DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended March 31, 2026

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FINANCIAL SECTION

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
DeKalb Township
DeKalb County, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of DeKalb Township, DeKalb County, Illinois (the Township) as of and for the year ended March 31, 2026, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of DeKalb Township, DeKalb County, Illinois, as of March 31, 2026, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of DeKalb Township, DeKalb County, Illinois' 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 DeKalb Township, DeKalb County, Illinois' ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

Newkirk & Associates, Inc.

Plano, Illinois
July 31, 2026

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

STATEMENT OF NET POSITION
March 31, 2026

	Governmental Activities
ASSETS	
Current Assets	
Cash and Investments	$ 2,249,636
MFT Funds Held by DeKalb Co	101,097
Property Tax Receivable	2,545,796
Replacement Tax Receivable	12,756
Other Receivables	8
Prepaids	40,615
Total Current Assets	4,949,908
Noncurrent Assets	
Capital assets	
Land	327,685
Other Capital Assets	12,619,113
Accumulated Depreciation	(5,035,851)
Total Capital Assets	7,910,947
Net Pension Asset - IMRF	243,651
Total Noncurrent Assets	8,154,598
Total Assets	13,104,506
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	291,522
Total Assets and Deferred Outflows of Resources	$ 13,396,028
LIABILITIES	
Current Liabilities	
Accounts Payable	$ 14,952
Accrued Payroll	31,414
Payroll Tax Liabilities	8,996
Compensated Absences (current portion)	8,016
Note Payable (current portion)	117,437
Total Current Liabilities	180,815
Noncurrent Liabilities	
Compensated Absences (noncurrent portion)	32,066
Note Payable (noncurrent portion)	654,680
Total Noncurrent Liabilities	686,746
Total Liabilities	867,561
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	2,545,796
Deferred Items - IMRF	380,121
Total Deferred Inflows of Resources	2,925,917
Total Liabilities and Deferred Inflows of Resources	3,793,478
NET POSITION	
Net invesment in capital assets	7,138,830
Nonspendable	40,615
Restricted for:	
Social Services	124,016
Road and Bridge	1,061,576
Unrestricted	1,237,513
Total Net Position	9,602,550
Total Liabilities, Deferred Inflows of Resources and Net Position	$ 13,396,028

See notes to financial statements.

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

STATEMENT OF ACTIVITIES
For the Year Ended March 31, 2026

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities Total
Governmental activities:					
General government	$ 857,555	$ -	$ -	$ -	$ (857,555)
Public works	1,367,295			-	(1,367,295)
Social services	577,400	16,068	9,617	35,000	(516,715)
Interest	12,948	-	-	-	(12,948)
Total governmental activities:	2,802,250	16,068	9,617	35,000	(2,754,513)
General revenues:					
Taxes:					
Property taxes					$ 2,342,695
Replacement taxes					117,671
Motor fuel taxes					71,626
Intergovernmental					9,359
Miscellaneous					28,464
Gain on sale of capital assets					8,421
Interest					48,443
Total general revenue					2,626,679
Change in net position					(127,834)
Net position, beginning					9,730,384
Net position, ending					$ 9,602,550

See notes to financial statements.

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS
March 31, 2026

ASSETS	General Town	General Assistance	Road and Bridge	Road Capital Fund	Permanent Road	Building & Equipment	Special Bridge	Total Governmental Funds
Cash and investments	$ 1,189,184	$ 79,874	$ 125,383	$ 18,102	$ 509,630	$ 2,487	$ 324,976	$ 2,249,636
MFT funds held by DeKalb Co	-	-	-	-	101,097	-	-	101,097
Receivables								
Property taxes	903,682	215,818	375,876	-	868,126	182,294	-	2,545,796
Replacement tax	4,270	-	8,486	-	-	-	-	12,756
Other	-	8	-	-	-	-	-	8
Due from other funds	3,730	-	1,058	-	-	-	-	4,788
Deposits on Equipment	-	-	-	-	-	-	-	-
Prepaids	31,059	3,814	2,792	-	2,950	-	-	40,615
Total assets	$ 2,131,925	$ 299,514	$ 513,595	$ 18,102	$ 1,481,803	$ 184,781	$ 324,976	$ 4,954,696
LIABILITIES								
Accounts payable	$ 1,955	$ 1,522	$ 6,475	$ -	$ 5,000	$ -	$ -	$ 14,952
Accrued payroll	10,564	5,282	1,427	-	14,141	-	-	31,414
Payroll tax liabilities	8,996	-	-	-	-	-	-	8,996
Due to other funds	1,058	1,130	871	-	1,729	-	-	4,788
Total liabilities	22,573	7,934	8,773	-	20,870	-	-	60,150
DEFERRED INFLOWS OF RESOURCES								
Property taxes	903,682	215,818	375,876	-	868,126	182,294	-	2,545,796
Motor fuel taxes	-	-	-	-	-	-	-	-
Total deferred inflows of resources	903,682	215,818	375,876	-	868,126	182,294	-	2,545,796
Total liabilities and deferred inflows of resources	926,255	223,752	384,649	-	888,996	182,294	-	2,605,946
FUND BALANCES								
Nonspendable	31,059	3,814	2,792	-	2,950	-	-	40,615
Restricted for:								
Social services	52,068	71,948	-	-	-	-	-	124,016
Road and bridge	-	-	126,154	18,102	589,857	2,487	324,976	1,061,576
Unassigned	1,122,543	-	-	-	-	-	-	1,122,543
Total fund balances	1,205,670	75,762	128,946	18,102	592,807	2,487	324,976	2,348,750
Total liabilities, deferred inflows of resources and fund balance	$ 2,131,925	$ 299,514	$ 513,595	$ 18,102	$ 1,481,803	$ 184,781	$ 324,976	$ 4,954,696

See notes to financial statements

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
March 31, 2026

FUND BALANCES OF GOVERNMENTAL FUNDS	$ 2,348,750
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities of $12,946,798 net of accumulated depreciation of $5,035,851, are not financial resources and, therefore, are not reported in the funds	7,910,947
A net pension asset is not considered to represent a financial resource and therefore is not reported in the funds	
Net Pension Asset - IMRF	243,651
Deferred outflows (inflows) of resources related to pension are not reported in the funds	
Deferred Items - IMRF	(88,599)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds	
Compensated Absences	(40,082)
Net Pension Liability - IMRF	-
Note Payable	(772,117)
NET POSITION OF GOVERNMENTAL ACTIVITIES	$ 9,602,550

See notes to financial statements.

