ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended April 30, 2024

CITY OF CHICAGO HEIGHTS

Illinois

Submitted by:
Treasurer's Department

City of Chicago Heights, Illinois
Table of Contents

Introductory Section	
List of principal officials	i
Organizational chart	ii
Transmittal letter	iii-vi
Financial Section	
Independent auditor's report	1-3
Management's discussion and analysis	4-12
Basic financial statements	
Government-wide financial statements	
Statement of net position	13-14
Statement of activities	15
Fund financial statements	
Balance sheet – governmental funds	16
Reconciliation of the governmental funds balance sheet to the statement of net position	17
Statement of revenues, expenditures and changes in fund balances – governmental funds	18
Reconciliation of the statement of revenues, expenditures and changes in fund balances to the statement of activities – governmental activities	19-20
Statement of net position – proprietary funds	21-22
Statement of revenues, expenses and changes in net position – proprietary funds	23
Statement of cash flows – proprietary funds	24
Statement of fiduciary net position	25
Statement of changes in fiduciary net position	26
Notes to the financial statements	27-73
Required supplementary information (unaudited)	
Schedule of changes in the total OPEB liability and related ratios – postemployment benefit plan	74
Schedule of contributions – Illinois Municipal Retirement Fund, police pension fund, firefighters' pension fund	75
Schedule of changes in the net pension liability, total pension liability and related ratios	
Illinois Municipal Retirement Fund	76
Police pension fund	77
Firefighters' pension fund	78
Schedule of revenues, expenditures and changes in fund balance – budget and actual General fund	79
Notes to required supplementary information	80-82
Supplementary information	
Schedule of revenues – budget and actual – general fund	83-84
Schedule of expenditures – budget and actual – general fund	85-87

Schedule of revenues, expenditures and changes in fund balance – budget and actual	
Debt service fund	88
Capital projects fund	89
Eastern Industrial Redevelopment TIF – capital projects fund	90
Combining balance sheet – nonmajor governmental funds	91
Combining statement of revenues, expenditures and changes in fund balances	
Nonmajor governmental funds	92
Combining balance sheet – nonmajor special revenue funds	93-94
Combining statement of revenues, expenditures and changes in fund balances	
Nonmajor special revenue funds	95-96
Schedule of revenues, expenditures and changes in fund balance – budget and actual	
Library – special revenue fund	97
Illinois municipal retirement – special revenue fund	98
Motor fuel tax – special revenue fund	99
Social security – special revenue fund	100
911 emergency – special revenue fund	101
Landfill – special revenue fund	102
Combining balance sheet – nonmajor capital projects fund	103-104
Combining schedule of revenues, expenditures and changes in fund balance	
Nonmajor capital projects funds	105-106
Schedule of revenues, expenditures and changes in fund balance	
Community development block grants – capital projects fund	107
Bloom Plaza TIF – capital projects fund	108
South State Street TIF – capital projects fund	109
Downtown TIF – capital projects fund	110
Cub Foods TIF – capital projects fund	111
Schedule of revenues, expenses and changes in net position – budget and actual	
Water & sewer – enterprise fund	112
Schedule of revenues, expenses and changes in net position – budget and actual	
Employee health insurance – internal service fund	113
Long-term debt requirements schedules	
General obligation taxable bonds of 2017A	114
General obligation taxable bonds of 2017B	115
General obligation taxable bonds of 2018A	116
General obligation taxable bonds of 2018B	117
General obligation taxable bonds of 2020	118
General obligation taxable bonds of 2021	119
Loans payable of 2017-2020	120-121

City of Chicago Heights, Illinois
Table of Contents

Statistical Section (Unaudited)

Net position by component – last ten fiscal years	122-123
Changes in net position – last ten fiscal years	124-125
Fund balances of governmental funds – last ten fiscal years	126-127
Changes in fund balances of governmental funds – last ten fiscal years	128-129
Assessed value and actual value of taxable property – last ten fiscal years	130
Direct and overlapping property tax rates – last ten levy years	131-132
Principal property tax payers – current year and ten years ago	133
Property tax levies and collections – last ten years	134
Ratios of outstanding debt by type – last ten fiscal years	135-136
Ratios of general bonded debt outstanding – last ten fiscal years	137
Schedule of direct and overlapping governmental activities debt	138
Schedule of legal debt margin	139
Demographic and economic statistics – last ten fiscal years	140
Principal property tax payers – current year and ten years ago	141
Full-time equivalent city government employees by function – last ten calendar years	142-143
Operating indicators by function/program – last ten calendar years	144-145
Capital assets by function/program – last ten calendar years	146-147

INTRODUCTORY SECTION

List of Principal Officials
April 30, 2024

Mayor

David A. Gonzalez

City Council

Renee Smith – Ward 1

Sonia Perez – Ward 2

Wanda Rodgers – Ward 3

Christopher Baikauskas – Ward 4

George Brassea – Ward 5

Vincent J. Zaranti – Ward 6

Kelli Merrick – Ward 7

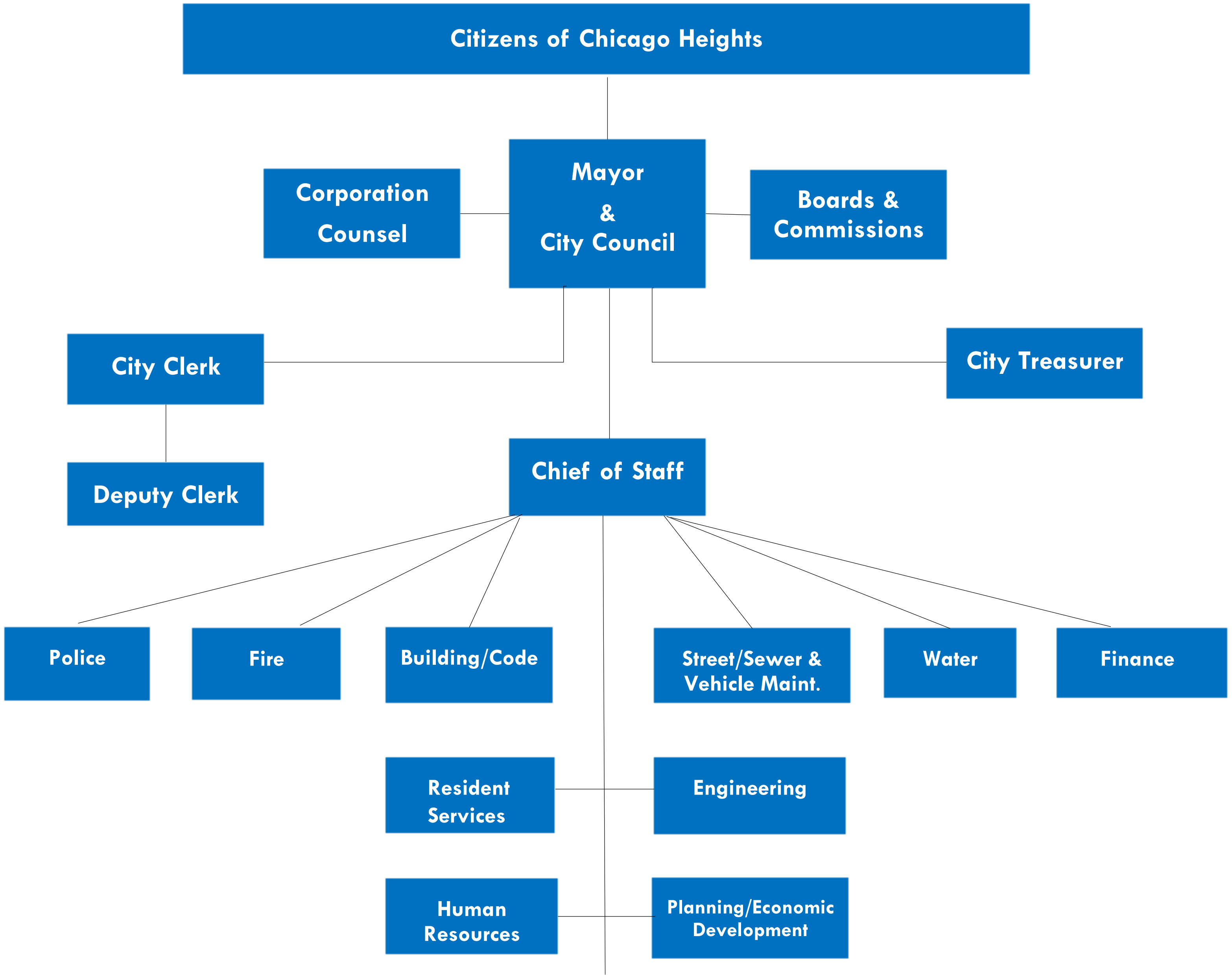
City Administration

Rachel Vega – City Clerk

Cassandra Everett – City Treasurer

Karen M. Zerante – Chief of Staff

ORGANIZATIONAL CHART



Transmittal Letter

December 16, 2024

To the Citizens of Chicago Heights:

The Comprehensive Annual Financial Report of the City of Chicago Heights, Illinois for the year ended April 30, 2024, is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that the City annually issue a report on its financial position and activity presented in conformance with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards by an independent firm of certified public accountants.

This report consists of management's representations concerning the finances of the City of Chicago Heights. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report.

To provide a reasonable basis for making these representations, management of the City of Chicago Heights has established a comprehensive internal control framework that is designed to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformance with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As duly authorized representatives of management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Chicago Heights's financial statements have been audited by RSM US LLP, an independent licensed certified public accounting firm. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Chicago Heights for the fiscal year ended April 30, 2024 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended April 30, 2024, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the auditor's opinion and provides a narrative overview and analysis of the City's basic financial statements and complements this letter of transmittal. Thus, this letter of transmittal and MD&A should be read and considered together.

CITY GOVERNMENT PROFILE

General Description

The City of Chicago Heights, a home-rule community, incorporated in 1892, is located approximately 25 miles directly south of the "Loop" area of downtown Chicago, and is 6 miles west of the Illinois-Indiana state line. The City covers an area of approximately 10 square miles and has an estimated population of 28,860, as of 2021 per the U.S. Census City Population estimate. The City is situated within a significant regional transportation network, which enables residents to be linked to a number of major employment centers in the Chicago metropolitan area.

1601 Chicago Road ✦ Chicago Heights, Illinois 60411 ✦ Phone (708) 756-5312 ✦ Fax (708) 756-5872
www.CityofChicagoHeights.org

Form of Government
The City is governed by seven elected City Council Members and a Mayor, with day-to-day operations managed by the Chief of Staff and a full-time staff. The City Council is responsible for passing ordinances, adopting the budget, and approving mayoral appointments. The Mayor is also the chief executive officer of the City and possesses the power to appoint officers, and to veto ordinances, resolutions and any expenditure. The City Clerk is the administrative official responsible for daily operations at the City. The Mayor, Clerk and Aldermen are all elected to four-year terms.

City Services
The City provides the following services: public safety (consisting of police, fire and emergency medical transportation), highways and streets, sanitation, public improvement, planning and zoning, and general administrative services. Police protection is provided by the City's police department. Paramedic and fire protection is provided by the City's fire department. The City currently employs approximately 220 full-time employees.

The City owns and operates its water distribution and sanitary sewer collection system. Lake Michigan water is purchased from Hammond, Indiana, while sanitary sewerage disposal service is provided by the Thorn Creek Sanitary District. School facilities are provided by school district No. 163,169, 170 and 172 and Community High School District No. 206, 227 and 233. The City is also served by Prairie State Community College District No. 515.

Budgeting
The annual budget serves as the foundation for the City's financial planning and control. The City Finance Director submits to the City Council in early December a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them. The budget document is available for public inspection for at least ten days prior to the City Council passage. The City Council must hold at least one public hearing on the budget prior to its passage. The budget is legally enacted in lieu of the Annual Appropriations Ordinance. The City Council, by two-thirds vote, is authorized to transfer budget amounts among departments within any fund. The City Council must approve any revisions altering the total expenditures in any fund. The level of control where expenditures may not exceed the budget is the fund level. Unspent budgetary amounts lapse at year-end and, therefore, are not carried over to succeeding years.

ECONOMIC AND FINANCIAL NEXUS

Economic Condition
The City of Chicago Heights has fulfilled its commitment to imposing financial discipline in its daily operation, achieving a balanced budget and promoting economic growth, notwithstanding the challenging statewide economic conditions. In FY 2025, City leaders adopted a balanced budget using reserves from prior years surpluses; continued programs to address road restoration; rehabbed storm and sanitary sewer and catch basins; addressed vacant and foreclosed properties, and promoted the investment of millions of dollars in private construction and expansion projects within our commercial and industrial sectors. The benefit of the bond restructuring which occurred in May 2020 has allowed the City to manage its total tax levy without over-burdening its taxpayers. The restructuring allowed a significant portion of the debt levy to be shifted to corporate purposes to bolster reserves in the general fund.

The City's future is bright despite the challenging statewide economic conditions. The City has committed to continuing aggressive action to maintain the financial discipline it has imposed and has taken steps to mitigate to the extent possible potential negative impacts due to unfunded state and federal mandates.

MAJOR INITIATIVES
Street restoration and infrastructure improvements were again a top priority for the City's administration in FY 2024 and tremendous progress was made. In FY 2024 the City completed approximately $2.7 million of roadway improvement projects. An additional $2.9 million was spent in FY24 on capital including Police vehicles, 2 ambulances and public work vehicles. The City purchased and installed over 75 LPR (License Plate Readers) cameras throughout the area. These cameras will help police monitor the city and provide more safety to our residents and businesses.

The City used $3 million of ARPA funding in FY24 to complete some of these road improvements and equipment purchases. The use of ARPA funds allowed the City to maintain their healthy general fund reserve. The remaining $1.5 million in ARPA funds will be used In FY25 for capital needs including road projects and vehicle replacement.

The City remains committed to its neighborhoods and has aggressively continued the demolition of abandoned and deteriorated properties to increase safety within the neighborhoods and stabilize home values. In FY 2024, The City was awarded a Federal COPS grant in the amount of $500,000. The City expended nearly 300K in FY 24 of this grant. The COPS grant reimburses the City for a portion of new policeman's salary that are hired. The City also assisted residents by offering the 50-50 cost sharing program for sidewalk replacement and reimbursements to homeowners that make flooding prevention improvements to their homes.

Water and Sewer Fund

The City's role as a distributor of Lake Michigan Water creates its largest revenue source outside of general property taxes. It is also the City's largest expense. During FY 24 the following highlights in Water & Sewer can be noted:

- Completed West Side Drainage project in the amount of 1.6 million.
- Watermain Replacement- 725K.
- Pump Station Improvements- 333K.
- Meter Updates and Replacement - 533K
- Hawthorne and Saratoga Drainage Projects- 585K
- Vehicles purchases – 537K.

The City received a CDBG grant in the amount of $6.1 million in FY21 which is accounted for in the Water and Sewer Fund. This is a disaster recovery program grant designated for the Westside Neighborhood Drainage Improvements Program. This 3-year project was completed in FY24. This project will alleviate flooding in certain areas of the City's west side. The above measures will ensure the improved identification and reduction of water loss, the efficient calculation of water usage and provide more efficient customer service for our residents and businesses.

City Finances

In FY24 the City's general fund increased by $1.2 million to and ending balance of $27.8 Million. The unrestricted General fund balance remains strong and stable at 51.3% of general fund expenditures. Revenues exceeded budgeted amounts by $5.9 million before transfers. The revenue increase was due to an increase in property tax allocation of 1.2 million, Class 6B renewals of 750k, COPS grant of 300K, interest revenue of $540K, and other grant revenues in the amount of 300K. The Enterprise Funds increased in net position by $4.0 million in FY24. Water and sewer revenues increased by $600K before grant income.

The City issued a General obligation bond in FY 22 in the amount of $10 Million. The proceeds of the bonds will be used for capital projects related to the operations of water delivery. The bonds have a maturity of 10 years and debt service will be paid by the additional revenue generated from new water wholesale customers. In FY24 a total of $1.6 million of the bond proceeds was spent on water infrastructure and the balance of the bond proceeds in the amount of $4.8 million will be spent in FY25 and FY26.

AWARDS & ACKNOWLEDGEMENTS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Chicago Heights for its annual comprehensive financial report (ACFR) for the fiscal year ended April 30, 2021. In order to receive this prestigious award, the City had to publish an easily readable and efficiently organized ACFR that satisfied both generally accepted accounting principles and applicable legal requirements.

The City did not submit the 2022 & 2023 ACFR for the Certificate of Achievement Program's due to staffing changes. The City will be submitting the 2024 ACFR to the GFOA for the Certificate of Achievement.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire finance department. We also want to express appreciation to the City Council and all Department Heads for their support and encouragement in maintaining the highest standards of professionalism in the financial operations of the City.

Respectfully submitted,

Cynthia Smith
Finance Director

David A. Gonzalez
Mayor, City of Chicago Heights.

FINANCIAL SECTION

Independent Auditor's Report

RSM US LLP

Independent Auditor's Report

To the Honorable Mayor
and City Council
City of Chicago Heights, Illinois

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Chicago Heights, Illinois (the City), as of and for the year ended April 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of April 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

As described in Note 16 to the accompanying financial statements, beginning capital assets (subscription assets) and obligations (subscription liability), as of May 1, 2023, of the City were restated for the implementation of Governmental Accounting Standards Board (GASB) Statement Number 96, *Subscription-Based Information Technology Arrangements*. 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

In performing an audit in accordance with GAAS, we:

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

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

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

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

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

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

Required Supplementary Information
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4-12, and pension and other postemployment benefit related information and budgetary comparison information and related notes on pages 74-82 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

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

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

RSM US LLP

Chicago, Illinois
December 16, 2024

Management’s Discussion and Analysis

Our discussion and analysis of the City of Chicago Heights's financial performance provides an overview of the City's financial activities for the fiscal year ended April 30, 2024. Please read it in conjunction with the City's transmittal letter, which begins on page iii and the City's financial statements, which begin on page 13.

Financial Highlights

- The City's net position increased by $12,353,103 as a result of this year's operations. Net position of the governmental activities increased by $8,282,270 or 6.09 percent, net position of business-type activities increased by $4,070,833, or 15.27 percent.

- At April 30, 2024, the City reported $28,357,157 net investment in capital assets. Additionally, the City reported restricted net position of $23,543,465 at year-end.

Using This Annual Report

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 13-15) provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements begin on page 16. For governmental activities, these statements tell how these services were financed in the short term, as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The government-wide financial statements can be found on pages 13-15 of this report.

The Statement of Net Position reports information on all of the City's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two 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 City is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the City's property tax base and the condition of the City's infrastructure, is needed to assess the overall health of the City.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include public affairs, accounting and finance, public safety, streets and public improvements, insurance and benefits, public property, vehicle maintenance, library, and employee benefits services. The business-type activities of the City include water and sewer operations.

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 City, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds
Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, 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 the City's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the 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 the comparison between governmental funds and governmental activities.

