuarially determined contribution	227,341	189,087	194,909	243,149	339,888	349,021	263,481	278,630	403,827	329,704
CONTRIBUTION DEFICIENCY (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 3,559,964	$ 3,076,718	$ 2,918,272	$ 2,664,084	$ 2,799,722	$ 2,698,612	$ 2,553,725	$ 2,411,693	$ 2,594,734	$ 2,517,936
Contributions as a percentage of covered payroll	6.39%	6.15%	6.68%	9.13%	12.14%	12.93%	10.32%	11.55%	15.56%	13.09%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 18 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.85% to 13.75% compounded annually, and inflation of 2.25%.

CITY OF DARIEN, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

Last Ten Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Actuarially determined contribution	$ 2,971,285	$ 2,589,935	$ 2,406,164	$ 2,114,355	$ 2,097,211	$ 1,905,149	$ 1,714,350	$ 1,618,878	$ 1,456,052	$ 1,412,529
Contributions in relation to the actuarially determined contribution	2,966,676	2,587,371	2,393,656	2,113,126	2,114,384	1,920,922	1,728,465	1,634,019	1,468,691	1,421,243
CONTRIBUTION DEFICIENCY (Excess)	$ 4,609	$ 2,564	$ 12,508	$ 1,229	$ (17,173)	$ (15,773)	$ (14,115)	$ (15,141)	$ (12,639)	$ (8,714)
Covered payroll	$ 4,062,997	$ 4,076,468	$ 3,782,432	$ 3,598,517	$ 3,429,435	$ 3,472,348	$ 3,407,217	$ 3,319,478	$ 3,163,883	$ 3,159,697
Contributions as a percentage of covered payroll	73.02%	63.47%	63.28%	58.72%	61.65%	55.32%	50.73%	49.23%	46.42%	44.98%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of May 1 of the prior fiscal year. Additional information from the actuarial valuation used to determine the current year contributions is as follows: the actuarial cost method was entry age normal; the amortization method was level percent of pay, 100% closed basis and the amortization period was 18 years; the asset valuation method was five-year smoothed market value; and the significant actuarial assumptions were an investment rate of return at 7.00% annually, projected salary increases assumption of 3.50% compounded annually, and postretirement benefit increases of 3.00% compounded annually (Tier 1) and an annual increase equal to the lesser of 3.00% per year or 1/2 the annual unadjusted percentage increase in the CPI-U.

CITY OF DARIEN, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S NET
PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Ten Calendar Years

MEASUREMENT DATE DECEMBER 31,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
TOTAL PENSION LIABILITY										
Service cost	$ 290,140	$ 268,630	$ 258,081	$ 271,874	$ 260,861	$ 259,033	$ 252,736	$ 245,279	$ 263,857	$ 278,904
Interest	1,980,696	1,897,752	1,823,742	1,765,414	1,694,105	1,638,949	1,542,957	1,425,656	1,428,582	1,382,894
Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(12,187)	152,736	40,548	(134,220)	94,324	95,759	522,376	931,248	(372,485)	(320,532)
Changes of assumptions	-	-	432	-	-	(209,317)	-	597,080	(543,970)	(48,542)
Benefit payments, including refunds of member contributions	(1,231,183)	(1,140,467)	(1,074,020)	(1,109,298)	(1,033,133)	(1,016,000)	(978,377)	(880,787)	(730,617)	(720,046)
Net change in total pension liability	1,027,466	1,178,651	1,048,783	793,770	1,016,157	768,424	1,339,692	2,318,476	45,367	572,678
Total pension liability - beginning	27,790,460	26,611,809	25,563,026	24,769,256	23,753,099	22,984,675	21,644,983	19,326,507	19,281,140	18,708,462
TOTAL PENSION LIABILITY - ENDING	$ 28,817,926	$ 27,790,460	$ 26,611,809	$ 25,563,026	$ 24,769,256	$ 23,753,099	$ 22,984,675	$ 21,644,983	$ 19,326,507	$ 19,281,140
PLAN FIDUCIARY NET POSITION										
Contributions - employer	$ 219,343	$ 178,512	$ 196,387	$ 275,316	$ 366,906	$ 346,481	$ 229,398	$ 397,939	$ 314,655	$ 353,272
Contributions - member	149,913	137,899	135,751	127,358	126,036	136,129	114,445	112,439	111,740	115,595
Net investment income	4,107,261	2,540,560	2,590,500	(3,318,861)	4,038,485	3,079,354	3,478,060	(978,275)	2,968,029	1,126,831
Benefit payments, including refunds of member contributions	(1,231,183)	(1,140,467)	(1,074,020)	(1,109,298)	(1,033,133)	(1,016,000)	(978,377)	(880,787)	(730,617)	(720,046)
Other	(216,063)	(130,440)	512,588	(89,579)	10,553	(18,876)	267,292	566,121	(360,471)	84,073
Net change in plan fiduciary net position	3,029,271	1,586,064	2,361,206	(4,115,064)	3,508,847	2,527,088	3,110,818	(782,563)	2,303,336	959,725
Plan fiduciary net position - beginning	27,583,057	25,996,993	23,635,787	27,750,851	24,242,004	21,714,916	18,604,098	19,386,661	17,083,325	16,123,600
PLAN FIDUCIARY NET POSITION - ENDING	$ 30,612,328	$ 27,583,057	$ 25,996,993	$ 23,635,787	$ 27,750,851	$ 24,242,004	$ 21,714,916	$ 18,604,098	$ 19,386,661	$ 17,083,325
EMPLOYER'S NET PENSION LIABILITY (ASSET)	$ (1,794,402)	$ 207,403	$ 614,816	$ 1,927,239	$ (2,981,595)	$ (488,905)	$ 1,269,759	$ 3,040,885	$ (60,154)	$ 2,197,815

MEASUREMENT DATE DECEMBER 31,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Plan fiduciary net position as a percentage of the total pension liability (asset)	106.23%	99.25%	97.69%	92.46%	112.04%	102.06%	94.48%	85.95%	100.31%	88.60%
Covered payroll	$ 3,386,646	$ 3,010,328	$ 2,801,522	$ 2,753,152	$ 2,800,808	$ 2,696,354	$ 2,543,208	$ 2,498,644	$ 2,483,111	$ 2,568,770
Employer's net pension liability (asset) as a percentage of covered payroll	(52.98%)	6.89%	21.95%	70.00%	(106.45%)	(18.13%)	49.93%	121.70%	(2.42%)	85.56%

Notes to Required Supplementary Information

Changes in assumptions for the discount rate were made in 2016.

Changes in assumptions related to price inflation, salary increases, retirement age, and mortality rates were made in 2017.

Changes in assumptions related to the discount rate were made in 2018.

Changes in assumptions related to salary rates, price inflation, retirement age, and mortality rates were made in 2020.

Changes in assumptions related to mortality rates were made in 2023.

CITY OF DARIEN, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION FUND

Last Ten Fiscal Years

MEASUREMENT DATE APRIL 30,	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
TOTAL PENSION LIABILITY										
Service cost	$ 907,543	$ 941,798	$ 819,134	$ 771,797	$ 736,904	$ 789,351	$ 730,885	$ 685,980	$ 730,502	$ 797,055
Interest	4,574,222	4,402,595	4,214,570	4,045,786	3,821,893	3,642,965	3,486,465	3,270,691	3,168,022	2,970,623
Changes of benefit terms	-	-	-	-	-	-	114,024	-	-	-
Differences between expected and actual experience	(1,124,649)	599,429	877,983	515,608	1,622,868	842,706	245,106	(473,570)	274,605	202,447
Changes of assumptions	-	-	1,629,349	-	(159,382)	-	-	1,749,927	(576,498)	798,335
Contributions - buy back	-	-	-	-	-	-	-	-	-	106,677
Benefit payments, including refunds of member contributions	(3,536,537)	(3,234,753)	(3,020,824)	(2,917,849)	(2,799,556)	(2,533,355)	(2,265,113)	(2,125,790)	(2,045,013)	(1,932,191)
Net change in total pension liability	820,579	2,709,069	4,520,212	2,415,342	3,222,727	2,741,667	2,311,367	3,107,238	1,551,618	2,942,946
Total pension liability - beginning	68,128,697	65,419,628	60,899,416	58,484,074	55,261,347	52,519,680	50,208,313	47,101,075	45,549,457	42,606,511
TOTAL PENSION LIABILITY - ENDING	$ 68,949,276	$ 68,128,697	$ 65,419,628	$ 60,899,416	$ 58,484,074	$ 55,261,347	$ 52,519,680	$ 50,208,313	$ 47,101,075	$ 45,549,457
PLAN FIDUCIARY NET POSITION										
Contributions - employer	$ 2,966,676	$ 2,587,371	$ 2,393,656	$ 2,113,126	$ 2,114,384	$ 1,920,922	$ 1,728,465	$ 1,634,019	$ 1,468,691	$ 1,421,243
Contributions - member	402,643	403,979	374,839	356,613	339,857	327,973	329,449	319,775	295,483	313,126
Contributions - buy back	-	-	-	-	-	-	-	-	-	106,677
Net investment income	9,075,962	3,484,481	3,178,326	622,935	(2,955,754)	7,317,078	369,394	1,738,762	1,789,255	1,982,144
Benefit payments, including refunds of member contributions	(3,536,537)	(3,234,753)	(3,020,824)	(2,917,849)	(2,799,556)	(2,533,355)	(2,265,113)	(2,125,790)	(2,045,013)	(1,932,191)
Administrative expense	(44,371)	(56,419)	(49,759)	(57,277)	(77,265)	(38,457)	(44,663)	(41,538)	(39,377)	(41,720)
Net change in plan fiduciary net position	8,864,373	3,184,659	2,876,238	117,548	(3,378,334)	6,994,161	117,532	1,525,228	1,469,039	1,849,279
Plan fiduciary net position - beginning	38,934,634	35,749,975	32,873,737	32,756,189	36,134,523	29,140,362	29,022,830	27,497,602	26,028,563	24,179,284
PLAN FIDUCIARY NET POSITION - ENDING	$ 47,799,007	$ 38,934,634	$ 35,749,975	$ 32,873,737	$ 32,756,189	$ 36,134,523	$ 29,140,362	$ 29,022,830	$ 27,497,602	$ 26,028,563
EMPLOYER'S NET PENSION LIABILITY	$ 21,150,269	$ 29,194,063	$ 29,669,653	$ 28,025,679	$ 25,727,885	$ 19,126,824	$ 23,379,318	$ 21,185,483	$ 19,603,473	$ 19,520,894

MEASUREMENT DATE APRIL 30,	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Plan fiduciary net position as a percentage of the total pension liability	69.32%	57.15%	54.65%	53.98%	56.01%	65.39%	55.48%	57.80%	58.38%	57.14%
Covered payroll	$ 4,062,997	$ 4,076,468	$ 3,782,432	$ 3,598,517	$ 3,429,435	$ 3,472,348	$ 3,407,217	$ 3,319,478	$ 3,163,883	$ 3,159,697
Employer's net pension liability as a percentage of covered payroll	520.56%	716.16%	784.41%	778.81%	750.21%	550.83%	686.17%	638.22%	619.60%	617.81%

Notes to Required Supplementary Information

There was a change to actuarial assumptions in 2017 to reflect updated mortality assumptions to include a projection to the valuation date using Scale BB and the salary scale assumption was updated from a flat 5.50% to a service-graded schedule.

There were changes in assumptions in 2018 for retirement, termination, and disability rate tables, salary increase rates, percentage of disabilities and deaths assumed to be in the line of duty.

There were changes in assumptions in 2019 to update the mortality rates to reflect the PubS-2010 tables.

There were changes in benefits in 2020 as required by PA-101-0610 (SB 1300).

There were changes in assumptions in 2022 for mortality, retirement, termination, and disability rate tables, and salary increase rates.

There were changes in assumptions in 2024 for the interest rate.

CITY OF DARIEN, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFIT PLAN

Last Eight Fiscal Years

MEASUREMENT DATE APRIL 30,	2026	2025	2024	2023	2022	2021	2020	2019
TOTAL OPEB LIABILITY								
Service cost	$ 20,907	$ 20,745	$ 24,999	$ 24,033	$ 45,786	$ 35,796	$ 34,033	$ 31,356
Interest	53,138	60,214	59,386	65,502	36,625	51,183	57,927	64,349
Changes of benefit terms	-	1,660	-	-	-	-	-	-
Differences between expected and actual experience	-	(202,857)	-	(161,367)	-	112,718	-	-
Changes of assumptions	17,883	31,110	(25,529)	190	(271,190)	192,854	64,557	91,892
Benefit payments	(132,405)	(123,574)	(138,427)	(140,944)	(192,632)	(181,532)	(149,437)	(162,002)
Other changes	-	-	-	-	-	-	284	-
Net change in total OPEB liability	(40,477)	(212,702)	(79,571)	(212,586)	(381,411)	211,019	7,364	25,595
Total OPEB liability - beginning	1,211,399	1,424,101	1,503,672	1,716,258	2,097,669	1,886,650	1,879,286	1,853,691
TOTAL OPEB LIABILITY - ENDING	$ 1,170,922	$ 1,211,399	$ 1,424,101	$ 1,503,672	$ 1,716,258	$ 2,097,669	$ 1,886,650	$ 1,879,286
Covered-employee payroll	$ 7,382,863	$ 7,099,957	$ 6,508,688	$ 6,258,006	$ 6,060,233	$ 5,827,503	$ 4,910,475	$ 5,460,822
Employer's total OPEB liability as a percentage of covered-employee payroll	15.86%	17.06%	21.88%	24.03%	28.32%	36.00%	38.42%	34.41%

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

Changes in assumptions related to the discount rate and mortality rates were made in 2021 and 2023.

Changes in assumptions related to the discount rate were made in 2019, 2020, 2022, 2024, 2025, and 2026.