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
For the Year Ended March 31, 2026

REVENUES	General Town	General Assistance	Road and Bridge	Road Capital Fund	Permanent Road	Building & Equipment	Special Bridge	Total Governmental Funds
Property Taxes	$ 904,483	$ 210,099	$ 194,654	$ -	$ 866,739	$ 166,720	$ -	$ 2,342,695
Replacement Taxes	54,419	-	63,252	-	-	-	-	117,671
Motor Fuel Taxes	-	-	-	-	71,626	-	-	71,626
Intergovernmental	4,139	21,285	5,220	-	-	-	-	30,644
Cemetery	4,400	-	-	-	-	-	-	4,400
Miscellaneous	42,653	-	9,245	247	10,370	634	315	63,464
Interest	21,351	2,073	3,508	1,112	14,217	2,012	4,170	48,443
Total revenues	1,031,445	233,457	275,879	1,359	962,952	169,366	4,485	2,678,943
EXPENDITURES								
Current								
General Government	816,481	-	-	-	-	-	-	816,481
Public Works	-	-	261,442	-	464,515	-	356	726,313
Social Services	255,543	321,186	-	-	-	-	-	576,729
Capital Outlay	97,220	-	-	1,216,750	594,259	102,406	-	2,010,635
Debt Service								
Principal	-	-	65,353	-	-	-	-	65,353
Interest	-	-	12,948	-	-	-	-	12,948
Total expenditures	1,169,244	321,186	339,743	1,216,750	1,058,774	102,406	356	4,208,459
Excess (deficiency) of revenue over expenditures	(137,799)	(87,729)	(63,864)	(1,215,391)	(95,822)	66,960	4,129	(1,529,516)
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	10,009	396,023	-	-	-	406,032
Transfers Out	(10,009)	-	-	-	-	(396,023)	-	(406,032)
Proceeds from Loan	-	-	-	837,470	-	-	-	837,470
Proceeds from Sale of Capital Assets	-	-	-	-	-	8,421	-	8,421
Total other financing sources (uses)	(10,009)	-	10,009	1,233,493	-	(387,602)	-	845,891
Net change in fund balance	(147,808)	(87,729)	(53,855)	18,102	(95,822)	(320,642)	4,129	(683,625)
FUND BALANCES, beginning	1,353,478	163,491	182,801	-	688,629	323,129	320,847	3,032,375
FUND BALANCES, ending	$ 1,205,670	$ 75,762	$ 128,946	$ 18,102	$ 592,807	$ 2,487	$ 324,976	$ 2,348,750

See notes to financial statements

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES
For the Year Ended March 31, 2026

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	$ (683,625)
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
Capital asset purchases capitalized	2,013,365
Depreciation expense	(678,401)
The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds	
Change to deferred items - IMRF	(340,015)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds	
Change to compensated absences	(2,181)
Change to net pension liability/(asset) - IMRF	335,140
Notes issued	(837,470)
Principal paid on notes	65,353
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	$ (127,834)

See notes to financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of DeKalb Township, Dekalb County, Illinois (the Township) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to governmental units (hereinafter referred to as GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the other significant accounting policies:

a. Reporting Entity

The Township is a municipal corporation governed by an elected supervisor and a board of trustees. As required by generally accepted accounting principles, these financial statements present the Township (the primary government) and its component units.

Based on the criteria of GASB Statement No 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*, the Township's Road District is reported as a blended component unit.

These standards require governments to include entities for which there is a financial benefit or burden between the primary government and the component unit or the primary government can impose its will on significant elements of the component unit's operations.

b. Fund Accounting

The Township uses funds to report on its financial position and changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

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

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds), the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds) and the management of funds held in trust where the interest earnings can be used for governmental services (permanent fund). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds). The Township does not have any proprietary funds.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Township. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

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

and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The Township reports the following major governmental funds:

The General (Town) Fund is the general operating fund of the Township and is used to account for all financial resources of the Township unless required to be accounted for in another fund.

The Road and Bridge Fund is used to account for revenues derived from taxes for road and bridge projects and expenditures for highway, bridge, and street construction and maintenance.

The General Assistance Fund is used to account for revenues derived from property taxes for general assistance and expenditures for general assistance of township residents.

The Permanent Road Fund is used to account for revenues derived from taxes for permanent road maintenance and expenditures related to the maintenance of roads.

The Building and Equipment Fund is used to account for revenues derived from taxes for maintaining building and equipment and expenditures related to the same.

The Special Bridge Fund is used for the repair and maintenance of bridges within the Township.

The Capital Projects Fund is used for capital projects within the Township for the Road District. The fund was approved and created March 18, 2025.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflows are incurred or economic asset used. Revenues, expenses, gains, losses, asset/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

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

d. Appropriations

The Township prepares an appropriation ordinance, which includes all funds, and is prepared on a basis consistent with the modified accrual basis of accounting. The appropriation ordinance represents the legal spending limits for the Township. The appropriation ordinance was passed on May 20, 2025. The Township appropriation ordnance was amended on December 9, 2025. The appropriations lapse at the end of each fiscal year. The Township does not utilize an encumbrance system.

The Township follows these procedures in establishing the appropriations data reflected in the financial statements:

1. Prior to March 31, the proposed appropriations for the year commencing April 1 are submitted by the Director to the Board of Trustees.

2. A public hearing is conducted to obtain comments on the proposed appropriations, prior to adoption.

3. Prior to July 1, the appropriations are legally enacted through passage of an ordinance.

4. The Board of Trustees may make transfers between the various items in a fund not exceeding in the aggregate 10% of the total of such fund as set forth in the appropriations.