The City maintains nineteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Debt Service Fund and the Capital Projects Fund, which are considered major funds. Data from the other fifteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for all of the governmental funds. Budgetary comparison schedules for the budgeted funds have been provided to demonstrate compliance with this budget.

The governmental fund financial statements can be found on pages 16-20 of this report.

Proprietary Funds
The City maintains two proprietary fund types: enterprise and internal service. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City utilizes an enterprise fund to account for its water and sewer operations. Internal service funds are used as a mechanism to allocate shared cost within the City. The City utilizes its internal service fund to account for the employee health insurance portion of its risk financing activities provided to the City funds and departments.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Operations Fund, and Employee Health Insurance-Internal Service Fund. The Water and Sewer Operations Fund is considered to be a major fund of the City.

The proprietary fund financial statements can be found on pages 21-24 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The fiduciary fund financial statements can be found on pages 25-26 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27-73 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's IMRF, Police and Fire employee pension obligations, the City's Other Post-employment Benefit Plan obligation, and the General Fund budgetary comparison schedule. Required supplementary information can be found on pages 74-82 of this report. The combining statements referred to earlier in connection with nonmajor governmental funds is presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 83-113 of this report.

Government-Wide Financial Analysis

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the City, liabilities/deferred inflows exceeded assets/deferred outflows by $96,972,437.

Statement of Net Position

	Governmental Activities			Business-Type Activities			Total		
	2024	2023	% Change	2024	2023	% Change	2024	2023	% Change
Current and other assets	$ 78,902,705	$ 76,144,319	4%	$ 16,800,092	$ 17,822,100	-6%	$ 95,702,797	$ 93,966,419	2%
Capital assets, net	39,088,788	35,419,544	10%	24,411,073	21,011,711	16%	63,499,861	56,431,255	13%
Total assets	117,991,493	111,563,863	6%	41,211,165	38,833,811	6%	159,202,658	150,397,674	6%
Deferred outflows of resources	20,654,815	30,747,496	-33%	771,671	949,453	(19%)	21,426,486	31,696,949	(32%)
Current liabilities	14,438,907	19,166,777	(25%)	3,423,609	4,220,703	(19%)	17,862,516	23,387,480	(24%)
Noncurrent liabilities	222,890,215	226,540,037	-2%	7,695,898	8,686,194	(11%)	230,586,113	235,226,231	(2%)
Total liabilities	237,329,122	245,706,814	-3%	11,119,507	12,906,897	(14%)	248,448,629	258,613,711	(4%)
Deferred inflows of resources	29,022,427	32,592,056	(11%)	130,525	214,396	(39%)	29,152,952	32,806,452	(11%)
Net position (deficit):									
Net investment in capital assets	12,403,080	7,704,503	-61%	15,954,077	11,261,432	42%	28,357,157	18,965,935	(50%)
Restricted	24,339,681	18,212,983	34%	-	-	-	24,339,681	18,212,983	34%
Unrestricted (deficit)	(164,448,002)	(161,904,997)	-2%	14,778,727	15,400,539	(4%)	(149,669,275)	(146,504,458)	(2%)
Total net position (deficit)	$ (127,705,241)	$ (135,987,511)	6%	$ 30,732,804	$ 26,661,971	15%	$ (96,972,437)	$ (109,325,540)	11%

Government-Wide Financial Analysis (Continued)

A portion of the City's net position, $28,357,157, reflects its investment in capital assets (for example, land, buildings, machinery and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, $24,339,681 of the City's net position, represents resources that are subject to external restrictions on how they may be used. The major contributor to the increase over the previous year is due to additional revenue in the capital projects funds restricted for streets and public improvements.

Net position for the year increased by $8,282,270 for governmental activities, while net position for business-type activities increased $4,070,833. The major contributor to the increase in net position for the governmental activities was primarily cash and investments, and the receipt of stimulus money prior to fiscal year-end. Expenditures did not occur until fiscal year 2025. The major contributor to the increase in net position for the business-type activities was due to increased charges for services and grant revenue.

There are certain transactions that will affect the comparability of the Statement of Net Position summary presentation.

Borrowing for Capital – which will increase current assets and long-term debt.

Spending Borrowed Proceeds on New Capital – which will reduce current assets and increase capital assets. There is a second impact, an increase in invested capital assets and an increase in related net debt which will not change the net investment in capital assets. The City's net investment in capital assets increased $9,391,222. The City's net increase of capital assets was $6,657,948, which is attributable to the City's additions of $35,694,863, net of depreciation expense of $3,545,583 and completed construction projects placed into service of $25,491,332.

Principal Payment on Debt – which will reduce current assets, reduce long-term debt, reduce unrestricted net position and increase net investment in capital assets.

Reduction of Capital Assets through Depreciation – which will reduce capital assets and net investment in capital assets. As previously stated, the City reported depreciation expense of $3,545,583 for the governmental and business-type activities.

Government-Wide Financial Analysis (Continued)

	Governmental Activities			Business-Type Activities			Total		
	2024	2023	% Change	2024	2023	% Change	2024	2023	% Change
Revenues:									
Program revenues									
Charges for services	$ 10,380,544	$ 9,270,587	12%	$ 20,401,885	$ 19,787,097	3%	$ 30,782,429	$ 29,057,684	6%
Operating grants/contribution	1,629,580	2,277,590	(28%)	-	-	-	1,629,580	2,277,590	(28%)
Capital grants/contribution	3,609,720	9,703,419	(63%)	1,607,742	3,071,784	-	5,217,462	12,775,203	(59%)
General revenues									
Property taxes	31,642,596	24,034,720	32%	-	-	-	31,642,596	24,034,720	32%
Sales and other taxes	20,407,511	22,052,219	(7%)	-	-	-	20,407,511	22,052,219	(7%)
Interest	1,536,152	851,033	81%	2,012	2,650	(24%)	1,538,164	853,683	80%
Miscellaneous	2,760,972	2,231,347	24%	36,464	25,663	42%	2,797,436	2,257,010	24%
Total revenues	71,967,075	70,420,915	2%	22,048,103	22,887,194	(4%)	94,015,178	93,308,109	1%
Expenses:									
General government	11,749,879	10,543,572	11%	-	-	-	11,749,879	10,543,572	11%
Public safety	31,263,060	26,243,343	19%	-	-	-	31,263,060	26,243,343	19%
Street and public improvements	6,664,518	6,192,180	8%	-	-	-	6,664,518	6,192,180	8%
Culture and recreation	1,192,017	669,562	78%	-	-	-	1,192,017	669,562	78%
Community development	9,332,615	14,048,309	(34%)	-	-	-	9,332,615	14,048,309	(34%)
Interest and amortization	3,482,716	3,544,660	(2%)	-	-	-	3,482,716	3,544,660	(2%)
Water & sewer	-	-	-	17,977,270	17,412,166	3%	17,977,270	17,412,166	3%
Total expenses	63,684,805	61,241,626	4%	17,977,270	17,412,166	3%	81,662,075	78,653,792	4%
Change in net position	8,282,270	9,179,289	(10%)	4,070,833	5,475,028	(26%)	12,353,103	14,654,317	(16%)
Net position (deficit) - beginning	(135,987,511)	(145,166,800)	6%	26,661,971	21,186,943	26%	(109,325,540)	(123,979,857)	12%
Net position (deficit) - ending	$ (127,705,241)	$ (135,987,511)	6%	$ 30,732,804	$ 26,661,971	15%	$ (96,972,437)	$ (109,325,540)	11%

Net position of the City's governmental activities increased by $8,282,270. The governmental funds reported an increase in total fund balances of $8,069,901. These fund level activities were offset by the adjustments outlined on pages 19-20 of the financial statements and as outlined on page 7.

Net position of business-type activities increased by $4,070,833 or 15.27 percent ($26,661,971 in 2023 compared to $30,732,804 in 2024). At April 30, 2024, the business-type activities have $15,954,077 of net position invested in capital assets (net of related debt) and $14,778,727 of unrestricted net position.

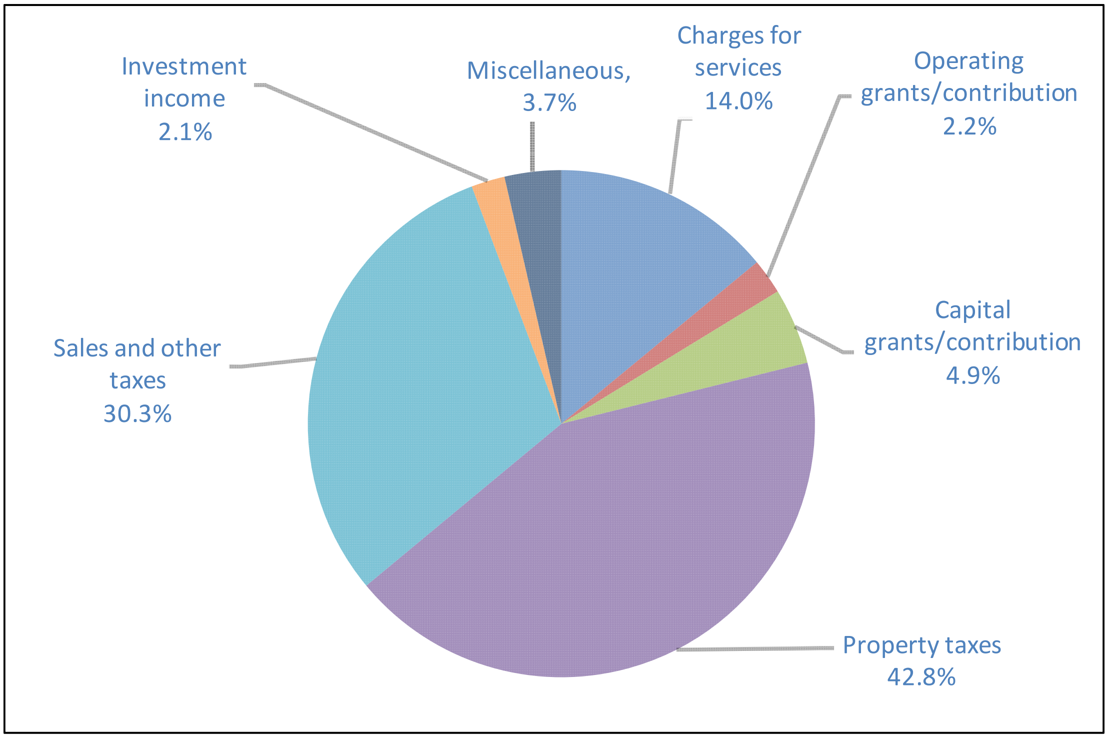
Governmental Activities

Revenues for governmental activities totaled $71,967,075, while the cost of all governmental functions totaled $63,684,805. This resulted in an increase in net position of $8,282,270.

The following table graphically depicts the major revenue sources of the City. It clearly depicts the reliance of property taxes and state shared revenues to fund governmental activities. It also clearly identifies the less significant percentage the City receives from charges for services, interest and miscellaneous income.

Governmental Activities (Continued)

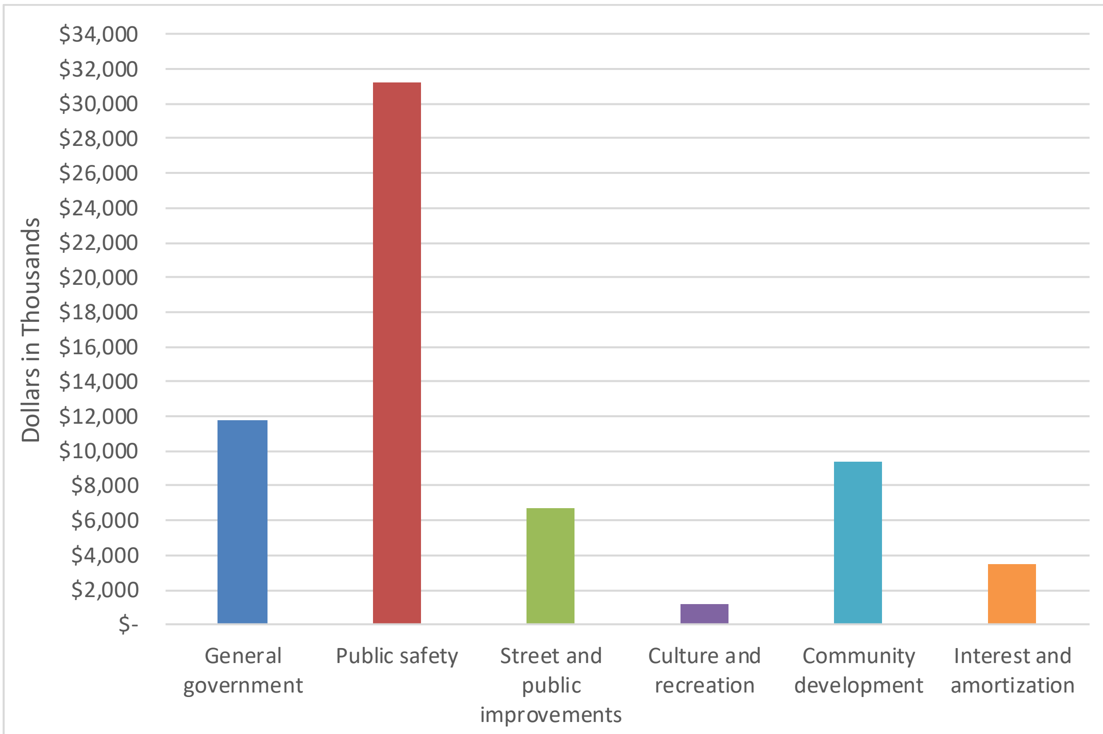
Program Revenues - Governmental Activities
April 30, 2024



The Statement of Activities "Net Expense / Revenue" total column identifies those governmental functions where program expenses greatly exceed revenues. Because program revenues (charges for services and operating/capital grants and contributions) for local governments are normally never sufficient to cover operating costs, general revenues like property taxes, state shared revenues and interest are used to subsidize the functional costs of the City.

Governmental Activities (Continued)

Program Expenses - Governmental Activities
April 30, 2024



Business-Type Activities

Business-type activities reported total revenues of $22,048,103, while the cost of all business-type activities totaled $17,977,270. This results in an operating surplus of $4,070,833. In 2023, revenues of $22,887,194 exceeded expenses of $17,412,166, resulting in an operating surplus of $5,475,028.

Financial Analysis of the Government's Funds

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

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The City's governmental funds reported combined ending fund balances of $51,949,995, which is $8,069,901 higher than last year's total of $43,880,094. Of the $51,949,995 total, $23,507,853 of the fund balance constitutes unassigned fund balance.

The General Fund reported an increase in fund balance for the year of $1,852,860, resulting in ending fund balance of $27,885,345. Total tax revenue in 2024 was higher than 2023, primarily due to increased property taxes.

Governmental Funds (Continued)

The General Fund is the chief operating fund of the City. At April 30, 2024, unassigned fund balance in the General Fund was $23,015,192. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 5.9 months of total General Fund expenditures. The Government Finance Officers Association recommends maintaining an unrestricted fund balance in the General Fund of no less than two months of regular general fund operating revenues or general fund operating expenses.

The Debt Service Fund reported a net increase in fund balance of $7,224 for the year ended April 30, 2024. The net increase was primarily due to increased property taxes. The fund balance of $731,944 is restricted to future debt service costs.

The City reports the Capital Projects Fund as a major fund. Intergovernmental revenues were $3,455,781 for the year ended April 30, 2024. In addition, capital outlay totaled $6,226,734, resulting in a current year increase in fund balance of $891,423 restricted to qualifying capital project expenditures. This includes a $4,150,000 transfer from the General Fund.

The Eastern Industrial Redevelopment TIF reported a net increase in fund balance of $4,507,823 for the year ended April 30, 2024. The net increase was primarily due to increased property taxes. The fund balance of $10,407,021 is restricted to future capital projects.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The City reports the Water and Sewer Fund as a major proprietary fund. The Water and Sewer Fund accounts for all of the operations of the municipal water and sewer system. Water is purchased from Hammond, Indiana and distributed to City residents as well as several other communities. The Water and Sewer Fund's operating revenues of $20,438,349 reflect an increase of $625,589, or 3.90 percent. Operating expenses of $17,836,789 were $584,989 greater than 2023 or 3.98 percent, as the City experienced increases in operating expenses related to insurance and benefits, contractual services and commodities. Depreciation expense represents 3.94 percent of total operating expenses for the Water and Sewer Fund.

General Fund Budgetary Highlights

General Fund actual revenues for the year totaled $52,597,448, compared to budgeted revenues of $48,889,845. Actual revenues were higher than budget due to higher than anticipated intergovernmental revenues and charges for services.

The General Fund actual expenditures for the year were $1,457,862 less than budgeted ($46,677,224 actual compared to $48,052,450 budgeted). Departmental operational changes throughout the year resulted in a decrease in the general government across various departments, while public safety and public works exceeded budget.

Capital Assets and Debt Administration

Capital Assets

The City's total capital assets for its governmental and business-type activities as of April 30, 2024 was $63,499,861, which reflects an increase of $6,762,191 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements, infrastructure and equipment. The City reported depreciation expense of $3,545,583 which decreases capital assets.

	Capital Assets - Net of Depreciation					
	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	$ 3,572,002	$ 3,562,002	$ -	$ -	$ 3,572,002	$ 3,562,002
Construction in progress	1,017,871	14,212,037	1,505,606	7,362,012	2,523,477	21,574,049
Buildings and improvements	1,658,176	1,706,958	1,823,430	1,153,990	3,481,606	2,860,948
Vehicles and equipment	5,785,295	3,829,205	730,566	259,476	6,515,861	4,088,681
Infrastructure	26,624,936	11,982,165	20,347,181	12,231,553	46,972,117	24,213,718
Land improvements	15,909	20,453	4,290	4,680	20,199	25,133
Subscription assets	306,415	410,658	-	-	306,415	410,658
Lease assets: Equipment	108,184	106,724	-	-	108,184	106,724
Total	$ 39,088,788	$ 35,830,202	$ 24,411,073	$ 21,011,711	$ 63,499,861	$ 56,841,913

Additional information on the City's capital assets can be found in Note 4 on pages 42-43 of this report.

Debt Administration

At year-end, the City had total outstanding debt of $65,364,461 as compared to $68,719,227 the previous year, a decrease of 4.88 percent. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
General obligation bonds	$ 56,005,000	$ 58,005,000	$ 7,625,000	$ 8,420,000	$ 63,630,000	$ 66,425,000
Loans payable	1,323,247	1,774,747	-	-	1,323,247	1,774,747
Subscriptions liability	300,305	410,658	-	-	300,305	410,658
Leases payable	110,909	108,822	-	-	110,909	108,822
Total	$ 57,739,461	$ 60,299,227	$ 7,625,000	$ 8,420,000	$ 65,364,461	$ 68,719,227

Additional information on the City's long-term debt can be found in Note 6 on pages 44-48 of this report.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Office of the Treasurer, City of Chicago Heights, 1601 Chicago Road, Chicago Heights, Illinois 60411.