Changes in benefit terms related to the eligibility requirements for Tier 2 Police employees in 2025.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

CITY OF DARIEN, ILLINOIS

SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND

Last Ten Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Annual money-weighted rate of return, net of investment expense	24.00%	9.68%	9.70%	2.08%	(8.10%)	24.83%	1.26%	6.41%	6.99%	8.30%

(See independent auditor's report.)

BUDGETS

Annual budgets are adopted on a basis consistent with GAAP for all governmental funds except as noted below, and the Water Operations fund. Budget amounts are as originally adopted by the City Council. All annual appropriations lapse at fiscal year end. As the City does not budget for its Storm Sewer, Chestnut Court TIF or Federal Equitable Sharing Funds (it is not legally required to do so), budget to actual schedules are not presented.

Prior to April 30, the City Administrator submits to the City Council a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Formal budgetary integration is employed as a management control device during the year of the General Fund and budgeted Special Revenue Funds, and Capital Project Funds.

The City is authorized to change budgeted amounts within any fund; however, revision must be approved by two-thirds of the members of the City Council. No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level.

The appropriated budget is prepared by fund, function, and department. The City Administrator is authorized to transfer budget amounts between departments within any fund; however, the City Council must approve revisions that alter the total expenditures of any fund.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

General Fund - The General Fund was established to account for all revenues and expenditures which are not accounted for in other funds. This is the largest fund of the City, providing for the majority of the City's revenues, expenditures, and services. The General Fund is supported predominately with taxes, licenses, and fees. It funds the operations of the City's Police Department, Community Development Department, Mayor/City Council, Street Department, and Administration.

Capital Improvements Fund - The Capital Improvement Fund was established to account for expenditures related capital projects.

CITY OF DARIEN, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2026
(With Prior Year Actual)

	2026			
	Original and Final Budget	Actual	Variance Over (Under)	2025 Actual
TAXES				
Property taxes - current	$ 2,511,961	$ 2,515,279	$ 3,318	$ 2,509,234
Road and bridge tax	220,000	282,866	62,866	271,852
Municipal utility tax	832,962	1,146,199	313,237	1,061,760
Telecommunication tax	200,000	216,151	16,151	227,085
Amusement tax	77,098	93,137	16,039	97,781
Hotel/motel tax	67,722	82,763	15,041	74,394
Local gas tax	213,970	208,698	(5,272)	220,890
Food and beverage tax	737,765	751,307	13,542	749,754
Replacement tax	4,693	10,349	5,656	10,804
Cannabis use tax	32,448	33,918	1,470	36,791
Video gaming tax	326,378	378,034	51,656	365,366
Total taxes	5,224,997	5,718,701	493,704	5,625,711
LICENSES, PERMITS, AND FEES				
Business licenses	35,000	53,775	18,775	73,818
Liquor licenses	80,150	76,050	(4,100)	78,200
Contractors licenses	13,000	22,620	9,620	14,460
Court fines	120,000	122,139	2,139	120,951
Ordinance fines	16,000	54,509	38,509	24,368
Building permits and fees	35,000	135,552	100,552	104,337
Cable TV franchise fees	341,800	317,076	(24,724)	348,122
PEG fees AT&T	3,000	4,283	1,283	4,920
NICOR franchise fees	33,000	39,408	6,408	48,426
Public hearing fees	2,000	6,958	4,958	8,930
Elevator inspections	3,500	6,085	2,585	5,790
NSF check fee	-	185	185	105
Engineering fee reimbursements	99,500	159,633	60,133	158,963
DUI technology fines	3,500	18,423	14,923	14,553
Legal fees	-	651	651	620
Police special service	114,606	196,827	82,221	132,777
Total licenses, permits, and fees	900,056	1,214,174	314,118	1,139,340
INTERGOVERNMENTAL				
State income taxes	3,191,595	4,035,882	844,287	3,825,609
Local use tax	782,396	210,453	(571,943)	573,378
Sales tax	7,141,480	8,663,804	1,522,324	7,811,750
Drug forfeiture receipts	-	2,627	2,627	99
Grants	100,000	137,212	37,212	22,491
Other reimbursements	-	-	-	29,065
Total intergovernmental	11,215,471	13,049,978	1,834,507	12,262,392

(This schedule is continued on the following page.)

CITY OF DARIEN, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2026
(With Prior Year Actual)

	2026			
	Original and Final Budget	Actual	Variance Over (Under)	2025 Actual
CHARGES FOR SERVICES				
Towing fees	$ 50,400	$ 55,600	$ 5,200	$ 61,400
E-Citation fees	-	1,823	1,823	2,214
Inspections/tap on/permits	-	-	-	1,225
Police report/prints	5,000	4,130	(870)	4,040
Rents	223,483	205,475	(18,008)	218,644
Other reimbursements	50,000	110,224	60,224	121,662
Residential concrete reimbursement	-	16,480	16,480	12,336
Reimbursement - rear yard drain	-	27,856	27,856	18,637
Mail box reimbursement	-	2,753	2,753	3,659
Community events	60,000	131,825	71,825	12,166
Sales of wood chips	3,000	3,435	435	3,620
Total charges for services	391,883	559,601	167,718	459,603
INVESTMENT INCOME				
Investment income	185,000	216,958	31,958	265,241
Total investment income	185,000	216,958	31,958	265,241
MISCELLANEOUS				
Impact fees	-	375	375	125
Reimbursement - workers' compensation	-	96,054	96,054	113,323
Miscellaneous	20,000	407,866	387,866	273,829
Total miscellaneous	20,000	504,295	484,295	387,277
TOTAL REVENUES	$ 17,937,407	$ 21,263,707	$ 3,326,300	$ 20,139,564

(See independent auditor's report.)

CITY OF DARIEN, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2026
(With Prior Year Actual)

	2026			
	Original and Final Budget	Actual	Variance Over (Under)	2025 Actual
GENERAL GOVERNMENT				
Administration				
Personnel services				
Salaries	$ 479,503	$ 528,565	$ 49,062	$ 430,599
Overtime	-	5,852	5,852	1,692
Social Security	29,729	32,592	2,863	25,562
Medicare	6,953	7,622	669	5,978
IMRF	31,455	33,080	1,625	26,402
Medical/life insurance	76,337	83,764	7,427	69,136
Supplemental pensions	4,800	5,539	739	4,984
Total personnel services	628,777	697,014	68,237	564,353
Materials and supplies				
Dues and subscriptions	2,181	2,793	612	1,824
Liability insurance	309,540	420,121	110,581	251,773
Legal notices	2,500	1,408	(1,092)	1,903
Maintenance - equipment	10,850	9,933	(917)	9,452
Maintenance - vehicles	2,000	985	(1,015)	1,433
Postage/mailings	3,350	2,322	(1,028)	3,216
Printing and forms	4,500	1,496	(3,004)	4,024
Public relations	79,700	72,036	(7,664)	104,275
Rent - equipment	3,040	1,684	(1,356)	1,638
Supplies - office	8,000	7,675	(325)	9,136
Supplies - other	500	-	(500)	-
Training and education	1,500	-	(1,500)	-
Travel/meetings	550	230	(320)	104
Telephone	43,600	27,289	(16,311)	30,673
Utilities	4,500	3,211	(1,289)	3,536
Gas and oil	1,500	1,342	(158)	1,883
Other	-	60,100	60,100	900
Total materials and supplies	477,811	612,625	134,814	425,770
Contractual services				
Audit	19,000	18,600	(400)	16,075
Consulting/professional	439,671	403,343	(36,328)	428,401
Contingency	30,000	11,098	(18,902)	1,267
Janitorial services	26,100	23,929	(2,171)	24,424
Total contractual services	514,771	456,970	(57,801)	470,167
Capital outlay				
Equipment	5,000	1,192	(3,808)	-
Total capital outlay	5,000	1,192	(3,808)	-
Total administration	1,626,359	1,767,801	141,442	1,460,290

(This schedule is continued on the following pages.)

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2026
(With Prior Year Actual)

	2026			
	Original and Final Budget	Actual	Variance Over (Under)	2025 Actual
GENERAL GOVERNMENT (Continued)				
City council				
Personnel services				
Salaries	$ 42,750	$ 42,750	$ -	$ 42,750
Social Security	2,651	2,651	-	2,651
Medicare	620	620	-	620
Total personnel services	46,021	46,021	-	46,021
Materials and supplies				
Board and commissions	2,000	1,064	(936)	568
Cable operations	7,200	5,128	(2,072)	5,195
Dues and subscriptions	27,350	13,060	(14,290)	23,181
Public relations	1,700	540	(1,160)	270
Training and education	3,500	358	(3,142)	-
Travel/meetings	50	40	(10)	35
Total materials and supplies	41,800	20,190	(21,610)	29,249
Contractual services				
Consulting/professional	3,000	2,694	(306)	3,850
Total contractual services	3,000	2,694	(306)	3,850
Total city council	90,821	68,905	(21,916)	79,120
Community development				
Personnel services				
Salaries	451,380	467,045	15,665	366,462
Overtime	1,000	-	(1,000)	-
Social Security	27,322	27,833	511	21,078
Medicare	6,690	6,753	63	5,168
IMRF	14,991	16,889	1,898	10,502
Medical/life insurance	39,969	44,644	4,675	30,175
Supplemental pensions	3,600	1,200	(2,400)	1,385
Total personnel services	544,952	564,364	19,412	434,770
Materials and supplies				
Boards and commissions	1,200	2,400	1,200	1,938
Dues and subscriptions	76,946	72,483	(4,463)	3,284
Liabilities insurance	20,000	18,511	(1,489)	32,669
Maintenance - vehicles	500	2,353	1,853	28
Printing and forms	815	350	(465)	-
Postage and mailing	675	375	(300)	225
Supplies - office	800	659	(141)	976
Supplies - other	100	-	(100)	-
Training and educational	500	-	(500)	1,878
Travel/meetings	64,400	74,334	9,934	2,208
Gas and oil	500	1,290	790	1,259
Total materials and supplies	166,436	172,755	6,319	44,465

(This schedule is continued on the following pages.)

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2026
(With Prior Year Actual)

	2026 Original and Final Budget	2026 Actual	2026 Variance Over (Under)	2025 Actual
GENERAL GOVERNMENT (Continued)				
Community development (Continued)				
Contractual services				
Economic development	$ 379,000	$ 274,253	$ (104,747)	$ 424,379
Bad debt expense	-	1,058	1,058	-
Consulting/professional	178,300	84,479	(93,821)	229,043
Consulting/professional reimbursable	103,700	185,750	82,050	86,814
Total contractual services	661,000	545,540	(115,460)	740,236
Total community development	1,372,388	1,282,659	(89,729)	1,219,471
Subtotal general government	3,089,568	3,119,365	29,797	2,758,881
Less reimbursements from Water Fund	(350,000)	(350,000)	-	(250,000)
Total general government	2,739,568	2,769,365	29,797	2,508,881
HIGHWAYS AND STREETS				
Public works				
Personnel services				
Salaries	895,668	935,466	39,798	916,756
Overtime	103,000	34,843	(68,157)	56,456
Social Security	65,017	60,267	(4,750)	58,084
Medicare	15,206	14,092	(1,114)	13,628
IMRF	66,169	53,669	(12,500)	51,120
Medical/life insurance	176,137	175,827	(310)	146,143
Supplemental pensions	2,400	2,400	-	2,492
Total personnel services	1,323,597	1,276,564	(47,033)	1,244,679
Materials and supplies				
Dues and subscriptions	14,440	11,495	(2,945)	-
Liability insurance	42,790	16,457	(26,333)	31,484
Maintenance - building	838,823	625,759	(213,064)	327,645
Maintenance - equipment	54,800	37,919	(16,881)	39,355
Maintenance - vehicles	117,500	57,678	(59,822)	79,166
Postage/mailings	500	725	225	170
Rent - equipment	9,000	5,948	(3,052)	9,476
Supplies - office	2,553	3,020	467	3,324
Supplies - other	291,900	224,530	(67,370)	259,152
Small tools and equipment	21,800	18,666	(3,134)	16,279
Training and education	12,450	4,795	(7,655)	4,382
Uniforms	15,650	11,891	(3,759)	13,384
Utilities	33,000	16,403	(16,597)	20,608
Gas and oil	96,790	58,492	(38,298)	61,399
Total materials and supplies	1,551,996	1,093,778	(458,218)	865,824

(This schedule is continued on the following pages.)

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2026
(With Prior Year Actual)

	2026			
	Original and Final Budget	Actual	Variance Over (Under)	2025 Actual
HIGHWAYS AND STREETS (Continued)				
Public works (Continued)				
Contractual services				
Consulting/professional	$ 45,450	$ 12,457	$ (32,993)	$ 62,823
Forestry	373,484	326,394	(47,090)	167,682
Street light operation and maintenance	92,000	78,011	(13,989)	40,691
Tree trim - removal	192,648	123,207	(69,441)	263,400
Residential concrete program	-	12,947	12,947	7,868
Street sweeping	49,700	25,575	(24,125)	20,148
Mosquito abatement	42,500	39,900	(2,600)	39,900
Bad debt expense	-	212	212	-
Janitorial service	4,750	3,129	(1,621)	-
Drainage projects	130,000	44,160	(85,840)	80,567
Total contractual services	930,532	665,992	(264,540)	683,079
Capital outlay				
Equipment	373,810	158,086	(215,724)	935,167
Total capital outlay	373,810	158,086	(215,724)	935,167
Total public works	4,179,935	3,194,420	(985,515)	3,728,749
Total highways and streets	4,179,935	3,194,420	(985,515)	3,728,749
PUBLIC SAFETY				
Police department				
Personnel services				
Salaries	548,689	518,163	(30,526)	505,476
Salaries - officers	4,772,126	4,302,236	(469,890)	4,420,047
Overtime	550,626	707,517	156,891	555,494
Social Security	34,019	32,234	(1,785)	30,575
Medicare	74,378	77,675	3,297	75,682
IMRF	30,366	31,284	918	28,893
Medical/life insurance	504,079	471,488	(32,591)	406,950
Police pension	2,972,000	2,966,676	(5,324)	2,587,371
Supplemental pensions	48,000	41,769	(6,231)	46,196
Total personnel services	9,534,283	9,149,042	(385,241)	8,656,684
Materials and supplies				
Animal control	2,000	490	(1,510)	1,405
Auxiliary police	-	-	-	162
Boards and commissions	13,250	51,601	38,351	7,739
Dues and subscriptions	2,950	2,699	(251)	2,509
Investigation and equipment	92,055	91,999	(56)	44,462
Liability insurance	72,200	49,929	(22,271)	40,952
Maintenance - equipment	32,450	31,173	(1,277)	23,633
Maintenance - vehicles	24,800	21,583	(3,217)	23,210

(This schedule is continued on the following page.)