5. The Township may amend its appropriations in accordance with Illinois statute.

e. Cash and cash equivalents

For purposes of the financial statements, cash and cash equivalents represent cash on hand, demand deposits, money market accounts, repurchase agreements, and all certificates of deposit.

f. Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes and replacement taxes.

g. Prepaids

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

h. Capital Assets

Capital assets, which include land, buildings and improvements, and equipment, are reported in the government-wide financial statements. Capital assets are defined by the Township as assets with a cost of more than the threshold for the asset class and an estimated useful life in excess of two years. Capital assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. General infrastructure assets acquired prior to May 1, 2004 are not reported in the basic financial statements.

General infrastructure assets such as roads and bridges acquired subsequent to May 1, 2004 will be recorded as capital assets when such assets are constructed or significantly improved.

Capital assets are depreciated in the government-wide statements, using the straight-line method over the following estimated useful lives:

Asset Class	Estimated Useful Life (in Years)	Capitalization Threshold
Buildings and Improvements	7-40	10,000
Road Improvements	10-15	50,000
Vehicles and Equipment	5-7	2,500

In the governmental fund statements, capital assets arising from cash transactions are accounted for as current expenditures.

i. Deferred Outflows/Inflows of Resources

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

j. Motor Fuel Taxes and Deferred Inflows

The Township Highway Department receives a portion of motor fuel taxes from the State of Illinois Department of Transportation. In accordance with State statutes, this money is deposited with the County and recorded by the County in a Trust and Agency Fund. The Township, in conjunction with the County, utilizes these funds to finance repairs and maintenance of Township roads.

Motor fuel taxes spent in the current year are recorded as revenues and expenditures in the Permanent Road Fund. However, these amounts are not shown in the budgetary comparison schedules as they are not budgeted for by the Township.

k. Compensated Absences

Township full-time employees are granted vacation, personal, and sick leave. Vacation is earned based on length of employment. Township employees may carry over 35 hours of unused vacation time and road employees may carry over 40 hours of unused vacation time to the following year. In the event of termination or resignation, an employee is reimbursed for unused vacation leave. Full time employees are awarded 40 hours of personal leave at the beginning of the year. Any unused time at the end of the calendar year is forfeited. All unused personal leave is paid out upon separation from employment. Town employees can accrue up to 80 hours of sick leave a year. Road crew employees can accrue up to 100 hours of sick leave a year and road office staff can accrue up to 90 hours a year. Employees may rollover 48 hours of unused time at the end of the year. Employees may accrue up to 240 hours of sick leave for use but may accrue up to 1,920 hours of sick time that can be converted to IMRF service credit. Unused

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

k. Compensated Absences (continued)

sick leave is not paid out upon separation of employment. Sick leave accrued for purposes of additional IMRF credits related to retirement are not included in the calculation of compensated absences. Compensated absences are reported as an expense and liability as they accrue in the government wide financial statements.

l. Long-Term Obligations

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The Township currently has no long-term debt.

Long-term debt in governmental funds is not reported as liabilities in the fund financial statements. Debt proceeds are reported as other financing sources, and payment of principal and interest is reported as expenditures.

m. Fund Balance/Net Position

Government-wide Statements

In the government-wide financial statements, equity is classified as net position and displayed in three components. Investment in Capital Assets, consists of capital assets, including restricted assets, net of accumulated depreciation. Restricted, consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. Unrestricted, consists of all other net position balances that do not meet the definition of "restricted" or "investment in capital assets." None of the Township's net position is restricted as a result of enabling legislation adopted by the Township.

Fund Financial Statements

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Township. Committed fund balance is constrained by formal actions of the Township's Board, which is considered the Township's highest level of decision-making authority. Formal actions include resolutions and ordinances approved by the Board. Assigned fund balance represents amounts constrained by the Township's intent to use them for a specific purpose. The authority to assign fund balance remains with the Board. Any residual fund balance is reported as unassigned.

The Township'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. Additionally, if different levels of unrestricted funds are available for spending the Township considers committed funds to be expended first followed by assigned and then unassigned funds.

The Township has not established fund balance reserve policies for their governmental funds.

n. Interfund Transactions

Interfund transfers, where repayment is not expected, are reported as transfers in and out. When repayment is required, interfund receivables and payables are reported. For the purposes of the Statement of Activities, all interfund transfers between individual governmental activities have been eliminated.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

o. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives of capital assets in determining depreciation). Actual results could differ from those estimates.

p. Leases

The Township accounts for leases as follows:

Lease expenditures are recognized in the individual funds as capital outlay and included in capital assets net of accumulated depreciation and a corresponding liability in the government-wide statements when incurred. The Township does not have any leases.

q. Subscription-Based Information Technology Arrangements

The Township accounts for subscription-based technology arrangements by recognizing expenditures in the individual funds when incurred and a right-of-use asset and corresponding liability in the government-wide financial statements. The Township does not have any subscription-based technology arrangements.

NOTE 2. PROPERTY TAXES

The Township's property tax is levied each year on all taxable real property located in the Township on or before the last Tuesday in December. The 2025 levy was passed by the board on October 21, 2025. Property taxes attach as an enforceable lien on property as of January 1st. Tax bills are prepared and issued by Dekalb County and are payable in two installments in June and September. The Township receives significant distributions of tax receipts from the County approximately one month after the due dates. Taxes from the 2025 levy are included as a receivable and taxes collected are from the 2024 and prior levies.

The following are the tax rate limits permitted by the Illinois Compiled Statutes and by local referendum and the actual rates levied per $100 of assessed valuation:

	2025 Levy		2024 Levy	
	Limit	Actual	Limit	Actual
Corporate	.25000	.07974	.25000	.08807
General Assistance	.00000	.01912	.00000	.02044
Road and Bridge	.66000	.03290	.66000	.03613
Permanent Road	.25000	.07691	.25000	.08448
Equipment and Building	.10000	.01615	.10000	.01625
Recapture revenue	.00000	.00072	.00000	.00020
		.23202		.24557

NOTE 3. DEPOSITS AND INVESTMENTS

The Township maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and investments."

The Township may invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments insured by the Federal Deposit Insurance Corporation (FDIC), obligations or securities guaranteed by the United States of America, direct obligations of any bank as defined by the Illinois Banking Act, certain money market mutual funds, and the Illinois Funds (a money market fund created by the State legislature under control of the State Treasurer that maintains a $1 share value.).

