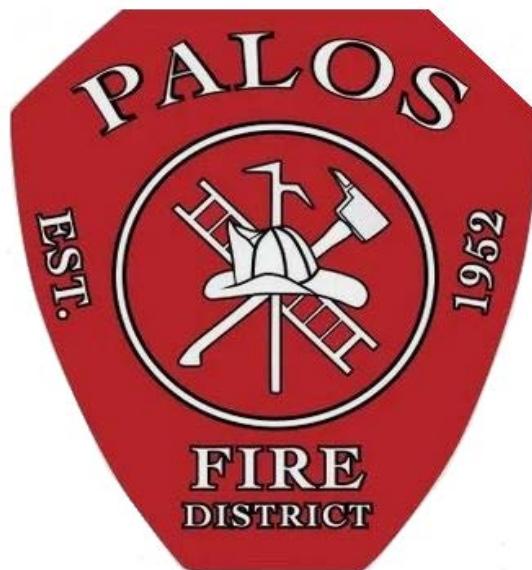


Palos Fire Protection District

Palos Park, Illinois

Annual Financial Report



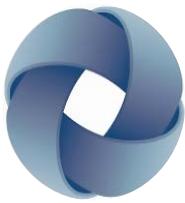
For the Year Ended April 30, 2025

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Independent Auditors' Report

To the Board of Trustees
Palos Fire Protection District
Palos Park, Illinois

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Palos Fire Protection District as of and for the year ended April 30, 2025, and the related notes to the financial statements, which collectively comprise the Palos Fire Protection District's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Palos Fire Protection District, as of April 30, 2025, and the respective changes in modified cash basis financial position and, where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1. We did not audit the financial statements of the Firefighters' Pension Fund, which is a fiduciary fund of the District and is included in the District's financial statements. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included in the Firefighters' Pension Fund, is based solely on the report of the other auditors.

Basis for Opinions

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, major fund budgetary schedules, and certain pension and post-employment benefit disclosures be presented to supplement the basic financial statements. Such information, although not 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 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 (Continued)

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Palos Fire Protection District basic financial statements. The combining and individual fund financial statements and schedules for non-major funds, and other non-required supplemental schedules as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 schedules for non-major funds and other non-required supplemental schedules as listed in the table of contents are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Information

Management is responsible for the other information included within the audit report. The other information comprises of the introductory and statistical sections, as listed in the table of contents, 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.

IL NFP Audit & Tax, LLP

Chicago, Illinois
September 3, 2025

PALOS FIRE PROTECTION DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED APRIL 30, 2025

As the Palos Fire Protection District (District) management, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended April 30, 2025. The management of the District encourages the readers of this financial information presented in conjunction with the financial statements to obtain a better understanding of the District's financial operations.

Financial Highlights

The assets of Palos Fire Protection District exceeded its liabilities by \$8,814,831 as of April 30, 2025. The District's net position increased \$899,676 in fiscal year 2025. The majority of this increase is due to increased property tax collections.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. These basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Analysis

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

The *statement of net position - modified cash basis* presents information on all of the District's assets and liabilities as reported using the modified cash basis of accounting. The difference between assets and liabilities is reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities - modified cash basis* presents information showing how the District's net position changed during the current fiscal year. All changes in net position are recorded in the statement of activities using the modified cash basis of accounting.

The government-wide financial statements can be found on pages 10 - 11 of this report.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be categorized as one of two types: governmental fund or fiduciary fund.

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

PALOS FIRE PROTECTION DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED APRIL 30, 2025

Fund Financial Statements (Continued)

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

The District maintains four different governmental funds and one fiduciary fund (pension trust fund). Information is presented separately for the major governmental funds in the Statement of Assets, Liabilities, and Fund Balances – Modified Cash Basis – Governmental Funds and in the Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances - Governmental Funds. The major governmental funds are the General Fund, Ambulance Fund, Pension Tax Levy Fund, Rescue Fund and Capital Projects Fund. There non-major funds comprise of the Tort Fund, Audit Fund, Foreign Fire Insurance Fund and Debt Service Fund.

The District adopts an annual appropriated budget for each of the governmental funds and the fiduciary fund. Governmental budgetary comparisons are reported in the combining and individual fund financial statements and schedules section of this report.

The basic fund financial statements can be found of pages 12 - 15 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the District. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The basis of accounting used for the fiduciary funds is the modified cash basis. The fiduciary fund utilized by the District is the Firefighters' Pension Trust Fund.

The basic fiduciary fund financial statements can be found on pages 16 - 17 of this report.

Notes to the Financial Statements

The notes provide information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 18 - 42 of this report.

Other Information

In addition to the basic financial statements and the accompanying notes, this report also presents certain other information regarding a statement of revenues received, expenditures disbursed, and changes in fund balance - budget vs. actual for each major fund is presented in this section.

PALOS FIRE PROTECTION DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED APRIL 30, 2025

Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Palos Fire Protection District, assets exceeded liabilities by \$8,814,831 for the year ended April 30, 2025. A portion of the District's net position reflects its net investment in capital assets of \$2,601,597. The District uses these capital assets to provide services, and consequently these assets are not available to liquidate liabilities or for other spending. The unrestricted net position balance of \$5,526,094 at April 30, 2025 is available to fund future District obligations.

PALOS FIRE PROTECTION DISTRICT
STATEMENT OF NET POSITION - MODIFIED CASH BASIS

	For the Year Ended	
	April 30,	
	2025	2024
Assets		
Current Assets	\$ 6,213,234	\$ 5,392,035
Capital Assets	<u>2,621,597</u>	<u>2,630,588</u>
	<u>8,834,831</u>	<u>8,022,623</u>
Deferred Outflows of Resources	0	0
Liabilities		
Due Within One Year	10,000	87,468
Due in More Than One Year	<u>10,000</u>	<u>20,000</u>
	<u>20,000</u>	<u>107,468</u>
Deferred Inflow of Resources	0	0
Net Position		
Net Investment in Capital Assets	2,601,597	2,523,120
Restricted	687,140	744,610
Unrestricted	<u>5,526,094</u>	<u>4,647,425</u>
	<u>\$ 8,814,831</u>	<u>\$ 7,915,155</u>

PALOS FIRE PROTECTION DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED APRIL 30, 2025

Financial Analysis (Continued)

PALOS FIRE PROTECTION DISTRICT
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

For the Year Ended

April 30,

	<u>2025</u>	<u>2024</u>
--	-------------	-------------

Revenues

Program Revenues		
Charges for Services	\$ 1,308,225	\$ 1,066,731
Operating Grants and Contributions	168,444	331,248
General Revenues		
Property Taxes	8,192,960	7,802,062
Other Taxes	30,964	50,431
Investment Income	209,639	178,279
Other Income	83,527	53,815
Total Revenues	<u>9,993,759</u>	<u>9,482,566</u>

Expenses

Public Safety	9,093,045	9,043,406
Interest on Long-Term Debt	1,038	10,724
Total Expenses	<u>9,094,083</u>	<u>9,054,130</u>

Change in Net Position	899,676	428,436
Net Position, Beginning	<u>7,915,155</u>	<u>7,486,719</u>
Net Position, Ending	<u>\$ 8,814,831</u>	<u>\$ 7,915,155</u>

- Charges for services increased by \$241,494 (22.6%) during the year. This increase is due to increased call volume throughout the year.
- Total expenses increased by \$39,953. This increase is mainly attributed to increases in salaries and benefits.
- During the year \$500,000 was transferred to the Capital Projects from the Ambulance Fund and \$56,544 was transferred to the Debt Service Fund from the General Fund. These monies will help offset future liabilities and provide for Capital Projects and other funds.

PALOS FIRE PROTECTION DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED APRIL 30, 2025

Financial Analysis of the District's Funds

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

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. As of the end of the current fiscal year, the District's governmental funds report a combined ending fund balance of \$6,213,234, an increase of \$821,199 or 15 percent due to increased property taxes and charges for services.

Budgetary Highlights

During the year, there were no budget amendments.

As major funds, the General Fund and Ambulance Fund account for the fire operations of the District.

Revenues in the General Fund were \$3,065,203 or \$289,203 (10 percent) over budget. Property taxes, investment income and grants contributed to most of the revenue variance. The General Fund expenditure was \$237,163 under budget mainly due to lower than expected overtime expenditures and benefits. The overall net budget variance in the General Fund was a favorable \$469,822.

The General Fund's surplus of revenues and other financing sources over expenditures and other financing uses was \$165,104. The fund balance increased to \$2,238,683 at the end of the fiscal year from \$2,073,579 the prior year.

Revenues in the Ambulance Fund were \$3,793,700 or \$145,200 (4 percent) over budget. Charges for services and grants and donations all contributed to the positive revenue variance. The Ambulance Fund expenditures were \$262,331 under budget mainly due to lower than expected overtime expenditures and benefits. The overall net budget variance in the Ambulance Fund was a favorable \$407,531.

The Ambulance Fund's surplus of revenues and other financing sources over expenditures and other financing uses was \$445,313. The fund balance increased to \$2,303,913 at the end of the fiscal year from \$1,858,600 the prior year.

Capital Assets and Debt Service

The District's net capital assets, as of April 30, 2025 amounts to \$2,621,597. Capital assets include land, buildings and improvements, apparatus and vehicles, and equipment. Net capital assets decreased by \$8,991 during the fiscal year due to depreciation outpacing capital additions. Capital expenditures for the year include the purchase of a staff vehicle, station alerting and dispatch equipment.

Debt Administration

As of April 30, 2025, the District has future long-term debt principal and interest payments outstanding of \$20,000. The fund balance of the Debt Service Fund at the end of the 2025 fiscal year amounted to \$0. Please refer to Note 5 on pages 30.

PALOS FIRE PROTECTION DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED APRIL 30, 2025

Economic Factors

The District's primary revenue sources are property taxes, representing approximately 82 percent of total revenue in the year ended April 30, 2025. The Property Tax Extension Limitation Law allows a taxing district to receive a limited inflationary increase in tax extensions on existing property, plus an additional amount for new construction, and any voter-approved rate increases.