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2026
(With Prior Year Actual)

	2026			
	Original and Final Budget	Actual	Variance Over (Under)	2025 Actual
PUBLIC SAFETY (Continued)				
Police department (Continued)				
Materials and supplies (Continued)				
Postage/mailings	$ 3,500	$ 970	$ (2,530)	$ 1,210
Printing and forms	1,500	491	(1,009)	440
Public relations	5,000	5,040	40	6,020
Rent - equipment	5,800	700	(5,100)	600
Supplies - office	7,000	7,332	332	6,216
Training and education	68,245	63,297	(4,948)	45,515
Travel/meetings	38,865	12,335	(26,530)	9,767
Telephone	18,100	14,598	(3,502)	16,664
Uniforms	59,500	65,650	6,150	58,740
Maintenance supplies	-	-	-	2,049
Utilities	21,000	11,540	(9,460)	10,355
Gas and oil	90,000	70,749	(19,251)	88,751
Total materials and supplies	558,215	502,176	(56,039)	390,399
Contractual services				
Bad debt expense	-	878	878	5,572
Consulting/professional	597,650	543,509	(54,141)	556,825
Dumeg/fiat/child center	113,720	65,159	(48,561)	27,680
Total contractual services	711,370	609,546	(101,824)	590,077
Capital outlay				
Equipment	48,500	44,184	(4,316)	862,362
Total capital outlay	48,500	44,184	(4,316)	862,362
Total police department	10,852,368	10,304,948	(547,420)	10,499,522
Total public safety	10,852,368	10,304,948	(547,420)	10,499,522
TOTAL EXPENDITURES	$ 17,771,871	$ 16,268,733	$ (1,503,138)	$ 16,737,152

CITY OF DARIEN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL IMPROVEMENT FUND

For the Year Ended April 30, 2026
(With Prior Year Actual)

	2026			
	Original and Final Budget	**Actual**	**Variance Over (Under)**	**2025 Actual**
REVENUES				
Intergovernmental	$ 587,000	$ 196,712	$ (390,288)	$ -
Investment income	800,000	811,584	11,584	840,235
Total revenues	1,387,000	1,008,296	(378,704)	840,235
EXPENDITURES				
Current				
Highways and streets				
Contractual services	52,000	40,258	(11,742)	31,642
Capital outlay	3,930,145	2,830,064	(1,100,081)	810,117
Total expenditures	3,982,145	2,870,322	(1,111,823)	841,759
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,595,145)	(1,862,026)	733,119	(1,524)
OTHER FINANCING SOURCES (USES)				
Transfers in	2,750,000	4,450,000	1,700,000	3,500,000
Total other financing sources (uses)	2,750,000	4,450,000	1,700,000	3,500,000
NET CHANGE IN FUND BALANCE	$ 154,855	2,587,974	$ 2,433,119	3,498,476
FUND BALANCE, MAY 1		19,019,930		15,521,454
FUND BALANCE, APRIL 30		$ 21,607,904		$ 19,019,930

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Motor Fuel Tax Fund - The Motor Fuel Tax Fund is used to account for state-shared motor fuel tax revenues that are legally restricted to maintenance and construction of streets, sidewalks, alleys, and signals.

Chestnut Court Tax Increment Financing (TIF) Fund - The Chestnut Court TIF Fund is used to account for revenues and expenditures of the TIF.

Special Service Area Fund - A Special Service Area (SSA) is created to fund improvements which benefit an identifiable segment of the City, with a special property tax levied on and restricted to the benefited properties. SSA #1 was created to handle maintenance of the wetlands in the Tara Hill development.

Storm Sewer Fund - The Storm Sewer Fund is used to account for storm water management fees that are restricted for storm sewer improvements.

Federal Equitable Sharing Fund - The Federal Equitable Sharing Fund is used to account for the revenues and expenditures of restricted forfeited money provided through the Federal Equitable Sharing program.

CITY OF DARIEN, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2026

	Special Revenue					
	Motor Fuel Tax	Chestnut Court TIF	Special Service Area	Storm Sewer	Federal Equitable Sharing	Total
ASSETS						
Cash and cash equivalents	$ 816,496	$ -	$ 27,934	$ 37,325	$ 1,104	$ 882,859
Receivables (net, where applicable, or allowances for uncollectibles)	81,254	-	-	-	-	81,254
TOTAL ASSETS	$ 897,750	$ -	$ 27,934	$ 37,325	$ 1,104	$ 964,113
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ 56,460	$ 495	$ 4,970	$ -	$ -	$ 61,925
Advances from other funds	-	39,145	-	-	-	39,145
Total liabilities	56,460	39,640	4,970	-	-	101,070
FUND BALANCES						
Restricted						
Special service area	-	-	22,964	-	-	22,964
Storm sewer	-	-	-	37,325	-	37,325
Public safety	-	-	-	-	1,104	1,104
Highways and Streets	841,290	-	-	-	-	841,290
Unassigned (deficit)	-	(39,640)	-	-	-	(39,640)
Total fund balances (deficit)	841,290	(39,640)	22,964	37,325	1,104	863,043
TOTAL LIABILITIES AND FUND BALANCES	$ 897,750	$ -	$ 27,934	$ 37,325	$ 1,104	$ 964,113

(See independent auditor's report.)

CITY OF DARIEN, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2026

	Special Revenue					
	(Formerly Major) Motor Fuel Tax	Chestnut Court TIF	Special Service Area	Storm Sewer	Federal Equitable Sharing	Total
REVENUES						
Taxes	$ -	$ -	$ 5,031	$ -	$ -	$ 5,031
Intergovernmental	1,009,630	-	-	-	11,121	1,020,751
Investment income	26,454	-	1,073	1,525	1,319	30,371
Total revenues	1,036,084	-	6,104	1,525	12,440	1,056,153
EXPENDITURES						
Current						
Economic development	-	39,640	-	-	-	39,640
Highways and streets	740,555	-	7,794	5,766	-	754,115
Public safety	-	-	-	-	61,984	61,984
Capital outlay	54,195	-	-	-	69,067	123,262
Total expenditures	794,750	39,640	7,794	5,766	131,051	979,001
NET CHANGE IN FUND BALANCES	241,334	(39,640)	(1,690)	(4,241)	(118,611)	77,152
FUND BALANCES, MAY 1, AS REPORTED	-	-	24,654	41,566	119,715	185,935
Change within financial reporting entity	599,956	-	-	-	-	599,956
FUND BALANCES, MAY 1, AS RESTATED	599,956	-	24,654	41,566	119,715	785,891
FUND BALANCES (DEFICIT), APRIL 30	$ 841,290	$ (39,640)	$ 22,964	$ 37,325	$ 1,104	$ 863,043

CITY OF DARIEN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOTOR FUEL TAX FUND

For the Year Ended April 30, 2026
(With Prior Year Actual)

	2026			
	Original and Final Budget	**Actual**	**Variance Over (Under)**	**2025 Actual**
REVENUES				
Intergovernmental				
Motor fuel tax allotment	$ 946,473	$ 1,009,630	$ 63,157	$ 994,867
Investment income	22,000	26,454	4,454	34,466
Total revenues	968,473	1,036,084	67,611	1,029,333
EXPENDITURES				
Current				
Highways and streets				
Commodities	331,062	248,504	(82,558)	214,865
Wages	426,700	473,746	47,046	337,626
Contractual services	19,000	18,305	(695)	1,710
Capital outlay	20,000	54,195	34,195	1,562,183
Total expenditures	796,762	794,750	(2,012)	2,116,384
NET CHANGE IN FUND BALANCE	$ 171,711	241,334	$ 69,623	(1,087,051)
FUND BALANCE, MAY 1		599,956		1,687,007
FUND BALANCE, APRIL 30		$ 841,290		$ 599,956

CITY OF DARIEN, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL SERVICE AREA FUND

For the Year Ended April 30, 2026
(With Prior Year Actual)

	2026			
	Original and Final Budget	**Actual**	**Variance Over (Under)**	**2025 Actual**
REVENUES				
Taxes	$ 5,000	$ 5,031	$ 31	$ 5,000
Investment income	300	1,073	773	973
Total revenues	5,300	6,104	804	5,973
EXPENDITURES				
Current				
Contractual services	9,000	7,794	(1,206)	4,166
Total expenditures	9,000	7,794	(1,206)	4,166
NET CHANGE IN FUND BALANCE	$ (3,700)	(1,690)	$ 2,010	1,807
FUND BALANCE, MAY 1		24,654		22,847
FUND BALANCE, APRIL 30		$ 22,964		$ 24,654

(See independent auditor's report.)

MAJOR ENTERPRISE FUND

Water Operations Fund - to account for the financing of self-supporting municipal activities which render services generally on a user charge basis to the general public. The significant characteristic of an enterprise fund is that the accounting system makes it possible to determine whether that particular service area is operated at a profit or a loss in accordance with the GAAPs followed by private business concerns.

CITY OF DARIEN, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER OPERATIONS FUND

For the Year Ended April 30, 2026
(With Prior Year Actual)

	2026			
	Original and Final Budget	Actual	Variance Over (Under)	2025 Actual
OPERATING REVENUES				
Charges for services				
Water sales	$ 8,352,746	$ 8,606,827	$ 254,081	$ 7,789,620
Inspections/tap on/permits	5,000	30,059	25,059	15,875
Sale of meters	1,000	7,870	6,870	3,528
Other water sales	1,000	13,609	12,609	21,824
Total operating revenues	8,359,746	8,658,365	298,619	7,830,847
OPERATING EXPENSES EXCLUDING DEPRECIATION				
Personnel services				
Salaries	789,144	813,621	24,477	713,092
Overtime	150,000	192,874	42,874	163,699
Social Security	54,507	61,005	6,498	52,156
Medicare	12,748	14,267	1,519	12,292
IMRF	52,133	65,563	13,430	55,319
Medical/life insurance	91,032	102,260	11,228	83,560
Supplemental pensions	2,400	2,400	-	2,492
Total personnel services	1,151,964	1,251,990	100,026	1,082,610
Materials and supplies				
Dues and subscriptions	37,940	16,287	(21,653)	-
Liability insurance	226,145	276,948	50,803	201,144
Maintenance - building	444,415	266,554	(177,861)	104,492
Maintenance - equipment	7,500	1,794	(5,706)	5,220
Maintenance - vehicles	29,500	26,946	(2,554)	8,976
Maintenance - water system	377,300	410,058	32,758	349,351
Postage/mailings	1,000	-	(1,000)	381
Quality controls	29,850	15,030	(14,820)	16,699
Service charge	350,000	350,000	-	250,000
Supplies - operation	5,700	4,305	(1,395)	3,245
Training and education	5,900	3,202	(2,698)	2,666
Telephone	21,550	16,388	(5,162)	11,925
Uniforms	12,450	8,908	(3,542)	8,867
Utilities	40,000	49,219	9,219	63,267
Vehicle (gas and oil)	25,100	25,468	368	31,296
Total materials and supplies	1,614,350	1,471,107	(143,243)	1,057,529
Contractual				
Audit	13,500	20,500	7,000	13,500
Consulting/professional	19,550	12,851	(6,699)	14,803
Leak detection	2,800	-	(2,800)	-
Data processing	162,837	167,893	5,056	166,967
Janitorial service	8,050	6,656	(1,394)	6,380
Forestry	4,534	3,044	(1,490)	3,473
DuPage Water Commission	5,337,842	5,067,653	(270,189)	4,922,682
Total contractual	5,549,113	5,278,597	(270,516)	5,127,805

(This schedule is continued on the following page.)