NOTE 3. DEPOSITS AND INVESTMENTS (CONT.)

Deposits and Custodial Credit Risk

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Township's deposits may not be returned to it. At March 31, 2026 all of the Township's deposits were insured or collateralized, and therefore is not exposed to custodial credit risk.

Investments

At March 31, 2026, the Township held no investments.

NOTE 4. CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2026 was as follows:

	Beginning Balance	Additions	Disposals	Ending Balance
Governmental Activities:				
Capital assets not being depreciated				
Land	$ 314,638	$ 13,047	$ -	$ 327,685
Construction in Progress	62,886	1,373,545	-	1,436,431
Total capital assets not being depreciated	377,524	1,386,592	-	1,764,116
Capital assets being depreciated:				
Buildings and Improvements	989,481	-	-	989,481
Infrastructure	7,090,913	594,259	-	7,685,172
Machinery and Equipment	2,475,515	32,514	-	2,508,029
Total capital assets being depreciated	10,555,909	384,210	-	11,182,682
Less accumulated depreciation for:				
Buildings and Improvements	294,451	25,511	-	319,962
Infrastructure	2,615,950	380,469	-	2,996,419
Machinery and Equipment	1,447,049	272,421	-	1,719,470
Total accumulated depreciation	4,357,450	678,401	-	5,035,851
Total capital assets being depreciated, net	6,198,459	(51,628)	-	6,146,831
Capital Assets, Net	$ 6,575,983	$ 1,334,964	$ -	$ 7,910,947

Depreciation expense was charged to functions as follows:

General Government	$ 34,109
Road & Bridge	644,292
	$ 678,401

NOTE 5. LONG-TERM LIABILITIES

Promissory Notes

As of March 31, 2026, the Township had long-term debt outstanding in the amount of $772,117.

On September 9, 2025 the Road District took out a note payable with Resource Bank to finance the new building. The note has an interest rate of 5.27%. The note was approved for up to $1,200,000 and the Road District can draw on it as needed. During the year ended March 31, 2026 the Road District drew $837,469.84 on the note. The note matures on September 15, 2035. Payments are due semi-annually starting March 15, 2026. The note will be repaid by the road and bridge fund.

Compensated Absences

The Township recognizes a liability for compensated absences, which includes vacation, personal, and sick leave. For a description of the leave types see Note 1(k) Compensated Absences. The liability is measured using the employees' current pay rates at the end of the reporting period and includes related payroll taxes. For vacation and personal leave, the liability is based on the number of unused vacation days that employees are expected to use or be paid out for upon separation. For personal and sick leave, a liability is recognized for the portion that is more likely than not to be used or paid out upon separation.

Changes in long-term liabilities, for the year ended March 31, 2026, are as follows:

	Beginning Balance	Additions	Deductions	Ending Balances	Amount Due Within One Year
Governmental Activities:					
Promissory Note, 2025	$ -	$ 837,470	$ 65,353	$ 772,117	$ 117,437
Compensated Absences	37,901	2,181	-	40,082	8,016
Net Pension Liability/(Asset) – IMRF	91,489	-	(335,140)	(243,651)	-
	$ 129,390	$ 839,651	$ (271,787)	$ 568,548	$ 125,453

The compensated absences and the net pension liability/(asset) are liquidated by the General Fund, General Assistance Fund, Road and Bridge Fund, and Permanent Fund.

The debt service requirements for the promissory note are as follows:

Fiscal Year	Promissory Note, 2025		
Ending March 31,	Principal	Interest	Total
2027	117,437	39,163	156,600
2028	123,708	32,893	156,601
2029	130,313	26,288	156,601
2030	137,271	19,330	156,601
2031	144,601	12,000	156,601
2032-2035	118,787	4,279	123,066
TOTAL	$ 772,117	$ 133,953	$ 906,070

NOTE 6. RETIREMENT FUND COMMITMENTS

Illinois Municipal Retirement Fund

Plan description – The Township's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Township's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

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

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

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

Employees hired ***on or after*** January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- ½ of the increase in the Consumer Price Index of the original pension amount

Employees Covered Benefit Terms – As of December 31, 2025, the following employees were covered by the benefit terms:

	IMRF
Retirees and Beneficiaries currently receiving benefits	8
Inactive Plan Members entitled to but not yet receiving benefits	4
Active Plan Members	14
Total	**26**

NOTE 6. RETIREMENT FUND COMMITMENTS (CONT.)

Illinois Municipal Retirement Fund (Continued)

Contributions – As set by statute, the Township's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Township's annual contribution rate for calendar year 2026 and 2025 was 6.35% and 5.85%, respectively. For the fiscal year ended March 31, 2026, the Township contributed $48,894 to the plan. The Township also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

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

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

Actuarial Cost Method	Aggregate Entry Age Normal
Asset Valuation Method	5-Year Smoothed Market; 20% Corridor
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Inflation	2.25%

Retirement Age was from experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2023 valuation pursuant to an experience study of the period 2020-2022.

Mortality - For nondisabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2025:

NOTE 6. RETIREMENT FUND COMMITMENTS (CONT.)

Illinois Municipal Retirement Fund (Continued)

Contributions (continued)-

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	32.5%	7.35%
International Equity	18%	7.45%
Fixed Income	24%	4.75%
Real Estate	10.5%	6.25%
Alternative Investments	14%	3.90-8.50%
Cash Equivalents	1%	3.00%
Total	100%	

Single Discount Rate – The discount rate used to measure the total pension liability was 7.25%, the same discount rate as in the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Township contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. The Single Discount rate reflects: (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%, the municipal bond rate is 4.83%; and the resulting Single Discount Rate is 7.25%.

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	$247,211	$(243,651)	$(632,175)

NOTE 6. RETIREMENT FUND COMMITMENTS (CONT.)

Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A)-(B)
Balances at December 31, 2025	$3,848,608	$3,757,119	$91,489
Changes for the Year:			
Service Cost	70,405	-	40,405
Interest on the Total Pension Liability	273,304	-	273,304
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	27,824	-	27,824
Changes of Assumptions	-	-	-
Contributions – Employer	-	47,316	(47,316)
Contributions – Employees	-	36,062	(36,062)
Net Investment Income	-	590,725	(590,725)
Benefit Payments, Including Refunds Of Employee Contributions	(228,197)	(228,197)	-
Other (Net Transfer)	-	32,570	(32,750)
Net Changes	143,336	478,476	(335,140)
Balances at December 31, 2026	$3,991,944	$4,235,595	$ (243,651)

At March 31, 2026, the Township reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
Difference Between Expected and Actual Experience	$ 115,371	$ -	$ 115,371
Change in Assumptions	-	1,318	1,318
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	163,073	378,803	(215,730)
Total Pension Expense to be Recognized in Future Periods	278,444	380,121	(101,677)
Pension Contributions Made Subsequent to Measurement Date	13,078	-	13,078
Total Deferred Amounts Related to IMRF	$ 291,522	$ 380,181	$ (88,599)

$13,078 is reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended March 31, 2026.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources
2026	$ 111,322
2027	(75,589)
2028	(75,315)
2029	(62,095)
2030	-
Thereafter	-
Total	$ (101,677)

NOTE 7. OTHER POST-EMPLOYMENT BENEFIT PLANS

The Township has evaluated its potential other post-employment benefits liability. Former employees who choose to retain their rights to health insurance through the Township are required to pay 100% of the current premium. However, there is minimal participation. As the Township provides no explicit benefit, and there is minimal participation, there is no material implicit subsidy to calculate in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other than Pensions*. Therefore, the Township has not recorded a liability as of March 31, 2026.

NOTE 8. RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; damage to and theft or destruction of assets; errors and omissions, injuries to employees; and natural disasters. Significant losses are covered by the Township's participation in Township Officials of Illinois Risk Management Association. Estimated payments are made annually to the Association to cover claims. However, additional assessments could be required if the Association reflects a deficit. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

NOTE 9. LEGAL DEBT MARGIN

2025 Equalized Assessed Valuation	$ 1,128,755,451
Statutory debt limitation (2.875% of 2025 equalized assessed valuation)	32,451,719
Legal debt margin	$ 32,451,719

This limitation does not apply to any indebtedness of any township or road district for the construction, improvement, and repair of roads or bridges, or other road purposes and work incident thereto.

NOTE 10. CONTINGENCIES

From time to time, the Township is party to other pending claims and legal proceedings. Although the outcome of such matters cannot be forecast with certainty, it is the opinion of management and the Township's legal counsel that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the Township's financial position or results of operations.

NOTE 11. INTERFUND TRANSFERS

During the fiscal year the township had interfund transfers. Transfers will not be repaid. A description of the transfers for the fiscal year is below:

Transfer From	Transfer To	Amount	Purpose
General Town Fund	Road and Bridge Fund	$10,009	Reimbursement for landscaping and maintenance for the cemetery and fuel
Building & Equipment	Road Capital Fund	$396,023	Capital expenditures related to the new building

NOTE 12. INTERFUND BALANCES

The following balances at March 30, 2026 represent due from/due to other funds and are expected to be repaid within one year:

Due From	Due To	Amount	Purpose
General Assistance Fund	General Town Fund	$1,130	March IMRF Payable
Road & Bridge Fund	General Town Fund	$871	March IMRF Payable
Permanent Road Fund	General Town Fund	$1,729	March IMRF Payable
Genera; Fund	Road & Bridge Fund	$,1,058	April 2025 EPA Refund

NOTE 13. CONSTRUCTION IN PROGRESS

The Township is in the process of constructing a Columbarium. The construction contract with Eickhof is $90,965. During the fiscal year ended March 31, 2026 $30,322 was expended on the contract. The Township Road District is in the process of constructing a new maintenance storage building. As of March 31, 2026 $1,256,270 has been expended on the building project.

REQUIRED SUPPLEMENTARY INFORMATION

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

March 31, 2026

REQUIRED SUPPLEMENTARY INFORMATION
ILLINOIS MUNICIPAL RETIREMENT FUND
DEFINED BENEFIT PENSION PLAN

Multiyear Schedule of Employer Contributions

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2016	$ 51,387	$ 51,386	$ 1	$ 543,776	9.45%
2017	46,180	46,180	-	532,030	8.68%
2018	49,317	49,316	1	600,693	8.21%
2019	28,535	28,535	-	618,982	4.61%
2020	45,661	45,661	-	622,084	7.34%
2021	49,312	49,312	-	628,177	7.85%
2022	44,074	44,074	-	668,799	6.59%
2023	35,201	36,102	(901)	695,673	5.19%
2024	39,975	39,976	(1)	747,202	5.35%
2025	46,881 *	47,316	(435)	801,377	5.90%

* Estimated based on contribution rate of 5.85% and covered valuation payroll of $801,377.

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	18-Year Closed Period
Asset Valuation Method	5-Year Smoothed Market; 20% corridor
Wage Growth	2.75%
Price Inflation	2.25%
Salary Increases	2.85% - 13.75% including inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2023 valuation pursuant to an experience study of the period 2020-2022.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

March 31, 2026

REQUIRED SUPPLEMENTARY INFORMATION
ILLINOIS MUNICIPAL RETIREMENT FUND
DEFINED BENEFIT PENSION PLAN

Multiyear Schedule of Changes in the Employer's Net Pension Liability/(Asset)