Requests for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in its finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Office of the Chief
Palos Fire Protection District
8815 West 123rd Street
Palos Park, Illinois 60464

Palos Fire Protection District
Statement of Net Position - Modified Cash Basis
April 30, 2025

	Governmental Activities
Assets	
Cash and Investments	\$ 6,213,234
Capital Assets	
Capital Assets Not Being Depreciated	160,000
Other Capital Assets, Net of Depreciation	2,461,597
Total Capital Assets	<u>2,621,597</u>
Total Assets	<u>8,834,831</u>
Total Deferred Outflows	<u>0</u>
Liabilities	
Long-term Liabilities	
Due Within One Year	
Note Payable	10,000
Due in More than One Year	
Note Payable	<u>10,000</u>
Total Liabilities	<u>20,000</u>
Total Deferred Inflows	<u>0</u>
Net Position	
Net Investment in Capital Assets	2,601,597
Restricted for:	
Fire and Ambulance Services	668,810
Foreign Fire	18,330
Unrestricted	<u>5,526,094</u>
Total Net Position	<u>\$ 8,814,831</u>

See Accompanying Notes to the Financial Statements

Palos Fire Protection District
Statement of Activities - Modified Cash Basis
For the Year Ended April 30, 2025

Functions/Programs	Expenses	Program Revenue		Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Governmental Activities	
Governmental Activities					
Public Safety	\$ 9,093,045	\$ 1,308,225	\$ 168,444	\$ (7,616,376)	
Interest on Long-Term Debt	1,038	0	0		(1,038)
Total Governmental Activities	<u>\$ 9,094,083</u>	<u>\$ 1,308,225</u>	<u>\$ 168,444</u>		<u>(7,617,414)</u>
General Revenues					
Taxes					
Property Taxes					8,192,960
Replacement Taxes					30,964
Intergovernmental					31,120
Investment Income					209,639
Miscellaneous					52,407
Total General Revenues					<u>8,517,090</u>
Change in Net Position					899,676
Net Position,					
Beginning of Year					<u>7,915,155</u>
End of Year					<u>\$ 8,814,831</u>

See Accompanying Notes to the Financial Statements

Palos Fire Protection District
Statement of Assets, Deferred Outflows, Liabilities, Deferred Inflows and Fund Balances - Modified Cash Basis
April 30, 2025

	General	Ambulance	Pension Tax Levy	Rescue	Capital Projects	Other Governmental Funds	Total
Assets							
Cash and Cash Equivalents	\$ 2,238,683	\$ 2,303,913	\$ 0	\$ 238,109	\$ 983,498	\$ 449,031	\$ 6,213,234
Total Assets	2,238,683	2,303,913	0	238,109	983,498	449,031	6,213,234
Total Deferred Outflows	0	0	0	0	0	0	0
Total Assets and Deferred Outflows	2,238,683	2,303,913	0	238,109	983,498	449,031	6,213,234
Total Liabilities	0	0	0	0	0	0	0
Total Deferred Inflows	0	0	0	0	0	0	0
Fund Balance							
Restricted	0	0	0	238,109	0	449,031	687,140
Assigned	0	2,303,913	0	0	983,498	0	3,287,411
Unassigned	2,238,683	0	0	0	0	0	2,238,683
Total Fund Balance	2,238,683	2,303,913	0	238,109	983,498	449,031	6,213,234
Total Liabilities, Deferred Inflows and Fund Balance	\$ 2,238,683	\$ 2,303,913	\$ 0	\$ 238,109	\$ 983,498	\$ 449,031	\$ 6,213,234

See Accompanying Notes to the Financial Statements

Palos Fire Protection District

**Reconciliation of Fund Balances of the Governmental Funds to the Governmental Activities
in the Statement of Net Position - Modified Cash Basis
April 30, 2025**

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position:

Amounts reported in the Statement of Net Position are different because:

Fund Balance - Balance Sheet of Governmental Funds	\$ 6,213,234
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:	2,621,597
Long-term liabilities, including notes and finance leases payable, are not due and payable in the current period and, therefore, are not reported in the funds:	
Notes Payable	<u>(20,000)</u>
Net Position (Modified Cash Basis) of Governmental Activities	<u>\$ 8,814,831</u>

Palos Fire Protection District
Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances
Modified Cash Basis
For the Year Ended April 30, 2025

						Other	
	General	Ambulance	Pension Tax Levy	Rescue	Capital Projects	Governmental Funds	Total
Revenues							
Property Taxes	\$ 2,586,783	\$ 2,514,076	\$ 1,354,243	\$ 679,338	\$ 0	\$ 1,058,520	\$ 8,192,960
Replacement Taxes	30,964	0	0	0	0	0	30,964
Charges for Services	28,601	1,279,624	0	0	0	0	1,308,225
Intergovernmental	0	0	0	0	0	31,120	31,120
Grants & Donations	168,444	0	0	0	0	0	168,444
Investment Income	209,608	0	0	0	0	31	209,639
Miscellaneous	40,803	0	0	0	11,604	0	52,407
Total Revenues	3,065,203	3,793,700	1,354,243	679,338	11,604	1,089,671	9,993,759
Expenditures							
Current							
Public Safety							
Station	50,172	50,047	0	0	0	0	100,219
Apparatus	118,725	142,822	0	0	0	39,391	300,938
Communications	78,163	78,162	0	0	0	0	156,325
Salaries & Benefits	2,519,563	2,510,814	1,354,243	650,129	0	500,000	7,534,749
Administration	76,932	66,542	0	0	0	604,996	748,470
Debt Service							
Principal	0	0	0	0	0	87,469	87,469
Interest	0	0	0	0	0	1,038	1,038
Capital Outlay	0	0	0	0	243,352	0	243,352
Total Expenditures	2,843,555	2,848,387	1,354,243	650,129	243,352	1,232,894	9,172,560
Excess (Deficiency) of							
Revenues over							
Expenditures	221,648	945,313		0	29,209	(231,748)	(143,223)
Other Financing							
Sources (Uses)							
Transfer In	0	0	0	0	500,000	56,544	556,544
Transfer Out	(56,544)	(500,000)	0	0	0	0	(556,544)
Total Other Financing							
Sources (Uses)	(56,544)	(500,000)		0	0	500,000	56,544
Net Change in							
Fund Balance	165,104	445,313		0	29,209	268,252	(86,679)
Fund Balance,							
Beginning of Year	2,073,579	1,858,600		0	208,900	715,246	535,710
End of Year	\$ 2,238,683	\$ 2,303,913		\$ 0	\$ 238,109	\$ 983,498	\$ 449,031

See Accompanying Notes to the Financial Statements

Palos Fire Protection District
Reconciliation of the Statement of Revenues Received, Expenditures Disbursed, and
Changes in Fund Balances - Governmental Funds to the Statement of
Activities - Modified Cash Basis
For the Year Ended April 30, 2025

Net Change in Fund Balances (Modified Cash Basis)- Total Governmental Funds \$ 821,199

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Purchase of Capital Assets	242,434
Depreciation expense	(251,425)

Governmental funds report debt payments as expenditures and debt issuances as revenue.

However, in the statement of activities, debt payments and debt issuances are not reported as expenditures and revenue, respectively.

Principal Payments of Finance Lease Obligations	77,468
Principal Payments of Note Payable	<u>10,000</u>

Change in Net Position (Modified Cash Basis) of Governmental Activities	<u>\$ 899,676</u>
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Palos Fire Protection District
Statement of Fiduciary Net Position
Fiduciary Funds
April 30, 2025

	Firefighters' Pension Fund
Assets	
Cash and Cash Equivalents	\$ 158,725
Prepays	2,219
Investments, at Fair Value	
Pooled Investments	<u>34,120,385</u>
Total Investments, at Fair Value	<u>34,120,385</u>
Total Assets	<u>34,281,329</u>
Liabilities	
Accounts Payable	<u>1,190</u>
Total Liabilities	<u>1,190</u>
Net Position Restricted for Pensions	<u>\$ 34,280,139</u>

See Accompanying Notes to the Financial Statements

Palos Fire Protection District
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended April 30, 2025

**Firefighters' Pension
Fund**

Additions

Contributions	
Employer	\$ 1,354,243
Employee	422,479
Total Contributions	<u>1,776,722</u>
Investment Income	
Net Change in Investment Fair Value	2,616,465
Interest and Dividends	<u>646,833</u>
	3,263,298
Less: Investment Expenses	<u>(53,906)</u>
Net Investment Income	<u>3,209,392</u>
Total Additions	<u>4,986,114</u>

Deductions

Benefits and Refunds	1,465,331
Administrative Expenses	<u>55,125</u>
Total Deductions	<u>1,520,456</u>
Net Increase in Fiduciary Net Position	3,465,658
Net Position Restricted for Pensions, Beginning of Year	<u>30,814,481</u>
End of Year	<u>\$ 34,280,139</u>

**Palos Fire Protection District
Notes to the Financial Statements
For the Year Ended April 30, 2025**

1. Summary of Significant Accounting Policies

The District is incorporated in Palos Park, Illinois. The District operates under a Board-Manager form of government encompassing areas in Cook County. The mission of the District is to protect the lives and property within the community in a fiscally sound and responsive manner through fire prevention, public education, fire suppression, emergency medical services, and public safety.

The financial statements of the Palos Fire Protection District (the “District”), with the exception of the fiduciary fund, have been prepared on a modified cash basis which is a basis other than accounting principles generally accepted in the United States of America. The financial statements of the fiduciary fund i.e. the Firefighters’ Pension Fund, have been prepared in conformity with Generally Accepted Accounting Principles as applied to local governments. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District’s accounting policies are described below:

Financial Reporting Entity

The accompanying financial statements present the District’s primary government and any component units over which the District exercises significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the District (as distinct from legal relationships). Management has considered all potential component units and has determined that there are no entities outside of the primary government that should be blended into or discretely presented with the District’s financial statements.