CITY OF DARIEN, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL (Continued)
WATER OPERATIONS FUND

For the Year Ended April 30, 2026
(With Prior Year Actual)

	2026			
	Original and Final Budget	**Actual**	**Variance Over (Under)**	**2025 Actual**
OPERATING EXPENSES EXCLUDING DEPRECIATION (Continued)				
Capital outlay				
Equipment	$ 363,310	$ 360,638	$ (2,672)	$ 472,468
Water meters	5,000	-	(5,000)	-
Total capital outlay	368,310	360,638	(7,672)	472,468
Total operating expenses excluding depreciation	8,683,737	8,362,332	(321,405)	7,740,412
OPERATING INCOME (LOSS)	(323,991)	296,033	620,024	90,435
NON-OPERATING REVENUES (EXPENSES)				
Investment income	120,000	107,484	(12,516)	149,731
Miscellaneous income	-	178,153	178,153	121,323
Debt service				
Principal repayment	(620,000)	(620,000)	-	(610,000)
Interest expense	(74,825)	(56,605)	18,220	(77,218)
Total non-operating revenues (expenses)	(574,825)	(390,968)	183,857	(416,164)
NET INCOME (LOSS) BEFORE TRANSFERS	(898,816)	(94,935)	803,881	(325,729)
TRANSFERS				
Transfers in	(555,572)	79,398	634,970	-
Transfers (out)	555,572	(79,398)	(634,970)	-
Total transfers	-	-	-	-
NET INCOME (LOSS) BUDGETARY BASIS	$ (898,816)	(94,935)	$ 803,881	(325,729)
ADJUSTMENTS TO GAAP BASIS				
Capital outlay capitalized		228,314		329,918
Principal repayment		620,000		610,000
Bond amortization		(5,863)		(2,119)
Pension/OPEB expense		(9,838)		(39,469)
Depreciation		(625,785)		(576,962)
Total adjustments to GAAP basis		206,828		321,368
CHANGE IN NET POSITION		111,893		(4,361)
NET POSITION, MAY 1, AS REPORTED		11,098,662		11,128,747
Change in accounting principle		-		(25,724)
NET POSITION, MAY 1, AS RESTATED		11,098,662		11,103,023
NET POSITION, APRIL 30		$ 11,210,555		$ 11,098,662

SUPPLEMENTAL DATA

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BONDS, SERIES 2018

April 30, 2026

Date of Issue	April 16, 2018
Date of Maturity	January 1, 2030
Authorized Issue	$3,500,000
Interest Rates	3%
Interest Dates	January 1 and July 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank of Chicago

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal	Tax Levy			Interest Due on			
Year	Principal	Interest	Total	July 1	Amount	January 1	Amount
2027	$ 340,000	$ 43,050	$ 383,050	2026	$ 21,525	2027	$ 21,525
2028	355,000	32,850	387,850	2027	16,425	2028	16,425
2029	365,000	22,200	387,200	2028	11,100	2029	11,100
2030	375,000	11,250	386,250	2029	5,625	2030	5,625
	$ 1,435,000	$ 109,350	$ 1,544,350		$ 54,675		$ 54,675

SIKICH.

City of Darien, Illinois

Auditor's Communication to the Honorable Mayor and Members of the City Council

For the Year Ended April 30, 2026

sikich.com

CITY OF DARIEN, ILLINOIS
AUDITOR'S COMMUNICATION TO THE HONORABLE MAYOR
AND MEMBERS OF THE CITY COUNCIL
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Agenda

CITY OF DARIEN

M E M O

TO: **Administrative/Finance Committee Members**
FROM: **Bryon D. Vana, City Administrator**
DATE: **August 31, 2026**
SUBJECT: **FYE 26 Audit to Budget Comparison**

Upon completion of the yearly financial audit, the Administrative/Finance Committee reviews a comparison between the FYE 4-30-26 audited numbers and the FYE 4-30-26 estimated numbers included in the FYE 4-30-27 budget. This year’s review includes the attached document containing a detailed sheet on the General and Capital Projects Funds. The detail sheets include the following columns:

1. budget line item title
2. the 4-30-26 original budget
3. the 4-30-26 audited revenues and expenditure line items
4. the 4-30-26 estimated actual numbers used for the FYE 4-30-27 budget
5. the difference between numbers 3 and 4 above
6. comments regarding expense

The General Fund audited fund balance exceeded the estimated balance used in the 4-30-27 budget by $2,487,198. The City Council previously approved the *Capital Improvements Plan Guidelines*. Section 3 of the guidelines includes the following:

- Surplus from the general fund, in excess of 3 months operating reserve, will be transferred to the capital projects fund annually

Based on these guidelines I am recommending that the Administrative/Finance Committee recommend that the City Council approve an additional FYE 27 transfer of $2,500,000 to the Capital Projects Fund from the General Fund. This item will be scheduled for the October 7, 2026, City Council meeting.

City of Darien
Comparision of Estimated Actual
Fund Balance to Audited Fund Balance
4/30/2026

Working Session Report

General Fund
Fund Balance

Original Budget	Audited	Estimated Actual	Difference between Estimated Actual and Audited
$ 4,476,764	$ 9,094,958	$ 6,607,760	$ 2,487,197.93

Water Fund
Cash Balance

Original Budget	Audited	Estimated Actual	Difference between Estimated Actual and Audited
$ 2,226,032	$ 2,184,010	$ 2,902,916	$ (718,906.00)

Motor Fuel Tax Fund
Fund Balance

Original Budget	Audited	Estimated Actual	Difference between Estimated Actual and Audited
$ 524,463	$ 841,292	$ 792,672	$ 48,620.00

Water Depreciation Fund
Cash Balance

Original Budget	Audited	Estimated Actual	Difference between Estimated Actual and Audited
$ -	$ -	$ -	$ -

Capital Improvement Fund
Fund Balance

Original Budget	Audited	Estimated Actual	Difference between Estimated Actual and Audited
$ 19,217,323	$ 21,607,902	$ 21,318,108	$ 289,794.42

1		2	3	4	5	6
City of Darien **General Fund Reconciliation** **For the FYE 4/30/26**		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited**	**FYE 4/30/26 Estimated Actual**	**Difference**	**% Difference**
Beginning Fund Balance		7,056,227	8,549,986	8,549,986	-	
Prior Period Adjustment		-	-	-	-	
Total Revenue		18,292,407	21,263,707	19,824,352	1,439,355	
Total Expenses		18,121,870	16,268,735	17,316,578	(1,047,843)	TRANSFER
Transfer In from Debt Fund/Sale of Equipment		-	-	-	-	
Transfer out		2,750,000	4,450,000	4,450,000	-	
Ending Fund Balance		**4,476,764**	**9,094,958**	**6,607,760**	**2,487,198**	
		FYE 4/30/26 Original Budget	**FYE 4/30/26 Audited Revenue**	**FYE 4/30/25 Estimated Revenue**	**Difference**	
Taxes						
Real Estate Taxes - Current	3110	2,511,961	2,515,279	2,519,824	(4,545)	
Real Estate Taxes - Prior	3111	-	-	-	-	
Road and Bridge Tax	3120	220,000	282,866	281,041	1,825	
Municipal Utility Tax	3130	832,962	1,146,199	1,013,000	133,199	amounts are typical - est did not included ye adjustment
Amusement Tax	3140	77,098	93,137	76,707	16,430	
Hotel/Motel Tax	3150	67,722	82,763	75,120	7,643	
Auto Rental Tax	3421	-	-		-	
Personal Property Tax	3425	4,693	10,349	8,938	1,411	
Local Gas Tax	3151	213,970	208,698	213,784	(5,086)	
Food & Beverage Tax	3152	737,765	751,307	728,018	23,289	
Cannabis Use Tax	3435	32,448	33,918	33,096	822	fund 26
Total Taxes		**4,698,619**	**5,124,516**	**4,949,528**	**174,988**	
License, Permits, Fees						
Business Licenses	3210	35,000	53,775	32,000	21,775	payments came in prior FY
Liquor License	3212	80,150	76,050	75,950	100	
Contractor Licenses	3214	13,000	22,620	13,110	9,510	
Court Fines	3216	120,000	122,139	121,137	1,002	
Towing Fees	3217	50,400	55,600	47,600	8,000	
Ordinance Fines	3230	16,000	54,509	69,119	(14,610)	
Building Permits and Fees	3240	35,000	135,552	109,000	26,552	
Telecommunication Taxes	3242	200,000	216,151	179,411	36,740	
Cable T.V. Franchise Fee	3244	341,800	317,076	315,837	1,239	
PEG - Fees - AT&T	3245	3,000	4,283	3,700	583	
NICOR Franchise Fee	3246	33,000	39,408	39,000	408	
Public Hearing Fees	3250	2,000	6,958	2,715	4,243	
Elevator Inspections	3255	3,500	6,085	3,485	2,600	
Public Improvement Permit Fee	3260	-	-	-	-	
NSF Check Fee	3261	-	185	-	185	
Engineering/Prof Fee Reimb	3265	99,500	159,633	130,585	29,048	

1		2	3	4	5	6
City of Darien **General Fund Reconciliation** **For the FYE 4/30/26**		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited**	**FYE 4/30/26 Estimated Actual**	**Difference**	**% Difference**
Legal Fee Reimb.	3266	-	651	-	651	
Police Special Service	3268	114,606	196,827	163,466	33,361	
D.U.I. Technology Fines	3267	3,500	18,423	10,519	7,904	FUND 23
Stormwater Management Fees	3270	-	-	-	-	
Dev. Contib./Impact	3275	-	-	-	-	
Total License, Permits, Fees		**1,150,456**	**1,485,925**	**1,316,634**	**169,291**	
Charges for Services			-			
Inspections/Tap on/Permits	3320	-	-	-	-	
Total Charges for Services		**-**	**-**	**-**	**-**	
Intergovernmental						
State Income Tax	3410	3,191,595	4,035,882	3,797,903	237,979	
Local Use Tax	3420	782,396	210,453	132,066	78,387	
Sales Taxes	3430	7,141,480	8,663,804	8,060,216	603,588	
Video Gaming Revenue	3432	326,378	378,034	389,412	(11,378)	
Total Intergovernmental		**11,441,849**	**13,288,173**	**12,379,597**	**908,576**	
Other Revenue						
Interest Income	3510	185,000	216,958	125,000	91,958	FUND 01, 11, 23, 24, 26 & LEASE INTEREST
Gain/Loss on Investment	3515		-		-	
Water Share Expense	3520	350,000	350,000	350,000	-	
NSF Check Fee	3261		-		-	
Police Report/Prints	3534	5,000	4,130	3,175	955	
Impact Fee Revenue	3570		375		375	
Grants	3560	100,000	137,212	105,405	31,807	
Rents	3561	223,483	205,475	234,141	(28,666)	
Reimbursement - Work Comp	3577	-	96,054	56,202	39,852	
Other Reimbursements	3562	50,000	110,224	110,000	224	
Other Reimbursements	3562	-	-	-	-	FUND 26
Reimbursement - Rear Yard	3541	-	27,856	16,300	11,556	
Residential Concrete Reimb	3563	-	16,480	16,330	150	
Maintenance - Reimbursement	3567		-		-	
Mail Box Reimbursement	3569	-	2,753	2,455	298	
Drug Seizures	3537		-		-	
Drug Forfeiture Receipts	3538		2,627		2,627	FUND 17
E-Citation Fees	3219		1,823		1,823	FUND 24
Sales of Wood Chips	3572	3,000	3,435	3,125	310	
Sale of Meters	3325		-		-	
Miscellaneous Revenue	3580	20,000	57,866	12,612	45,254	
Community Events - DBA	3585	60,000	131,825	104,296	27,529	
Transfer from Other Funds	3612		-		-	
Sale of Equipment	3575	5,000	-	39,552	(39,552)	
Total Other Income		**1,001,483**	**1,365,093**	**1,178,593**	**186,500**	
Total General Fund Revenue		**18,292,407**	**21,263,707**	**19,824,352**	**1,439,355**	

1	2	3	4	5	6
City of Darien **General Fund Reconciliation** **For the FYE 4/30/26**	**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited**	**FYE 4/30/26 Estimated Actual**	**Difference**	**% Difference**
Total Revenue per Audit	**18,292,407**	**21,263,707**	**19,824,352**	**1,439,355**	

1		2	3	4	5	6
City of Darien General Fund Expenditures For the FYE 4/30/26		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited Expenditures**	**FYE 4/30/26 Estimated Expenditures**	**Difference**	
Administrative Department						
Salaries		-	-	-		
Salaries	4010	479,503	528,565	533,597	5,032	
Overtime	4030	-	5,852	5,000	(852)	
Total Salaries		**479,503**	**534,417**	**538,597**	**4,180**	
Benefits						
Social Security	4110	29,729	32,592	33,393	801	
Medicare	4111	6,953	7,622	7,810	188	
I.M.R.F.	4115	31,455	33,080	32,283	(797)	
Medical/Life Insurance	4120	76,337	83,764	76,337	(7,427)	
State Unemployment Benefits	4050	-	-	-	-	
Supplemental Pensions	4135	4,800	5,539	4,800	(739)	
Total Benefits		**149,274**	**162,597**	**154,623**	**(7,974)**	
Materials and Supplies						
Dues and Subscriptions	4213	2,181	2,793	2,600	(193)	
Liability Insurance	4219	309,540	420,121	415,000	(5,121)	
Legal Notices	4221	2,500	1,408	2,000	592	
Maintenance - Building	4223	-	-	-	-	
Maintenance - Equipment	4225	10,850	9,933	10,000	67	
Maintenance - Vehicles	4229	2,000	985	1,600	615	
Misc. Expenditures	4232	-	-	-	-	
Postage/Mailings	4233	3,350	2,322	3,200	878	
Printing and Forms	4235	4,500	1,496	3,500	2,004	
Public Relations	4239	79,700	72,036	72,700	664	
Rent - Equipment	4243	3,040	1,684	1,800	116	
Supplies - Office	4253	8,000	7,675	9,500	1,825	
Supplies - Other	4257	500	-	100	100	
Training and Education	4263	1,500	-	250	250	
Travel/Meetings	4265	550	230	300	70	
Telephone	4267	43,600	27,289	30,000	2,711	
Utilities (Elec,Gas,Wtr,Sewer)	4271	4,500	3,211	3,000	(211)	
Vehicle (Gas and Oil)	4273	1,500	1,342	1,800	458	
ESDA	4279	-	-	-	-	
Cannabis Fund	4232	-	60,100	-	(60,100)	FUND 26
Total Materials and Supplies		**477,811**	**612,625**	**557,350**	**(55,275)**	
Contractual						
Audit	4320	19,000	18,600	18,600	-	
Consulting/Professional	4325	439,671	403,343	430,000	26,657	
Conslt/Prof Reimbursable	4328	-	-	-	-	
Contingency	4330	10,000	5,704	10,000	4,296	
Janitorial Service	4345	26,100	23,929	25,000	1,071	
Total Contractual		**494,771**	**451,576**	**483,600**	**32,024**	
Other Charges						
Equipment	4815	5,000	1,192	500	(692)	
Total Other Charges		**5,000**	**1,192**	**500**	**(692)**	
Total Expenditures - Administrative		**1,606,359**	**1,762,407**	**1,734,670**	**(27,737)**	
			-			