Calendar Year Ended December 31,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Total Pension Liability										
Service cost	$ 54,348	$ 53,639	$ 52,203	$ 58,565	$ 56,788	$ 51,683	$ 61,176	$ 66,008	$ 67,950	$ 70,405
Interest on the Total Pension Liability	195,932	202,894	199,622	217,224	222,083	230,646	239,491	249,431	260,527	273,304
Changes in Benefit Terms	-	-	-	-	-	-	-	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	(37,091)	(58,275)	192,566	(2,528)	58,153	70,017	83,846	64,491	71,934	27,824
Changes in Assumptions	(3,312)	(90,262)	80,783	-	(16,169)	-	-	(1,139)	-	-
Benefit Payments, including Refunds of Employee Contributions	(114,440)	(125,922)	(175,889)	(211,668)	(199,046)	(201,338)	(268,858)	(230,789)	(222,620)	(228,197)
Net Change in Pension Liability	95,437	(17,926)	349,285	61,593	121,809	151,008	115,655	148,002	177,791	143,336
Total Pension Liability - Beginning	2,645,954	2,741,391	2,723,465	3,072,750	3,134,343	3,256,152	3,407,160	3,522,815	3,670,817	3,848,608
Total Pension Liability - Ending (A)	$ 2,741,391	$ 2,723,465	$ 3,072,750	$ 3,134,343	$ 3,256,152	$ 3,407,160	$ 3,522,815	$ 3,670,817	$ 3,848,608	$ 3,991,944
Plan Fiduciary Net Position										
Contributions - Employer	$ 51,386	$ 46,180	$ 49,316	$ 28,535	$ 45,661	$ 49,312	$ 44,074	$ 36,102	$ 39,976	$ 47,316
Contributions - Employees	24,470	23,941	27,031	27,854	30,708	28,268	30,096	31,772	33,624	36,062
Net Investment Income	169,476	455,598	(168,569)	542,626	462,240	607,905	(534,569)	371,760	363,319	590,725
Benefit Payments, including Refunds of Employee Contributions	(114,440)	(125,922)	(175,889)	(211,668)	(199,046)	(201,338)	(268,858)	(230,789)	(222,620)	(228,197)
Other (Net Transfer)	21,479	(34,577)	124,954	(111,468)	25,435	8,515	70,871	97,308	(40,013)	32,570
Net Change in Plan Fiduciary Net Position	152,371	365,220	(143,157)	275,879	364,998	492,662	(658,386)	306,153	174,286	478,476
Plan Fiduciary Net Position - Beginning	2,427,093	2,579,464	2,944,684	2,801,527	3,077,406	3,442,404	3,935,066	3,276,680	3,582,833	3,757,119
Plan Fiduciary Net Position - Ending (B)	2,579,464	2,944,684	2,801,527	3,077,406	3,442,404	3,935,066	3,276,680	3,582,833	3,757,119	4,235,595
Net Pension Liability/(Asset) (A) - (B)	$ 161,927	$ (221,219)	$ 271,223	$ 56,937	$ (186,252)	$ (527,906)	$ 246,135	$ 87,984	$ 91,489	$ (243,651)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	94.09%	108.12%	91.17%	98.18%	105.72%	115.49%	93.01%	97.60%	97.62%	106.10%
Covered Valuation Payroll	$ 543,776	$ 532,030	$ 600,693	$ 618,982	$ 622,084	$ 628,177	$ 668,799	$ 695,673	$ 747,202	$ 801,377
Net Pension Liability as a Percentage of Covered Valuation Payroll	29.78%	-41.58%	45.15%	9.20%	-29.94%	-84.04%	36.80%	12.65%	12.24%	-30.40%

See Notes to Required Supplementary Information on page 23

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL TOWN FUND
For the Year Ended March 31, 2026

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
REVENUES				
Property Taxes	$ 905,850	$ 905,850	$ 904,483	$ (1,367)
Replacement Taxes	45,000	45,000	54,419	9,419
Interest	18,900	18,900	21,351	2,451
Intergovernmental	2,500	2,500	4,139	1,639
Cemetery	5,000	5,000	4,400	(600)
Miscellaneous	194,500	194,500	42,653	(151,847)
Total revenues	1,171,750	1,171,750	1,031,445	(140,305)
EXPENDITURES				
GENERAL GOVERNMENT				
Administration				
Salaries	315,000	315,000	275,796	(39,204)
Health Insurance	80,000	80,000	55,630	(24,370)
Payroll Taxes	56,000	56,000	41,062	(14,938)
Retirement Contribution	22,000	22,000	14,003	(7,997)
Unemployment Insurance	3,000	3,000	-	(3,000)
Printing	2,500	2,500	963	(1,537)
Office Supplies	18,500	23,500	12,192	(11,308)
Internet	6,500	6,500	2,050	(4,450)
Building Maintenance	16,500	16,500	9,275	(7,225)
Insurance	17,500	17,500	13,123	(4,377)
Dues	15,000	15,000	12,325	(2,675)
Professional Fees	38,750	53,750	16,475	(37,275)
Legal Services	15,750	15,750	2,610	(13,140)
Postage	2,000	2,000	1,263	(737)
Travel/Training	10,000	15,000	6,481	(8,519)
Utilities	12,500	12,500	8,711	(3,789)
Miscellaneous	22,500	22,500	482	(22,018)
Total administration	654,000	679,000	472,441	(206,559)

See notes to Required Supplementary Information

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (CONT.)
GENERAL TOWN FUND
For the Year Ended March 31, 2026

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
GENERAL GOVERNMENT (CONT.)				
Assessor				
Salaries	250,000	247,000	235,713	(11,287)
Health Insurance	83,000	83,000	62,518	(20,482)
Retirement Contribution	15,000	15,000	13,983	(1,017)
Equipment Maintenance	1,000	1,000	-	(1,000)
Postage	1,000	1,000	577	(423)
Telephone	3,000	3,000	2,162	(838)
Printing	800	800	225	(575)
Dues	350	350	275	(75)
Travel and Training	7,000	7,000	4,259	(2,741)
Legal Services	3,000	3,000	(990)	(3,990)
Appraisal Fee	2,700	2,700	-	(2,700)
Software Licensing	8,500	8,500	7,000	(1,500)
IT Services/Security	2,000	4,800	2,487	(2,313)
Office Supplies	1,700	1,700	740	(960)
Operating Supplies	1,400	1,400	121	(1,279)
Office Equipment	1,500	1,500	860	(640)
Office Furniture	2,000	2,000	-	(2,000)
Computer Hardware	2,800	2,800	699	(2,101)
Computer Software	1,000	1,000	930	(70)
Website	1,200	1,400	1,200	(200)
Building Maintenance	8,300	8,300	5,192	(3,108)
Utilities	12,000	12,000	6,089	(5,911)
Miscellaneous	1,000	1,000	-	(1,000)
Total Assessor	410,250	410,250	344,040	(66,210)
Total General Government	1,064,250	1,089,250	816,481	(272,769)