Government-Wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the District as a whole (except for fiduciary activities) and distinguish between the governmental and business-type activities of the District. Governmental activities, which are normally supported by taxes and governmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the government’s public safety function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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 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 as general revenues.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

1. Summary of Significant Accounting Policies (Continued)

Fund Financial Statements

Separate fund financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Non-major funds include non-major Special Revenue funds and the debt service fund. The combined amounts for these funds are reflected in a single column titled “Other Governmental Funds” in the fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances. Detailed statements for non-major funds are presented with Combining and Individual Fund Statements and Schedules in the supplemental schedules of the financial statements.

Funds are organized as major funds or non-major funds within the governmental statements. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

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

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

Measurement Focus and Basis of Accounting

For the District, with the exception of the fiduciary fund, the government-wide financial statements are reported using the economic resources measurement focus and the modified cash basis of accounting. Basis of accounting refers to when revenues and expenditures (or expenses) and the related assets and liabilities are recognized in the accounts and reported in the financial statements. Basis of accounting also refers to the timing of the measurements made, regardless of the measurement focus applied. The government-wide statement of net position and statement of activities for the District were both prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than Generally Accepted Accounting Principles (“GAAP”). Under the modified cash basis of accounting, revenues are recognized when collected and expenses are recognized when paid. Furthermore, only assets, liabilities, and fund balances arising from cash transactions are recognized. Accordingly, recognition of receivables, payables, and other accrued or deferred items is not applicable. However, due to/from other funds has been recorded in the financial statements. The difference between the modified cash basis of accounting and the cash basis of accounting is that the former includes capital assets and debt commitments, which the latter does not.

Standards established by Generally Accepted Auditing Standards (“GAAS”) require GAAP for governmental units. Conformance with GAAP would require the financial statements to be prepared on the accrual or modified accrual basis of accounting. Accordingly, these financial statements are not intended to present the financial position and results of operations in conformity with GAAP.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

1. Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting (Continued)

For the fiduciary fund, the government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements when applicable. Revenues for the fiduciary fund are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental funds are those which governmental functions of the District finance. The acquisition, use, and balances of the District's expendable resources and the related liabilities are accounted for through governmental funds. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified cash basis of accounting. Similar to the government-wide financial statements, revenues are recognized when collected and expenditures are recognized when paid. Furthermore, only assets, liabilities, and fund balances arising from cash transactions are recognized.

Basis of Presentation

The accounts of the District are organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts. The various funds are summarized by type within the financial statements.

The District reports the following major governmental funds:

The General Fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Expenditures from this fund provide basic District services, such as such as finance and data processing, personnel, and general administration of the District. Revenue sources include taxes, which include property taxes, replacement taxes, interest income and other income.

The Ambulance Fund, a special revenue fund, which accounts for ambulance operations. Financing is provided by a specific annual property tax levy to the extent user charges are not sufficient to provide such financing.

The Pension Tax Levy Fund, which accounts for the District's financial resources that are restricted for expenditure of employer contributions to the Firefighters' Pension Fund (a fiduciary fund of the District).

The Rescue Fund, which accounts for the District's financial resources that are restricted, committed, or assigned for expenditure of emergency and rescue activities.

The Capital Projects Fund, which accounts for the District's financial resources that are committed or assigned for expenditure of capital outlay.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

1. Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

The District reports the following non-major governmental funds:

Non-major Special Revenue Funds: These funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purpose other than debt service or capital projects. The District reports the *Tort Fund*, *Audit Fund* and *Foreign Fire Insurance Fund* as non-major special revenue funds.

Debt Service Fund: Accounts for proceeds of specific revenue sources restricted for debt service.

Fiduciary fund level financial statements are custodial in nature and are merely clearing accounts for assets held by the District as an agent for individuals, private organization, or other governments. Fiduciary funds are excluded from government-wide financial statements. The District reports the following fiduciary fund:

The *Firefighters' Pension Fund* which accounts for assets held by the District in a trustee capacity.

Proprietary fund level financial statements are used to account for activities, which are similar to those found in the private-sector. The measurement focus is upon determination of net income, financial position, and cash flows. The District reports no proprietary funds.

When applicable, on the proprietary fund financial statements, operating revenues are those that flow directly from the operations of the activity, i.e., charges to customers or users who purchase or use the goods or services of that activity. Operating expenses are those that are incurred to provide those goods or services. Non-operating revenues and expenses are items such as investment income and interest expense that are not a result of the direct operations of the activity. When applicable, private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

Cash and Investments

For purpose of the Statement of Net Position, the District's cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent. Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

Pooled Cash

Cash resources of the individual governmental fund types are combined to form a pool of cash and, when applicable, investments. At April 30, 2025, the District's cash was deposited in demand accounts and money market savings accounts.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

1. Summary of Significant Accounting Policies (Continued)

Interfund Activity

During the course of normal operations, the District has transactions between funds, including expenditures and transfers of resources to provide services and construct assets. Legally authorized transfers are treated as transfers and are included in the results of operations of Governmental Funds and, when applicable, Proprietary Funds. Transactions between funds that are representative of cash overdrafts from pooled cash and investing are reported as interfund receivables or payables. Short-term amounts owed between funds are classified as "Due to/from other funds".

Inventory

Inventory is valued at cost which approximates the lower of cost or net realizable value using the first-in/first-out (FIFO) method. The District reports no inventory as of April 30, 2025.

Deferred Revenue/Unearned Revenue

When applicable, the District reports unearned revenues on its Statement of Net Position and deferred revenues on its Governmental Funds Balance Sheet. For governmental fund financial statements, deferred revenues occur when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the District before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.

Capital Assets

Capital assets, which include land, buildings and improvements, equipment, and when applicable, infrastructure assets (e.g., roads and bridges), are reported in the applicable government or business-type activities columns in the government-wide statements. Capital assets are defined as assets with a cost of \$20,000 or more. Capital assets are recorded at historical cost if purchased or constructed, or at estimated historical cost if actual historical cost is not available. Donated capital assets, donated works of art and similar items, and capital assets received in a service arrangement are reported at acquisition value rather than fair value. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation on all assets is computed using the straight-line method over the following estimated lives:

Buildings and Improvements	50 Years
Apparatus and Vehicles	10 - 20 Years
Equipment	10 - 40 Years

GASB Statement 34 requires the reporting and depreciation of the new infrastructure expenditures effective with the beginning of the implementation year.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

1. Summary of Significant Accounting Policies (Continued)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position includes a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources, or expenses/expenditures, until then. The District has deferred changes in proportion dealing with pensions and contributions made after the measurement date. The District currently does not have deferred charges on refunding debt. These represent a consumption of net position that applies to future periods and is not recognized as an outflow of resources until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources, or revenues, until that time. A deferred inflow of resources dealing with pension is reported for the differences between expected and actual experience, the net difference between projected and actual earnings on pension investments, and changes of assumptions.

The District does not record Deferred Outflows or Deferred Inflows within its financial statements as its basis of accounting is a modified cash basis.

Long-Term Liabilities

Long-term debt is recognized as a liability of a governmental fund when due. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. Long-term liabilities expected to be financed from proprietary fund operations, when applicable, are accounted for in those funds.

Fund Balances

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources.

Non-spendable fund balance - The non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form - prepaid items or inventories; or (b) legally or contractually required to be maintained intact. The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

Restricted fund balance - This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

1. Summary of Significant Accounting Policies (Continued)

Fund Balances (Continued)

Committed fund balance - Amounts can only be used for specific purposes pursuant to constraints imposed by ordinances of the District Board of Trustees - the government's highest level of decision-making authority. These committed amounts cannot be used for any other purpose unless the District Board of Trustees removes the specified use by ordinance. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned fund balance - This classification reflects assets constrained by the expressed written intent of the District Board of Trustees for capital equipment and/or capital projects.

Unassigned fund balance - This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds. When both restricted and unrestricted resources are available for use, it is the District's policy to use externally restricted resources first, then unrestricted resources - committed, assigned, and unassigned - in order as needed. The District does not have a stabilization policy established.

The District's flow of funds assumption 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. If different levels of unrestricted funds are available for spending, the District considers committed funds to be expended first followed by assigned and, lastly unassigned funds.

Net Position Classifications

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

Net investment in capital assets - These amounts consist of capital assets net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Net investment in capital assets excludes unspent bond or other debt proceeds.

Restricted net position - These amounts consist of net position with constraints placed on its use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. It is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Unrestricted net position - These amounts consist of all other net position that does not meet the definition of "restricted" or "net investment in capital assets".

Property Taxes

Property taxes become an enforceable lien on property as of January 1. Taxes are levied each year and are payable in two installments, due in March and August of the following year.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

1. Summary of Significant Accounting Policies (Continued)

Property Taxes (Continued)

Cook County collects all property taxes and remits them to the District. The District recognizes property taxes in the year in which they are collected.

Budgets

The Board of Trustees follows these procedures in establishing the budget:

1. The Fire Chief and budget committee prepare a proposed operating budget which is submitted to the Board of Trustees for their approval. The budget document is made available for public inspection for at least 30 days prior to Board action.
2. The Board of Trustees is required to hold at least one public hearing prior to passage of the annual Budget and Appropriation Ordinance. The budget is an estimate of actual expenditures and the appropriation represents the legal spending limit.
3. The Budget and Appropriation Ordinance must be enacted into law prior to the end of the first quarter of the fiscal year (July 31).
4. The Board of Trustees has the power to: Amend the Budget and Appropriation Ordinance in the same manner as its enactment, transfer between line items of any fund an amount not exceeding in the aggregate the total amount appropriated for that fund, and transfer any appropriation item it anticipates being unexpended to any other appropriation item.
5. Expenditures legally may not exceed the total appropriations at the fund level. All unspent budgetary amounts lapse at year-end. The budget information in the financial statements includes adjustments made during the year.

The budget is prepared for all funds on the same basis as the basic financial statements. The budget is derived from the annual Budget and Appropriation Ordinance of the District. All budgetary funds are controlled by an integrated budgetary accounting system in accordance, with various legal requirements, which govern the District.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles 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 expenses during the reporting period. Actual results could differ from those estimates.