1		2	3	4	5	6
City of Darien General Fund Expenditures For the FYE 4/30/26		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited Expenditures**	**FYE 4/30/26 Estimated Expenditures**	**Difference**	
City Council Department						
Salaries						
Salaries	4010	42,750	42,750	42,750	-	
Total Salaries		**42,750**	**42,750**	**42,750**	**-**	
Benefits						
Social Security	4110	2,651	2,651	2,651	-	
Medicare	4111	620	620	620	-	
Total Benefits		**3,271**	**3,271**	**3,271**	**-**	
Materials and Supplies						
Boards and Commissions	4205	2,000	1,064	1,200	136	
Cable Operations	4206	7,200	5,128	6,600	1,472	
Dues and Subscriptions	4213	27,350	13,060	21,000	7,940	
Liability Insurance	4219	-	-	-	-	
Printing and Forms	4235	-	-	-	-	
Public Relations	4239	1,700	540	1,000	460	
Supplies - Other	4257	-	-	-	-	
Training and Education	4263	3,500	358	1,000	642	
Travel/Meetings	4265	50	40	50	10	
Total Materials and Supplies		**41,800**	**20,190**	**30,850**	**10,660**	
Contractual						
Consulting/Professional	4325	3,000	2,694	3,500	806	
Trolley Contracts	4366	-	-	-	-	
Rear Yard Drainage Proj Reimburse		-	-	-	-	
Total Contractual		**3,000**	**2,694**	**3,500**	**806**	
Capital Outlay						
Equipment	4815	-	-	-	-	
Total Capital Outlay		**-**	**-**	**-**	**-**	
Total Expenditures - City Council		**90,821**	**68,905**	**80,371**	**11,466**	

1		2	3	4	5	6
City of Darien **General Fund Expenditures** **For the FYE 4/30/26**		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited Expenditures**	**FYE 4/30/26 Estimated Expenditures**	**Difference**	
Darien Business Alliance/Community Events						
Salaries						
Salaries	4010	80,000	81,920	80,000	(1,920)	
Overtime		-	-	-	-	
Total Salaries		**80,000**	**81,920**	**80,000**	**(1,920)**	
Benefits						
Social Security	4110	5,580	5,093	4,960	(133)	
Medicare	4111	1,305	1,191	1,160	(31)	
I.M.R.F.	4115	3,375	5,248	5,248	0	
Medical/Life Insurance	4120	6,000	6,486	6,000	(486)	
Supplemental Pensions	4135	1,200	-	-	-	
Total Benefits		**17,460**	**18,018**	**17,368**	**(650)**	
Materials and Supplies						
Dues and Subscriptions	4213	2,400	2,745	2,400	(345)	
Postage & Mailings	4233	200	-	200	200	
Printing and Forms	4235	250	-	250	250	
Public Relations	4239	63,700	74,334	63,700	(10,634)	
Supplies - Office	4253	300	177	100	(77)	
Supplies - Other	4257	100	-	100	100	
Travel/Meetings	4265	500	-	500	500	
Total Materials and Supplies		**67,450**	**77,256**	**67,250**	**(10,006)**	
Contractual						
Consulting/Professional	4325	-	-	-	-	
Contingency	4330	20,000	5,394	20,000	14,606	
Total Contractual		**20,000**	**5,394**	**20,000**	**14,606**	
Capital Outlay						
Equipment	4815	-	-	-	-	
Total Capital Outlay		**-**	**-**	**-**	**-**	
Total Expenditures - DBA/Community Events		**184,910**	**182,588**	**184,618**	**2,030**	
Community Development Department						
Salaries						
Salaries	4010	371,380	385,125	386,227	1,102	
Overtime		1,000	-	1,000	1,000	
Total Salaries		**372,380**	**385,125**	**387,227**	**2,102**	
Benefits						
Social Security	4110	21,742	22,740	23,946	1,206	
Medicare	4111	5,385	5,562	5,600	38	
I.M.R.F.	4115	11,616	11,641	11,425	(216)	
Medical/Life Insurance	4120	33,969	38,158	33,969	(4,189)	
Supplemental Pensions	4135	2,400	1,200	2,400	1,200	
Total Benefits		**75,112**	**79,301**	**77,340**	**(1,961)**	

1		2	3	4	5	6
City of Darien **General Fund Expenditures** **For the FYE 4/30/26**		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited Expenditures**	**FYE 4/30/26 Estimated Expenditures**	**Difference**	
Materials and Supplies						
Boards and Commissions	4205	1,200	2,400	2,400	-	
Dues and Subscriptions	4213	74,545	69,738	74,000	4,262	
Liability Insurance	4219	20,000	18,511	35,000	16,489	
Maintenance - Vehicles	4229	500	2,353	2,500	147	
Miscellaneous Expenditures	4232	-	-	-	-	
Postage & Mailings	4233	475	375	475	100	
Printing and Forms	4235	565	350	500	150	
Economic Incentive	4240	379,000	274,253	420,036	145,783	due to home rule sales tax change & no Home Depot
Supplies - Office	4253	500	482	450	(32)	
Training and Education	4263	500	-	500	500	
Travel/Meetings	4265	200	-	200	200	
Vehicle (Gas and Oil)	4273	500	1,290	2,500	1,210	
Total Materials and Supplies		**477,985**	**369,753**	**538,561**	**168,808**	
Contractual						
Bad Debt Expense	4300	-	1,058	-	(1,058)	
Consulting/Professional	4325	178,300	84,479	178,300	93,821	
Conslt/Prof Reimbursable	4328	103,700	185,750	113,234	(72,516)	
Total Contractual		**282,000**	**271,287**	**291,534**	**20,247**	
Capital Outlay						
Equipment	4815	-	-	-	-	
Total Capital Outlay		**-**	**-**	**-**	**-**	
Total Expenditures - Community Development		**1,207,477**	**1,105,467**	**1,294,662**	**189,195**	
Streets Department						
Salaries						
Salaries	4010	895,668	935,466	950,762	15,296	
Overtime	4030	103,000	34,843	88,407	53,564	
Total Salaries		**998,668**	**970,309**	**1,039,169**	**68,860**	
Benefits						
Social Security	4110	65,017	60,267	64,428	4,161	
Medicare	4111	15,206	14,092	15,068	976	
I.M.R.F.	4115	66,169	53,669	56,380	2,711	
Unemployment	4050	-	-	-	-	
Medical/Life Insurance	4120	176,137	175,827	153,716	(22,111)	
Supplemental Pensions	4135	2,400	2,400	2,400	-	
Total Benefits		**324,929**	**306,255**	**291,992**	**(14,263)**	
Materials and Supplies						
Dues and Subscriptions	4213	14,440	11,495	14,440	2,945	
Liability Insurance	4219	42,790	16,457	42,000	25,543	
Maintenance - Building	4223	838,823	625,759	450,000	(175,759)	
Maintenance - Equipment	4225	54,800	37,919	43,000	5,081	
Maintenance - Vehicles	4229	117,500	57,678	110,000	52,322	
Postage/Mailings	4233	500	725	500	(225)	
Rent - Equipment	4243	9,000	5,948	8,000	2,052	
Supplies - Office	4253	2,553	3,020	2,500	(520)	
Supplies - Operations	4255	-	-	-	-	
Supplies - Other	4257	291,900	224,530	240,000	15,470	
Small Tools & Equipment	4259	21,800	18,666	20,000	1,334	

1		2	3	4	5	6
City of Darien General Fund Expenditures For the FYE 4/30/26		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited Expenditures**	**FYE 4/30/26 Estimated Expenditures**	**Difference**	
Training and Education	4263	12,450	4,795	5,000	205	
Travel	4265	-	-	-	-	
Telephone	4267	25,800	-	25,000	25,000	
Uniforms	4269	15,650	11,891	15,000	3,109	
Utilities (Elec,Gas,Wtr,Sewer)	4271	7,200	16,403	7,200	(9,203)	
Vehicle (Gas and Oil)	4273	96,790	58,492	77,000	18,508	
Total Materials and Supplies		**1,551,996**	**1,093,778**	**1,059,640**	**(34,138)**	
Contractual						
Bad Debt Expense	4300	-	212	-	(212)	
Consulting/Professional	4325	45,450	12,457	55,000	42,543	
Consulting/Professional Reimb	4328	-	-	-	-	
Contingency	4330	-	-	-	-	
Janitorial Service	4345	4,750	3,129	3,500	371	
Forestry	4350	373,484	326,394	373,000	46,606	
Street Light Oper & Maint.	4359	92,000	78,011	75,000	(3,011)	
Residential Concrete Program	4381	-	12,947	12,947	-	
Mosquito Abatement	4365	42,500	39,900	42,500	2,600	
Street Sweeping	4373	49,700	25,575	44,000	18,425	
Drainage Projects	4374	130,000	44,160	64,385	20,225	
Tree Trim/Removal	4375	192,648	123,207	198,000	74,793	
Total Contractual		**930,532**	**665,992**	**868,332**	**202,340**	
Capital Outlay						
Rear Yard Drain Proj-Reimb	4378	-	-	-	-	
Residential Concrete Program	4381	-	-	-	-	
Capital Improvements	4810	-	-	-	-	
Equipment	4815	373,810	158,086	201,213	43,127	
Debt Retire	4905	-	-	-	-	
Total Capital Outlay		**373,810**	**158,086**	**201,213**	**43,127**	
Total Expenditures - Streets		**4,179,935**	**3,194,420**	**3,460,346**	**265,926**	
Police Department						
Salaries						
Salaries	4010	548,689	518,163	532,704	14,541	
Salaries - Officers	4020	4,772,126	4,302,236	4,456,763	154,527	
Overtime	4030	550,626	707,517	709,418	1,901	
Total Salaries		**5,871,441**	**5,527,916**	**5,698,885**	**170,969**	
Benefits						
Social Security	4110	34,019	32,234	34,019	1,785	
Medicare	4111	74,378	77,675	79,142	1,467	
I.M.R.F.	4115	30,366	31,284	29,159	(2,125)	
State Unemployment Insurance	4050	-	-	-	-	
Medical/Life Insurance	4120	504,079	471,488	448,577	(22,911)	
Police Pension	4130	2,972,000	2,966,676	2,972,000	5,324	
Supplemental Pensions	4135	48,000	41,769	42,124	355	
Total Benefits		**3,662,842**	**3,621,126**	**3,605,021**	**(16,105)**	
Materials and Supplies						
Animal Control	4201	2,000	490	645	155	
Auxiliary Police	4203	-	-	-	-	
Boards and Commissions	4205	13,250	51,601	34,524	(17,077)	
Dues and Subscriptions	4213	2,950	2,699	2,979	280	

1		2	3	4	5	6
City of Darien General Fund Expenditures For the FYE 4/30/26		FYE 4/30/26 Original Budget	FYE 4/30/26 Audited Expenditures	FYE 4/30/26 Estimated Expenditures	Difference	
Investigation and Equipment	4217	92,055	91,999	87,983	(4,016)	
Liability Insurance	4219	72,200	49,929	51,315	1,386	
Maintenance - Building	4223	-	-	-	-	
Maintenance - Equipment	4225	32,450	31,173	30,510	(663)	
Maintenance - Vehicles	4229	24,800	21,583	23,131	1,548	
Postage/Mailings	4233	3,500	970	1,640	670	
Printing and Forms	4235	1,500	491	1,270	779	
Public Relations	4239	5,000	5,040	4,628	(412)	
Rent - Equipment	4243	5,800	700	3,100	2,400	
Supplies - Office	4253	7,000	7,332	7,403	71	
Supplies - Other	4257	-	-	-	-	
Training and Education	4263	68,245	63,297	66,851	3,554	
Travel/Meetings	4265	38,865	12,335	25,249	12,914	
Telephone	4267	18,100	14,598	17,586	2,988	
Uniforms	4269	59,500	65,650	62,343	(3,307)	
Utilities (Elec,Gas,Wtr,Sewer)	4271	21,000	11,540	19,272	7,732	
Vehicle (Gas and Oil)	4273	90,000	70,749	60,274	(10,475)	
Total Materials and Supplies		**558,215**	**502,176**	**500,703**	**(1,473)**	

1		2	3	4	5	6
City of Darien General Fund Expenditures For the FYE 4/30/26		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited Expenditures**	**FYE 4/30/26 Estimated Expenditures**	**Difference**	
Contractual						
Bad Debt Expense	4400	-	878	-	(878)	
Consulting/Professional	4325	597,650	543,509	585,239	41,730	
Contractual Services	4335	-	-	-	-	
Dumeg/Fiat/Child Center	4337	113,720	65,159	82,196	17,037	
Total Contractual		**711,370**	**609,546**	**667,435**	**57,889**	
Capital Outlay						
Equipment	4815	48,500	44,184	89,867	45,683	INCLUDES $40,672 FOR FUND 23
Total Capital Outlay		**48,500**	**44,184**	**89,867**	**363**	
Interest						
Interest	4244	-	-	-	-	
Total Interest		**-**	**-**	**-**	**-**	
Total Expenditures - Police		**10,852,368**	**10,304,948**	**10,561,911**	**256,963**	
Debt Service						
Principal	4906	-	-	-	-	
Total Debt Service		**-**	**-**	**-**	**-**	
Reduction in expenditures for Water Share			**350,000**		(350,000)	Budgeted in the revenue section but auditors place in the expenditure secition of the Financials.
Total General Fund Expenditures		**18,121,870**	**16,268,735**	**17,316,578**	**1,047,843**	