Basic Financial Statements

The basic financial statements include integrated sets of financial statements as required by the Governmental Accounting Standards Board. The sets of statements include:

- Government-wide financial statements
- Fund financial statements

    Governmental Funds

    Proprietary Funds

    Fiduciary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

City of Chicago Heights, Illinois

Statement of Net Position
April 30, 2024

		Governmental Activities		Business-Type Activities		Totals
Assets						
Current:						
Cash and investments	$	40,094,837	$	8,098,431	$	48,193,268
Receivables - net of allowance		18,034,711		5,879,610		23,914,321
Due from other governments		25,000		2,104,335		2,129,335
Restricted cash and investments		16,455,083		-		16,455,083
Prepaids/inventories		1,222,776		-		1,222,776
Total current assets		75,832,407		16,082,376		91,914,783
Noncurrent:						
Land held for resale		300,000		-		300,000
Capital assets:						
Nondepreciable		4,589,873		1,505,606		6,095,479
Depreciable		96,027,348		76,773,403		172,800,751
Accumulated depreciation		(61,528,433)		(53,867,936)		(115,396,369)
Net pension asset - IMRF		2,770,298		717,716		3,488,014
Total noncurrent assets		42,159,086		25,128,789		67,287,875
Total assets		117,991,493		41,211,165		159,202,658
Deferred Outflows of Resources						
Deferred loss on refunding		1,889,115		-		1,889,115
Deferred items - IMRF		1,972,392		771,671		2,744,063
Deferred items - police pension		10,164,171		-		10,164,171
Deferred items - firefighters' pension		5,431,252		-		5,431,252
Deferred items - OPEB		1,197,885		-		1,197,885
Total deferred outflows of resources		20,654,815		771,671		21,426,486
Total assets and deferred outflows of resources	$	138,646,308	$	41,982,836	$	180,629,144

(Continued)

City of Chicago Heights, Illinois

Statement of Net Position (Continued)
April 30, 2024

	Governmental Activities	Business-Type Activities	Totals
Liabilities			
Current:			
Accounts payable	$ 1,869,237	$ 2,305,020	$ 4,174,257
Accrued payroll	796,845	53,601	850,446
Accrued interest	1,255,903	127,083	1,382,986
Unearned revenue	2,487,787	77,653	2,565,440
Due to other governments	1,706,228	-	1,706,228
Deposits	1,131,298	-	1,131,298
Current portion of long-term liabilities	5,191,609	860,252	6,051,861
Total current liabilities	14,438,907	3,423,609	17,862,516
Noncurrent:			
Compensated absences payable	3,147,061	121,007	3,268,068
Net pension liability - police pension	71,517,603	-	71,517,603
Net pension liability - firefighters' pension	66,056,786	-	66,056,786
Total OPEB liability	17,134,920	-	17,134,920
Loans payable	716,797	-	716,797
General obligations bonds payable - net	53,375,592	7,574,891	60,950,483
Leases payable	78,513	-	78,513
Subscriptions payable	142,946	-	142,946
Amounts payable to pension fund	1,138,694	-	1,138,694
Landfill post closure care costs	9,581,303	-	9,581,303
Total noncurrent liabilities	222,890,215	7,695,898	230,586,113
Total liabilities	237,329,122	11,119,507	248,448,629
Deferred inflows of resources			
Deferred items - IMRF	272,898	130,525	403,423
Deferred items - police pension	10,920,752	-	10,920,752
Deferred items - firefighters' pension	1,743,444	-	1,743,444
Deferred items - OPEB	3,052,720	-	3,052,720
Property taxes	13,032,613	-	13,032,613
Total deferred inflows of resources	29,022,427	130,525	29,152,952
Net position (deficit)			
Net investments in capital assets	12,403,080	15,954,077	28,357,157
Restricted for:			
Land held for sale	300,000	-	300,000
Streets and public improvements	21,261,225	-	21,261,225
Library services	943,438	-	943,438
Community development	79,499	-	79,499
Public safety	456,382	-	456,382
Drug enforcement	1,299,137	-	1,299,137
Unrestricted	(164,448,002)	14,778,727	(149,669,275)
Total net position (deficit)	$ (127,705,241)	$ 30,732,804	$ (96,972,437)

See notes to the financial statements.

City of Chicago Heights, Illinois

Statement of Activities
Year Ended April 30, 2024

		Program Revenues			Net Expense/Revenue Primary Government		
	Expense	Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General government	$ 11,749,879	$ 3,839,785	$ -	$ 153,939	$ (7,756,155)	$ -	$ (7,756,155)
Public safety	31,263,060	6,533,964	481,996	-	(24,247,100)	-	(24,247,100)
Streets and public improvements	6,664,518	6,795	1,147,584	3,455,781	(2,054,358)	-	(2,054,358)
Culture and recreation	1,192,017	-	-	-	(1,192,017)	-	(1,192,017)
Community development	9,332,615	-	-	-	(9,332,615)	-	(9,332,615)
Interest and amortization	3,482,716	-	-	-	(3,482,716)	-	(3,482,716)
	63,684,805	10,380,544	1,629,580	3,609,720	(48,064,961)	-	(48,064,961)
Business-type activities:							
Water & sewer	17,977,270	20,401,885	-	1,607,742	-	4,032,357	4,032,357
	17,977,270	20,401,885	-	1,607,742	-	4,032,357	4,032,357
Total primary government	$ 81,662,075	$ 30,782,429	$ 1,629,580	$ 5,217,462	(48,064,961)	4,032,357	(44,032,604)
General revenues:							
Taxes:							
Property					31,642,596	-	31,642,596
Utility					2,204,589	-	2,204,589
Other taxes					488,103	-	488,103
Intergovernmental - unrestricted:							
Income taxes					7,330,164	-	7,330,164
Replacement taxes					3,193,695	-	3,193,695
Sales taxes					4,910,961	-	4,910,961
Use taxes					2,279,999	-	2,279,999
Interest					1,536,152	2,012	1,538,164
Miscellaneous					2,760,972	36,464	2,797,436
Total general revenue					56,347,231	38,476	56,385,707
Change in net position					8,282,270	4,070,833	12,353,103
Net position (deficit), May 1, 2023					(135,987,511)	26,661,971	(109,325,540)
Net position (deficit), April 30, 2024					$ (127,705,241)	$ 30,732,804	$ (96,972,437)

See notes to the financial statements.

City of Chicago Heights, Illinois

Balance Sheet - Governmental Funds
April 30, 2024

	General	Debt Service	Capital Projects	Eastern Industrial Redevelopment TIF	Nonmajor	Totals
Assets						
Cash and investments	$ 26,875,004	$ -	$ 2,568,258	$ -	$ 9,866,691	$ 39,309,953
Receivables - net of allowances:						
Property taxes	10,136,674	2,866,542	-	-	733,110	13,736,326
Other taxes	3,103,365	-	-	-	148,328	3,251,693
Accounts	1,046,692	-	-	-	-	1,046,692
Due from other governments	25,000	-	-	-	-	25,000
Due from other funds	2,563	-	-	-	-	2,563
Advances to other funds	2,438,585	-	-	-	505,372	2,943,957
Restricted cash and investments	1,486,896	2,719,104	-	10,409,909	1,839,174	16,455,083
Prepaid items	891,820	-	330,956	-	-	1,222,776
Land held for resale	-	-	-	-	300,000	300,000
Total assets	$ 46,006,599	$ 5,585,646	$ 2,899,214	$ 10,409,909	$ 13,392,675	$ 78,294,043
Liabilities						
Accounts payable	$ 1,201,124	$ -	$ 240,128	$ 2,888	$ 425,097	$ 1,869,237
Accrued payroll	724,571	-	-	-	72,274	796,845
Unearned revenues	955,873	-	1,531,914	-	-	2,487,787
Due to other governments	1,601,451	-	-	-	104,777	1,706,228
Due to other funds	-	-	-	-	2,563	2,563
Deposits	1,131,298	-	-	-	-	1,131,298
Amounts payable to pension fund	1,138,694	-	-	-	-	1,138,694
Advance from other funds	505,372	2,138,290	-	-	300,295	2,943,957
Total liabilities	7,258,383	2,138,290	1,772,042	2,888	905,006	12,076,609
Deferred Inflows of Resources						
Property taxes	9,628,045	2,715,412	-	-	689,156	13,032,613
Intergovernmental revenues	1,234,826	-	-	-	-	1,234,826
Total deferred inflows of resources	10,862,871	2,715,412	-	-	689,156	14,267,439
Total liabilities and deferred inflows of resources	18,121,254	4,853,702	1,772,042	2,888	1,594,162	26,344,048
Fund Balances						
Nonspendable	3,330,405	-	330,956	-	505,372	4,166,733
Restricted	1,539,748	731,944	796,216	10,407,021	11,596,696	25,071,625
Unassigned	23,015,192	-	-	-	(303,555)	22,711,637
Total fund balances	27,885,345	731,944	1,127,172	10,407,021	11,798,513	51,949,995
Total liabilities, deferred inflows of resources and fund balances	$ 46,006,599	$ 5,585,646	$ 2,899,214	$ 10,409,909	$ 13,392,675	$ 78,294,043

See notes to the financial statements.

City of Chicago Heights, Illinois

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position (Deficit)
April 30, 2024

Total governmental fund balances	$ 51,949,995
Amounts reported for governmental activities in the Statement of Net Position (Deficit) are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds.	39,088,788
Certain revenues that are reported as deferred inflows of resources in the fund financial statements because they are not available are recognized as revenue in the government-wide financial statements.	1,234,826
Discount on bonds that is an other financing use in the fund financial statements is an asset that is amortized over the life of the bond and netted with General Obligation Bonds in the government-wide financial statements.	559,408
Deferred losses on debt refunding are deferred outflows of resources that are amortized over the life of the bond in the government-wide financial statements.	1,889,115
Certain pension and OPEB related items are reported as deferred outflows of resources in the government-wide financial statements but not in the fund financial statements.	
Deferred outflows of resources - Illinois Municipal Retirement Fund	1,972,392
Deferred outflows of resources - Police pension	10,164,171
Deferred outflows of resources - Firefighters’ pension	5,431,252
Deferred outflows of resources - OPEB plan	1,197,885
Certain pension and OPEB related items are reported as deferred inflows of resources in the government-wide financial statements but not in the fund financial statements.	
Deferred inflows of resources - Illinois Municipal Retirement Fund	(272,898)
Deferred inflows of resources - Police pension	(10,920,752)
Deferred inflows of resources - Firefighters' pension	(1,743,444)
Deferred inflows of resources - OPEB plan	(3,052,720)
Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds:	
General obligation bonds	(56,005,000)
Loans payable	(1,323,247)
Lease liability	(110,909)
Subscription liability	(300,305)
Compensated absences	(3,933,826)
Net pension asset - Illinois Municipal Retirement Fund	2,770,298
Net pension liability - Police pension	(71,517,603)
Net pension liability - Firefighters' pension	(66,056,786)
Total OPEB liability	(17,984,920)
Landfill post closure care costs	(9,581,303)
Accrued interest payable	(1,255,903)
An internal service fund is used by management to charge the costs of insurance. A portion of the assets and liabilities are included in the governmental activities in the statement of net position (deficit).	96,245
Net position (deficit) of governmental activities	$ (127,705,241)

See notes to the financial statements.

City of Chicago Heights, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2024

	General	Debt Service	Capital Projects	Eastern Industrial Redevelopment TIF	Nonmajor	Totals
Revenues:						
Taxes	$ 23,286,277	$ 4,948,458	$ -	$ 5,943,944	$ 3,350,304	$ 37,528,983
Intergovernmental	15,522,518	-	3,455,781	-	1,254,467	20,232,766
Licenses and permits	1,227,593	-	-	-	-	1,227,593
Charges for services	5,310,023	-	-	-	42,401	5,352,424
Fines, forfeitures and rentals	3,318,629	-	-	-	3,022	3,321,651
Interest	1,234,821	108,551	45	784	191,951	1,536,152
Miscellaneous	2,697,587	-	-	-	-	2,697,587
Total revenues	52,597,448	5,057,009	3,455,826	5,944,728	4,842,145	71,897,156
Expenditures:						
Current:						
General government	10,271,662	-	-	-	804,430	11,076,092
Public safety	30,329,707	-	-	-	-	30,329,707
Streets/public improvements	5,802,726	-	-	-	666,669	6,469,395
Culture and recreation	-	-	-	-	1,156,449	1,156,449
Community development	-	-	-	1,409,286	1,414,139	2,823,425
Capital outlay	82,636	-	6,226,734	-	-	6,309,370
Debt service:						
Principal retirement	171,354	2,000,000	451,500	-	17,218	2,640,072
Interest and fiscal charges	19,139	3,049,785	36,169	-	288	3,105,381
Total expenditures	46,677,224	5,049,785	6,714,403	1,409,286	4,059,193	63,909,891
Excess (deficiency) of revenues over (under) expenditures	5,920,224	7,224	(3,258,577)	4,535,442	782,952	7,987,265
Other financing sources (uses):						
Lease proceeds	82,636	-	-	-	-	82,636
Transfers in	-	-	4,150,000	-	27,619	4,177,619
Transfers out	(4,150,000)	-	-	(27,619)	-	(4,177,619)
Total other financing sources (uses)	(4,067,364)	-	4,150,000	(27,619)	27,619	82,636
Net change in fund balances	1,852,860	7,224	891,423	4,507,823	810,571	8,069,901
Fund balances:						
Beginning	26,032,485	724,720	235,749	5,899,198	10,987,942	43,880,094
Ending	$ 27,885,345	$ 731,944	$ 1,127,172	$ 10,407,021	$ 11,798,513	$ 51,949,995

See notes to the financial statements.

City of Chicago Heights, Illinois

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities - Governmental Activities
Year Ended April 30, 2024

Net change in fund balances - total governmental funds	$	8,069,901
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures paid while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets. This is the amount by which capital outlays exceeded depreciation expense in the current period.		
Capital outlays		6,101,000
Depreciation expense		(2,842,414)
State grant revenues that are reported as deferred inflows of resources in the fund financial statements because they are not available are recognized as revenue in the government-wide financial statements.		69,919
In governmental funds, issuance of long-term debt is considered other financing sources, but in the statement of net position (deficit) debt is reported as a liability. This is the amount of debt issued in the current period.		
Lease payable		(49,197)
Subscription liability		(33,439)
Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position (deficit).		
Bond refunding		2,000,000
Loans payable principal retirement		451,500
Leases payable principal retirement		47,110
Subscription liability principal retirement		143,792
Discount on bonds that is an other financing use in the fund financial statements is an asset that is amortized over the life of the bond and netted with General Obligation Bonds in the government-wide financial statements.		
Amortization of discount on bonds		(72,153)
Losses on refundings of bonds are not reflected in the fund financial statements but are recorded as part of liabilities in the statement of net position (deficit).		
Amortization of deferred amounts on refunding		(334,243)
Items related to pension expense are reported as deferred inflows and deferred outflows on the government-wide financial statements, but not on the fund financial statements.		
Deferred outflows of resources related to pension expense - Illinois Municipal Retirement Fund		(764,899)
Deferred outflows of resources related to pension expense - Police pension		(6,684,501)
Deferred outflows of resources related to pension expense - Firefighters' pension		(2,003,134)
Deferred inflows of resources related to pension expense - Illinois Municipal Retirement Fund		323,370
Deferred inflows of resources related to pension expense - Police pension		1,735,338
Deferred inflows of resources related to pension expense - Firefighters' pension		796,802

(Continued)

City of Chicago Heights, Illinois

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities - Governmental Activities (Continued)
Year Ended April 30, 2024

Items related to OPEB are reported as deferred inflows and deferred outflows on the government-wide financial statements, but not on the fund financial statements.	
Deferred outflows of resources related to OPEB	$ (305,904)
Deferred inflows of resources related to OPEB	55,661
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:	
Change in compensated absences	(742,567)
Change in net pension asset - Illinois Municipal Retirement Fund	2,225,449
Change in net pension liability - Police pension	2,620,662
Change in net pension liability - Firefighters' pension	(1,394,193)
Change in other post employment benefits	(343,632)
Change in landfill post closure care costs	(332,941)
Change in accrued interest payable	29,061
Internal service funds are used by management to charge insurance costs to individual funds	(484,078)
Changes in net position of governmental activities	$ 8,282,270

See notes to the financial statements.

City of Chicago Heights, Illinois

Statement of Net Position - Proprietary Funds
April 30, 2024

	Business-Type Activities - Enterprise	Internal Service
	Water & Sewer	Employee Health Insurance
Assets		
Current:		
Cash and investments	$ 8,098,431	$ 784,884
Receivables - net of allowances - accounts	5,879,610	-
Due from other governments	2,104,335	-
Total current assets	16,082,376	784,884
Noncurrent:		
Capital assets:		
Nondepreciable	1,505,606	-
Depreciable	76,773,403	-
Accumulated depreciation	(53,867,936)	-
Net pension asset - IMRF	717,716	-
Total noncurrent assets	25,128,789	-
Total assets	41,211,165	784,884
Deferred Outflows of Resources		
Deferred items - IMRF	771,671	-
Total assets and deferred outflows of resources	$ 41,982,836	$ 784,884

(Continued)

City of Chicago Heights, Illinois

Statement of Net Position - Proprietary Funds (Continued)
April 30, 2024

	Business-Type Activities - Enterprise	Internal Service
	Water & Sewer	Employee Health Insurance
Liabilities		
Current:		
Accounts payable	$ 2,305,020	$ -
Accrued payroll	53,601	-
Claims payable	-	688,639
Accrued interest	127,083	-
Unearned revenue	77,653	-
Compensated absences payable	30,252	-
Bonds payable	830,000	-
Total current liabilities	3,423,609	688,639
Noncurrent:		
Compensated absences - payable	121,007	-
Bonds payable	7,574,891	-
Total noncurrent liabilities	7,695,898	-
Total liabilities	11,119,507	688,639
Deferred Inflows of Resources		
Deferred items - IMRF	130,525	-
Total liabilities and deferred inflows of resources	11,250,032	688,639
Net position		
Net investment in capital assets	15,954,077	-
Unrestricted	14,778,727	96,245
Total net position	$ 30,732,804	$ 96,245

See notes to the financial statements.

City of Chicago Heights, Illinois

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
Year Ended April 30, 2024

	Business-Type Activities - Enterprise	Internal Service
	Water & Sewer	Employee Health Insurance
Operating revenues:		
Charges for services	$ 20,401,885	$ -
Interfund services	-	3,994,332
Miscellaneous	36,464	1,298,421
Total operating revenues	20,438,349	5,292,753
Operating expenses:		
Operations	17,133,620	5,776,893
Depreciation	703,169	-
Total operating expenses	17,836,789	5,776,893
Operating income (expense)	2,601,560	(484,140)
Nonoperating revenues (expenses):		
Interest income	2,012	62
Grant revenue	1,607,742	-
Interest expense	(140,481)	-
Total nonoperating revenues (expenses)	1,469,273	62
Change in net position	4,070,833	(484,078)
Net position - beginning	26,661,971	580,323
Net position - ending	$ 30,732,804	$ 96,245

See notes to the financial statements.