Finance Leases

Leases that span more than twelve months and that do not transfer ownership are recognized as a right-of-use asset and finance lease liability. The right-of-use assets are measured at an amount equal to the present value of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right-of-use assets are amortized on a straight-line basis over the life of the related lease. Finance leases that transfer ownership are recognized as capital assets at cost and a related lease liability.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

2. Deposits

Deposits

At April 30, 2025, the carrying amount of the District's demand deposits in financial institutions was \$5,041,471 and the bank balance is \$5,097,171.

At April 30, 2025, the carrying amount of the Firefighters' Pension Fund's cash deposits is \$158,725 and the bank balance is \$158,725.

Custodial Credit Risk - Deposits

In case of cash deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. Both the District and Firefighters' Pension Fund investment policies require pledging of collateral of all bank balances in excess of federal depository insurance with the collateral held by a third party in the District's name. Neither the District nor the Firefighters' Pension Fund have experienced any losses in such accounts and believe they are not exposed to any significant custodial credit risk on cash and cash equivalents.

3. Investments

Policies for Investments

It is the policy of the District to invest public funds in a manner to conform to all state and local statutes governing the investment of public funds; ensure prudent money management; provide for daily cash flow requirements; and meet the objectives, in priority order, of safety, liquidity, return on investment and public trust.

The District's general credit risk policy is to apply the prudent person rule: Investments shall be made with the exercise of judgment and care, under circumstances then prevailing, which individuals of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital, as well as the probable income to be derived.

Fair Value Measurements

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the District and Firefighters' Pension Fund categorize fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District does not utilize Level 3 inputs. The District does utilize Level 3 inputs.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

3. Investments (Continued)

Fair Value Measurements (Continued)

The Firefighters' Pension Fund uses net asset value ("NAV") per share, or its equivalent, such as member units or an ownership interest in pooled investments, as a practical expedient to estimate the fair values of pooled investments which do not have readily determinable fair values. Investments that are measured at fair value using NAV per share as a practical expedient are not classified within the fair value hierarchy.

Specifically, Level 2 inputs are observable to market participants and are the inputs those participants would use in pricing an asset or liability based on market data obtained from sources that are independent from the reporting entity. This would include quoted prices for similar assets and liabilities in active markets or quoted prices for identical or similar assets and liabilities in markets that are not active. As the District's corporate obligations, state/local obligations, federal government obligations and mortgage pools consist of inputs that are observable for a particular asset or liability such as interest rate and yield curves observable at commonly quoted intervals, implied volatilities, and credit spreads, these investments are valued using Level 2 inputs.

The District's investments that are subject to fair value measurements are as follows:

Investments Type	Value as of April 30, 2025	Quoted Prices in Active Markets for Identical Assets (Level 1)		Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities					
Fixed Income	\$ 549,250	\$ 0	\$ 549,250	\$ 0	
Equity Securities					
U.S. Equities	622,513	622,513	0	0	
Total Investments Measured at Fair Value	<u>\$ 1,171,763</u>	<u>\$ 622,513</u>	<u>\$ 549,250</u>	<u>\$ 0</u>	

The Firefighters' Pension Fund investments that are subject to fair value measurements are as follows:

Investments Type	Value as of April 30, 2025	Quoted Prices in Active Markets for Identical Assets (Level 1)		Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equity or Debt Securities					
None	\$ 0	\$ 0	\$ 0	\$ 0	
Total Investments Measured at Fair Value	0	0	0	0	
Reconciliation to the Government-wide Statement of Net Position					
Pooled Investments Measured at Net Asset Value	<u>34,120,385</u>				
Total Investment Value	<u>\$ 34,120,385</u>				

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

3. Investments (Continued)

Fair Value Measurements (Continued)

Pooled investments in the Firefighters' Pension Fund comprise of one investment fund titled the Illinois Firefighters Pension Investment Fund and the redemption frequency is daily or monthly with no redemption notice period. No unfunded commitments exist and the fair value is \$34,120,385 at April 30, 2025.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Mutual funds are not subject to interest rate risk.

The following table categorizes interest rate risk for the District:

Investment Category	Asset Value	Maturity in Years			
		< 1 Year	1 - 5 Years	6 - 10 Years	> 10 Years
Fixed Income	\$ 549,250	\$ 74,750	\$ 474,500	\$ 0	\$ 0
	<u>\$ 549,250</u>	<u>\$ 74,750</u>	<u>\$ 474,500</u>	<u>\$ 0</u>	<u>\$ 0</u>

The following table categorizes interest rate risk for the Firefighters' Pension Fund:

Investment Category	Asset Value	Investment Maturity - In Years			
		< 1 Year	1 - 5 Years	6 - 10 Years	> 10 Years
None	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. U.S. treasuries and mutual funds are not subject to credit risk. The District and Firefighters' Pension Fund help limit their exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The District and Firefighters' Pension Fund's investment policy establishes criteria for allowable investments; those criteria follow the requirements of the Illinois Pension Code. The Investments in the securities of U.S. Government Agencies were all rated AAA and Corporate Bonds are rated BBB or better by Standard & Poor's or by Moody's Investors Services and CDs are not rated. Besides investing primarily in securities issued by agencies of the United States Government, the District and Pension Fund have no other formal policy for reducing credit risk.

Similar to the District, the Firefighters' Pension Fund's investment policy also prescribes the "prudent person" rule, which states, "Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the primary objective of safety as well as the secondary objective of the attainment of market rates of return."

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

3. Investments (Continued)

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Money market mutual funds, equity mutual funds and insurance contracts are not subject to custodial credit risk. In accordance with the District's investment policy, the District limits its exposure to custodial credit risk by utilizing an independent third party institution to act as a custodian for its securities and collateral.

Concentration of Credit Risk

This is the risk of loss attributed to the magnitude of the Fund's investment in a single issuer. The Fund does not have a formal written policy with regards to custodial credit risk for investments. At April 30, 2025, the Firefighters' Pension Fund has over 5% of net position invested in various agency securities. Agency investments represent a large portion of the portfolio; however the investments are diversified by maturity date and as mentioned earlier are backed by the issuing organization. Although unlike Treasuries, agency securities do not have the "full faith and credit" backing of the U.S. Government, they are considered to have a moral obligation of implicit backing and are supported by Treasury lines of credit and increasingly stringent federal regulation.

4. Capital Assets

Capital asset activity for the year ended April 30, 2025, consisted of the following:

	Balance				Balance			
	April 30, 2024		Additions		Retirements		April 30, 2025	
Governmental Activities								
Assets Not Subject to Depreciation								
Land	\$	160,000	\$	0	\$	0	\$	160,000
Assets Subject to Depreciation								
Buildings and Improvements		1,685,710		100,073		0		1,785,783
Apparatus and Vehicles		3,382,864		68,712		0		3,451,576
Equipment		494,728		73,649		0		568,377
Subtotal		<u>5,723,302</u>		<u>242,434</u>		<u>0</u>		<u>5,965,736</u>
Less - Accumulated Depreciation								
Buildings and Improvements		(1,000,530)		(37,012)		0		(1,037,542)
Apparatus and Vehicles		(1,741,268)		(180,310)		0		(1,921,578)
Equipment		(350,916)		(34,103)		0		(385,019)
Subtotal		<u>(3,092,714)</u>		<u>(251,425)</u>		<u>0</u>		<u>(3,344,139)</u>
Net Capital Assets	\$	2,630,588	\$	(8,991)	\$	0	\$	2,621,597

Depreciation expense was charged to the functions/programs of the primary government as follows:

Governmental Activities – Public Safety \$ 251,425

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

5. Long-term Liabilities

The District enters into debt transactions to finance additions of machinery and equipment and major improvements to fire facilities. The following debt commitments exist as of April 30, 2025:

	Balance April 30, 2024	Additions	Retirements	Balance April 30, 2025	Due Within One Year	Fund Debt Retired by
Finance Lease Obligation						
Ambulance & Power Load \$229,347	\$ 77,468	\$ 0	\$ (77,468)	\$ 0	\$ 0	Debt Service
	<u>\$ 77,468</u>	<u>\$ 0</u>	<u>\$ (77,468)</u>	<u>\$ 0</u>	<u>\$ 0</u>	
Note Payable						
Ambulance \$100,000	\$ 30,000	\$ 0	\$ (10,000)	\$ 20,000	\$ 10,000	Debt Service
	<u>\$ 30,000</u>	<u>\$ 0</u>	<u>\$ (10,000)</u>	<u>\$ 20,000</u>	<u>\$ 10,000</u>	

On July 11, 2016, the District entered into a note payable with Illinois State Fire Marshal in the amount of \$100,000 for the purchase of an ambulance. The agreement is due in annual installments of \$10,000 through fiscal year 2027 and is interest-free.

The District's future minimum debt payments are as follows:

	Note Payable		
	Principal	Interest	Total
April 30, 2026	\$ 10,000	\$ 0	\$ 10,000
April 30, 2027	<u>10,000</u>	<u>0</u>	<u>10,000</u>
	<u>\$ 20,000</u>	<u>\$ 0</u>	<u>\$ 20,000</u>

Other long-term liabilities activity is as follows:

	Balance April 30, 2024	Additions and Other Changes	Retirements	Balance April 30, 2025	Amount Due Within One Year	Fund Debt Retired by
Other Long-term Liabilities						
Net Pension Liability/(Asset)						
Firefighters' Pension Fund	\$ 6,776,847	\$ 1,633,411	\$ (1,465,331)	\$ 6,944,927	\$ 0	General/Ambulance
Total OPEB Liability	<u>2,663,956</u>	<u>(560,237)</u>	<u>(81,846)</u>	<u>2,021,873</u>	<u>0</u>	General/Ambulance
	<u>\$ 9,440,803</u>	<u>\$ 1,073,174</u>	<u>\$ (1,547,177)</u>	<u>\$ 8,966,800</u>	<u>\$ 0</u>	

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

6. Compliance and Accountability

At April 30, 2025, the District had no deficit fund balances.