1		2	3	4	5	6
City of Darien Water Fund Reconciliation For the FYE 4/30/26		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited**	**FYE 4/30/26 Estimated Actual**	**Difference**	
Beginning Cash Balance		**3,124,848**	**2,917,464**	**3,210,068**	**(292,604)**	
Total Revenue		**8,479,746**	**8,944,002**	**8,682,849**	**261,153**	
Total Expenses		**9,378,562**	**9,677,456**	**8,990,001**	**687,455**	
Ending Cash Balance		**2,226,032**	**2,184,010**	**2,902,916**	**(718,906)**	INCLUDED DEPRECIATION
		FYE 4/30/26 Original Budget	**FYE 4/30/26 Audited Revenue**	**FYE 4/30/26 Estimated Revenue**	**Difference**	
Charges for Services						
Water Sales	3310	8,352,746	8,606,827	8,476,227	130,600	
Inspections/Tap on/Permits	3320	5,000	30,059	15,556	14,503	
Front Footage Fees	3322	-	-	-	-	
Sale of Meters	3325	1,000	7,870	2,549	5,321	
Other Water Sales	3390	1,000	13,609	4,119	9,490	
Total Charges for Services		**8,359,746**	**8,658,365**	**8,498,451**	**159,914**	
Other Revenue						
Interest Income	3510	120,000	107,484	105,000	2,484	
Other Reimbursements	3562	-	-	-	-	
Misc Revenue	3580	-	178,153	79,398	98,755	
Total Other Revenue		**120,000**	**285,637**	**184,398**	**101,239**	
Total Water Fund Revenue		**8,479,746**	**8,944,002**	**8,682,849**	**261,153**	
		FYE 4/30/26 Original Budget	**FYE 4/30/26 Audited Expendiutres**	**FYE 4/30/26 Estimated Expenditures**	**Difference**	
Water Department						
Salaries						
Salaries	4010	789,144	813,621	779,883	(33,738)	
Overtime	4030	150,000	192,874	190,627	(2,247)	
Total Salaries		**939,144**	**1,006,495**	**970,510**	**(35,985)**	
Benefits						
Social Security	4110	54,507	61,005	60,172	(833)	
Medicare	4111	12,748	14,267	14,072	(195)	
I.M.R.F.	4115	52,133	65,563	74,161	8,598	

1		2	3	4	5	6
City of Darien **Water Fund Reconciliation** **For the FYE 4/30/26**		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited**	**FYE 4/30/26 Estimated Actual**	**Difference**	
Chang in I.M.R.F. Pension & OPEB	4116 & 4117	-	-	-	-	
Medical/Life Insurance	4120	91,032	102,260	91,032	(11,228)	
Supplemental Pensions	4135	2,400	2,400	2,400	-	
Total Benefits		**212,820**	**245,495**	**241,837**	**(3,658)**	
Materials and Supplies						
Dues and Subscriptions	4213	37,940	16,287	37,900	21,613	
Liability Insurance	4219	226,145	276,948	290,000	13,052	
Maintenance - Building	4223	444,415	266,554	155,000	(111,554)	
Maintenance - Equipment	4225	7,500	1,794	7,500	5,706	
Maintenance - Vehicles	4229	29,500	26,946	29,000	2,054	
Maintenance - Water System	4231	377,300	410,058	350,000	(60,058)	projects started early
Postage/Mailings	4233	1,000	-	1,000	1,000	
Printing and Forms	4235	-	-	-	-	
Quality Control	4241	29,850	15,030	15,000	(30)	
Rent - Equipment	4243	-	-	-	-	
Water Charge	4251	350,000	350,000	350,000	-	
Supplies - Office	4253	1,200	-	1,100	1,100	
Supplies - Operation	4255	4,500	4,305	4,000	(305)	
Training and Education	4263	5,900	3,202	4,500	1,298	
Telephone	4267	21,550	16,388	14,000	(2,388)	
Uniforms	4269	12,450	8,908	11,000	2,092	
Utilities (Elec,Gas,Wtr,Sewer)	4271	40,000	49,219	38,000	(11,219)	
Vehicle (Gas and Oil)	4273	25,100	25,468	25,000	(468)	
Total Materials and Supplies		**1,614,350**	**1,471,107**	**1,333,000**	**(138,107)**	
Contractual						
Audit	4320	13,500	20,500	13,250	(7,250)	
Consulting/Professional	4325	19,550	12,851	13,000	149	
Leak Detection	4326	2,800	-	1,500	1,500	
Data Processing	4336	162,837	167,893	162,837	(5,056)	
DuPage Water Commission	4340	5,337,842	5,067,653	5,235,167	167,514	
Janitorial Service	4345	8,050	6,656	7,500	844	
Forestry	4350	4,534	3,044	2,500	(544)	
Total Contractual		**5,549,113**	**5,278,597**	**5,435,754**	**157,157**	

1		2	3	4	5	6
City of Darien **Water Fund Reconciliation** **For the FYE 4/30/26**		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited**	**FYE 4/30/26 Estimated Actual**	**Difference**	
Other Charges						
Transfer to Other Funds	4605	-	-	-	-	
Depreciation	4620	-	625,785	-	(625,785)	
Total Other Charges		**-**	**625,785**	**-**	**(625,785)**	
Capital Outlay						
Equipment	4815	363,310	360,638	310,000	(50,638)	
Street Reconstruction	4855	-	-	-	-	
Water Meter Purchases	4880	5,000	-	5,000	5,000	
Pumping Station	4940	-	-	-	-	
Total Capital Outlay		**368,310**	**360,638**	**315,000**	**(45,638)**	
Debt Service						
Debt Retire	4905	694,825	689,339	693,900	4,561	
Debt Retire-Water Refunding	4950	-	-	-	-	
Purchases	5600	-	-	-	-	
Total Debt Service		**694,825**	**689,339**	**693,900**	**4,561**	
Total Expenditures - Water		**9,378,562**	**9,677,456**	**8,990,001**	**(687,455)**	

1		2	3	4	5
City of Darien MFT Fund Reconciliation For the FYE 4/30/26		FYE 4/30/26 Original Budget	FYE 4/30/26 Audited	FYE 4/30/26 Estimated Actual	Difference
Beginning Fund Balance		**352,749**	**599,956**	**599,955**	**1**
Total Revenue		**968,476**	**1,036,084**	**985,864**	**50,220**
Total Expenses		**796,762**	**794,748**	**793,147**	**1,601**
Ending Fund Balance		**524,463**	**841,292**	**792,672**	**48,620**
		FYE 4/30/26 Original Budget	**FYE 4/30/26 Audited Revenue**	**FYE 4/30/26 Estimated Revenue**	**Difference**
Intergovernmental					
Motor Fuel Tax	3440	946,476	1,009,630	968,484	41,146
Total Intergovernmental		**946,476**	**1,009,630**	**968,484**	**41,146**
Other Revenue					
Interest Income	3510	22,000	26,454	17,380	9,074
Grants	3560	-	-	-	-
Miscellaneous Revenue	3580	-	-	-	-
Total Other Revenue		**22,000**	**26,454**	**17,380**	**9,074**
Total MFT Fund Revenue		**968,476**	**1,036,084**	**985,864**	**50,220**
		FYE 4/30/26 Original Budget	**FYE 4/30/26 Audited Revenue**	**FYE 4/30/26 Estimated Revenue**	**Difference**
MFT Expenditures					
Salaries					
Salaries	4010	335,000	314,458	335,000	20,542
Overtime	4030	50,000	100,673	50,000	(50,673)
Total Salaries		**385,000**	**415,131**	**385,000**	**(30,131)**
Benefits					
Social Security	4110	20,770	25,738	18,475	(7,263)
Medicare	4111	4,858	6,019	4,321	(1,698)
I.M.R.F.	4115	16,072	26,856	16,851	(10,005)
Total Benefits		**41,700**	**58,613**	**39,647**	**(18,966)**
Materials and Supplies					
Road Material	4245	185,000	120,926	185,000	64,074

6

1		2	3	4	5	6
City of Darien **MFT Fund Reconciliation** **For the FYE 4/30/26**		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited**	**FYE 4/30/26 Estimated Actual**	**Difference**	
Salt	4249	111,562	106,210	112,000	5,790	
Supplies - Other	4257	18,500	15,704	18,500	2,796	
Pavement Striping	4261	16,000	5,664	17,000	11,336	
Consulting/Professional	4325	-	-	-	-	
Tree Trim/Removal	4375	19,000	18,305	19,000	695	
Street Lights	4840	20,000	54,195	17,000	(37,195)	
Street Maintenance	4855	-	-	-	-	
Total Materials and Supplies		**370,062**	**321,004**	**368,500**	**47,496**	
Total Expenditures - MFT		**796,762**	**794,748**	**793,147**	**(1,601)**	

1		2	3	4	5	6
City of Darien Capital Projects Fund Reconciliation For the FYE 4/30/26		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited**	**FYE 4/30/26 Estimated Actual**	**Difference**	
Beginning Fund Balance		**19,062,468**	**19,019,930**	**19,019,930**	**-**	
Total Revenue		**4,137,000**	**5,458,295**	**5,325,092**	**133,203**	
Total Expenses		**3,982,145**	**2,870,323**	**3,026,914**	**(156,591)**	
Ending Fund Balance		**19,217,323**	**21,607,902**	**21,318,108**	**289,794**	
		FYE 4/30/26 Original Budget	**FYE 4/30/26 Audited Revenue**	**FYE 4/30/26 Estimated Revenue**	**Difference**	
Taxes						
Real Estate Taxes	3110	-	-	-	-	
Total Intergovernmental		**-**	**-**	**-**	**-**	
Other Revenue						
Interest Income	3510	800,000	811,583	720,000	91,583	
Reimbursement-Street Recon.	3550	-	-	-	-	
Bond Issued, At Par	3559	-	-	-	-	
Residential Conc. Reimb	3563	-	-	-	-	
Sale of Property	3900	-	-	-	-	
Transfer from Other Funds	3612	2,750,000	4,450,000	4,450,000	-	
Grants	3560	587,000	195,092	155,092	40,000	
Other Reimbursements	3562	-	1,620	-	1,620	
Misc Reimbursable	3568	-	-	-	-	
Misc Revenue	3580	-	-	-	-	
Total Other Revenue		**4,137,000**	**5,458,295**	**5,325,092**	**133,203**	
Total Capital Projects Fund Revenue		**4,137,000**	**5,458,295**	**5,325,092**	**133,203**	
		FYE 4/30/26 Original Budget	**FYE 4/30/26 Audited Expendiutres**	**FYE 4/30/26 Estimated Expenditures**	**Difference**	
Capital Projects Expenditures						
Contractual						
Consulting/Professional	4325	52,000	40,258	48,000	7,742	
Consulting/Prof Reimb	4328	-	-	-	-	
Total Contractual		**52,000**	**40,258**	**48,000**	**7,742**	
Capital Outlay						

1		2	3	4	5	6
City of Darien Capital Projects Fund Reconciliation For the FYE 4/30/26		**FYE 4/30/26 Original Budget**	**FYE 4/30/26 Audited**	**FYE 4/30/26 Estimated Actual**	**Difference**	
Miscellaneous Expense	4232	-	-	-	-	
Maintenance-Vehicles	4229	-	-	-	-	
Ditch Projects	4376	105,000	72,175	180,119	107,944	
Sidewalk Replacement	4380	466,000	421,636	421,637	1	
Crack Seal Program	4382	-	-	-	-	
Curb & Gutter Replacement	4383	774,600	756,815	756,815	-	
Capital Improvements-Infrast.	4390	920,045	109,760	145,000	35,240	
Economic Incentive	4400	-	-	-	-	
Capital Improvements	4810		-		-	
Equipment	4815		-		-	
Street Recon/Rehab-Reimb	4856		-	-	-	
Street Reconstruction/Rehab	4855	1,664,500	1,469,679	1,475,343	5,664	
Total Capital Outlay		**3,930,145**	**2,830,065**	**2,978,914**	**148,849**	
Debt Service						
Debt Issuance costs	4900	-	-	-	-	
Debt Retire	4905	-	-	-	-	
Debt Retire - Property	4945	-	-	-	-	
Total Debt Service		**-**	**-**	**-**	**-**	
Total Expenditures - Capital Projects		**3,982,145**	**2,870,323**	**3,026,914**	**156,591**	

Agenda

AGENDA MEMO
Administrative/Finance Committee
September 8, 2026

ISSUE STATEMENT
Approval of an ordinance authorizing the disposal of surplus property.

BACKGROUND/HISTORY
Staff is requesting that the following property be declared as surplus property and auctioned using an on-line auction service, Public Surplus**,** or disposed of:

	ITEM	QUANTITY	EXPLANATION
1	HP LaserJet printer	1	Replaced
2	iPhone 16e	17	Replaced
3	ThinkPad	1	Broken
4	MiFi Jet pack	1	Replaced
5	Samsung Android	3	Replaced
6	Keyboard	1	Replaced

STAFF/COMMITTEE RECOMMENDATION
Staff recommends the above be declared surplus property and auctioned using Public Surplus or disposed of.

ALTERNATE CONSIDERATION
As recommended by the Committee.

DECISION MODE
If approved by the Committee, this item will be placed on the September 21, 2026 City Council agenda for formal approval.