City of Chicago Heights, Illinois

Statement of Cash Flows - Proprietary Funds
Year Ended April 30, 2024

	Business-Type Activities - Enterprise	Internal Service
	Water & Sewer	Employee Health Insurance
Cash flows from operating activities:		
Receipts from customers and users	$ 20,731,748	$ 1,298,421
Interfund services provided	-	3,994,332
Payments to suppliers	(16,659,473)	(6,086,607)
Payments to employees	(1,704,957)	-
Net cash provided by (used in) operating activities	2,367,318	(793,854)
Cash flows from noncapital financing activities:		
Grant proceeds	4,127,748	-
Cash provided by noncapital financing activities	4,127,748	-
Cash flows from capital and related financing activities:		
Purchase of capital assets	(4,102,531)	-
Principal paid on debt	(795,000)	-
Interest paid on debt	(329,940)	-
Cash used in capital and related financing activities	(5,227,471)	-
Cash flows from investing activities:		
Interest received	2,012	62
Cash provided by investing activities	2,012	62
Net change in cash and cash equivalents	1,269,607	(793,792)
Cash and cash equivalents - beginning	6,828,824	1,578,676
Cash and cash equivalents - ending	$ 8,098,431	$ 784,884
Reconciliation of operating income (expense) to net cash provided by (used in) operating activities:		
Operating income (expense)	$ 2,601,560	$ (484,140)
Adjustments to reconcile operating income (expense) to net cash provided by (used in) operating activities:		
Depreciation	703,169	-
Changes in assets, liabilities, deferred inflows of resources, and deferred outflows of resources:		
Accounts receivable, net	293,399	-
Accounts payable and due to/from other governments	(839,043)	(309,714)
Accrued payroll and compensated absences	36,112	-
Net pension liability	(521,790)	-
Deferred amounts related to pension	93,911	-
Net cash provided by (used in) operating activities	$ 2,367,318	$ (793,854)
Noncash investing, capital and financing activities:		
Retainage for capital assets	$ 52,105	$ -

See notes to the financial statements.

City of Chicago Heights, Illinois

Statement of Fiduciary Net Position
April 30, 2024

	Pension Trust
Assets	
Cash and cash equivalents	$ 5,095,005
Investments:	
U.S. Government and agency obligations	9,988,858
Corporate bonds obligations	7,763,073
Mutual funds	11,674,745
Common stock	25,430,868
External investment pool	37,691,613
Receivables:	
Accrued interest	151,224
Amounts receivable from general fund	1,138,694
Prepaids	58,005
Total assets	98,992,085
Liabilities	
Accounts payable	12,201
Total liabilities	12,201
Net position	
Restricted for pensions	$ 98,979,884

See notes to the financial statements.

City of Chicago Heights, Illinois

Statement of Changes in Fiduciary Net Position
Year Ended April 30, 2024

	Pension Trust
Additions:	
Contributions - employer	$ 9,631,866
Contributions - plan members	1,317,795
Contributions - other	81,526
Total contributions	11,031,187
Investment earnings:	
Investment income	8,647,965
Less investment expenses	375,620
Net investment earnings	8,272,345
Total additions	19,303,532
Deductions:	
Administration	136,154
Benefits and refunds	12,897,673
Total deductions	13,033,827
Change in net position	6,269,705
Net position - beginning	92,710,179
Net position - ending	$ 98,979,884

See notes to the financial statements.

Note 1. Nature of Business and Significant Accounting Policies

The City of Chicago Heights (the City), Illinois, was incorporated in 1892 under the provisions of the Illinois Revised Statutes, as amended. The City is a Home Rule Unit of Government under the Home Rule Provision of the Illinois State Constitution. The City operates under a mayor/aldermanic form of government providing the following services: public safety (police, fire and health), public affairs (building, planning and zoning, and civil defense), streets and public improvements (garbage, sewer, water and forestry) and general administrative services. Education, recreation and social services are provided by separate governing bodies that are beyond the direct or indirect control of the City's government.

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

Financial Reporting Entity

As defined by GAAP established by GASB, the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable.

Financial accountability is defined as:

(1) Appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or

(2) Fiscal dependency on the primary government and the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

Financial benefit or financial burden is created if any one of the following relationships exists:

(1) The primary government is legally entitled to or has access to the component unit's resources.

(2) The primary government is legally required or has assumed the obligation to finance the deficits of, or provide support to, the component unit.

(3) The primary government is obligated in some manner for the other component unit's debt.

Police Pension Employees Retirement System

The City's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the City's Mayor, with the advice and consent of the City Council, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the City is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the City, the PPERS is reported as part of the reporting entity because it is fiscally dependent and there is a benefit/burden relationship. The PPERS is reported as a fiduciary fund and specifically as a pension trust fund.

Note 1. Nature of Business and Significant Accounting Policies (Continued)

Firefighters' Pension Employees Retirement System
The City's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of these employees and is governed by a five-member pension board, with two members appointed by the Mayor with the advice and consent of the City Council, two elected from active participants of the Fund, and one elected from the retired members of the Fund. The participants are required to contribute a percentage of salary as established by state statute and the City is obligated to fund all remaining FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the City, the FPERS is reported as part of the reporting entity because it is fiscally dependent and there is a benefit/burden relationship. The FPERS is reported as a fiduciary fund and specifically as a pension trust fund.

Library
The City reports the Library as a blended component unit due to the Library Board being substantively the same as the City and the City can impose its will on the Library. The Library is reported as a special revenue fund of the City.

Basis of Presentation

Government-Wide Statements
The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The City's police and fire safety, highway and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The City's water and sewer maintenance services are classified as business-type activities.

In the government-wide Statement of Net Position (Deficit), both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The City's net position (deficit) is reported in three parts: net investment in capital assets; restricted; and unrestricted. The City utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the City's functions and business-type activities (general government, public safety, public works, building and planning, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) changes to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

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

Note 1. Nature of Business and Significant Accounting Policies (Continued)

The City does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds to recover the direct costs of General Fund services provided (finance, human resources, purchasing, legal, technology management, etc.). Interfund services provided and used are not eliminated in the process of consolidation.

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

Fund Financial Statements

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

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

> Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

> Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

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

Governmental Funds

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

> General fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

> Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The City maintains six special revenue funds.

> Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is treated as a major fund and records all of the City's long-term debt activity.

Note 1. Nature of Business and Significant Accounting Policies (Continued)

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The City maintains eight capital projects funds. The Capital Projects Fund is a major fund and accounts for revenues and expenditures for capital projects within the City. The Eastern Industrial Redevelopment TIF Fund is a major fund and accounts for revenues and expenditures for the Eastern Industrial Redevelopment TIF.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector.

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The City maintains one major enterprise fund. The Water & Sewer Maintenance Fund is used to account for providing water and sewer maintenance to the general public where all or most of the costs are financed or recovered primarily by charges to users for the services.

Internal service funds are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the City on a cost-reimbursement basis. The City maintains one internal service fund. The Health Insurance Fund is used to account for payment of health insurance premiums. Financing is provided by contributions from employees, retirees and other funds. The City's internal service fund is presented in the proprietary funds financial statements. Because the principal users of the internal services are the City's governmental activities, the financial statements of the internal service fund are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity (general government, public safety, public works, etc.).

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or custodial capacity for others and, therefore, are not available to support City programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

Pension trust funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the City's Police Department. The Firefighters' Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the City's Fire Department.

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

Note 1. Nature of Business and Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting

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

Measurement Focus
On the government-wide Statement of Net Position (Deficit) and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

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

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

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under the 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 City 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, interest, and other long-term obligations which are recognized when due.

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

Note 1. Nature of Business and Significant Accounting Policies (Continued)

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds and of the City's internal service funds are charges to customers for sales and services. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity

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

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.

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

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

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

Note 1. Nature of Business and Significant Accounting Policies (Continued)

Capital Assets
Capital assets purchased or acquired with an original cost of $5,000 or more are reported at historical cost or estimated historical cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the City as a whole. Infrastructure such as streets and storm sewers are capitalized. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by the governmental activities) the government chose to include all such items regardless of their acquisition date. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs. Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund capital assets is the same as those used for the general capital assets. Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings and improvements	10 - 50 years
Vehicles and equipment	3 - 25 years
Infrastructure	14 - 100 years
Land improvements	20 years
Lease equipment	5 years
Subscription assets	2 - 5 years

Deferred Inflows or Deferred Outflows of Resources and Unearned Revenue
Deferred inflows of resources are the acquisition of net assets that applies to future reporting periods and will be recognized as revenue in the future period to which it applies. Deferred outflows of resources are the acquisition of net assets that applies to future reporting periods and will be recognized as expenditures in the future period to which it applies.

Property taxes that are received or recorded as receivables prior to the period the levy is intended to finance are recorded as deferred inflows of resources on both the fund financial statements and government-wide financial statements. Intergovernmental revenue is recorded as deferred inflows of resources on the fund financial statements when it has not yet met both the “measurable” and “available” criteria for recognition in the current period.

For pension and other postemployment benefit plans, the net difference between projected and actual earnings on plan investments, changes in proportion and deferrals for other actuarial items, as well as contributions made subsequent to the pension liability measurement date are reported as deferred outflows or inflows of resources on the government-wide financial statements. See Notes 9 and 10 for pension related disclosures and Note 11 for other postemployment benefit related disclosures.

Unearned revenues arise when resources are received by the City before it has a legal claim to them. In subsequent periods, when revenue recognition criteria are met or when the City has a legal claim to the resources, the liability for unearned revenue is removed from the financial statements and revenue is recognized.

Note 1. Nature of Business and Significant Accounting Policies (Continued)

Compensated Absences
The City accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. At April 30, 2024, the City's compensated absences for the governmental activities and business-type activities were $3,933,826 and $151,259, respectively.

Long-Term Obligations
In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position.

Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance. Deferred losses on refundings are amortized over the life of the bonds and are reported as deferred outflows of resources.

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

Leases
The City is a lessee in leases of equipment. The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the City's financial statements.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of its lease term or its useful life.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value and (2) the lease term.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease liability and lease asset if certain changes occur that are expected to significantly affect the amount of the lease liability.

Note 1. Nature of Business and Significant Accounting Policies (Continued)

Subscription-Based Information Technology Arrangements (SBITAs)
The City is a subscriber to software from various vendors. The City recognizes a subscription liability and an intangible right-to-use subscription asset in the City's financial statements.

At the commencement of a subscription, the City initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for subscription payments made at or before the subscription commencement date, plus certain initial direct costs. Subsequently, the subscription asset is amortized on a straight-line basis over the shorter of its subscription term or its useful life.

Subscription assets are reported with other capital assets and subscription liabilities are reported with long-term debt on the statement of net position.

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected subscription payments to present value and (2) the subscription term.

- The City uses its estimated incremental borrowing rate as the discount rate for subscriptions.
- The subscription term includes the noncancellable period of the subscription.

The City monitors changes in circumstances that would require a remeasurement of its subscription and will remeasure the subscription liability and subscription asset if certain changes occur that are expected to significantly affect the amount of the subscription liability.

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

Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation, deferred losses on refundings of capital related debt, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted – All other net position balances that do not meet the definition of "restricted" or "net investment in capital assets."

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

Note 1. Nature of Business and Significant Accounting Policies (Continued)

Fund Balance

Within the governmental fund types, the City's fund balances are reported in one of the following classifications:

Nonspendable – includes amounts that cannot be spent because they are either a) not in spendable form; or b) legally or contractually required to be maintained intact.

Restricted – includes amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the City removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The City's highest level of decision-making authority rests with the City's Board of Trustees. The City passes formal resolutions to commit its fund balances. At April 30, 2024, the City had no committed fund balances.

Assigned – includes amounts that are constrained by the City's intent to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) the City's Board of Trustees itself; or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The City's Board has not delegated the authority to assign amounts to be used for specific purposes. Within the other governmental fund types (special revenue, debt service, capital projects) resources are assigned in accordance with the established fund purpose and approved budget/appropriation. Residual fund balances in these fund types that are not restricted or committed are reported as assigned. Within these same funds, a residual deficit, if any, is reported as unassigned. At April 30, 2024, the City had no assigned fund balances.

Unassigned – includes the residual fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund and deficit fund balances of other governmental funds.

Property Taxes

Property taxes for 2023 attach as an enforceable lien on January 1 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about March 1 and September 1. The County collects such taxes and remits them periodically. Property taxes are recognized under the modified accrual basis of accounting. The current year tax levy, reduced by an allowance for estimated uncollectible taxes (15 percent), is recorded as property taxes receivable and deferred tax revenue. As the taxes become available to finance current expenditures, they are recognized as revenues. The City defers approximately 55 percent of the current levy to finance future expenditures.

Note 2. Stewardship, Compliance and Accountability

Deficit Fund Balances
The following funds had deficit fund balances as of April 30, 2024:

Fund	Deficit
Nonmajor funds:	
Landfill	$ 303,555
Western Fairview TIF	2,563

Expenditures in Excess of Budget
The following funds had expenditures in excess of budget as of April 30, 2024:

Fund	Excess
Debt Service	$ 12,909
Downtown TIF	44,755
Employee Health Insurance	1,022,393

Note 3. Cash and Investments

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

Permitted Deposits and Investments – Statutes authorize the City to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds and the Illinois Metropolitan Investment Fund.

Note 3. Cash and Investments (Continued)

The deposits and investments of the Pension Fund are held separately from those of other City funds. Statutes authorize the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of $2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least $5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, pension funds with plan net position of at least $10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

The Illinois Funds is an investment pool managed by the Illinois Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at amortized cost. There are no limitations or restrictions on withdrawals from the pool.

Illinois Firefighters' Pension Investment Fund (IFPIF) is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate firefighter pension funds. IFPIF was created by Public Act 101-0610, and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds. Participation in IFPIF by Illinois suburban and downstate firefighter pension funds is mandatory. Investments of the Fund are combined in a commingled external investment pool and held by IFPIF. A schedule of investment expenses is included in IFPIF's annual report. For additional information on IFPIF's investments, please refer to their annual report as of June 30, 2021. A copy of that report can be obtained from IFPIF at 1919 South Highland Avenue, Building A, Suite 237, Lombard, IL 60148 or at www.ifpif.org. The Fund transferred all eligible assets to the Investment Fund on October 1, 2021. Investments in IFPIF are valued at the Net Asset Value (NAV) per share as determined by the pool. The pooled investments consist of the investments as noted in the target allocation table available at www.ifpif.org.

Note 3. Cash and Investments (Continued)

City – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

The City's non-pension investments consist only of Illinois Funds.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's investment policy indicates that investments held for longer periods are subject to increased risk of adverse interest rate changes. Investments are diversified to minimize the risk of loss resulting from over concentration of assets in a specific maturity period, a single issuer, or an individual class of securities. The carrying value of the Illinois Funds at April 30, 2024 is $22,341,955 and the weighted average maturity is 50.2 days.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City helps limit its exposure to credit risk by diversifying investments to minimize the risk of loss resulting from over concentration of assets in a specific maturity period, a single issuer, or an individual class of securities. At year-end, the City's investments in Illinois funds were rated Aaa by Moody's Investor Services.

Custodial Credit Risk – Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's investment policy does not address custodial credit risk for deposits. At April 30, 2024, all of the City's bank balances were covered by federal depository or equivalent collateral.

Custodial Credit Risk – Investments. In the case of investments, this is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy does not address custodial credit risk for investments.

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's investment policy does not address concentration of credit risk. At April 30, 2024, none of the City's investment represents issuers holding more than 5 percent of the total cash and investment portfolio.

Police Pension Fund – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Investments. The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2024:

	Investment Maturities (in Years)				
Investment Type	Fair Value	Less Than 1	1-5	6-10	More Than 10
U.S. Government and agency obligations	$ 9,988,858	$ 711,351	$ 6,488,585	$ 2,788,922	$ -
Corporate bonds obligations	7,763,073	1,409,369	5,195,019	1,158,685	-
	$ 17,751,931	$ 2,120,720	$ 11,683,604	$ 3,947,607	$ -

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Police Pension Fund's investment portfolio should be structured to provide access to liquid assets to meet obligations of the Fund such as benefit payments and expenses.

Note 3. Cash and Investments (Continued)

Credit Risk. The Police Pension Fund's investment policy helps limit its 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. At year-end, the Police Pension Fund's investments in corporate bonds obligations were rated A1 ($997,555), A2 ($1,200,593), A3 ($1,673,018), Aa2 ($486,178), Aa3 ($163,140), Baa1 ($775,554), Baa2 ($1,955,999), Baa3 ($332,590) and Ba2 ($178,446) by Moody's Investor Services.

Custodial Credit Risk. The Police Pension Fund's investment policy states that collateral provided will not be less than 110 percent of the fair market value of the net amount of public funds secured. At April 30, 2024, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance.

Custodial Credit Risk – Investments. The Police Pension Fund's investment policy does not address custodial credit risk for investments. The Police Pension Fund's investment in U.S. Treasury Government and agency as well as corporate bonds are categorized as insured, registered, or held by the Fund or its agent in the Fund's name.

Concentration of Credit Risk. The Police Pension Fund's investment policy states portfolio diversification is required to reduce the overall risk of the portfolio. In addition to the securities and fair values listed above, the Police Pension Fund also has $11,674,745 invested in mutual funds and $25,430,868 invested in common stock. At April 30, 2024, none of the Police Pension Fund's investment represents more than 5 percent of net position available for retirement benefits.

Fair Value Measurements

In accordance with GASB Statement No. 72, *Fair Value Measurement and Application*, the City categorized its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation on the 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 observable inputs using a matrix pricing technique; Level 3 inputs are significant unobservable inputs, consisting primarily of real estate appraisals. The City has the following recurring fair value measurements as of April 30, 2024:

	Fair Value Measurements			
Investments by fair value level	Total	Level 1	Level 2	Level 3
Police Pension Fund:				
U.S. Government and agency obligations	$ 9,988,858	$ -	$ 9,988,858	$ -
Corporate Bonds obligations	7,763,073	-	7,763,073	-
Equity Investments - Mutual Funds	11,674,745	11,674,745	-	-
Common Stock	25,430,868	25,430,868	-	-
	$ 54,857,544	$ 37,105,613	$ 17,751,931	$ -

Note 3. Cash and Investments (Continued)

The City has investments measured at net asset value (NAV) or amortized cost, such as Illinois Funds and the IFPIF. In addition, the City has investments measured at amortized cost as the remaining maturity at purchase is less than one year, such as money market accounts. The following are investments measured at NAV or amortized cost.