The following funds of the District had excesses of actual expenditures over legally enacted budgeted amounts for the year ended April 30, 2025:

Fund	Budget	Actual	Variance
Pension Tax Levy	\$ 1,215,000	\$ 1,354,243	\$ (139,243)
Audit	7,500	8,000	(500)

7. Interfund Transactions

In general, transfers are used to (1) move revenues from the fund that collects the money to the fund that expends the money, (2) move receipts restricted or earmarked for debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in a fund to provide operating advances to other funds in accordance with budgetary authorizations.

At April 30, 2025, no interfund receivables or payables exist.

During the year ended April 30, 2025, the following interfund transfers occurred:

Fund	Transfer from Other Funds	Transfer to Other Funds
General	\$ 0	\$ 56,544
Ambulance	0	500,000
Capital Projects	500,000	0
Debt Service	56,544	0
	<u>\$ 556,544</u>	<u>\$ 556,544</u>

**Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025**

8. Risk Management

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

The District mitigates these risks through appropriate insurance coverages with various insurance agencies.

There have been no significant reductions in coverage in any program from coverage in the prior year. Amounts of settlements have not exceeded insurance coverage in the past three years.

9. Commitments and Contingencies

At April 30, 2025, the District had no material payable commitments and no contingencies with the exception of the finance lease obligation and note payable discussed in Note 5.

10. Evaluation of Subsequent Events

The District has evaluated subsequent events through September 3, 2025, the date which the financial statements were available to be issued.

11. Governmental Accounting Standards Board (GASB) Statements

Recently Implemented GASB Statements Relevant to the District

Statement No. 100, *Accounting Changes and Error Corrections*, issued in June 2022, was adopted by the District during the year ended April 30, 2025.

Statement No. 101, *Compensated Absences*, issued in June 2022, was adopted by the District during the year ended April 30, 2025.

Upcoming GASB Statements Relevant to the District

Statement No. 102, *Certain Risk Disclosures*, issued in December 2023, will be adopted by the District during the year ended April 30, 2026.

Statement No. 103, *Financial Reporting Model Improvements*, issued in April 2024, will be adopted by the District during the year ended April 30, 2027.

The District management has not yet determined the effect these Statements will have on the District's financial statements.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

12. Other Post-Employment Benefits

As the District reports its financial statements on the modified cash basis of accounting, assets/liabilities, deferred outflows and deferred inflows related to other post-employment health care benefits (“OPEB”) are not recorded on the District’s financial statements. No OPEB net position exists as of April 30, 2025. The following OPEB disclosures are presented for informational purposes.

The net other post-employment health care benefits (“OPEB”) liability represents a liability to employees for OPEB. OPEB is a component of exchange transactions, between an employer and its employees, of salaries and benefits for employee services. OPEB are provided to an employee on a deferred-payment basis as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

The unrecorded net OPEB liability represents the District’s proportionate share of its OPEB plan’s collective actuarial present value of projected benefit payments attributable to past periods of service, net of each OPEB plan’s fiduciary net position. The net OPEB liability calculation is dependent on critical future (long-term) variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting these estimates annually.

GASB 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The proportionate share of each plan’s unfunded benefits is presented as a long-term net OPEB liability on the accrual basis of accounting. Any liability for the contractually-required OPEB contribution outstanding at the end of the year is included in due to other governments on both the accrual and modified accrual basis of accounting.

Plan Description. The District provides other postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual. 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 plan’s latest actuarial valuation is April 30, 2025.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

12. Other Post-Employment Benefits (Continued)

Benefits Provided. The District provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with ILCS, which creates an implicit subsidy of retiree health insurance. To be eligible for benefits, an employee must qualify for retirement under the District's retirement plan. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the retiree is no longer eligible to participate in the plan but can purchase a Medicare supplement plan from the District's insurance provider. For certain disabled employees who qualify for health insurance benefits under the Public Safety Employee Benefits Act (PSEBA), the District is required to pay 100% of the cost of basic health insurance for the employee and their dependents for their lifetime.

OPEB Disclosures.

Actuarial Valuation Date	May 1, 2025
Measurement Date of the OPEB Liability	April 30, 2025
Fiscal Year End	April 30, 2025
Membership	
Number of	
- Retirees and Beneficiaries	4
- Inactive, Non-Retired Members	0
- Active Members	34
- Total	<hr/> 38
<hr/>	

Deferred Outflows and Deferred Inflows of Resources by Source

(to be recognized in Future OPEB Expenses)

	Deferred Outflows of Resources	Deferred Inflows of Resources
1. Difference between expected and actual experience	\$ 0	\$ 0
2. Assumption Changes	0	0
3. Net Difference between projected and actual earnings on OPEB plan investments	<hr/> 0	<hr/> 0
4. Total	<hr/> \$ 0	<hr/> \$ 0

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

12. Other Post-Employment Benefits (Continued)

OPEB Disclosures (Continued).

Deferred outflows and deferred inflows of resources will be recognized in future OPEB expense as follows:

Plan Year Ending April 30	Net Deferred Outflows of Resources	
2026	\$	0
2027	\$	0
2028	\$	0
2029	\$	0
2030	\$	0
Thereafter	\$	0
	<hr/>	<hr/>
	\$	0

The Discount Rate is 5.24% as of April 30, 2025. The following is a sensitivity analysis of total OPEB liability to changes in the discount rate:

**Sensitivity of Net OPEB Liability/(Asset) to the
Single Discount Rate Assumption**

	Current		
	Single Discount		
	1% Decrease 4.24%	Rate Assumption 5.24%	1% Increase 6.24%
Total OPEB Liability	\$ 2,221,656	\$ 2,021,873	\$ 1,840,880
Plan Net Position	0	0	0
Net OPEB Liability/(Asset)	<u>\$ 2,221,656</u>	<u>\$ 2,021,873</u>	<u>\$ 1,840,880</u>

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

12. Other Post-Employment Benefits (Continued)

OPEB Disclosures (Continued).

The North American health care rate is 7.90% to 5.00%. The following is a sensitivity analysis of total OPEB liability to changes in the healthcare cost trend rate.

**Sensitivity of Net OPEB Liability/(Asset) to the
Health Care Rate Assumption**

	1% Decrease (6.90% to 4.00%)	Current Health Care Rate Assumption (7.90% to 5.00%)	1% Increase (8.90% to 6.00%)
Total OPEB Liability	\$ 1,771,042	\$ 2,021,873	\$ 2,319,241
Plan Net Position	0	0	0
Net OPEB Liability/(Asset)	<u>\$ 1,771,042</u>	<u>\$ 2,021,873</u>	<u>\$ 2,319,241</u>

**Summary of Actuarial Methods and Assumptions
Used in the Calculation of the Total OPEB Liability**

Methods and Assumptions Used to Determine Total OPEB Liability:

Actuarial Cost Method	Entry-Age Normal
Asset Valuation Method	N/A
Price Inflation	2.50%
Discount Rate	5.24%
Investment Rate of Return	N/A
Health Care Cost Rate	7.90% - 5.00%
Mortality	PubS-2010(A) Study improved to 2021 using MP-2021 Improvement Rates. These rates are improved generationally using MP-2021 Improvement Rates.
<u>Other Information:</u>	There were no benefit changes during the year.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

12. Other Post-Employment Benefits (Continued)

OPEB Disclosures (Continued).

Schedule of Changes in Net OPEB Liability and Related Ratios

Current Period

Year Ended April 30, 2025

A. Total OPEB liability	
1. Service cost	\$ 206,994
2. Interest on the total OPEB liability	106,758
3. Changes of benefit terms	0
4. Difference between expected and actual experience of the total OPEB liability	(464,019)
5. Changes of assumptions	(409,970)
6. Benefit payments, including refunds of employee contributions	<u>(81,846)</u>
7. Net change in total OPEB liability	(642,083)
8. Total OPEB liability – beginning	<u>2,663,956</u>
9. Total OPEB liability – ending	<u><u>\$ 2,021,873</u></u>
B. Plan net position	
1. Plan fiduciary net position – beginning	0
2. Plan fiduciary net position – ending	<u><u>\$ 0</u></u>
C. Net OPEB liability/(asset)	<u><u>\$ 2,021,873</u></u>
D. Plan net position as a percentage of the total OPEB liability	0.00%

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

13. Retirement Fund Commitments – Firefighters’ Pension Fund

As the District reports its financial statements on the modified cash basis of accounting, assets/liabilities, deferred outflows and deferred inflows related to retirement fund commitments for the Firefighters’ Pension Fund are not recorded on the District’s financial statements. The net position of the pension fund is reported in the fiduciary fund of the District. The following pension disclosures are presented for informational purposes.

Plan Description. The Firefighters’ Pension Plan is a single-employer defined benefit pension plan that covers all sworn Firefighters’ personnel. The Firefighters’ Pension Plan provides retirement, disability, and death benefits, as well as automatic annual cost of living adjustments, to plan members and their beneficiaries. The Firefighters’ Pension Plan Fund issues a separate report that includes financial statements, note disclosures, and required supplementary information. The report may be obtained by contacting the Palos Fire Protection District. Plan members are required to contribute 9.455% of their annual covered payroll. The District is required to contribute at an actuarially determined rate. Although this is a single-employer pension plan, the defined benefits and contribution requirements of the plan members and the District are governed by Illinois State Statutes and may only be amended by Illinois legislature. Administrative costs are financed through investments earnings. The plan’s latest actuarial valuation is April 30, 2025.

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

Funding Policy. Covered employees are required to contribute 9.455% of their base salary to the Firefighters’ Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The District is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the District’s contributions must accumulate to the point where the past service cost for the Firefighter’s Pension Plan is 90% funded, by the year 2040. The District has chosen to use the following parameters to fund its pension plan above and beyond the state minimum. For the Plan calendar year April 30, 2025, the District’s contribution was 35.40% of covered payroll.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

13. Retirement Fund Commitments – Firefighters’ Pension Fund (Continued)

Firefighters’ Pension Fund Disclosures.