MEMO

CITY OF DARIEN

DU PAGE COUNTY, ILLINOIS

ORDINANCE NO.____________

AN ORDINANCE AUTHORIZING THE SALE
OF PERSONAL PROPERTY
OWNED BY THE CITY OF DARIEN

ADOPTED BY THE

MAYOR AND CITY COUNCIL

OF THE

CITY OF DARIEN

THIS 21st DAY OF September 2026

Published in pamphlet form by authority of the Mayor and City Council of the City of Darien, DuPage County, Illinois, and this 21st day of September 2026

AN ORDINANCE AUTHORIZING THE SALE OF
PERSONAL PROPERTY OWNED BY THE CITY OF DARIEN

WHEREAS, in the opinion of at least three fourths of the corporate authorities of the City of Darien, it is no longer necessary or useful, or for the best interests of the City of Darien, to retain ownership of the personal property hereinafter described; and

WHEREAS, it has been determined by the Mayor and City Council of the City of Darien to sell said personal property at a Public Auction or dispose of said property.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF DARIEN, DU PAGE COUNTY, ILLINOIS, IN THE EXERCISE OF ITS HOME RULE POWERS, as follows:

SECTION 1: The Mayor and City Council of the City of Darien find that the following described personal property, now owned by the City of Darien, is no longer necessary or useful to the City of Darien and the best interests of the City of Darien will be served by auctioning it using Gov Deals, Inc or disposing of said property.

	ITEM	QUANTITY	EXPLANATION
1	HP LaserJet printer	1	Replaced
2	iPhone 16e	17	Replaced
3	ThinkPad	1	Broken
4	MiFi Jet pack	1	Replaced
5	Samsung Android	3	Replaced
6	Keyboard	1	Replaced

SECTION 2: The City Administrator is hereby authorized and directed to sell the aforementioned personal property, now owned by the City of Darien. Items will be auctioned using GovDeals, Inc or disposing of said property.

SECTION 3: This Ordinance and each of its terms shall be the effective legislative act of a home rule municipality without regard to whether such Ordinance should (a) contain terms contrary to the provisions of current or subsequent non-preemptive state law, or (b) legislate in a manner or regarding a matter not delegated to municipalities by state law. It is the intent of the corporate authorities of the City of Darien that to the extent that the terms of this Ordinance should be inconsistent with any non-preemptive state law, that this Ordinance shall supersede state law in that regard within its jurisdiction.

SECTION 4: This Ordinance shall be in full force and effect from and after its passage and approval as provided by law.

PASSED BY THE CITY COUNCIL OF THE CITY OF DARIEN, DU PAGE COUNTY, ILLINOIS, this 21st day of September 2026.

AYES: ______________________________

NAYS: ______________________________

ABSENT: ______________________________

APPROVED BY THE MAYOR OF THE CITY OF DARIEN, DU PAGE COUNTY, ILLINOIS, this 21st day of September 2026.

____
JOSEPH A. MARCHESE, MAYOR

ATTEST:

____
JOANNE RAGONA, CITY CLERK

APPROVED AS TO FORM:

____
CITY ATTORNEY

Agenda

AGENDA MEMO
Administrative/Finance Committee
September 8, 2026

ISSUE STATEMENT
Approval of an ordinance disbanding the environmental committee

BACKGROUND/HISTORY
The city maintains various committees that provide recommendations to the city. The committees generally have different purposes. First, committees such as the Board of Fire and Police Commissioners and the Planning, Zoning and Economic Development Commission serve to fulfill duties required by state law. Second, discretionary committees such as COY and the holiday decorating committees are created by the city council for specific purposes, but not required by state law.

The city currently has a discretionary environmental committee. This committee began in 1987 with an initial focus on recycling, which was a new topic for Illinois communities in the late 1980s. During this period, municipalities spent significant time in dealing with solid waste issues. In addition to solid waste, the committee discussed items such as litter, inoperable vehicles, selecting a city flower and many general informational items. Many of the issues they discussed were informational only and are being handled by other groups such as city committees and DuPage County. After researching archived meeting minutes, much of the committees' business were less complex than issues we are faced with today that require professional input. Many of the issues the committee discussed are now handled by other volunteer groups such as the garden club and Arbor Day group.

The challenge with discretionary committees is to maintain an active role after their initial priority, such as solid waste. In 2000, the committee began to review its role and functions. After their review in 2000, it is evident that they have struggled for topics and many meetings were cancelled for lack of agenda items. Since 2000, the committee has met once or twice per year with no meetings in 2024. Recently, staff was working to schedule a meeting for the committee and had difficulty in identifying topics and agenda items.

At the goal setting meeting in November 2025 (Attachment A), the consensus of the council was to keep the committee between 6 to 12 additional months, allowing the committee to develop environmental programs. To date, this has not happened. Some of the email correspondence is attached. The following concerns continue:

- Lack of a quorum
- Agenda material/backup is sent to staff late
- Slow or non-response to staff emails
- Difficulty in discussing meaningful topics

Please note, the committee chair has also stated he believes a local club, instead of an appointed city committee, would be better.

Due to these factors, staff is recommending the city council disband this committee.

STAFF/COMMITTEE RECOMMENDATION
Staff recommends approval of the ordinance disbanding the committee

ALTERNATE CONSIDERATION
As directed.

DECISION MODE
This item will be placed on the September 21, 2026 City Council agenda for consideration.

Attachment A

CITY OF DARIEN
Memorandum

TO: Mayor Marchese, City Council, Clerk, and Treasurer
FROM: Bryon D. Vana, City Administrator
DATE: November 19, 2025
RE: Environmental Committee

At the October 20, 2025, City Council meeting, the Council postponed a vote to disband the Environmental Committee (EC). The consensus of the Council was to include this topic at the November goal-setting meeting to allow for additional time for discussion. Attached, as background, is the staff memo that was included in the 10/20/25 council meeting packet.

The city maintains various committees that provide recommendations to the city. The committees generally have different purposes. First, committees such as the Board of Fire and Police Commissioners and the Planning, Zoning and Economic Development Commission serve to fulfill duties required by state law. Second, discretionary committees such as EC are created by the city council for specific purposes, but not required by state law.

Since 2023, the EC held one meeting with an additional meeting held on November 6, 2025. During the period of 2017 through 2022, the EC held fourteen meetings, with items being mostly informational and repeated annually. The challenge with discretionary committees is to maintain an active role after their initial priority, such as solid waste. At the EC meeting on June 20, 2001, the committee began to review its role and functions. (See attached minutes) After their review in 2001, it is evident that they have struggled for topics and many meetings were cancelled for lack of a quorum or agenda items.

If the EC were disbanded, the group could continue as a volunteer group, (environmental club), such as the garden club and the Arbor Day volunteers. As an environmental club, they can work to eliminate duplication of activities. For example, the garden club already has a committee called the Nature and Environment Committee. If the group continued as a volunteer club they would not be required to follow the Open Meetings Act (OMA) and would have more flexibility including:

1. Would not need a quorum to have meetings
2. Would not create a public meeting if a majority of a quorum was not required (3 of 7 committee members discussing issues together)
3. Would be able to meet when and where they wanted with no notice requirements
4. Would be able to determine the size of the club and solicit new members
5. Would determine their issues they feel are important to discuss
6. Would be able to raise funds to carry out programs of an environmental nature
7. Would still be able to work with the city on environmental issues
8. Would not be required to take minutes

Several communities such as Elmhurst and Naperville have volunteer resident groups, independent from the city, serving in the role as environmental advisors. The Naperville *Environment and Sustainability Task Force* (NEST) https://www.sustainnaperville.org/ is a group of concerned citizens working to enhance environmental sustainability in Naperville. The Cool Cities Coalition (https://elmhurstcoolcities.org/) is the resident organization in Elmhurst that strives to promote sustainable solutions in the Elmhurst community through education, outreach and community action.

The city does not need a formal committee in order to be proactive on environmental issues. A similar example is the city does not need a formal Historical Committee to celebrate the city's history. Currently, many environmental efforts require expertise and training in a variety of topics related to the environment. City staff has taken on the task of meeting environmental concerns and accomplishing numerous goals. Mayor Marchese, City Council and staff have maintained their involvement in environmental issues, and have been active and accomplished the following:

- Through our membership in the Metropolitan Mayor's Caucus, we have attended and participated in the MMC's Environmental sub-committee;
- Through our membership in the MMC, we were part of the first EV Readiness Cohort, which earned us Bronze level status;
- We have applied for grants, through the MMC for the development of EV Super charging stations in Darien, and we were awarded 1.3 million dollars to install charging stations at City Hall and at Public Works. The Brookhaven management was part of this program. While Brookhaven is prepared to open their charging stations, the federal government cut/pulled the 1.3 million which effectively negated our installation of the charging stations;
- As an environmentally conscious community, the City sought to enhance the appearance of our streetscapes, by landscaping our medians, and installing irrigation systems;
- We explored the use of an environmentally safe/biodegradable liquid that whose use we adopted prior to a snow/ice event;
- We explored the need to modify our ordinances detailing the requirements that provide residents with information on the installation of solar panels; this work resulted in our being designated a "Sol Smart" community;
- We have qualified as a "Greenest Region" awarded city;
- Through a grant we obtained from the Morton Arboretum, We are the recipients of 100 donated trees, that per the grant will be planted in parkways where there is poor canopy cover;
- Through a grant program with the State of Illinois, we will have the opportunity to purchase at more than half the cost of a new nine-ton dump truck that is EV equipped. As part of this program, we will also see the installation of a Level three super charger installed at our Public Works facility;
- We are exploring the possibility of being part of the BESS Program (Battery Energy Storage System). BESS units are large rechargeable batteries and associated hardware that store electricity for later use. This system would be installed on a separate property, and the City would receive revenue from the project;

- We have been and continue to be part of the Monarch Butterfly Program, and we continue to urge the development of Milkweed plantings for Monarch Butterflies and pollinators;
- We scheduled two electronics recycling program that included flat screen televisions, computers and assorted electronic equipment;
- Our adoption of LRS as our waste hauler included the use of a tote program that allowed for additional recycling material including composting. In addition, we worked with LRS to conduct an electronic recycling program.
- Revised city zoning codes to prohibit certain chemical storage/use
- Amended the zoning code to prohibit businesses have Tier II reportable chemicals on their premises
- Recipient of a $53,000 Illinois Community Canopy Tree Inventory and Management Plan Grant from the Inflation Reduction Act (IRA)

If you have any questions prior to the goal-setting meeting please feel free to give me a call.

Lisa Klemm

From:	Lisa Klemm
Sent:	Thursday, August 27, 2026 3:14 PM
To:	'Allan Jackimek'
Subject:	RE: Environmental Committee Meeting - availability
Attachments:	Environmental

I sent this on August 18th – see attached email. You had responded – not sure why you sent me the same message.

Allan,
So far, here are the responses:

Yes – You, Aleta, and Deb (may be late)
No – Val, Maura
Alderman Gustafson can attend but does not count for a quorum.

I have not heard back from Joe or Heather – did Heather move yet?

Thanks,

Lisa A Klemm
Administrative Assistant to City Administrator
1702 Plainfield Road, Darien, IL 60561
Email: lklemm@darienil.gov
Office: (630) 353-8104 |
Connect with the City of Darien!

From: Allan Jackimek <allanjackimek@gmail.com>
Sent: Thursday, August 27, 2026 3:10 PM
To: Lisa Klemm <LKlemm@darienil.gov>
Subject: Re: Environmental Committee Meeting - availability

Sent from my iPhone

Lisa Klemm

From:	Lisa Klemm
Sent:	Thursday, August 20, 2026 11:25 AM
To:	'Allan Jackimek'
Cc:	Bryon Vana
Subject:	RE: Environmental
Importance:	High

Tracking:

Recipient	Delivery	Read
'Allan Jackimek'		
Bryon Vana	Delivered: 8/20/2026 11:25 AM	Read: 8/20/2026 12:49 PM

Allan,

I still have not heard from Joe or Heather. As of now, you don't have a quorum.
Did Heather move?

Thanks

Lisa A Klemm

Administrative Assistant to City Administrator
1702 Plainfield Road, Darien, IL 60561
Email: lklemm@darienil.gov
Office: (630) 353-8104 |
Connect with the City of Darien!

From: Lisa Klemm
Sent: Tuesday, August 18, 2026 9:20 AM
To: 'Allan Jackimek' <allanjackimek@gmail.com>
Cc: Bryon Vana <bvana@darienil.gov>
Subject: Environmental

Allan,
So far, here are the responses:

Yes – You, Aleta, and Deb (may be late)
No – Val, Maura
Alderman Gustafson can attend but does not count for a quorum.

I have not heard back from Joe or Heather – did Heather move yet?

Lisa Klemm

From:	Lisa Klemm
Sent:	Friday, July 10, 2026 2:15 PM
To:	'Allan Jackimek'
Cc:	Bryon Vana; Joe Marchese
Subject:	Environmental
Attachments:	Environmental Committee Agenda.docx
Importance:	High

Tracking:

Recipient	Delivery	Read
'Allan Jackimek'		
Bryon Vana	Delivered: 7/10/2026 2:15 PM	Read: 7/10/2026 2:35 PM
Joe Marchese	Delivered: 7/10/2026 2:15 PM	Read: 7/10/2026 3:46 PM

Allan,
Good afternoon –
Please advise if you will be having a committee meeting this month. Just so you are aware, I will be out of the office beginning Thursday, July 16th at 11:30 a.m. and will not return to the office until Monday, July 27th.
The agenda will need to be posted prior to the 16th –

I have attached your last agenda, if this is still applicable, I will update with the date of July 27th –
Please forward the minutes from your last meeting so they may be included in this packet.

Thanks,
Lisa

Lisa A Klemm
Administrative Assistant to City Administrator
1702 Plainfield Road, Darien, IL 60561
Email: lklemm@darienil.gov
Office: (630) 353-8104 |
Connect with the City of Darien!