Investments measured at net asset value (NAV) or amortized cost	April 30, 2024	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
City				
Illinois Funds	$ 22,341,955	n/a	Daily	1 day
Police Pension Fund				
Money Market Accounts	4,421,760	n/a	Daily	1 day
Firefighters' Pension Fund				
IFPIF	37,691,613	n/a	Daily	1 day

Note 4. Capital Assets

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Balance May 1, 2023 As Restated*	Increases	Decreases	Balance April 30, 2024
Capital Assets, not being depreciated and amortized				
Land	$ 3,562,002	$ 10,000	$ -	$ 3,572,002
Construction in progress	14,212,037	2,586,367	15,780,533	1,017,871
Total capital assets, not being depreciated and amortized	17,774,039	2,596,367	15,780,533	4,589,873
Capital assets, being depreciated and amortized				
Buildings and improvements	9,124,452	136,388	-	9,260,840
Land improvements	377,188	-	-	377,188
Vehicles and equipment	17,610,778	2,951,776	-	20,562,554
Infrastructure	49,064,537	16,116,696	-	65,181,233
Lease equipment	154,569	49,197	-	203,766
Subscription assets	410,658	31,109	-	441,767
Total capital assets, not being depreciated and amortized	76,742,182	19,285,166	-	96,027,348
Less accumulated depreciation and amortization				
Buildings and improvements	7,417,494	185,170	-	7,602,664
Land improvements	356,735	4,544	-	361,279
Vehicles and equipment	13,781,573	995,686	-	14,777,259
Infrastructure	37,082,372	1,473,925	-	38,556,297
Lease equipment	47,845	47,737	-	95,582
Subscription assets	-	135,352	-	135,352
Total accumulated depreciation and amortization	58,686,019	2,842,414	-	61,528,433
Total depreciable and amortizable capital assets, net	18,056,163	16,442,752	-	34,498,915
Total net capital assets	$ 35,830,202	$ 19,039,119	$ 15,780,533	$ 39,088,788

* - Restated for implementation of GASB 96.

Depreciation and amortization expense was charged to governmental activities as follows:

General government	$ 542,047
Public safety	1,484,309
Street and public improvements	316,361
Culture and recreation	56,565
Community development	443,132
	$ 2,842,414

Note 4. Capital Assets (Continued)

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

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable capital assets				
Construction in progress	$ 7,362,012	$ 3,854,393	$ 9,710,799	$ 1,505,606
Depreciable capital assets				
Land improvements	25,400	-	-	25,400
Infrastructure and improvements	58,797,719	8,666,662	-	67,464,381
Buildings and improvements	5,160,783	754,347	-	5,915,130
Equipment	2,830,564	537,928	-	3,368,492
	66,814,466	9,958,937	-	76,773,403
Less accumulated depreciation				
Land improvements	20,720	390	-	21,110
Infrastructure and improvements	46,566,166	551,034	-	47,117,200
Buildings and improvements	4,006,793	84,907	-	4,091,700
Equipment	2,571,088	66,838	-	2,637,926
	53,164,767	703,169	-	53,867,936
Total net depreciable capital assets	13,649,699	9,255,768	-	22,905,467
Total net capital assets	$ 21,011,711	$ 13,110,161	$ 9,710,799	$ 24,411,073

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

Water & Sewer Fund	$ 703,169

Note 5. Interfund Receivables, Payables and Transfers

Interfund Transfers
Interfund transfers for the year consisted of the following:

Transfers In	Transfers Out	Amount
Capital Projects	General	$ 4,150,000
Nonmajor governmental	Eastern Industrial Redevelopment TIF	27,619
		$ 4,177,619

Interfund transfers are to cover expenses incurred in funds where work is related to other funds.

Note 5. Interfund Receivables, Payables and Transfers (Continued)

Interfund Advances

Interfund advances as of April 30, 2024, are as follows:

Receivable Fund	Payable Fund	Amount
General	Debt service	$ 2,138,290
General	Nonmajor governmental	300,295
Nonmajor governmental	General	505,372
		$ 2,943,957

Interfund advances are amounts that will be paid over several years and relate to expenditures paid by a fund that were intended to be paid by another fund.

Interfund Balances

Interfund balances reflect operating loans which are expected to be repaid in the following fiscal year. The composition of interfund balances as of April 30, 2024, are as follows:

Receivable Fund	Payable Fund	Amount
General	Nonmajor governmental	$ 2,563

Interfund receivables and payables are short-term in nature based on expected payments and relate to expenditures paid by a fund that were intended to be paid by another fund.

Additionally, the General Fund has amounts payable to the police and firefighters' pension funds for $518,738 and $619,956, respectively, for owed personal property replacement tax contributions and is being paid down in annual installments.

Note 6. Long-Term Obligations

For governmental activities the compensated absences, the net pension liabilities, the total other post-employment benefit liability, leases, loans, subscriptions, claims and the landfill post closure care costs are generally liquidated by the General Fund. Payments on the general obligation bonds are made by the Debt Service Fund. Payments on the loans payable are paid out of the Capital Projects Fund. For business-type activities, the compensated absences and the net pension liability are liquidated by the Water and Sewer Fund.

Note 6. Long-Term Obligations (Continued)

The following is a summary of changes in long-term liabilities for the year ended April 30, 2024:

Type of Debt	Balances May 1, 2023 As Restated *	Additions	Deductions	Balance April 30, 2024	Amounts Due Within One Year
Governmental activities					
General obligation bonds	$ 58,005,000	$ -	$ 2,000,000	$ 56,005,000	$ 2,070,000
Less: unamortized discount	(631,561)	-	(72,153)	(559,408)	-
Loans payable	1,774,747	-	451,500	1,323,247	606,451
Leases payable	108,822	49,197	47,110	110,909	32,396
Subscription liability	410,658	33,439	143,792	300,305	157,359
Compensated absences	3,191,259	1,539,275	796,708	3,933,826	786,764
Net pension liability (asset)					
IMRF	(544,849)	-	2,225,449	(2,770,298)	-
Police pension	74,138,265	-	2,620,662	71,517,603	-
Firefighters' pension	64,662,593	1,394,193	-	66,056,786	-
Total OPEB liability	17,641,288	343,632	-	17,984,920	850,000
Estimated liability for claims	998,353	4,718,052	5,027,766	688,639	688,639
Landfill post closure care costs	9,248,362	332,941	-	9,581,303	-
	$ 229,002,937	$ 8,410,729	$ 13,240,834	$ 224,172,832	$ 5,191,609
Business-type activities					
General obligation bonds	$ 8,420,000	$ -	$ 795,000	$ 7,625,000	$ 830,000
Plus: unamortized premium	962,960	-	183,069	779,891	-
Compensated absences	122,793	103,032	74,566	151,259	30,252
Net pension liability (asset) - IMRF	(195,926)	-	521,790	(717,716)	-
	$ 9,309,827	$ 103,032	$ 1,574,425	$ 7,838,434	$ 860,252

* - Restated for implementation of GASB 96.

Note 6. Long-Term Obligations (Continued)

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities and to provide working capital. General obligation bonds have been issued for general governmental purposes and are direct obligations that pledge the full faith and credit of the City. General obligation bonds currently outstanding are as follows:

	Beginning Balances	Issuances	Retirements	Ending Balances
Governmental activities:				
$5,110,000 general obligation taxable refunding bonds of 2017A dated April 12, 2017 due in annual installments of $2,485,000 to $2,625,000 commencing December 1, 2028 plus interest at 5.50% through December 1, 2029. The bonds were used to refinance outstanding debt.	$ 5,110,000	$ -	$ -	$ 5,110,000
$4,150,000 general obligation bonds of 2017B dated April 12, 2017 due in annual installments of $2,030,000 to $2,120,000 commencing December 1, 2028 plus interest at 4.50% through December 1, 2029. The bonds were used to finance capital projects.	4,150,000	-	-	4,150,000
$10,815,000 general obligation bonds of 2018A dated December 14, 2018 due in annual installments of $1,870,000 to $2,475,000 commencing December 1, 2030 plus interest at 7.25% through December 1, 2034. The bonds were used for working capital and to refinance outstanding debt.	10,815,000	-	-	10,815,000
$2,615,000 general obligation bonds of 2018B dated December 14, 2018 due in annual installments of $470,000 to $580,000 commencing December 1, 2030 plus interest at 5.25% through December 1, 2034. The bonds were used to refinance outstanding debt.	2,615,000	-	-	2,615,000
$40,000,000 general obligation refunding bonds, Series 2020, dated May 11, 2020 due in annual installments of $525,000 to $4,785,000 commencing December 1, 2021 plus interest ranging from 3.227% to 5.231% through December 1, 2039. The bonds were used to refinance outstanding debt.	35,315,000	-	2,000,000	33,315,000
	$ 58,005,000	$ -	$ 2,000,000	$ 56,005,000
Business-type activities:				
$9,200,000 general obligation bonds of 2021 dated December 1, 2021 due in annual installments of $780,000 to $1,090,000 commencing December 1, 2022 plus interest at 4.00% through December 1, 2031. The bonds were used for capital projects for water delivery improvements and enhancements.	$ 8,420,000	$ -	$ 795,000	$ 7,625,000

Note 6. Long-Term Obligations (Continued)

Loans Payable

The City enters into loans payable for the acquisition of capital equipment. Loans payable are direct obligations and pledge the full faith and credit of the City. Loans payable currently outstanding are as follows:

	Beginning Balances	Issuances	Retirements	Ending Balances
$699,999 loan payable dated September 23, 2019, due in annual installments of $60,223 to $80,661 including interest at 3.30% through September 23, 2029.	$ 513,303	$ -	$ 66,384	$ 446,919
$1,618,000 loan payable dated August 21, 2020, due in semi annual installments of $171,832 including interest at 2.05% through December 1, 2025.	841,490	-	171,419	670,071
$842,617 loan payable dated March 1, 2021, due in annual installments, including interest at 2.49%, of $224,299 through May 31, 2023 and a final payment of $211,479 on May 31, 2024.	419,954	-	213,697	206,257
	$ 1,774,747	$ -	$ 451,500	$ 1,323,247

Debt Service Requirements to Maturity

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

	Governmental Activities							
Fiscal	General Obligation Bonds		Loans Payable		Leases Payable		Subscriptions Payable	
Year	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2025	$ 2,070,000	$ 2,968,295	$ 606,451	$ 32,015	$ 32,396	$ 3,726	$ 157,359	$ 8,612
2026	2,145,000	2,894,748	409,289	17,698	33,716	2,406	132,431	2,766
2027	2,220,000	2,816,391	73,175	10,148	27,152	1,111	10,515	-
2028	2,305,000	2,730,810	75,590	7,733	10,391	480	-	-
2029	4,515,000	2,639,648	78,084	5,239	7,254	86	-	-
2030 - 2034	17,370,000	9,938,757	80,658	2,662	-	-	-	-
2035 - 2039	20,595,000	4,601,319	-	-	-	-	-	-
2040	4,785,000	250,302	-	-	-	-	-	-
	$ 56,005,000	$ 28,840,270	$ 1,323,247	$ 75,495	$ 110,909	$ 7,809	$ 300,305	$ 11,378

Note 6. Long-Term Obligations (Continued)

Fiscal Year	Business-Type Activities General Obligation Bonds Principal	Interest
2025	$ 830,000	$ 305,000
2026	860,000	271,800
2027	895,000	237,400
2028	930,000	201,600
2029	970,000	164,400
2030 - 2032	3,140,000	254,600
	$ 7,625,000	$ 1,434,800

Legal Debt Margin
Article VII, Section 6(k) of the 1970 Illinois Constitution governs the computation of legal debt margin. "The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property (2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum…shall not be included in the foregoing percentage amounts." To date the Illinois General Assembly has set no limits for home rule municipalities. The City is a home rule municipality.

Note 7. Net Investment in Capital Assets and Fund Balances

Net Investment in Capital Assets

Net investment in capital assets was comprised of the following as of April 30, 2024:

Governmental activities	
Capital assets - net of accumulated depreciation	$ 39,088,788
Less capital related debt:	
General obligation taxable bonds of 2017A	(2,836,299)
General obligation taxable bonds of 2017B	(4,150,000)
General obligation taxable bonds of 2018A	(2,461,093)
General obligation taxable bonds of 2018B	(2,467,404)
General obligation taxable bonds of Series 2020, capital related portion	(13,984,073)
Loans payable	(1,323,247)
Leases payable	(110,909)
Subscriptions payable	(300,305)
Plus deferred loss on refundings	705,853
Plus unamortized bond discounts	241,769
Net investment in capital assets	$ 12,403,080

Note 7. Net Investment in Capital Assets and Fund Balances (Continued)

Fund Balance Classifications

In the governmental funds financial statements, the City considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The City first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

The following is a schedule of fund balance classifications for the governmental funds as of April 30, 2024:

	General	Debt Service	Capital Projects	Eastern Industrial Development TIF	Nonmajor	Totals
Fund balances						
Nonspendable						
Advances to other funds	$ 2,438,585	$ -	$ -	$ -	$ 505,372	$ 2,943,957
Prepaid items	891,820	-	330,956	-	-	1,222,776
	3,330,405	-	330,956	-	505,372	4,166,733
Restricted						
Land held for resale	-	-	-	-	300,000	300,000
Streets/public improvements	-	-	-	10,407,021	10,057,988	20,465,009
Community development	-	-	-	-	79,499	79,499
Public safety	240,611	-	-	-	215,771	456,382
Library services	-	-	-	-	943,438	943,438
Drug enforcement	1,299,137	-	-	-	-	1,299,137
Debt service	-	731,944	-	-	-	731,944
	1,539,748	731,944	-	10,407,021	11,596,696	24,275,409
Unassigned	23,015,192	-	796,216	-	(303,555)	23,507,853
Total fund balances	$ 27,885,345	$ 731,944	$ 1,127,172	$ 10,407,021	$ 11,798,513	$ 51,949,995

Note 8. Risk Management and Contingent Liabilities

The City is self-insured for health and prescription drugs for eligible employees and dependents. The City maintains an employee Health Insurance Fund in order to finance all claims paid, estimated future payments with respect to claims made and estimated claims incurred but not reported. Participation begins the first day of full-time employment and ends at termination. Coverage can be continued during an approved leave of absence or as a retiree. A $688,639 liability provision for claims incurred but not paid at April 30, 2024, was estimated from information provided to the City by its third-party administrator. The City also has a non-experience-rated excess medical risk policy with Blue Cross Blue Shield which provides stop-loss protection for health claims expense. Under the terms of the policy, individual participant claim expenses incurred within the policy year in excess of $100,000 are reimbursed to the City by the insurance company.

The City appointed a third-party administrator to process the plan claims. Total claims paid during the year ended April 30, 2024, were $5,027,766.

Note 8. Risk Management and Contingent Liabilities (Continued)

	Year Ended April 30, 2024	2023
Claims payable - beginning balance	$ 998,353	$ 987,855
Incurred claims	4,718,052	4,337,126
Claims paid	(5,027,766)	(4,326,628)
	$ 688,639	$ 998,353

Litigation
The City is a defendant in various lawsuits wherein substantial amounts are claimed. In the opinion of the City's legal counsel, these suits are without substantial merit and should not result in judgments where the aggregate would have a material adverse effect on the City's financial statements.

Grants
Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

Note 9. Employee Retirement Systems

Employee Retirement System – Defined Benefit Pension Plans

The City contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Police Pension Plan which is a single-employer pension plan, and the Firefighters' Pension Plan which is also a single-employer pension plan. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained on-line at www.imrf.org. The benefits, benefit levels, employee contributions and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly.

Below is a summary of amounts reported by the City:

	IMRF	Police Pension	Firefighters' Pension	Total
Net pension liability (asset)	$ (3,488,014)	$ 71,517,603	$ 66,056,786	$ 134,086,375
Deferred outflows of resources	2,744,063	10,164,171	5,431,252	18,339,486
Deferred inflows of resources	403,423	10,920,752	1,743,444	13,067,619
Pension expense (income)	(2,280,967)	7,318,393	7,242,496	12,279,922

Note 9. Employee Retirement Systems (Continued)

Illinois Municipal Retirement Fund (IMRF)

Plan Description. The City'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 City's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent, 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.

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). The City participates in IMRF's Regular Plan.

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 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent 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 percent 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 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent 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 percent of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Plan Membership. As of December 31, 2023, the following employees were covered by the benefit terms:

Inactive plan members currently receiving benefits	168
Inactive plan members entitled to but not yet receiving benefits	99
Active plan members	92
	359

Note 9. Employee Retirement Systems (Continued)

Illinois Municipal Retirement Fund (Continued)

Contributions. As set by statute, the City's Regular Plan Members are required to contribute 4.5 percent 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 City's annual contribution rate for calendar years 2024 and 2023 were 1.00 percent and 4.79 percent, respectively. For the fiscal year ended April 30, 2024, the City contributed $204,084 to the plan. The contributions as of April 30, 2024 are reported in the financial statements as follows:

Governmental Activities	$	164,005
Business-Type Activities		40,079
Total	$	204,084

The City 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, which the supplemental retirement benefits rate is set by statute.

Net Pension Liability (Asset). The City's net pension liability (asset) was measured as of December 31, 2023. The total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The following are the methods and assumptions used to determine total pension liability at December 31, 2023:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.25 percent.
- **Salary Increases** were expected to be 2.85 percent to 13.75 percent, including inflation.
- The **Investment Rate of Return** was assumed to be 7.25 percent.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2023 valuation according to an experience study from years 2020 to 2022.
- For **Non-disabled retirees**, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108 percent) and Female (adjusted 106.4 percent) tables, and future mortality improvements projected using scale MP-2021.
- For **Disabled Retirees**, the Pub 2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.
- For **Active Members**, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.
- The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of the one-year arithmetic and the ten-year geometric real rates of return for each major asset class are summarized in the following table:

Note 9. Employee Retirement Systems (Continued)

Illinois Municipal Retirement Fund (Continued)

Asset Class	Portfolio Target Percentage		Long-Term Expected Real Rate of Return
Domestic equity	34.5	%	5.00
International equity	18.0		6.36
Fixed income	24.5		4.75
Real estate	10.5		6.30
Alternative investments	11.5		
Private equity			8.65
Commodities			6.05
Cash equivalents	1.0		3.80
	100.0	%	

Single Discount Rate. A Single Discount Rate of 7.25 percent was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return (7.25 percent) on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and

2. The tax-exempt municipal bond rate (3.77 percent) based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date to the extent that the contributions for use with the long-term expected rate of return are not met.

IMRF's fiduciary net position as of December 31, 2023 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients of the plan. For the purpose of the most recent valuation, the expected rate of return on plan investments is not adjusted by the municipal bond rate and the resulting single discount rate of 7.25 percent.

Note 9. Employee Retirement Systems (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension (Asset). The following table shows the components of the total pension liability and fiduciary net position for the year ended April 30, 2024.