Actuarial Valuation Date	April 30, 2025
Measurement Date of the Net Pension Liability	April 30, 2025
Fiscal Year End	April 30, 2025
Membership	
Number of	
- Retirees and Beneficiaries	14
- Inactive, Non-Retired Members	16
- Active Members	35
- Total	<u>65</u>
Covered Valuation Payroll	<u>\$ 3,825,100</u>
Net Pension Liability	
Total Pension Liability/(Asset)	\$ 41,225,066
Plan Fiduciary Net Position	<u>34,280,139</u>
Net Pension Liability/(Asset)	<u>\$ 6,944,927</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	83.15%
Net Pension Liability as a Percentage of Covered Valuation Payroll	181.56%
Development of the Single Discount Rate as of April 30, 2025	
Long-Term Expected Rate of Investment Return	6.50%
Single Discount Rate Used for Total Pension Liability	6.50%
Total Pension Expense/(Income)	<u>\$ 547,992</u>

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

13. Retirement Fund Commitments – Firefighters’ Pension Fund (Continued)

Firefighters’ Pension Fund Disclosures (Continued).

Deferred Outflows and Deferred Inflows of Resources by Source
 (to be recognized in Future Pension Expenses)

	Deferred Outflows of Resources	Deferred Inflows of Resources
1. Difference between expected and actual experience	\$ 3,327,808	\$ 1,979,383
2. Assumption Changes	1,419,251	2,238,998
3. Net Difference between projected and actual earnings on pension plan investments	0	325,771
4. Total	<u>\$ 4,747,059</u>	<u>\$ 4,544,152</u>

Deferred outflows and deferred inflows of resources will be recognized in future pension expense as follows:

Plan Year Ending <u>April 30</u>	Net Deferred Outflows of Resources	
2026	\$ 464,006	
2027	(168,493)	
2028	(471,811)	
2029	(145,800)	
2030	217,630	
Thereafter	<u>307,375</u>	
	<u>\$ 202,907</u>	

The Discount Rate is 6.50% as of April 30, 2025. The following is a sensitivity analysis of total net pension liability to changes in the discount rate:

Sensitivity of Net Pension Liability/(Asset) to the
Single Discount Rate Assumption

	Current Single Discount Rate Assumption		
	1% Decrease 5.50%	1% Increase 7.50%	
	6.50%	6.50%	
Net Pension Liability/(Asset)	<u>\$ 13,840,241</u>	<u>\$ 6,944,927</u>	<u>\$ 1,402,814</u>

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

13. Retirement Fund Commitments – Firefighters’ Pension Fund (Continued)

Firefighters’ Pension Fund Disclosures (Continued).

Asset Class	Long-Term Expected Rate of Return	Long-Term Inflation Expectation	Long-Term Expected Real Rate of Return	Target Allocation
US Equity	7.60%	2.50%	5.10%	25.00%
Developed Market Equity (Non-US)	7.70%	2.50%	5.20%	13.00%
Emerging Market Equity	8.40%	2.50%	5.90%	7.00%
Private Equity	11.50%	2.50%	9.00%	10.00%
Public Credit	5.40%	2.50%	2.90%	3.00%
Private Credit	9.60%	2.50%	7.10%	7.00%
Core Fixed Income	5.00%	2.50%	2.50%	9.00%
Core Plus Fixed Income	5.50%	2.50%	3.00%	9.00%
Short-Term Treasuries	3.50%	2.50%	1.00%	3.00%
Real Estate	6.40%	2.50%	3.90%	10.00%
Infrastructure	6.90%	2.50%	4.40%	4.00%

**Summary of Actuarial Methods and Assumptions
Used in the Calculation of the Total Pension Liability**

Methods and Assumptions Used to Determine Total Pension Liability:

Actuarial Cost Method	Entry-Age Normal
Asset Valuation Method	5-Year Smoothed Market Value
Price Inflation	2.25%
Salary Increases	3.75% to 12.88%
Investment Rate of Return	6.50%
Mortality	Pub-2010 adjusted for plan status
<u>Other Information:</u>	There were no benefit changes during the year.

Palos Fire Protection District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2025

13. Retirement Fund Commitments – Firefighters’ Pension Fund (Continued)

Firefighters’ Pension Fund Disclosures (Continued).

Schedule of Changes in Net Pension Liability and Related Ratios

Current Period

Year Ended April 30, 2025

A. Total pension liability		
1. Service cost	\$ 1,054,846	
2. Interest on the total pension liability	2,421,074	
3. Changes of benefit terms	0	
4. Difference between expected and actual experience of the total pension liability	375,177	
5. Changes of assumptions	1,247,972	
6. Benefit payments, including refunds of employee contributions	<u>(1,465,331)</u>	
7. Net change in total pension liability	3,633,738	
8. Total pension liability – beginning	<u>37,591,328</u>	
9. Total pension liability – ending	<u>\$ 41,225,066</u>	
B. Plan fiduciary net position		
1. Contributions – employer	\$ 1,354,243	
2. Contributions – employee	422,479	
3. Net investment income	3,209,392	
4. Benefit payments, including refunds of employee contributions	<u>(1,465,331)</u>	
5. Other (net transfer)	<u>(55,125)</u>	
6. Net change in plan fiduciary net position	3,465,658	
7. Plan fiduciary net position – beginning	<u>30,814,481</u>	
8. Plan fiduciary net position – ending	<u>\$ 34,280,139</u>	
C. Net pension liability/(asset)	<u>\$ 6,944,927</u>	
D. Plan fiduciary net position as a percentage of the total pension liability	83.15%	
E. Covered employee payroll	\$ 3,825,100	
F. Net pension liability as a percentage of covered employee payroll	181.56%	

Palos Fire Protection District
Other Post-Employment Benefits Disclosures
For the Year Ended April 30, 2025

OTHER SUPPLEMENTARY INFORMATION

Multiyear Schedule of Changes in Net OPEB Liability and Related Ratios

Last 10 Plan Years (When Available)

Plan Year Ending April 30,	2025	2024	2023	2022	2021	2020	2019
Total OPEB liability							
Service cost	\$ 206,994	\$ 218,458	\$ 176,347	\$ 200,474	\$ 113,221	\$ 99,311	\$ 92,924
Interest on the OPEB Liability	106,758	89,537	139,663	106,911	64,578	81,957	82,470
Changes of benefit terms	0	0	0	0	0	0	0
Difference between expected and actual experience of the OPEB Liability	(464,019)	0	(2,020,248)	0	1,701,462	0	0
Changes of assumptions	(409,970)	(142,398)	(6,426)	(539,626)	436,040	313,896	42,492
Benefit payments, including refunds of employee contributions	(81,846)	(76,207)	(131,295)	(121,909)	(134,409)	(136,522)	(128,246)
Net change in total OPEB liability	(642,083)	89,390	(1,841,959)	(354,150)	2,180,892	358,642	89,640
Total OPEB liability– beginning	<u>2,663,956</u>	<u>2,574,566</u>	<u>4,416,525</u>	<u>4,770,675</u>	<u>2,589,783</u>	<u>2,231,141</u>	<u>2,141,501</u>
Total OPEB liability – ending	<u>\$ 2,021,873</u>	<u>\$ 2,663,956</u>	<u>\$ 2,574,566</u>	<u>\$ 4,416,525</u>	<u>\$ 4,770,675</u>	<u>\$ 2,589,783</u>	<u>\$ 2,231,141</u>
Plan fiduciary net position							
Plan fiduciary net position - Beginning	0	0	0	0	0	0	0
Plan fiduciary net position - Ending	<u>\$ 0</u>						
Net OPEB liability / (asset)	<u>\$ 2,021,873</u>	<u>\$ 2,663,956</u>	<u>\$ 2,574,566</u>	<u>\$ 4,416,525</u>	<u>\$ 4,770,675</u>	<u>\$ 2,589,783</u>	<u>\$ 2,231,141</u>
Plan fiduciary net position as a percent of the OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered Valuation Payroll ("CVP")	\$ 4,964,444	\$ 4,808,178	\$ 4,656,831	\$ 4,079,680	\$ 3,837,904	\$ 3,127,714	\$ 3,358,112
Net OPEB liability as a % of CVP	40.73%	55.40%	55.29%	108.26%	124.30%	82.80%	66.44%

Notes to the Multiyear Schedule of Changes in Employer's Net OPEB Liability:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

**Palos Fire Protection District
Firefighters' Pension Disclosures
For the Year Ended April 30, 2025**

OTHER SUPPLEMENTARY INFORMATION

Multiyear Schedule of Contributions

Last 10 Fiscal Years

Fiscal Year Ending April 30	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2016	\$ 832,980	\$ 832,980	\$ 0	\$ 2,606,495	31.96%
2017	907,870	907,870	0	3,101,835	29.27%
2018	957,509	957,509	0	3,108,687	30.80%
2019	1,019,679	1,019,679	0	3,257,089	31.31%
2020	1,185,159	1,185,159	0	3,127,714	37.89%
2021	1,253,095	1,253,095	0	3,262,009	38.41%
2022	1,441,559	1,441,559	0	3,520,403	40.95%
2023	1,426,961	1,426,961	0	3,506,487	40.69%
2024	1,525,025	1,525,025	0	3,704,698	41.16%
2025	1,354,243	1,354,243	0	3,825,100	35.40%

Notes to the Multiyear Schedule of Contributions:

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 12.2 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of 6.50% annually, projected salary increases assumption of 3.75% to 12.88% plus 2.25% for inflation compounded annually.