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (CONT.)
GENERAL TOWN FUND
For the Year Ended March 31, 2026

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
SOCIAL SERVICES				
Social Services	215,000	215,000	188,552	(26,448)
Community Events	87,500	75,000	31,455	(43,545)
Emergency Relief	18,500	26,000	3,818	(22,182)
Cemeteries	195,150	172,650	31,718	(140,932)
Contingencies	50,000	50,000	-	(50,000)
Total Social Services	566,150	538,650	255,543	(217,380)
CAPITAL OUTLAY				
Vehicles	50,000	30,000	29,783	(217)
Buildings	360,000	360,000	-	(360,000)
Cemetery - Equipment	10,000	10,000	-	(10,000)
Cemetery - Improvements	-	50,000	-	(50,000)
Cemetery - Peace Park	268,500	241,000	67,437	(173,563)
Total Capital Outlay	688,500	691,000	97,220	(593,780)
Total expenditures	2,318,900	2,318,900	1,169,244	(1,083,929)
Excess (deficiency) of revenue over expenditures	(1,147,150)	(1,147,150)	(137,799)	943,624
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	-	(10,009)	(10,009)
Total other financing sources (uses)	-	-	(10,009)	(10,009)
Net change in fund balance	$ (1,147,150)	$ (1,147,150)	(147,808)	$ 999,342
FUND BALANCE, beginning			1,353,478	
FUND BALANCE, ending			$ 1,205,670	

See notes to Required Supplementary Information

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL ASSISTANCE FUND
For the Year Ended March 31, 2026

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
REVENUES				
Property Taxes	$ 210,000	$ 210,000	$ 210,099	$ 99
Interest	2,500	2,500	2,073	(427)
State of Illinois Interim Assistance	9,500	9,500	9,617	117
Intergovernmental Revenue	30,000	30,000	11,668	(18,332)
Miscellaneous	500	500	-	(500)
Total revenues	252,500	252,500	233,457	(19,043)
EXPENDITURES				
SOCIAL SERVICES				
Administration				
Salaries	130,000	133,450	113,984	(19,466)
Payroll Taxes	12,750	12,750	9,581	(3,169)
Health Insurance	37,500	35,000	31,021	(3,979)
IMRF	12,000	10,000	6,734	(3,266)
Workers' Compensation	2,500	2,500	-	(2,500)
Equipment Maintenance and Supplies	750	750	41	(709)
Professional Services	7,500	10,500	10,356	(144)
Publishing and Subscriptions	1,500	2,500	1,919	(581)
Postage	750	750	564	(186)
Legal	1,800	1,800	135	(1,665)
Travel and Training	2,500	2,500	1,558	(942)
Operating Supplies	3,000	4,000	2,942	(1,058)
Equipment	5,500	7,000	6,199	(801)
Telephone and Internet	1,750	1,750	1,347	(403)
Miscellaneous	450	-	3,098	3,098
Transportation Services	1,500	500	-	(500)
Visual GA	5,000	1,000	261	(739)
Total administration	226,750	226,750	189,740	(37,010)
Home Relief				
Aid and Welfare Services	18,000	18,000	-	(18,000)
Food Pantry and Emergency Food Service	7,500	5,000	1,176	(3,824)
M.A.C.I. - Medical Catastrophic	5,000	5,000	3,770	(1,230)
Flat Grant Expense	85,000	95,000	88,860	(6,140)
Emergency Assistance	60,000	50,000	31,297	(18,703)
General Assistance	2,500	2,500	-	(2,500)
Homeless Transition	4,500	4,500	3,301	(1,199)
Household and Personal Incidentals	-	-	-	-
Miscellaneous	1,675	1,675	42	(1,633)
Total home relief	184,175	181,675	128,446	(53,229)
Contingency	3,000	4,500	3,000	1,500
Total expenditures	413,925	412,925	321,186	(51,729)
Net change in fund balance	$ (161,425)	$ (160,425)	(87,729)	$ 70,772
FUND BALANCE, beginning			163,491	
FUND BALANCE, ending			$ 75,762	

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
ROAD AND BRIDGE FUND
For the Year Ended March 31, 2026

	Original and Final Budget	Actual	Over (Under) Final Budget
REVENUES			
Property Taxes	$ 186,680	$ 194,654	$ 7,974
Replacement Tax	50,000	63,252	13,252
Intergovernmental	4,500	5,220	720
Interest	3,750	3,508	(242)
Miscellaneous	6,000	9,245	3,245
Total revenues	250,930	275,879	24,949
EXPENDITURES			
PUBLIC WORKS			
Salaries	98,000	89,063	(8,937)
Health Insurance	5,500	4,662	(838)
Payroll Taxes	10,700	8,436	(2,264)
Retirement Contribution	3,000	2,885	(115)
Travel	1,100	1,242	142
Postage	225	695	470
Printing	875	34	(841)
Legal	12,000	7,195	(4,805)
Professional Fees	7,100	13,204	6,104
Dues	325	335	10
Office Supplies	6,250	2,841	(3,409)
Computer Internet/Software	725	1,043	318
Training	850	520	(330)
Insurance	16,200	16,481	281
Maintenance - Buildings	40,000	28,194	(11,806)
Maintenance - Equipment	50,000	30,236	(19,764)
Rentals	10,500	11,208	708
Gas and Oil	10,000	5,729	(4,271)
Repairs and Supplies	26,650	16,726	(9,924)
Miscellaneous	3,750	2,897	(853)
Utilities	14,000	17,816	3,816
Total Public Works	317,750	261,442	(56,308)
CAPITAL OUTLAY			
Equipment & Building	-	-	-
Total Capital Outlay	-	-	-
DEBT SERVICE			
Principal	-	65,353	65,353
Interest	-	12,948	12,948
Total Debt Service	-	78,301	78,301
Total expenditures	317,750	339,743	21,993
Excess (deficiency) of revenue over expenditures	(66,820)	(63,864)	2,956
OTHER FINANCING SOURCES (USES)			
Transfers Out	(132,707)	-	132,707
Transfers In	20,900	10,009	(10,891)
Total other financing sources (uses)	(111,807)	10,009	121,816
Net change in fund balance	$ (45,920)	(53,855)	$ (7,935)
FUND BALANCE, beginning		182,801	
FUND BALANCE, ending		$ 128,946	