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) (A) - (B)
Balance at beginning of year	$ 41,653,338	$ 42,394,113	$ (740,775)
Changes for the year:			
Service cost	526,211	-	526,211
Interest on the total pension liability	2,949,161	-	2,949,161
Difference between expected and actual experience of the total pension liability	97,607	-	97,607
Changes in assumptions	(38)	-	(38)
Contributions - employer	-	273,223	(273,223)
Contributions - employee	-	271,914	(271,914)
Net investment income	-	4,712,408	(4,712,408)
Benefit payments, including refunds of employee contributions	(2,476,734)	(2,476,734)	-
Other (net transfer)	-	1,062,635	(1,062,635)
Net changes	1,096,207	3,843,446	(2,747,239)
Balance at end of year	$ 42,749,545	$ 46,237,559	$ (3,488,014)

Sensitivity of the Net Pension (Asset) to Changes in the Discount Rate. The following presents the plan's net pension liability as of April 30, 2024, calculated using a Single Discount Rate of 7.25 percent, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1 percent lower or 1 percent higher:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability/(asset)	$ 1,166,015	$ (3,488,014)	$ (7,200,822)

The total net pension (asset) of $(3,488,014) is reported in the financial statements as follows:

Governmental Activities	$ (2,770,298)
Business-Type Activities	(717,716)
Total	$ (3,488,014)

Note 9. Employee Retirement Systems (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended April 30, 2024, the City recognized pension benefit of $2,280,967. Total pension benefit is reported in the financial statements as follows:

Governmental Activities	$ (1,833,020)
Business-Type Activities	(447,947)
Total	$ (2,280,967)

At April 30, 2024, the City 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
Difference between expected and actual experience	$ 53,411	$ 149,912
Changes in assumptions	-	21
Net difference between projected and actual earnings on pension plan investments	2,417,566	-
Total deferred amounts to be recognized in pension expense in future periods	2,470,977	149,933
Pension contributions made subsequent to the measurement date	19,591	-
Change in proportionate share	253,495	253,490
Total deferred amounts related to IMRF	$ 2,744,063	$ 403,423
Governmental Activities	$ 1,972,392	$ 272,898
Business-Type Activities	771,671	130,525
	$ 2,744,063	$ 403,423

Pension contributions of $19,591 subsequent to the measurement date will be recognized as a reduction of the net pension liability in fiscal year 2025. 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 of Resources
2025	$ 68,454
2026	827,608
2027	1,759,049
2028	(334,067)
	$ 2,321,044

Note 9. Employee Retirement Systems (Continued)

Police Pension Plan

Plan Descriptions

Plan Administration. The Police Pension Plan is a single employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The City accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the City President, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At April 30, 2024, the measurement date, membership consisted of the following:

Inactive plan members currently receiving benefits	86
Inactive plan members entitled to but not yet receiving benefits	19
Active plan members	72
	177

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

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

Covered employees hired on or after January 1, 2011 (Tier 2 employees), upon attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. In 2023, a police officer's salary for pension purposes is capped at $130,166. The cap is adjusted annually by the lesser of one half of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Police officers with at least 10 years of service may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or one half of the change in the Consumer Price Index for the preceding calendar year.

Note 9. Employee Retirement Systems (Continued)

Police Pension Plan (Continued)

Contributions. Covered employees are required to contribute 9.91 percent of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90 percent of the past service cost by the year 2040. For the year ended April 30, 2024, the City's contribution was 65.44 percent of covered payroll of $7,625,210.

The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
US Large	23%	4.15%
US Small	5%	4.54%
International Developed	18%	4.64%
International Developed Small	5%	-0.25%
Emerging Markets	7%	5.31%
Private Equity (Direct)	7%	7.15%
Bank Loans	3%	2.48%
High Yield Corp. Credit	3%	2.48%
Emerging Market Debt	3%	2.82%
Private Credit	5%	4.37%
US TIPS	3%	-0.12%
Real Estate/Infrastructure	8%	4.00%
Cash	1%	-0.27%
Short-Term Got't/Credit	3%	0.73%
US Treasury	3%	-0.60%
Core Plus Fixed Income	3%	0.73%
Total	100%	

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 55 percent. Securities in any one company should not exceed 5 percent of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

The long-term expected rate of return on the Fund's investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of April 30, 2024 are listed in the table above.

Note 9. Employee Retirement Systems (Continued)

Police Pension Plan (Continued)

Rate of Return
For the year ended April 30, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 8.67 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Actuarial Assumptions
The total pension liability was determined by an actuarial valuation performed, as of April 30, 2024, using the following actuarial methods and assumptions:

Actuarial valuation date	April 30, 2024
Actuarial cost method	Entry Age Normal
Asset valuation method	Market
Actuarial assumptions	
Discount rate used for the total pension liability	6.77%
Expected rate of return on investments	7.00%
High-quality 20 year tax-exempt G.O. bond rate	4.07%
Projected individual pay increases	2.25%-33.11%
Projected total payroll increases	3.25%
Consumer price index (urban)	2.25%
Inflation	2.25%
Retirement rates	100% of L&A Assumption Study for Police 2020 Cap Age 65
Disability rates	100% of L&A Assumption Study for Police 2020
Mortality rates	Sex Distinct Raw Rates as developed in the PubS-2010(A) Study. Mortality improvement uses MP-2019 Improvement Rates applied on a fully generational basis
Termination rates	100% of L&A Assumption Study for Police 2020
Percent married	80%

The following actuarial assumptions were changed during the year:

- The discount rate used in the determination of the total pension liability was changed from 6.64 percent to 6.77 percent.
- The high-quality 20-year tax-exempt general obligation bond rate assumption was changed from 3.53 percent to 4.07 percent to reflect the change in the rate from the prior year.

Note 9. Employee Retirement Systems (Continued)

Police Pension Plan (Continued)

Discount Rate

The discount rate used to measure the total pension liability is 6.77 percent. The projection of cash flows used to determine the discount rate assumed that the plan member contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to make all projected future benefit payments of current plan members through 2076. Therefore, the long-term expected rate of return of 7.00 percent was blended with the Municipal bond rate of 4.07 percent to arrive at a discount rate of 6.77 percent used to determine the total pension liability.

Discount Rate Sensitivity

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

	1% Decrease (5.77%)	Current Discount Rate (6.77%)	1% Increase (7.77%)
Net pension liability	$ 89,600,414	$ 71,517,603	$ 56,725,140

Note 9. Employee Retirement Systems (Continued)

Police Pension Plan (Continued)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2023	$ 130,230,787	$ 56,092,522	$ 74,138,265
Changes for the year:			
Service cost	1,889,893	-	1,889,893
Interest on the total pension liability	8,425,651	-	8,425,651
Difference between expected and actual experience of the total pension liability	(132,953)	-	(132,953)
Changes in assumptions	(2,146,859)	-	(2,146,859)
Contributions - employer	-	4,989,893	(4,989,893)
Contributions - employee	-	755,877	(755,877)
Contributions - other	-	81,526	(81,526)
Net investment income	-	4,899,883	(4,899,883)
Benefit payments, including refunds of employee contributions	(6,678,057)	(6,678,057)	-
Other (net transfer)	-	(70,785)	70,785
Net changes	1,357,675	3,978,337	(2,620,662)
Balances at April 30, 2024	$ 131,588,462	$ 60,070,859	$ 71,517,603

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

For the year ended April 30, 2024, the City recognized pension expense of $7,318,393. At April 30, 2024, the City 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
Difference between expected and actual experience	$ 993,075	$ 3,071,528
Changes in assumptions	5,981,318	7,849,224
Net difference between projected and actual earnings on pension plan investments	3,189,778	-
Total deferred amounts related to police pension	$ 10,164,171	$ 10,920,752

Note 9. Employee Retirement Systems (Continued)

Police Pension Plan (Continued)

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 of Resources
2025	$ 213,992
2026	1,205,084
2027	(1,227,981)
2028	(843,258)
2029	(104,418)
	$ (756,581)

Firefighters' Pension Plan

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

Plan Membership. At April 30, 2024, the measurement date, membership consisted of the following:

Inactive plan members currently receiving benefits	84
Inactive plan members entitled to but not yet receiving benefits	7
Active plan members	57
	148

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

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

Note 9. Employee Retirement Systems (Continued)

Firefighters' Pension Plan (Continued)

Covered employees hired on or after January 1, 2011 (Tier 2 employees), upon attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. In 2021, a firefighter's salary for pension purposes is capped at $130,166. The cap is adjusted annually by the lesser of one half of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Firefighters with at least 10 years of service may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or one half of the change in the Consumer Price Index for the preceding calendar year.

Contributions. Covered employees are required to contribute 9.455 percent 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 City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90 percent of the past service cost by the year 2040. For the year ended April 30, 2024, the City's contribution was 75.68 percent of covered payroll of $6,133,288.

Note 9. Employee Retirement Systems (Continued)

Firefighters' Pension Plan (Continued)

The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
U.S. Equity	25%	5.20%
Developed Market Equity (non-US)	13%	5.60%
Emerging Market Equity	7%	5.50%
Private Equity	10%	8.60%
Public Credit	3%	1.90%
Private Credit	7%	7.00%
Core Fixed Income	9%	1.80%
Core Plus Fixed Income	9%	2.40%
Short-Term Treasuries	3%	0.30%
Real Estate	10%	4.90%
Infrastructure	4%	5.10%
	100%	

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 55 percent. Securities in any one company should not exceed 5 percent of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

The long-term expected rate of return on the Fund's investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of April 30, 2024, are listed in the table above.

Rate of Return

For the year ended April 30, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 9.16 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Note 9. Employee Retirement Systems (Continued)

Firefighters' Pension Plan (Continued)

Actuarial Assumptions
The total pension liability was determined by an actuarial valuation performed, as of April 30, 2024, using the following actuarial methods and assumptions:

Actuarial valuation date	April 30, 2024
Actuarial cost method	Entry Age Normal
Asset valuation method	Market
Actuarial assumptions	
Discount rate used for the total pension liability	7.00%
Expected rate of return on investments	7.00%
High-quality 20 year tax-exempt G. O. bond rate	4.07%
Salary increases	
Projected individual pay increases	3.50% - 9.25%
Projected total payroll increases	3.25%
Consumer price index (urban)	2.25%
Inflation	2.25%
Retirement rates	125% of L&A Assumption Study for Firefighters 2020 Cap Age 65
Disability rates	100% of L&A Assumption Study for Firefighters 2020
Mortality rates	Sex Distinct Raw Rates as developed in the PubS-2010(A) Study. Mortality improvement uses MP-2019 Improvement Rates applied on a fully generational basis
Termination rates	100% of L&A Assumption Study for Firefighters 2020
Percent married	80%

The following actuarial assumptions were changed during the year:

- The high-quality 20-year tax-exempt general obligation bond rate assumption was changed from 3.53 percent to 4.07 percent to reflect the change in the rate from the prior year.

Discount Rate
A Single Discount Rate of 7.00 percent was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects the long-term expected rate of return (7.00 percent) on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and the tax-exempt municipal bond rate (4.07 percent) based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

Note 9. Employee Retirement Systems (Continued)

Firefighters' Pension Plan (Continued)

The Plan's net position as of April 30, 2024 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients of the Plan. For the purpose of the most recent valuation, the expected rate of return on plan investments is not adjusted by the municipal bond rate and the resulting single discount rate of 7.00 percent.

Discount Rate Sensitivity

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net pension liability	$ 79,384,126	$ 66,056,786	$ 55,056,403

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at beginning of year	$ 101,280,251	$ 36,617,658	$ 64,662,593
Changes for the year:			
Service cost	1,217,180	-	1,217,180
Interest on the total pension liability	6,872,000	-	6,872,000
Difference between expected and actual experience of the total pension liability	1,815,996	-	1,815,996
Changes in assumptions	-	-	-
Changes in benefit terms	-	-	-
Contributions - employer	-	4,641,972	(4,641,972)
Contributions - employee	-	561,918	(561,918)
Contributions - other	-	-	-
Net investment income	-	3,372,463	(3,372,463)
Benefit payments, including refunds of employee contributions	(6,219,615)	(6,219,615)	-
Other (net transfer)	-	(65,370)	65,370
Net changes	3,685,561	2,291,368	1,394,193
Balances at end of year	$ 104,965,812	$ 38,909,026	$ 66,056,786

Note 9. Employee Retirement Systems (Continued)

Firefighters' Pension Plan (Continued)

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

For the year ended April 30, 2024, the City recognized pension expense of $7,242,496. At April 30, 2024, the City reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 2,625,554	$ 1,743,444
Changes in assumptions	1,283,955	-
Net difference between projected and actual earnings on pension plan investments	1,521,743	-
Total deferred amounts related to Firefighters' pension	$ 5,431,252	$ 1,743,444

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 of Resources
2025	$ 1,029,193
2026	1,630,448
2027	687,430
2028	254,262
2029	86,475
	$ 3,687,808

Note 10. Pension Trust Funds – Financial Data

Combining Statement of Fiduciary Net Position
April 30, 2024

	Police Pension	Firefighters' Pension	Totals
Assets			
Cash and cash equivalents	$ 4,494,803	$ 600,202	$ 5,095,005
Investments:			
U.S. Government and agency obligations	9,988,858	-	9,988,858
Corporate bonds obligations	7,763,073	-	7,763,073
Mutual funds	11,674,745	-	11,674,745
Common stock	25,430,868	-	25,430,868
External investment pool	-	37,691,613	37,691,613
Accrued interest receivable	151,224	-	151,224
Amounts receivable from general fund	518,738	619,956	1,138,694
Prepaids	55,930	2,075	58,005
Total assets	60,078,239	38,913,846	98,992,085
Liabilities			
Accounts payable	7,381	4,820	12,201
Net position			
Restricted for pensions	$ 60,070,858	$ 38,909,026	$ 98,979,884

Note 10. Pension Trust Funds – Financial Data (Continued)

Combining Statement of Changes in Fiduciary Net Position
Year Ended April 30, 2024

	Police Pension	Firefighters' Pension	Totals
Additions:			
Contributions - employer	$ 4,989,893	$ 4,641,973	$ 9,631,866
Contributions - plan members	755,877	561,918	1,317,795
Contributions - other	81,526	-	81,526
Total contributions	5,827,296	5,203,891	11,031,187
Investment earnings:			
Investment income	5,239,275	3,408,690	8,647,965
Less investment expenses	339,393	36,227	375,620
Net investment earnings	4,899,882	3,372,463	8,272,345
Total additions	10,727,178	8,576,354	19,303,532
Deductions:			
Administration	70,785	65,369	136,154
Benefit and refunds	6,678,057	6,219,616	12,897,673
Total deductions	6,748,842	6,284,985	13,033,827
Change in net position	3,978,336	2,291,369	6,269,705
Net position - beginning	56,092,522	36,617,657	92,710,179
Net position - ending	$ 60,070,858	$ 38,909,026	$ 98,979,884

Note 11. Other Post-Employment Benefits

Plan Description and Benefits Provided. In addition to providing the pension benefits described, the City provides post-employment health care insurance benefits (OPEB) for its eligible retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the City's Employee Health Insurance Internal Service Fund.

Note 11. Other Post-Employment Benefits (Continued)

The City provides post-employment benefits for certain eligible employees. Pursuant to City Code of Ordinances, Chapter 2, Section 2-137.3, any City employee, except sworn police and firemen, who is at least 55 years of age and retires with a minimum of 15 years of full-time service with the City, will be eligible for retiree health insurance benefits with 50 percent of the health care premium for single or dependent coverage paid for by the City until the employee acquires other health insurance coverage or is eligible for Medicare; and, any mayor or alderman who may qualify as a retired employee for the purpose of receiving health insurance benefits may elect to continue under the City's covered health insurance plan, along with their legal dependents, until the retiree acquires other health insurance coverage or is eligible for Medicare, with 50 percent of the premium for single or dependent coverage paid for by the City. For sworn police officers and firemen who have 20 years of full-time service with the City and are at least age 50, the City pays the full cost of the health insurance premium for each eligible retiree and 25 percent of the cost for the retiree's dependent coverage unless otherwise modified by a labor contract, until the retiree acquires other health insurance coverage or becomes eligible for Medicare. Under police and fire labor contracts, the City is responsible for a portion of postemployment health benefits for police and fire employees retiring between May 1, 1987 and December 31, 1990. For the year ended April 30, 2024, retirees contributed $181,016. Active employees do not contribute to the plan until retirement. The City does not currently have a funding policy.

Employees Covered by Benefit Terms. At April 30, 2024, the following employees were covered by the benefit terms:

Inactive plan members currently receiving benefits	47
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	167
Total	214

Total OPEB Liability. The City's total OPEB liability was measured as of April 30, 2024 and was determined by an actuarial valuation as of that date.

	Total OPEB Liability
Changes in total OPEB liability:	
Balances at April 30, 2023	$ 17,641,288
Changes for the year:	
Service cost	872,718
Interest on the total OPEB liability	749,099
Changes of assumptions	(429,929)
Benefit payments	(848,256)
Net changes	343,632
Balances at April 30, 2024	$ 17,984,920

Note 11. Other Post-Employment Benefits (Continued)

Actuarial Assumptions. The following are the methods and assumptions used to determine total OPEB liability at April 30, 2024:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Discount Rate** used to measure the OPEB liability was 4.42 percent, the 20 year municipal bond yield from the S&P Municipal Bond 20 Year High Grade Rate Index as of April 30, 2024.
- **Inflation** was assumed to be 3.00 percent per year.
- **Salary Increases** was assumed to be 3.50 percent.
- For **Healthcare Cost Trend Rates**, an initial rate of 7.25% was used for fiscal year 2023. For fiscal years after 2024, trend starts at 6.75 percent and gradually decreases to an ultimate trend of 4.00 percent in 2074.
- **Mortality rates** used for IMRF active lives were based on PubG-2010 amount-weighted, below-median income with scale MP-2021; healthy inactive lives used PubG-2010 amount-weighted, below median income, Male (adjusted 106%) and Female (adjusted 105%) with scale MP-2021; and disabled lives used PubG-2010 amount weighted, with scale MP-2021. For Police and Firefighters' active lives were based on PubS-2010 Employee mortality projected 5 years past the valuation date with Scale MP-2021; inactive employees used the PubS-2010 Healthy Retiree mortality projected 5 years past the valuation date with Scale MP-2021; for beneficiaries, the PubS-2010 Survivor mortality projected 5 years past the valuation date with Scale MP-2021 and for disabled lives, the PubS-2010 Disabled mortality projected 5 years past the valuation date with Scale MP-2021.