**Palos Fire Protection District
Firefighters' Pension Disclosures (Continued)
For the Year Ended April 30, 2025**

OTHER SUPPLEMENTARY INFORMATION

**Multiyear Schedule of Investment Returns
Last 10 Fiscal Years**

<u>Fiscal Year Ending April 30</u>	<u>Annual Money-weighted Rate of Return, Net of Investment Expense</u>
2016	*
2017	*
2018	3.51%
2019	11.89%
2020	2.80%
2021	11.48%
2022	-7.20%
2023	0.70%
2024	10.49%
2025	10.60%

Palos Fire Protection District
Firefighters' Pension Disclosures (Continued)
For the Year Ended April 30, 2025

OTHER SUPPLEMENTARY INFORMATION

Multiyear Schedule of Changes in Net Pension Liability and Related Ratios - Last 10 Plan Years

Plan Year Ending April 30	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total pension liability ("TPL")										
Service cost	\$ 1,054,846	\$ 1,032,610	\$ 1,022,846	\$ 986,256	\$ 909,638	\$ 900,811	\$ 970,522	\$ 1,016,658	\$ 959,926	\$ 909,146
Interest on the TPL	2,421,074	2,277,879	2,219,784	2,107,939	1,980,037	1,657,597	1,555,515	1,451,050	1,423,900	1,219,700
Changes of benefit terms	0	0	(63,016)	0	0	183,653	0	0	0	0
Difference between expected and actual experience of the TPL	375,177	(972,899)	(30,022)	(2,000,657)	3,592,575	1,923,691	(12,929)	(46,034)	817,916	0
Changes of assumptions	1,247,972	(1,609,990)	174,229	0	0	409,769	0	(1,453,511)	(2,292,952)	0
Benefit payments, including refunds of employee contributions	(1,465,331)	(1,313,248)	(1,298,764)	(1,306,335)	(1,229,711)	(969,789)	(789,807)	(474,930)	(423,877)	(489,593)
Net change in total pension liability	3,633,738	(585,648)	2,025,057	(212,797)	5,252,539	4,105,732	1,723,301	493,233	484,913	1,639,253
Total pension liability - Beginning	<u>37,591,328</u>	<u>38,176,976</u>	<u>36,151,919</u>	<u>36,364,716</u>	<u>31,112,177</u>	<u>27,006,445</u>	<u>25,283,144</u>	<u>24,789,911</u>	<u>24,304,998</u>	<u>22,665,745</u>
Total pension liability - Ending	<u><u>\$ 41,225,066</u></u>	<u><u>\$ 37,591,328</u></u>	<u><u>\$ 38,176,976</u></u>	<u><u>\$ 36,151,919</u></u>	<u><u>\$ 36,364,716</u></u>	<u><u>\$ 31,112,177</u></u>	<u><u>\$ 27,006,445</u></u>	<u><u>\$ 25,283,144</u></u>	<u><u>\$ 24,789,911</u></u>	<u><u>\$ 24,304,998</u></u>
Plan fiduciary net position										
Contributions – employer	\$ 1,354,243	\$ 1,525,025	\$ 1,426,961	\$ 1,441,559	\$ 1,253,095	\$ 1,185,159	\$ 1,019,679	\$ 957,509	\$ 907,870	\$ 832,890
Contributions – employee	422,479	355,430	332,066	333,926	366,109	279,004	277,701	284,815	268,322	268,033
Net investment income	3,209,392	2,817,564	170,894	(1,406,580)	6,399,579	558,329	2,084,200	721,396	1,095,545	32,750
Benefit payments, including refunds of employee contributions	(1,465,331)	(1,313,248)	(1,298,764)	(1,306,335)	(1,229,711)	(969,789)	(789,807)	(474,930)	(423,877)	(489,593)
Administrative expenses	(55,125)	(43,434)	(52,336)	(56,462)	(69,137)	(56,026)	(60,780)	(56,286)	(25,720)	(6,875)
Adjustments and Corrections	0	0	0	0	0	0	0	0	(342,899)	271,582
Net change in plan fiduciary net position	3,465,658	3,341,337	578,821	(993,892)	6,719,935	996,677	2,530,993	1,432,504	1,479,241	908,787
Plan fiduciary net position - Beginning	<u>30,814,481</u>	<u>27,473,144</u>	<u>26,894,323</u>	<u>27,888,215</u>	<u>21,168,280</u>	<u>20,171,603</u>	<u>17,640,610</u>	<u>16,208,106</u>	<u>14,728,865</u>	<u>13,820,078</u>
Plan fiduciary net position - Ending	<u><u>\$ 34,280,139</u></u>	<u><u>\$ 30,814,481</u></u>	<u><u>\$ 27,473,144</u></u>	<u><u>\$ 26,894,323</u></u>	<u><u>\$ 27,888,215</u></u>	<u><u>\$ 21,168,280</u></u>	<u><u>\$ 20,171,603</u></u>	<u><u>\$ 17,640,610</u></u>	<u><u>\$ 16,208,106</u></u>	<u><u>\$ 14,728,865</u></u>
Net pension liability / (asset)	<u><u>\$ 6,944,927</u></u>	<u><u>\$ 6,776,847</u></u>	<u><u>\$ 10,703,832</u></u>	<u><u>\$ 9,257,596</u></u>	<u><u>\$ 8,476,501</u></u>	<u><u>\$ 9,943,897</u></u>	<u><u>\$ 6,834,842</u></u>	<u><u>\$ 7,642,534</u></u>	<u><u>\$ 8,581,805</u></u>	<u><u>\$ 9,576,133</u></u>
Plan fiduciary net position as a percent of the TPL	83.15%	81.97%	71.96%	74.39%	76.69%	68.04%	74.69%	69.77%	65.38%	60.60%
Covered Valuation Payroll ("CVP")	\$ 3,825,100	\$ 3,704,698	\$ 3,506,487	\$ 3,520,403	\$ 3,262,009	\$ 3,127,714	\$ 3,257,089	\$ 3,108,687	\$ 3,010,835	\$ 2,606,495
Net pension liability as a % of CVP	181.56%	182.93%	305.26%	262.97%	259.86%	317.93%	209.85%	245.84%	285.03%	367.40%

See Independent Auditors' Report

Palos Fire Protection District
General Fund
Budgetary Comparison Schedule
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Modified Cash Basis
For the Year Ended April 30, 2025

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
				Positive (Negative)
Revenues				
Property Taxes	\$ 2,548,500	\$ 2,548,500	\$ 2,586,783	\$ 38,283
Replacement Taxes	45,000	45,000	30,964	(14,036)
Charges for Services	25,000	25,000	28,601	3,601
Grants & Donations	7,500	7,500	168,444	160,944
Investment Income	135,000	135,000	209,608	74,608
Miscellaneous	15,000	15,000	40,803	25,803
Total Revenues	2,776,000	2,776,000	3,065,203	289,203
Expenditures				
Current				
Public Safety				
Station	58,000	58,000	50,172	7,828
Apparatus	140,600	140,600	118,725	21,875
Communications	83,000	83,000	78,163	4,837
Salaries & Benefits				
Fire Salaries & Benefits	2,660,490	2,660,490	2,512,198	148,292
Retirement Insurance	25,000	25,000	7,365	17,635
Administration	113,628	113,628	76,932	36,696
Total Expenditures	3,080,718	3,080,718	2,843,555	237,163
Excess (Deficiency) of Revenues over Expenditures				
	(304,718)	(304,718)	221,648	526,366
Other Financing Uses				
Transfers Out	0	0	(56,544)	(56,544)
Total Other Financing Uses	0	0	(56,544)	(56,544)
Net Change in Fund Balance	\$ (304,718)	\$ (304,718)	165,104	\$ 469,822
Fund Balance,				
Beginning of Year			2,073,579	
End of Year			\$ 2,238,683	

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Palos Fire Protection District
Ambulance Fund
Budgetary Comparison Schedule
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Modified Cash Basis
For the Year Ended April 30, 2025

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
				Positive (Negative)
Revenues				
Property Taxes	\$ 2,548,500	\$ 2,548,500	\$ 2,514,076	\$ (34,424)
Charges for Services	1,100,000	1,100,000	1,279,624	179,624
Grants & Donations	0	0	0	0
Total Revenues	3,648,500	3,648,500	3,793,700	145,200
Expenditures				
Current				
Public Safety				
Station	58,000	58,000	50,047	7,953
Apparatus	170,600	170,600	142,822	27,778
Communications	83,000	83,000	78,162	4,838
Salaries & Benefits	2,685,490	2,685,490	2,510,814	174,676
Administration	113,628	113,628	66,542	47,086
Total Expenditures	3,110,718	3,110,718	2,848,387	262,331
Excess of Revenues Over over Expenditures	537,782	537,782	945,313	407,531
Other Financing Uses				
Transfers Out	(500,000)	(500,000)	(500,000)	0
Total Other Financing Uses	(500,000)	(500,000)	(500,000)	0
Net Change in Fund Balance	\$ 37,782	\$ 37,782	445,313	\$ 407,531
Fund Balance,				
Beginning of Year			1,858,600	
End of Year			\$ 2,303,913	

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Palos Fire Protection District
Pension Tax Levy Fund
Budgetary Comparison Schedule
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Modified Cash Basis
For the Year Ended April 30, 2025

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
Revenues				
Property Taxes	\$ 1,215,000	\$ 1,215,000	\$ 1,354,243	\$ 139,243
Total Revenues	1,215,000	1,215,000	1,354,243	139,243
Expenditures				
Current				
Public Safety				
Salaries & Benefits				
Retiree Benefits	1,215,000	1,215,000	1,354,243	(139,243)
Total Expenditures	1,215,000	1,215,000	1,354,243	(139,243)
Net Change in Fund Balance	\$ 0	\$ 0	0	\$ 0
Fund Balance,				
Beginning of Year				0
End of Year				\$ 0

See Independent Auditors' Report

Palos Fire Protection District
Tort Liability Fund
Budgetary Comparison Schedule
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Modified Cash Basis
For the Year Ended April 30, 2025

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
				Positive (Negative)
Revenues				
Property Taxes	\$ 596,000	\$ 596,000	\$ 679,338	\$ 83,338
Total Revenues	596,000	596,000	679,338	83,338
Expenditures				
Current				
Public Safety				
Salaries & Benefits	654,225	654,225	650,129	4,096
Total Expenditures	654,225	654,225	650,129	4,096
Net Change in Fund Balance	\$ (58,225)	\$ (58,225)	29,209	\$ 87,434
Fund Balance,				
Beginning of Year			208,900	
End of Year			\$ 238,109	

Palos Fire Protection District
Notes to Other Supplementary Information
For the Year Ended April 30, 2025

Budgets are adopted on a basis consistent with other a comprehensive basis of accounting (modified cash basis). The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

Palos Fire Protection District
Capital Projects Fund
Budgetary Comparison Schedule
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Modified Cash Basis
For the Year Ended April 30, 2025