Lisa Klemm

From: Lisa Klemm
Sent: Monday, June 29, 2026 12:36 PM
To: 'Heather C'; 'maura.killian16@gmail.com'; 'joe@kieckhafer.org'; 'lpeknik@aol.com'; 'deb7911'; 'zek517@aol.com'; Eric Gustafson
Cc: 'Allan Jackimek'; Bryon Vana
Subject: RE: Environmental Committee Meeting - Monday June 29th - *CANCELED*

Importance: High

Tracking:

Recipient	Delivery	Read
'Heather C'		
'maura.killian16@gmail.com'		
'joe@kieckhafer.org'		
'lpeknik@aol.com'		
'deb7911'		
'zek517@aol.com'		
Eric Gustafson	Delivered: 6/29/2026 12:36 PM	Read: 6/29/2026 2:48 PM
'Allan Jackimek'		
Bryon Vana	Delivered: 6/29/2026 12:36 PM	Read: 6/29/2026 1:11 PM

Good afternoon –
The Environmental Committee meeting scheduled for today, Monday, June 29th has been canceled.

Thank you,
Lisa

Lisa,
With the extreme heat and only three people planning on attending, I am canceling the committee meeting for this evening. Please send out a message to all the committee members letting them know of the cancellation. Once again (Thank You) for your help.
Sincerely,

Allan Jackimek
Chairman Environmental Committee

Lisa A Klemm

Administrative Assistant to City Administrator
1702 Plainfield Road, Darien, IL 60561
Email: lklemm@darienil.gov
Office: (630) 353-8104 |
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From: Lisa Klemm
Sent: Thursday, June 25, 2026 3:39 PM
To: 'Heather C' <hconroy333@gmail.com>; 'maura.killian16@gmail.com' <maura.killian16@gmail.com>; 'joe@kieckhafer.org' <joe@kieckhafer.org>; 'lpeknik@aol.com' <lpeknik@aol.com>; 'deb7911' <deb7911@comcast.net>; 'zek517@aol.com' <zek517@aol.com>; Eric Gustafson <egustafson@darienil.gov>
Cc: 'Allan Jackimek' <allanjackimek@gmail.com>; Bryon Vana <bvana@darienil.gov>
Subject: RE: Environmental Committee Meeting - Monday June 29th
Importance: High

Good Afternoon –
Attached please find the agenda for Environmental Committee meeting scheduled for Monday, June 29th Please confirm you will attend.

Thank you in advance,
Lisa

Lisa A Klemm
Administrative Assistant to City Administrator
1702 Plainfield Road, Darien, IL 60561
Email: **lklemm@darienil.gov**
Office: (630) 353-8104 |
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Lisa Klemm

From: Lisa Klemm
Sent: Thursday, June 25, 2026 11:09 AM
To: 'Allan Jackimek'
Cc: Bryon Vana; Joe Marchese
Subject: Environmental

Tracking:

Recipient	Delivery	Read
'Allan Jackimek'		
Bryon Vana	Delivered: 6/25/2026 11:09 AM	Read: 6/25/2026 11:54 AM
Joe Marchese	Delivered: 6/25/2026 11:09 AM	Read: 6/25/2026 12:25 PM

Allan,
Today is Thursday, June 25th. To date, I have NOT received an agenda for Monday, June 29th. Are you planning on having a meeting? Aleta mentioned that there was a meeting but I have not heard it from you -
Please submit no later than 3:00 p.m. TODAY –
In the event you are not having a meeting, please let me know so it can be marked as canceled on the calendar.

Thank you in advance,

Lisa A Klemm
Administrative Assistant to City Administrator
1702 Plainfield Road, Darien, IL 60561
Email: lklemm@darienil.gov
Office: (630) 353-8104 |
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Lisa Klemm

From:	Lisa Klemm
Sent:	Monday, May 18, 2026 10:20 AM
To:	'Allan Jackimek'
Cc:	Bryon Vana; Joe Marchese
Subject:	RE: Environmental Meeting
Importance:	High

Tracking:

Recipient	Delivery	Read
'Allan Jackimek'		
Bryon Vana	Delivered: 5/18/2026 10:20 AM	Read: 5/18/2026 10:33 AM
Joe Marchese	Delivered: 5/18/2026 10:20 AM	Read: 5/18/2026 12:06 PM

Allan,
Good AM-
I am following up to confirm you have received the email below –
Please confirm –

Thanks,
Lisa

Lisa A Klemm
Administrative Assistant to City Administrator
1702 Plainfield Road, Darien, IL 60561
Email: lklemm@darienil.gov
Office: (630) 353-8104 |
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From: Lisa Klemm
Sent: Wednesday, May 13, 2026 2:17 PM
To: 'Allan Jackimek' <allanjackimek@gmail.com>
Cc: Bryon Vana <bvana@darienil.gov>
Subject: Environmental Meeting
Importance: High

Allan,

I will be out of the office beginning Wednesday, May 20th at 11:30 a.m. and not returning until Tuesday, May 26th.

Please send your agenda for the meeting prior to Wednesday so it can be posted –

Thank you in advance,

Lisa

Lisa A Klemm

Administrative Assistant to City Administrator
1702 Plainfield Road, Darien, IL 60561
Email: lklemm@darienil.gov
Office: (630) 353-8104 |
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Lisa Klemm

From:	Lisa Klemm
Sent:	Friday, April 24, 2026 12:04 PM
To:	Allan Jackimek
Subject:	Re: Environmental Committee Agenda

Allan
I am out of town and will not be able to post the agenda. We do need more notice. This meeting was not on the calendar and I am just becoming aware of it today with your email.

You may want to schedule the meeting for next Monday.

Lisa

Get Outlook for iOS

From: Allan Jackimek <allanjackimek@gmail.com>
Sent: Friday, April 24, 2026 9:00 AM
To: Lisa Klemm <LKlemm@darienil.gov>
Subject: Environmental Committee Agenda

1. Call to Order and have the Minutes taken

2. Public Comment

3. Approval of Minutes from 3/23/26
   (To be distributed at the meeting)

4. Update of the progress of Environmental Goals

5. Review of the Recycling Event at the Lutheran Church

6. Updates from Argonne NationalLab.

7. Schedule the Next Meeting

8. Adjourment

Lisa Klemm

From: Lisa Klemm
Sent: Friday, March 20, 2026 8:56 AM
To: 'Allan Jackimek'
Subject: RE: Environmental Committee Agenda

Allan,
This should have been submitted on Thursday during business hours –
Where are the minutes?

Lisa A Klemm
Administrative Assistant to City Administrator
1702 Plainfield Road, Darien, IL 60561
Email: lklemm@darienil.gov
Office: (630) 353-8104 |
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From: Allan Jackimek <allanjackimek@gmail.com>
Sent: Thursday, March 19, 2026 9:18 PM
To: Lisa Klemm <LKlemm@darienil.gov>
Subject: Environmental Committee Agenda

1. Call to Order

2. Public Comment

3. Approval of the Minutes from 2/23/26

4. Update of the progress of Environmental Projects and Goals for 2026

5. Review the upcoming Recycling Event on April 4, 2026 at St. John's Lutheran Church

6. Update of the changes to the Bi-Laws of the Environmental Committee

7. Next Meeting

8. Adjournment

Lisa Klemm

From: Lisa Klemm
Sent: Monday, February 23, 2026 2:19 PM
To: 'Allan Jackimek'
Cc: Bryon Vana
Subject: RE: Environmental Meeting

Allan,
You never sent notice of the meeting for tonight to me. I had to ask Eric about it. We do not have an available staff person to take the minutes. Again, like Bryon explained, it's just a summary, not a verbatim.
The doors will be open – there is a municipal services meeting tonight as well.

Thanks,

Lisa A Klemm

Administrative Assistant to City Administrator
1702 Plainfield Road, Darien, IL 60561
Email: **lklemm@darienil.gov**
Office: (630) 353-8104 |
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From: Allan Jackimek <allanjackimek@gmail.com>
Sent: Monday, February 23, 2026 1:24 PM
To: Lisa Klemm <LKlemm@darienil.gov>
Subject: Re: Environmental Meeting

Lisa,
I rewrote the minutes from five pages down to just one and I will bring copies for everyone.
Is there any possibility that you can have another person from the office to attend the meeting to take the minutes?
Eric can open the meeting room, but if he doesn't show, then how can we get in?
Sincerely,
Allan Jackimek

On Feb 23, 2026, at 1:00 PM, Lisa Klemm <LKlemm@darienil.gov> wrote:

Allan
Please be advised that I have not heard from Deb. Maura and Joe will not be there.
I will not be there. Eric will be coming from the Municipal Services Meeting.

You never provided the minutes –

Thanks,
Lisa

<image002.png>
Lisa A Klemm

Administrative Assistant to City Administrator
1702 Plainfield Road, Darien, IL 60561
Email: **lklemm@darienil.gov**
Office: (630) 353-8104 |
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<image003.png>

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<image006.png>

CITY OF DARIEN

M E M O

TO: Administrative/Finance Committee Members
FROM: Bryon D. Vana, City Administrator
DATE: September 3, 2026
SUBJECT: An ordinance establishing a tax upon the gross rental charge for the rental or leasing of any individual self-storage space in the City of Darien

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Staff reviewed the committee's previous discussions regarding self-storage tax. Staff advised at its August 4, 2025 Admin/Finance committee meeting, the committee unanimously recommended approval of the new revenue. Based on the direction of the committee, the city attorney prepared the ordinance. Staff originally planned to include the ordinance at the September 2, 2025 city council meeting. However, at the request of Stanley Bonilla, Senior Vice President of Development Safeguard Self Storage, staff postponed this item until the October 6, 2025 council meeting. Mr. Bonilla requested additional time to provide the city with information relating to another revenue alternative that could replace a self-storage tax, which would include a partnership between the city and Safeguard to work on a battery storage facility that could generate revenue, by providing electricity into the electric power grid. The committee recommended the city postpone a vote on the ordinance until Safeguard could provide additional information. Staff received periodic updates from Mr. Bonilla regarding the progress of an agreement between the between Safeguard and Nextamp regarding the construction and operations of a battery storage facility. Staff spoke to Mr. Bonilla on July 25, 2026 and he advised that Safeguard and Nexamp were unable to agree upon an agreement so the battery storage facility will not move forward. At the August 3, 2026 Admin/Finance committee meeting the committee unanimously recommended approval of an ordinance establishing the tax at 3% year 1, 4% year 2, and 5% year 3. Since that meeting, the FYE 26 financial audit was completed and is scheduled for review by the committee on September 8, 2026. As the committee members will discuss, the audit showed another strong financial year.
Given the strong fiscal year, staff is recommending the committee hold off on bringing this to the city council and postpone further discussions until the FYE 28 budget meetings.

Agenda

City of Darien
Minutes of the Administrative/Finance Committee
August 3, 2026

Alderwoman Sullivan called the meeting to order at 6:00 pm. Committee members Leganski and Schauer were present. Also in attendance were, City Administrator Vana and Treasurer Coren.

<u>A motion approving an Overhead Sewer Assistance Pilot Program as described in Exhibit 1</u>

Staff advised DuPage County owns and maintains the sanitary sewer system for the majority of Darien. During the recent storms on July 4, numerous homes (current estimate is approx. 35 homes) in Darien suffered sanitary sewer backup. DuPage County has an *Overhead Sanitary Sewer Program* for homeowners who are in their sewer maintenance area and install an overhead sewer in their home. The program is intended to replace a home's gravity sewer system to an overhead sanitary sewer so that future sanitary backups can be prevented. The county will reimburse the first $2,000.00 of the resident's bill. Thereafter, the county will reimburse the owner 50% of the remaining bill up to $3,000.00 for a maximum payout of $5,000.00 for the installation of an overhead sewer. The County will only pay for sewer related work, not remodeling of the basement. The County is planning to increase the reimbursement to $5,000 of the 50/50 split for a total maximum payout of $7,500. The committee discussed a pilot program where the city contributes $5,000 to residents that participate in the county program. The contribution by the city would reduce a homeowner's expenses if the participate. Staff reviewed the policy for a pilot program. The committee unanimously recommended approval of the program.

<u>A motion approving a contract extension, year 6, with Eco Clean Maintenance, Inc. to provide janitorial services for the City of Darien in an amount not to exceed $32,260</u>

Staff advised that in 2021 the City of Darien requested bids, which included optional contract extensions. For the past 60 months, Eco Clean Maintenance, Inc. has provided janitorial services for the City, including Public Works, Police Department and City Hall. The City is satisfied with the service provided by Eco Clean Maintenance, Inc. The total monthly increase is minimal, $100.00 per month, which is still the least expensive from the bid tab. The committee unanimously recommended approval of the extension.

<u>An ordinance establishing a tax of five percent (5%) upon the gross rental charge for the rental or leasing of any individual self-storage space in the City of Darien</u>

Staff advised at its August 4, 2025 Admin/Finance committee meeting, the committee unanimously recommended approval of the new revenue. Based on the direction of the committee, the city attorney prepared the ordinance. Staff originally planned to include the ordinance at the September 2, 2025 city council meeting. However, at the request of Stanley Bonilla, Senior Vice President of Development Safeguard Self Storage, staff postponed this item until the October 6, 2025 council meeting. Mr. Bonilla requested additional time to provide the city with information relating to another revenue alternative that could replace a self-storage tax, which would include a partnership between the city and Safeguard to work on a battery storage facility that could generate revenue, by providing electricity into the electric power grid. The committee recommended the city postpone a vote on the ordinance until Safeguard could provide additional information. Staff received periodic updates from Mr. Bonilla regarding the progress of an agreement between the between Safeguard and Nextamp regarding the construction and operations of a battery storage facility. Staff spoke to Mr. Bonilla on July 25, 2026 and he advised that Safeguard and Nexamp were unable to agree upon an agreement so the battery storage facility will not move forward. The committee unanimously recommended approval of an ordinance establishing the tax at 3% year 1, 4% year 2, and 5% year 3.

Minutes – June 1, 2026 - The committee unanimously approved the minutes.

Other Business – Staff reviewed the meeting procedure for tonight's council meeting.

Adjournment - The meeting adjourned at 6:35 p.m.

Approved:

Mary Sullivan, Chairwoman ________________________________

Ted Schauer, Member______________________________________

Gerry Leganski, Member ___________________________________