Actuarial assumptions were changed from the prior year. The discount rate was changed from 4.14 percent to 4.42 percent to reflect the change in the S&P Municipal Bond 20 Year High-Grade Rate Index as of April 30, 2024. Also reflected as assumption changes are updated healthcare costs and premiums, and updated mortality, termination, disability, and retirement rates.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the plan's total OPEB liability, calculated using a Discount Rate of 4.42 percent, as well as what the plan's total OPEB liability would be if it were calculated using a Discount rate that is one percentage point higher or lower that the current rate:

	1% Decrease (3.42%)	Current Discount Rate (4.42%)	1% Increase (5.42%)
Total OPEB liability	$ 19,574,611	$ 17,984,920	$ 16,542,398

Note 11. Other Post-Employment Benefits (Continued)

Sensitivity of Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the plan's total OPEB liability, calculated using the healthcare cost trend rates, as well as what the plan's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower than the current healthcare cost trend rates. The key trend rates are 7.25 percent in 2024 decreasing to an ultimate trend rate of 4.00 percent in 2074.

	1% Decrease (a)	Healthcare Cost Trend Rates Assumption	1% Increase (b)
	6.25% decreasing to 3.00%	7.25% decreasing to 4.00%	8.25% decreasing to 5.00%
Total OPEB liability	$ 15,865,942	$ 17,984,920	$ 20,492,088

OPEB Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB. For the year ended April 30, 2024, the City recognized OPEB expense of $593,875.

At April 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 114,326	$ 305,508
Changes of assumptions	1,083,559	2,747,212
Total deferred amounts related to OPEB	$ 1,197,885	$ 3,052,720

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

Fiscal Year Ending April 30:	Net Deferred Inflows of Resources
2025	$ (179,686)
2026	(179,686)
2027	(232,504)
2028	(349,989)
2029	(363,337)
Thereafter	(549,633)
	$ (1,854,835)

Note 12. Landfill Closure Costs

Previously, the City Council approved closing the landfill depending on the final outcome of federal regulations. The post-closure costs of $9,581,303 are based on 100 percent landfill capacity used to date and have been estimated by an independent consultant. The City annually reviews these costs and adjusts them as necessary. The post-closure costs will be funded by the General Fund operations. This amount is based on the estimated cost to perform all future post-closure care. Actual cost may be higher due to inflation, changes in technology or changes in regulations. If additional post-closure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by future tax revenue.

Note 13. Cook County Incentives

The Cook County Assessor's Office, in conjunction with municipalities located within Cook County and within the City's boundaries, encourage certain industrial and commercial development by offering real estate tax incentive programs (such as Class 6a, 6b, 7, 8 and 9) for the development of new industrial facilities, the rehabilitation of existing industrial structures and industrial utilization of abandoned buildings or areas experiencing severe stagnation. These programs offer qualified properties a reduced equalized assessed valuation for up to 12 years. The City estimates its portion of annual abatement of property taxes to various local companies under this development incentive approximates $3.4 million.

Note 14. Related Organization

The Chicago Heights Development Corporation (the Corporation) is a nonprofit corporation organized for the purposes of developing plans and resources intended to improve the overall economic conditions of the City, encouraging the growth of the local economy and promoting the creation of jobs. The City officials are responsible for appointing the 3 members of the board of the Corporation, but the City's accountability for this Corporation does not extend beyond making the appointments. For the year ended April 30, 2024, the City made no appropriations to the Corporation.

Note 15. Pronouncements Issued But Not Yet Adopted

At April 30, 2024, GASB has issued several statements not yet implemented by the City. The statements that might impact the City are as follows:

GASB Statement No. 99, *Omnibus 2022,* will enhance comparability in the application of accounting and financial reporting requirements and will improve the consistency of authoritative literature. Consistent authoritative literature enables governments and other stakeholders to more easily locate and apply the correct accounting and financial reporting provisions, which improves the consistency with which such provisions are applied. The comparability of financial statements also will improve as a result of this statement. Better consistency and comparability improve the usefulness of information for users of state and local government financial statements. The statement will be effective for the City at various times between upon issuance and with its year ending April 30, 2025.

GASB Statement No. 100, *Accounting Changes and Error Corrections,* will improve the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. In turn, more understandable, reliable, relevant, consistent, and comparable information will be provided to financial statement users for making decisions or assessing accountability. In addition, the display and note disclosure requirements will result in more consistent, decision useful, understandable, and comprehensive information for users about accounting changes and error corrections. The statement will be effective for the City with its year ending April 30, 2025.

Note 15. Pronouncements Issued But Not Yet Adopted (Continued)

GASB Statement No. 101, *Compensated Absences,* will through its unified recognition and remeasurement model, result in a liability for compensated absences that more appropriately reflects when a government incurs an obligation. In addition, the model can be applied consistently to any type of compensated absence and will eliminate potential comparability issues between governments that offer different types of leave. The model also will result in a more robust estimate of the amount of compensated absences that a government will pay or settle, which will enhance the relevance and reliability of information about the liability for compensated absences. The statement will be effective for the City with its year ending April 30, 2025.

GASB Statement No. 102, *Certain Risk Disclosures*, will provide users of financial statements with essential information about risks related to vulnerabilities due to certain concentrations or constraints. This statement will be effective for the City with its year ending April 30, 2026.

GASB Statement No. 103, *Financial Reporting Model Improvements,* will improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This statement also addresses certain application issues. The statement will be effective for the City with its year ending April 30, 2026.

GASB Statement No. 104, *Disclosure of Certain Capital Assets,* will improve financial reporting by provided issuers of financial statements with essential information about certain types of capital assets in order to make informed decisions and assess accountability. Additionally, the disclosure requirements will improve consistency and comparability between governments. The statement will be effective for the City with its year ending April 30, 2027.

Management of the City is still in the process of determining what effect, if any, the above statements will have on the financial statements and related disclosures.

Note 16. Restatement

The adoption of GASB 96, *Subscription-Based Information Technology Arrangements,* on May 1, 2023, resulted in a restatement of beginning governmental activities capital assets (subscriptions) in the amount of $410,658, as well as the addition of the beginning balance for corresponding governmental activities subscriptions payable in the amount of $410,658. The adoption of this statement had no effect on the City's beginning net position.

Note 17. Subsequent Events

The City issued $2,000,000 General Obligation Library Bonds, Series 2024 in August 2024. Additionally, the City's transfer of investments to the Illinois Police Officer's Pension Investment Fund was completed in October 2024.

Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Changes in the Total OPEB Liability and Related Ratios

- Schedule of Employer Contributions
  Illinois Municipal Retirement Fund
  Police Pension Fund
  Firefighters' Pension Fund

- Schedule of Changes in the Net Pension Liability, Total Pension Liability and Related Ratios
  Illinois Municipal Retirement Fund
  Police Pension Fund
  Firefighters' Pension Fund

- Budgetary Comparison Schedule – General Fund

City of Chicago Heights, Illinois

Schedule of Changes in the Total OPEB Liability and Related Ratios
Postemployment Benefit Plan

For the fiscal year ending April 30,	2024	2023	2022	2021	2020	2019
Total OPEB Liability						
Service Cost	$ 872,718	$ 846,793	$ 1,234,788	$ 920,055	$ 536,809	$ 489,190
Interest on the Total OPEB Liability	749,099	677,181	374,788	539,757	545,095	582,493
Changes of benefit terms	-	-	-	-	-	(11,021)
Differences between expected and actual experience of the Total OPEB Liability	-	(392,796)	-	205,786	-	-
Changes of assumptions	(429,929)	338,106	(3,547,581)	556,380	657,577	630,534
Benefit payments	(848,256)	(769,713)	(728,119)	(848,282)	(976,663)	(1,022,077)
Other changes	-	-	-	-	1,857	242,669
Net change in Total OPEB Liability	343,632	699,571	(2,666,124)	1,373,696	764,675	911,788
Total OPEB Liability - beginning	17,641,288	16,941,717	19,607,841	18,234,145	17,469,470	16,557,682
Total OPEB Liability - ending	$ 17,984,920	$ 17,641,288	$ 16,941,717	$ 19,607,841	$ 18,234,145	$ 17,469,470
Covered Payroll	$14,858,142	$14,355,693	$14,501,576	$13,537,376	$14,314,946	$14,314,946
Total OPEB liability as a Percentage of Covered Payroll	121.04%	122.89%	116.83%	144.84%	127.38%	122.04%

Notes to Schedules
The information on the schedules will accumulate until a full 10-year trend is presented as required by GASB Statement No. 75. Information is presented for those years for which information is available.

There are no assets accumulated in a trust that meets the criteria of GASB Codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

Changes of assumptions:

For 2024, the changes of assumptions and other inputs reflect the effects of changes in the discount rate. The discount rate increased to 4.42% from 4.14% the prior year.

For 2023, the changes of assumptions and other inputs reflect the effects of changes in the discount rate. The discount rate increased to 4.14% from 3.98% the prior year.

For 2022, the changes of assumptions and other inputs reflect the effects of changes in the discount rate. The discount rate increased to 3.98% from 1.83% the prior year.

For 2021, the changes of assumptions and other inputs reflect the effects of changes in the discount rate. The discount rate decreased to 1.83% from 2.85% the prior year. Healthcare cost trend rates were changed from starting at 5.97% and decreasing to 4.50% to starting at 7.50% and decreasing to 4.00%.

Additionally, mortality rates were previously based on the December 31, 2018 IMRF Actuarial Valuation Report for IMRF employees and retirees and RP-2014 Combined Mortality with blue collar adjustments improved generationally using MP-2016 rates for police and firefighter employees and retirees. The mortality rates noted above are now used.

For 2020, the changes of assumptions and other inputs reflect the effects of changes in the discount rate. The discount rate decreased to 2.85% from 3.21% the prior year.

For 2019, the changes of assumptions and other inputs reflect the effects of changes in the discount rate. The discount rate decreased to 3.21% from 4.50% the prior year.

City of Chicago Heights, Illinois

Required Supplementary Information
Schedule of Contributions

Illinois Municipal Retirement Fund*

Fiscal year ended	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	$ 273,224	$ 400,097	$ 503,106	$ 537,193	$ 496,243	$ 541,981	$ 553,604	$ 600,421	$ 654,373	$ 646,048
Contributions in relation to the actuarial determined contribution	204,084	355,507	475,118	512,385	496,243	541,981	553,604	600,421	657,626	643,127
Contribution deficiency (excess)	$ 69,140	$ 44,590	$ 27,988	$ 24,808	$ -	$ -	$ -	$ -	$ (3,253)	$ 2,921
Covered payroll	$ 5,704,042	$ 5,363,229	$ 5,115,024	$ 4,792,083	$ 5,176,717	$ 5,117,955	$ 4,994,250	$ 5,509,784	$ 5,874,080	$ 5,963,826
Contributions as a percentage of covered payroll	3.58%	6.63%	9.29%	10.69%	9.59%	10.59%	11.08%	10.90%	11.20%	10.78%

Police Pension Plan*

Fiscal year ended	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	$ 4,776,374	$ 5,065,066	$ 4,894,592	$ 4,065,251	$ 3,919,530	$ 3,621,640	$ 3,208,556	$ 3,368,100	$ 3,133,548	$ 2,345,633
Contributions in relation to the actuarial determined contribution	4,989,893	5,333,557	4,894,592	4,067,751	3,968,256	3,678,263	2,910,067	3,339,899	2,527,865	1,622,163
Contribution deficiency (excess)	$ (213,519)	$ (268,491)	$ -	$ (2,500)	$ (48,726)	$ (56,623)	$ 298,489	$ 28,201	$ 605,683	$ 723,470
Covered payroll	$ 7,625,210	$ 6,734,005	$ 6,689,872	$ 6,788,523	$ 6,755,872	$ 6,340,284	$ 6,776,651	$ 7,929,122	$ 6,701,755	$ 6,560,452
Contributions as a percentage of covered payroll	65.44%	79.20%	73.16%	59.92%	58.74%	58.01%	42.94%	42.12%	37.72%	24.73%

Firefighters' Pension Plan*

Fiscal year ended	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	$ 4,536,855	$ 4,653,167	$ 4,489,548	$ 3,692,506	$ 3,387,978	$ 3,011,577	$ 2,667,638	$ 2,443,548	$ 2,285,252	$ 2,204,440
Contributions in relation to the actuarial determined contribution	4,641,972	5,051,276	4,566,174	3,774,594	3,580,196	3,055,884	2,509,630	2,987,233	2,339,407	1,580,181
Contribution deficiency (excess)	$ (105,117)	$ (398,109)	$ (76,626)	$ (82,088)	$ (192,218)	$ (44,307)	$ 158,008	$ (543,685)	$ (54,155)	$ 624,259
Covered payroll	$ 6,133,288	$ 5,332,682	$ 5,204,754	$ 5,116,104	$ 5,050,726	$ 4,797,396	$ 4,723,525	$ 4,341,935	$ 4,509,531	$ 4,855,336
Contributions as a percentage of covered payroll	75.68%	94.72%	87.73%	73.78%	70.88%	63.70%	53.13%	68.80%	51.88%	32.55%

City of Chicago Heights, Illinois

Required Supplementary Information - Illinois Municipal Retirement Fund
Schedule of Changes in the Net Pension Liability, Total Pension Liability and Related Ratios
April 30, 2024

Measurement Date December 31,	2023	2022	2021	2020	2019	2018	2017	2016	2015
Fiscal Year Ended April 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total pension liability:									
Service cost	$ 526,211	$ 522,675	$ 478,952	$ 561,420	$ 543,068	$ 521,484	$ 528,394	$ 634,466	$ 667,218
Interest	2,949,161	2,955,903	2,915,386	2,939,638	2,856,415	2,809,912	2,791,797	2,772,159	2,730,892
Changes in benefit terms	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	97,607	(952,442)	(221,646)	(973,986)	143,085	(12,071)	507,558	(885,112)	(688,783)
Change in assumptions	(38)	-	-	(367,480)	-	1,016,267	(1,236,971)	-	-
Benefit payments, including refunds of member contributions	(2,476,734)	(2,765,080)	(2,506,315)	(2,399,408)	(2,408,289)	(2,417,796)	(2,273,799)	(2,139,465)	(2,145,972)
Net change in total pension liability	1,096,207	(238,944)	666,377	(239,816)	1,134,279	1,917,796	316,979	382,048	563,355
Total pension liability - beginning	41,653,338	41,892,282	41,225,905	41,465,721	40,331,442	38,413,646	38,096,667	37,714,619	37,151,264
Total pension liability - ending	$ 42,749,545	$ 41,653,338	$ 41,892,282	$ 41,225,905	$ 41,465,721	$ 40,331,442	$ 38,413,646	$ 38,096,667	$ 37,714,619
Plan fiduciary net position:									
Contributions - employer	$ 273,223	$ 400,097	$ 503,106	$ 537,193	$ 464,658	$ 580,517	$ 549,249	$ 621,043	$ 657,626
Contributions - members	271,914	251,100	225,613	215,644	255,772	239,336	227,381	273,064	272,528
Net investment income	4,712,408	(6,789,964)	8,001,844	6,241,969	7,196,313	(2,427,837)	6,564,499	2,418,766	183,799
Benefit payments, including refunds of member contributions	(2,476,734)	(2,765,080)	(2,506,315)	(2,399,408)	(2,408,289)	(2,417,796)	(2,273,799)	(2,139,465)	(2,145,972)
Administrative expense	1,062,635	(914,378)	(796,685)	(603,526)	142,888	792,250	(1,051,348)	(454,074)	(695,823)
Net change in plan fiduciary net position	3,843,446	(9,818,225)	5,427,563	3,991,872	5,651,342	(3,233,530)	4,015,982	719,334	(1,727,842)
Plan net position - beginning	42,394,113	52,212,338	46,784,775	42,792,903	37,141,561	40,375,091	36,359,109	35,639,775	37,367,617
Plan net position - ending	$ 46,237,559	$ 42,394,113	$ 52,212,338	$ 46,784,775	$ 42,792,903	$ 37,141,561	$ 40,375,091	$ 36,359,109	$ 35,639,775
Employer's net pension (asset) liability	$ (3,488,014)	$ (740,775)	$ (10,320,056)	$ (5,558,870)	$ (1,327,182)	$ 3,189,881	$ (1,961,445)	$ 1,737,558	$ 2,074,844
Plan fiduciary net position as a percentage of the total pension liability	108.16%	101.78%	124.63%	113.48%	103.20%	92.09%	105.11%	95.44%	94.50%
Covered payroll	$ 5,704,042	$ 5,363,229	$ 4,879,785	$ 4,792,083	$ 5,268,220	$ 5,043,586	$ 5,058,870	$ 5,692,428	$ 5,874,080
Employer's net pension liability as a percentage of covered payroll	-61.15%	-13.81%	-211.49%	-116.00%	-25.19%	63.25%	-38.77%	30.52%	35.32%

Note:
This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.
2023 - Changes in assumptions related to salary rates.
2020 - Changes in assumptions related to inflation rates, salary rates, mortality rates, and investment rate of return.
2018 - Changes in assumptions related to investment rate of return.
2017 - Changes in assumptions related to inflation rates, salary rates, and mortality rates.