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
Revenues				
Grants & Donations	\$ 0	\$ 0	\$ 0	\$ 0
Miscellaneous	0	0	11,604	11,604
Total Revenues	0	0	11,604	11,604
Expenditures				
Capital Outlay	316,000	316,000	243,352	72,648
Total Expenditures	316,000	316,000	243,352	72,648
Excess (Deficiency) of Revenues over Expenditures	(316,000)	(316,000)	(231,748)	84,252
Other Financing Sources				
Transfer In	500,000	500,000	500,000	0
Total Other Financing Sources	500,000	500,000	500,000	0
Net Change in Fund Balance	\$ 184,000	\$ 184,000	268,252	\$ 84,252
Fund Balance,				
Beginning of Year			715,246	
End of Year			\$ 983,498	

Palos Fire Protection District
Combining Fund Schedule - Non-major Funds
Combining Statement of Assets, Deferred Outflows, Liabilities, Deferred Inflows and Fund Balances - Modified Cash Basis
April 30, 2025

	Special Revenue Funds				
	Tort	Audit	Foreign Fire Insurance	Debt Service	Total
Assets					
Cash and Investments	\$ 428,851	\$ 1,850	\$ 18,330	\$ 0	\$ 449,031
Total Assets	428,851	1,850	18,330	0	449,031
Total Deferred Outflows	0	0	0	0	0
Total Assets and Deferred Outflows	428,851	1,850	18,330	0	449,031
Total Liabilities	0	0	0	0	0
Total Deferred Inflows	0	0	0	0	0
Fund Balances					
Restricted	428,851	1,850	18,330	0	449,031
Total Fund Balances	428,851	1,850	18,330	0	449,031
Total Liabilities, Deferred Inflows, and Fund Balances	\$ 428,851	\$ 1,850	\$ 18,330	\$ 0	\$ 449,031

Palos Fire Protection District
Combining Fund Schedule - Non-major Funds
Combining Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended April 30, 2025

Special Revenue Funds					
	Tort	Audit	Foreign Fire Insurance	Debt Service	Total
Revenues					
Property Taxes	\$ 1,053,481	\$ 5,039	\$ 0	\$ 0	\$ 1,058,520
Intergovernmental	0	0	31,120	0	31,120
Investment Income	0	0	31	0	31
Total Revenues	1,053,481	5,039	31,151	0	1,089,671
Expenditures					
Current					
Public Safety					
Apparatus	0	0	39,391	0	39,391
Salaries & Benefits	500,000	0	0	0	500,000
Administration	596,996	8,000	0	0	604,996
Debt Service					
Principal	0	0	0	87,469	87,469
Interest	0	0	0	1,038	1,038
Total Expenditures	1,096,996	8,000	39,391	88,507	1,232,894
Excess (Deficiency) of Revenues over Expenditures	(43,515)	(2,961)	(8,240)	(88,507)	(143,223)
Other Financing Sources					
Transfers In	0	0	0	56,544	56,544
Total Other Financing Sources	0	0	0	56,544	56,544
Net Change in Fund Balances	(43,515)	(2,961)	(8,240)	(31,963)	(86,679)
Fund Balance, Beginning of Year	472,366	4,811	26,570	31,963	535,710
End of Year	\$ 428,851	\$ 1,850	\$ 18,330	\$ 0	\$ 449,031

Palos Fire Protection District
Tort Fund
Budgetary Comparison Schedule
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Modified Cash Basis
For the Year Ended April 30, 2025

				Variance with Final Budget
				Positive (Negative)
	Budgeted Amounts			
	Original	Final	Actual	
Revenues				
Property Taxes	\$ 1,001,000	\$ 1,001,000	\$ 1,053,481	\$ 52,481
Total Revenues	<u>1,001,000</u>	<u>1,001,000</u>	<u>1,053,481</u>	<u>52,481</u>
Expenditures				
Current				
Public Safety				
Salaries & Benefits	500,000	500,000	500,000	0
Administration	603,000	603,000	596,996	6,004
Total Expenditures	<u>1,103,000</u>	<u>1,103,000</u>	<u>1,096,996</u>	<u>6,004</u>
Net Change in Fund Balance	<u><u>\$ (102,000)</u></u>	<u><u>\$ (102,000)</u></u>	<u><u>(43,515)</u></u>	<u><u>\$ 58,485</u></u>
Fund Balance,				
Beginning of Year				<u><u>472,366</u></u>
End of Year				<u><u>\$ 428,851</u></u>

Palos Fire Protection District
Audit Fund
Budgetary Comparison Schedule
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Modified Cash Basis
For the Year Ended April 30, 2025

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
Revenues				
Property Taxes	\$ 5,300	\$ 5,300	\$ 5,039	\$ (261)
Total Revenues	5,300	5,300	5,039	(261)
Expenditures				
Current				
Public Safety				
Administration	7,500	7,500	8,000	(500)
Total Expenditures	7,500	7,500	8,000	(500)
Net Change in Fund Balance	\$ (2,200)	\$ (2,200)	(2,961)	\$ (761)
Fund Balance,				
Beginning of Year				4,811
End of Year				\$ 1,850

**Palos Fire Protection District
Foreign Fire Insurance Fund
Budgetary Comparison Schedule**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Modified Cash Basis
For the Year Ended April 30, 2025**

	Budgeted Amounts			Variance with Final Budget	
	Original	Final	Actual	Positive (Negative)	
				\$	\$
Revenues					
Intergovernmental	\$ 40,000	\$ 40,000	\$ 31,120	\$ (8,880)	
Investment Income	0	0	31	31	
Total Revenues	40,000	40,000	31,151	(8,849)	
Expenditures					
Current					
Public Safety					
Apparatus	40,000	40,000	39,391	609	
Total Expenditures	40,000	40,000	39,391	609	
Net Change in Fund Balance	\$ 0	\$ 0	(8,240)	\$ (8,240)	
Fund Balance,					
Beginning of Year				26,570	
End of Year				\$ 18,330	

Palos Fire Protection District
Debt Service Fund
Budgetary Comparison Schedule
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Modified Cash Basis
For the Year Ended April 30, 2025

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
	\$	\$	\$	
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures				
Debt Service				
Principal	87,562	87,562	87,469	93
Interest	1,038	1,038	1,038	0
Total Expenditures	88,600	88,600	88,507	93
Excess (Deficiency) of Revenues over Expenditures	(88,600)	(88,600)	(88,507)	93
Other Financing Sources				
Transfers In	0	0	56,544	56,544
Total Other Financing Sources	0	0	56,544	56,544
Net Change in Fund Balance	\$ (88,600)	\$ (88,600)	(31,963)	\$ 56,637
Fund Balance,				
Beginning of Year			31,963	
End of Year			\$ 0	

Palos Fire Protection District
Revenue Capacity Schedules
Assessed Valuations, Tax Rates and Tax Extensions
April 30, 2025

Tax Year	2024*	2023	2022	2021	2020	2019	2018	2017	2016	2015
Assessed Valuation										
(in thousands)	*	\$ 776,920	\$ 570,768	\$ 585,266	\$ 645,595	\$ 589,610	\$ 509,906	\$ 624,688	\$ 530,546	\$ 508,385
Tax Rates										
Corporate	*	0.3040	0.4105	0.3935	0.3517	0.3720	0.3762	0.3340	0.3740	0.3989
Ambulance	*	0.2960	0.3763	0.3801	0.3450	0.3720	0.3757	0.3340	0.3740	0.3989
Tort Liability	*	0.1546	0.1686	0.1053	0.0866	0.0945	0.0604	0.0970	0.1379	0.1263
Debt Service	*	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Firefighters' Pension	*	0.1860	0.2696	0.2468	0.2127	0.2155	0.1932	0.1654	0.1807	0.1797
Audit	*	0.0007	0.0009	0.0022	0.0020	0.0007	0.0007	0.0016	0.0047	0.0050
Emergency and Rescue	*	0.0740	0.0949	0.0958	0.0767	0.0836	0.0841	0.0824	0.0934	0.1000
Social Security	*	0.0463	0.0622	0.0446	0.0407	0.0443	0.0433	0.0428	0.0500	0.0456
	*	1.0616	1.3830	1.2683	1.1154	1.1826	1.1336	1.0572	1.2147	1.2544
Tax Extensions										
Corporate	2,523,380	2,369,131	2,343,271	2,302,752	2,270,558	2,193,455	2,256,847	2,086,458	1,984,240	2,027,980
Ambulance	2,445,993	2,299,357	2,147,801	2,224,595	2,227,303	2,193,455	2,253,847	2,086,458	1,984,240	2,027,980
Tort Liability	933,701	1,200,976	962,315	616,284	559,085	556,990	362,343	605,947	731,622	641,990
Debt Service	0	0	0	0	0	0	0	0	0	0
Firefighters' Pension	1,445,880	1,444,764	1,538,783	1,444,187	1,373,295	1,270,586	1,158,845	1,033,374	958,577	913,819
Audit	5,063	5,140	5,136	12,875	12,911	3,944	4,199	9,995	24,935	25,419
Emergency and Rescue	723,239	574,839	541,659	560,684	495,171	492,912	504,521	514,743	495,529	508,385
Social Security	404,290	359,799	355,017	261,028	262,757	261,243	259,759	267,366	265,272	231,750
	\$ 8,481,546	\$ 8,254,006	\$ 7,893,982	\$ 7,422,405	\$ 7,201,080	\$ 6,972,585	\$ 6,800,361	\$ 6,604,341	\$ 6,444,415	\$ 6,377,323

* - 2024 tax extension not yet available. 2024 tax extension amounts have been estimated using the tax levy ordinance and factoring in historical trends.

Palos Fire Protection District
Debt Capacity Schedules
Debt Limit Information
April 30, 2025

Assessed Valuation - Tax Year 2023*	<u>\$ 776,920,003</u>
Statutory Debt Limitation (5.75% of Assessed Valuation)	44,672,900
Amount of Debt Applicable to Debt Limitation	<u>0</u>
Legal Debt Margin	<u>\$ 44,672,900</u>

* - 2024 tax extension not yet available. As such, the 2023 tax extension has been utilized.