See notes to Required Supplementary Information

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
ROAD CAPITAL FUND
For the Year Ended March 31, 2026

	Original and Final Budget	Actual	Over (Under) Final Budget
REVENUES			
Interest	$ 4,000	$ 1,112	$ (2,888)
Miscellaneous	100	247	147
Total revenues	4,100	1,359	(2,741)
EXPENDITURES			
CAPITAL OUTLAY			
Building	532,707	1,216,750	684,043
Total Capital Outlay	532,707	1,216,750	684,043
Total expenditures	532,707	1,216,750	684,043
Excess (deficiency) of revenue over expenditures	(528,607)	(1,215,391)	(686,784)
OTHER FINANCING SOURCES (USES)			
Transfers In	532,707	396,023	(136,684)
Proceeds from Loan	-	837,470	837,470
Total other financing sources (uses)	532,707	1,233,493	700,786
Net change in fund balance	$ 4,100	18,102	$ 14,002
FUND BALANCE, beginning		-	
FUND BALANCE, ending		$ 18,102	

See notes to Required Supplementary Information

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PERMANENT ROAD FUND
For the Year Ended March 31, 2026

	Original and Final Budget	Actual	Over (Under) Final Budget
REVENUES			
Property Taxes	$ 868,117	$ 866,739	$ (1,378)
Motor Fuel Taxes	1,500	71,626	70,126
Interest	12,000	14,217	2,217
Miscellaneous	2,000	10,370	8,370
Total revenues	883,617	962,952	79,335
EXPENDITURES			
PUBLIC WORKS			
Salaries	195,000	170,253	(24,747)
Health Insurance	48,223	56,569	8,346
Payroll Taxes	16,400	11,203	(5,197)
IMRF Contribution	16,300	11,288	(5,012)
Engineering and Inspection	73,000	-	(73,000)
Maintenance - Streets	884,000	159,225	(724,775)
Professional Fees	5,000	1,000	(4,000)
Rentals	6,500	12,668	6,168
Gas and Oil	40,000	35,915	(4,085)
Utilities	4,400	4,972	572
Other	41,100	1,422	(39,678)
Total Public Works	1,329,923	464,515	(865,408)
CAPITAL OUTLAY			
Infrastructure	-	594,259	594,259
Total Capital Outlay	-	594,259	594,259
Total expenditures	1,329,923	1,058,774	(271,149)
Excess (deficiency) of revenue over expenditures	(446,306)	(95,822)	350,484
OTHER FINANCING SOURCES (USES)			
Transfers Out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balance	$ (446,306)	(95,822)	$ 350,484
FUND BALANCE, beginning		688,629	
FUND BALANCE, ending		$ 592,807	

See notes to Required Supplementary Information

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
BUILDING & EQUIPMENT FUND
For the Year Ended March 31, 2026

	Original and Final Budget	Actual	Over (Under) Final Budget
REVENUES			
Property Taxes	$ 166,985	$ 166,720	$ (265)
Interest	1,000	2,012	1,012
Miscellaneous	350	634	284
Total revenues	168,335	169,366	1,031
EXPENDITURES			
PUBLIC WORKS			
Contingencies	-	-	-
Total Public Works	-	-	-
CAPITAL OUTLAY			
Equipment & Building	110,000	102,406	(7,594)
Total Capital Outlay	110,000	102,406	(7,594)
Total expenditures	110,000	102,406	(7,594)
Excess (deficiency) of revenue over expenditures	58,335	66,960	8,625
OTHER FINANCING SOURCES (USES)			
Transfers Out	(400,000)	(396,023)	3,977
Proceeds from Sale of Capital Assets	71,250	8,421	(62,829)
Total other financing sources (uses)	(328,750)	(387,602)	(58,852)
Net change in fund balance	$ (270,415)	(320,642)	$ (50,227)
FUND BALANCE, beginning		323,129	
FUND BALANCE, ending		$ 2,487	

See notes to Required Supplementary Information

DEKALB TOWNSHIP
DEKALB COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SPECIAL BRIDGE FUND
For the Year Ended March 31, 2026

	Original and Final Budget	Actual	Over (Under) Final Budget
REVENUES			
Interest	$ 4,000	$ 4,170	$ 170
Miscellaneous	50	315	265
Total revenues	4,050	4,485	435
EXPENDITURES			
PUBLIC WORKS			
Contractual Services			
Professional Fees	-	-	-
Total Contractual Services	-	-	-
Maintenance			
Bridge Repairs	75,000	-	(75,000)
New Culverts/Drain Pipes	23,000	356	(22,644)
Bridge & Culvert Replacement	-	-	-
Manhole Repair & Replacement	10,000	-	(10,000)
Total Maintenance	108,000	356	(107,644)
Contingencies	30,000	-	30,000
Total expenditures	138,000	356	(77,644)
Net change in fund balance	$ (133,950)	4,129	$ (78,079)
FUND BALANCE, beginning		320,847	
FUND BALANCE, ending		$ 324,976	

See notes to Required Supplementary Information

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
March 31, 2026

1. LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgets are adopted on a cash basis of accounting which is not consistent with generally accepted accounting principles (GAAP). Annual appropriated budgets are adopted (at the fund level) for all of the funds on the cash basis with a line item budget by fund. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level.

The Township adopted its annual budget and appropriation ordinance for the year ended March 31, 2026 at its May 20, 2025 meeting. The General Town Fund and General Assistance Fund budgets were amended December 9, 2025.

The line item budget is used by management for control purposes in the day-to-day operations. The Board of Trustee may make transfers between line items while retaining the total appropriation for the fund. The Board of Trustees also may increase the appropriation amount by following the same procedures as required for the original appropriation. The amounts shown on the financial statements reflect the original and final budget as adopted by the Board of Trustees.

Budget revenues are based on estimates approved by the Board of Trustees.

2. EXPENDITURES OVER APPROPRIATIONS

The Township over expended its budget in the following funds during the fiscal year ended March 31, 2026.

Fund	Expenditures	Budget
Road District Capital Fund	$1,216,750	$532,707