City of Chicago Heights, Illinois

Police Pension Fund

Required Supplementary Information
Schedule of Changes in the Net Pension Liability, Total Pension Liability and Related Ratios
April 30, 2024

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total pension liability:										
Service cost	$ 1,889,893	$ 1,822,476	$ 2,194,647	$ 1,692,084	$ 1,428,159	$ 1,530,680	$ 1,507,366	$ 1,396,783	$ 1,788,211	$ 1,865,462
Interest	8,425,651	7,950,147	7,825,337	8,117,612	7,775,829	7,234,805	6,874,438	6,490,452	5,397,215	5,828,783
Changes in benefit terms	-	216,602	-	-	225,448	-	-	-	-	-
Differences between expected and actual experience	(132,953)	1,606,087	(6,890,234)	(36,515)	(182,526)	1,226,460	2,052,974	(226,674)	(444,782)	-
Change in assumptions	(2,146,859)	(6,126,637)	(5,478,387)	20,222,562	-	3,445,094	-	(19,774,955)	15,576,431	-
Benefit payments, including refunds of member contributions	(6,678,057)	(6,466,008)	(6,328,647)	(6,071,669)	(5,841,381)	(5,369,820)	(5,250,177)	(4,487,546)	(4,172,909)	(3,988,734)
Net change in total pension liability	1,357,675	(997,333)	(8,677,284)	23,924,074	3,405,529	8,067,219	5,184,601	(16,601,940)	18,144,166	3,705,511
Total pension liability - beginning	130,230,787	131,228,120	139,905,404	115,981,330	112,575,801	104,508,582	99,323,981	115,925,921	97,781,755	94,076,244
Total pension liability - ending	$ 131,588,462	$ 130,230,787	$ 131,228,120	$ 139,905,404	$ 115,981,330	$ 112,575,801	$ 104,508,582	$ 99,323,981	$ 115,925,921	$ 97,781,755
Plan fiduciary net position:										
Contributions - employer	$ 4,989,893	$ 5,333,557	$ 4,894,592	$ 4,067,751	$ 3,968,256	$ 3,678,263	$ 2,910,067	$ 3,339,899	$ 2,527,865	$ 1,622,163
Contributions - members	755,877	743,668	659,417	700,578	663,210	659,045	703,765	785,776	669,631	686,964
Contributions - other	81,526	256,548	-	33,367	-	-	-	-	-	-
Net investment income	4,899,883	80,730	(5,134,940)	13,916,738	152,694	3,793,481	3,815,263	3,599,620	(539,606)	2,494,520
Benefit payments, including refunds of member contributions	(6,678,057)	(6,466,008)	(6,328,647)	(6,071,669)	(5,841,381)	(5,369,820)	(5,250,177)	(4,487,546)	(4,172,909)	(3,988,734)
Administrative expense	(70,785)	(75,678)	(75,378)	(72,060)	(71,244)	(69,881)	(87,315)	(67,926)	(45,439)	(39,413)
Net change in plan fiduciary net position	3,978,337	(127,183)	(5,984,956)	12,574,705	(1,128,465)	2,691,088	2,091,603	3,169,823	(1,560,458)	775,500
Plan net position - beginning	56,092,522	56,219,705	62,204,661	49,629,956	50,758,421	48,067,333	45,975,730	42,805,907	44,366,365	43,590,865
Plan net position - ending	$ 60,070,859	$ 56,092,522	$ 56,219,705	$ 62,204,661	$ 49,629,956	$ 50,758,421	$ 48,067,333	$ 45,975,730	$ 42,805,907	$ 44,366,365
Employer's net pension liability	$ 71,517,603	$ 74,138,265	$ 75,008,415	$ 77,700,743	$ 66,351,374	$ 61,817,380	$ 56,441,249	$ 53,348,251	$ 73,120,014	$ 53,415,390
Plan fiduciary net position as a percentage of the total pension liability	45.65%	43.07%	42.84%	44.46%	42.79%	45.09%	45.99%	46.29%	36.93%	45.37%
Covered payroll	$ 7,625,210	$ 6,734,005	$ 6,689,872	$ 6,788,526	$ 6,755,872	$ 6,340,284	$ 6,776,651	$ 7,929,122	$ 6,701,755	$ 6,560,462
Employer's net pension liability as a percentage of covered payroll	937.91%	1100.95%	1121.22%	1144.59%	982.13%	974.99%	832.88%	672.81%	1091.06%	814.20%
Annual money-weighted rate of return, net of investment expense	8.67%	0.01%	8.43%	29.30%	0.33%	8.23%	8.90%	7.24%	(1.00)%	6.27 %

Note:
2024 - Change in assumptions include the discount rate and the GO bond rate.
2023 - Change in assumptions include the discount rate and the GO bond rate.
2022 - Change in assumptions include the discount rate and the GO bond rate.
2021 - Change in assumptions include the discount rate, GO bond rate, mortality assumptions, and salary increases.
2019 - Change in assumptions include the mortality, retirement, and disability rates.
2017 - Change in assumptions include the discount rate and mortalitly assumptions.
2016 - Change in assumptions include the discount rate and the GO bond rate.

City of Chicago Heights, Illinois

Firefighters' Pension Fund

Required Supplementary Information
Schedule of Changes in the Net Pension Liability, Total Pension Liability and Related Ratios
April 30, 2024

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total pension liability:										
Service cost	$ 1,217,180	$ 1,267,559	$ 1,267,159	$ 1,321,720	$ 1,135,076	$ 1,117,879	$ 999,689	$ 1,008,389	$ 1,161,848	$ 1,574,434
Interest	6,872,000	6,618,468	6,403,864	6,583,185	6,224,555	5,837,831	5,661,285	5,331,224	4,878,094	5,196,301
Change in benefit terms	-	(88,767)	-	-	91,288	-	-	-	-	-
Differences between expected and actual experience	1,815,996	1,875,378	(3,003,192)	(1,262,070)	(156,077)	666,289	826,056	460,321	(739,511)	-
Change in assumptions	-	54,273	-	4,928,518	-	3,063,139	-	(11,830,285)	5,937,152	-
Benefit payments, including refunds of member contributions	(6,219,615)	(6,079,380)	(5,686,539)	(5,371,137)	(5,261,533)	(5,093,884)	(5,072,389)	(4,741,581)	(4,311,511)	(4,095,457)
Net change in total pension liability	3,685,561	3,647,531	(1,018,708)	6,200,216	2,033,309	5,591,254	2,414,641	(9,771,932)	6,926,072	2,675,278
Total pension liability - beginning	101,280,251	97,632,720	98,651,428	92,451,212	90,417,903	84,826,649	82,412,008	92,183,940	85,257,868	82,582,590
Total pension liability - ending	$ 104,965,812	$ 101,280,251	$ 97,632,720	$ 98,651,428	$ 92,451,212	$ 90,417,903	$ 84,826,649	$ 82,412,008	$ 92,183,940	$ 85,257,868
Plan fiduciary net position:										
Contributions - employer	$ 4,641,972	$ 5,051,276	$ 4,566,174	$ 3,774,594	$ 3,580,196	$ 3,055,884	$ 2,509,630	$ 2,987,233	$ 2,339,407	$ 1,580,181
Contributions - members	561,918	505,300	492,518	484,393	478,127	461,338	434,190	410,530	423,699	454,557
Contributions - other	-	69,417	2,789							
Net investment income	3,372,463	229,731	(1,794,385)	7,349,651	(235,841)	1,694,245	2,238,552	2,879,042	294,756	1,695,268
Benefit payments, including refunds of member contributions	(6,219,615)	(6,079,380)	(5,686,539)	(5,371,137)	(5,261,533)	(5,093,884)	(5,072,389)	(4,741,581)	(4,311,511)	(3,948,840)
Administrative expense	(65,370)	(64,951)	(69,248)	(68,276)	(64,894)	(72,906)	(61,473)	(88,828)	(90,447)	(61,658)
Net change in plan fiduciary net position	2,291,368	(288,607)	(2,488,691)	6,169,225	(1,503,945)	44,677	48,510	1,446,396	(1,344,096)	(280,492)
Plan net position - beginning	36,617,658	36,906,265	39,394,956	33,225,731	34,729,676	34,684,999	34,636,489	33,190,093	34,534,189	34,814,681
Plan net position - ending	$ 38,909,026	$ 36,617,658	$ 36,906,265	$ 39,394,956	$ 33,225,731	$ 34,729,676	$ 34,684,999	$ 34,636,489	$ 33,190,093	$ 34,534,189
Employer's net pension liability	$ 66,056,786	$ 64,662,593	$ 60,726,455	$ 59,256,472	$ 59,225,481	$ 55,688,227	$ 50,141,650	$ 47,775,519	$ 58,993,847	$ 50,723,679
Plan fiduciary net position as a percentage of the total pension liability	37.07%	36.15%	37.80%	39.93%	35.94%	38.41%	40.89%	42.03%	36.00%	40.51%
Covered payroll	$ 6,133,288	$ 5,332,682	$ 5,204,754	$ 5,116,104	$ 5,050,726	$ 4,797,396	$ 4,723,525	$ 4,341,935	$ 4,509,531	$ 4,855,336
Employer's net pension liability as a percentage of covered payroll	1077.02%	1212.57%	1166.75%	1158.23%	1172.61%	1160.80%	1061.53%	1100.33%	1308.20%	1044.70%
Annual money-weighted rate of return, net of investment expense	9.16%	0.45%	4.77%	24.15%	-0.60%	5.52%	7.33%	9.62 %	1.30 %	5.34 %

Note:
2023 - Change in assumptions include the GO bond rate and salary increases.
2021 - Change in assumptions include the GO bond rate, mortality assumptions, and salary increases.
2019 - Change in assumptions include the mortality, retirement, termination and disability rates.
2017 - Change in assumptions include the discount rate and GO bond rate.
2016 - Change in assumptions include the mortality assumptions and salary increases.

City of Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Taxes	$ 23,692,000	$ 23,286,277	$ (405,723)
Intergovernmental	14,434,695	15,522,518	1,087,823
Licenses and permits	1,320,000	1,227,593	(92,407)
Charges for services	3,999,000	5,310,023	1,311,023
Fines and forfeitures	2,800,000	3,318,629	518,629
Interest	200,050	1,234,821	1,034,771
Miscellaneous	2,444,100	2,697,587	253,487
Total revenues	48,889,845	52,597,448	3,707,603
Expenditures:			
General government	11,170,850	10,271,662	899,188
Public safety	31,233,700	30,329,707	903,993
Streets and public improvements	5,647,900	5,802,726	(154,826)
Capital outlay	-	82,636	(82,636)
Debt service:			
Principal	-	171,354	(171,354)
Interest	-	19,139	(19,139)
Total expenditures	48,052,450	46,677,224	1,375,226
Excess of revenues over expenditures	837,395	5,920,224	5,082,829
Other financing sources (uses):			
Lease proceeds	-	82,636	(82,636)
Transfer (out)	(4,250,000)	(4,150,000)	100,000
Total other financing sources (uses)	(4,250,000)	(4,067,364)	17,364
Net change in fund balance	$ (3,412,605)	1,852,860	$ 5,100,193
Fund balance - beginning		26,032,485	
Fund balance - ending		$ 27,885,345	

Note 1. Budgetary Information

Formal budgetary integration is employed as a management control procedure during the year for the general, special revenue, debt service, capital project and proprietary funds for which annual budgets are legally required to be adopted. For budgetary purposes, the modified accrual basis of accounting is followed for all governmental fund types and the accrual basis of accounting is generally followed for all proprietary funds.

- The budget document is available for public inspection for at least ten days prior to the City Council passage of the Annual Appropriations Ordinance.
- The City Council must hold at least one public hearing on the budget prior to its passage.
- The budget is legally enacted in lieu of the Annual Appropriations Ordinance.
- The City Council, by two-thirds vote, is authorized to transfer budgeted amounts among departments within any fund. The City Council must approve any revisions altering the total expenditures of any fund. The budget information stated in the financial statements includes adjustments made during the year.
- The level of control where expenditures may not exceed budget is at the fund level. Unspent budgetary amounts lapse at year-end and, therefore, are not carried over to succeeding years. The City does budget depreciation for the enterprise funds.

The final City budget represents departmental appropriations as authorized by the City Council through the annual budget ordinance, including any changes in overall budgets as approved by the Council. Changes and additions to the budget are made in accordance with Illinois Revised Statutes, which requires a two-thirds vote of the City Council.

The City’s fiscal year 2024 budget was originally approved on July 21, 2023.

Note 2. Pension Contributions

The following methods and assumptions were utilized to measure the actuarially determined contribution (ADC) for each applicable pension plan.

Police Pension Fund

Actuarial valuation date	May 1, 2022
Actuarial cost method	Projected unit credit
Amortization method	Level percentage of pay (closed)
Remaining amortization period	90% funded over 19 years
Asset valuation method	5-year smoothed market value
Inflation	2.25%
Individual pay increases	2.25% - 33.11%
Total payroll increases	3.25%
Investment rate of return	7.00%
Mortality	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described
Retirement rates	100% of L&A 2020 Illinois police retirement rates capped at age 65
Termination rates	100% of L&A 2020 Illinois police termination rates
Disability rates	100% of L&A 2020 Illinois police disability rates

Note 2. Pension Contributions (Continued)

Firefighters' Pension Fund

Actuarial valuation date	May 1, 2022
Actuarial cost method	Projected unit credit
Amortization method	Level percentage of pay (closed)
Remaining amortization period	90% funded over 19 years
Asset valuation method	5-year smoothed market value
Inflation	2.25%
Individual pay increases	2.25% - 7.27%
Total payroll increases	3.25%
Investment rate of return	7.00%
Mortality	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described
Retirement rates	125% of L&A 2020 Illinois firefighters retirement rates capped at age 65
Termination rates	100% of L&A 2020 Illinois firefighters termination rates
Disability rates	100% of L&A 2020 Illinois firefighters disability rates

Note 2. Pension Contributions (Continued)

Illinois Municipal Retirement Fund

Valuation date	Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.
Actuarial cost method	Entry Age Normal
Actuarial Value of Assets	5 Year Smoothed Market Value, 20% corridor
Amortization method	Level Percentage of Payroll Closed
Remaining Amortization Period	21-year closed period
Investment rate of return	7.25%
Projected Individual Salary Increases	2.85% - 13.75%
Projected Increase in Total Payroll	2.75%
Inflation Rate Included	2.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality Table	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

The range for individual pay increases changed from 3.35 percent – 14.25 percent to 2.85 percent – 13.75 percent. Additionally, there were changes to retirement age assumptions and mortality tables.

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary comparison schedules – major governmental funds
- Combining statements – nonmajor governmental funds
- Budgetary comparison schedules – nonmajor governmental funds
- Budgetary comparison schedules – enterprise funds
- Budgetary comparison schedules – internal service fund

City of Chicago Heights, Illinois

General Fund

Schedule of Revenues - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Taxes:			
Property taxes	$ 16,900,000	$ 17,674,586	$ 774,586
Road and bridge taxes	100,000	106,445	6,445
Personal property replacement taxes	3,425,000	2,708,036	(716,964)
Local fuel tax	60,000	54,887	(5,113)
Utility tax	2,600,000	2,204,589	(395,411)
Real estate transfer tax	400,000	329,606	(70,394)
Hotel tax	2,000	2,685	685
Environmental tax	100,000	98,471	(1,529)
Vehicle storage tax	10,000	23,238	13,238
Foreign fire tax	95,000	83,734	(11,266)
Total taxes	23,692,000	23,286,277	(405,723)
Intergovernmental:			
State income tax	4,000,000	4,573,233	573,233
State sales tax	2,800,000	2,813,062	13,062
Home rule sales tax	2,000,000	2,097,899	97,899
Utility use tax	1,300,000	1,198,777	(101,223)
Local use tax	1,200,000	1,081,222	(118,778)
Environmental grant	-	10,432	10,432
JAG federal grants	15,000	-	(15,000)
Fire protection - Olympia Fields	487,195	562,300	75,105
Fire grants	100,000	122,109	22,109
DARE	-	550	550
LAP grant	25,000	30,916	5,916
COPS grant	-	297,950	297,950
Grant Proceeds	-	105,041	105,041
Tobacco grant	7,500	1,348	(6,152)
Gaming revenue	2,500,000	2,627,679	127,679
Total intergovernmental	14,434,695	15,522,518	1,087,823
Licenses and permits:			
Residential rental license	140,000	146,405	6,405
Building, plumbing and electrical permits	500,000	490,869	(9,131)
Truck use permits	7,000	6,795	(205)
Release of liens	15,000	7,015	(7,985)
Other licenses	658,000	576,509	(81,491)
Total licenses and permits	1,320,000	1,227,593	(92,407)

(Continued)

City of Chicago Heights, Illinois

General Fund

Schedule of Revenues - Budget and Actual (Continued)
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Charges for services:			
Police and fire reports	$ 30,000	$ 45,702	$ 15,702
Miscellaneous police income	30,000	24,687	(5,313)
Registrar fees	30,000	26,232	(3,768)
Refuse fees	1,675,000	1,526,194	(148,806)
Ambulance service	2,000,000	3,419,585	1,419,585
Alarm revenue	25,000	15,039	(9,961)
Other fees	209,000	252,584	43,584
Total charges for services	3,999,000	5,310,023	1,311,023
Fines and forfeitures:			
Circuit court fines	25,000	34,754	9,754
Parking tickets	100,000	116,421	16,421
Police forfeitures	50,000	157,386	107,386
Code enforcement	200,000	190,830	(9,170)
Vehicle impoundment	50,000	82,500	32,500
Vehicle impoundment release	75,000	63,385	(11,615)
Vehicle license	750,000	842,099	92,099
Red light photo	1,400,000	1,436,943	36,943
Special operations	150,000	280,030	130,030
Narcotics seizures DEA	-	114,281	114,281
Total fines and forfeitures	2,800,000	3,318,629	518,629
Interest	200,050	1,234,821	1,034,771
Miscellaneous:			
Administrative overhead fee	1,447,600	1,447,484	(116)
Other miscellaneous receipts	996,500	1,250,103	253,603
Total miscellaneous	2,444,100	2,697,587	253,487
Total revenues	$ 48,889,845	$ 52,597,448	$ 3,707,603

City of Chicago Heights, Illinois

General Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
General government			
Public affairs:			
Mayor's office:			
Salaries and wages	$ 401,100	$ 383,110	$ 17,990
Commodities	111,000	92,768	18,232
Miscellaneous	435,000	311,921	123,079
	947,100	787,799	159,301
Code enforcement:			
Salaries and wages	445,750	379,919	65,831
Contracted services	670,000	516,588	153,412
Commodities	46,000	26,167	19,833
Miscellaneous	10,000	3,409	6,591
	1,171,750	926,083	245,667
Planning and zoning:			
Contracted services	307,000	366,379	(59,379)
Commodities	205,500	1,367	204,133
	512,500	367,746	144,754
Total public affairs	2,631,350	2,081,628	549,722
Accounting and finance:			
Administrative services	5,474,300	5,540,303	(66,003)
Settlement costs	300,000	250	299,750
Contracted services	1,355,950	1,399,450	(43,500)
Commodities	163,750	172,595	(8,845)
	7,294,000	7,112,598	181,402
City clerk's office:			
Salaries and wages	241,600	232,018	9,582
Contracted services	14,000	10,488	3,512
Commodities	49,200	27,610	21,590
	304,800	270,116	34,684

(Continued)

City of Chicago Heights, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Vehicle maintenance:			
Vehicle maintenance department:			
Salaries and wages	$ 172,700	$ 116,390	$ 56,310
Contracted services	663,500	584,535	78,965
Commodities	104,500	106,395	(1,895)
	940,700	807,320	133,380
Total general government	11,170,850	10,271,662	899,188
Public safety:			
Police department:			
Salaries and wages	10,463,600	10,045,578	418,022
Employer pension contribution	5,100,000	4,989,893	110,107
Contracted services	1,050,900	1,287,780	(236,880)
Commodities	764,800	560,778	204,022
Miscellaneous	-	2,721	(2,721)
	17,379,300	16,886,750	492,550
Fire department:			
Salaries and wages	7,498,400	7,436,325	62,075
Employer pension contribution	4,858,800	4,641,972	216,828
Contracted services	1,017,100	916,624	100,476
Commodities	316,100	333,519	(17,419)
Miscellaneous	90,000	38,938	51,062
	13,780,400	13,367,378	413,022
Board of police and fire commissioners:			
Salaries and wages	25,000	20,000	5,000
Contracted services	48,000	54,818	(6,818)
Commodities	1,000	761	239
	74,000	75,579	(1,579)
Total public safety	31,233,700	30,329,707	903,993

(Continued)

City of Chicago Heights, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Streets and public improvements:			
Street department:			
Salaries and wages	$ 1,241,600	$ 1,530,647	$ (289,047)
Contracted services	332,000	380,800	(48,800)
Commodities	135,700	112,673	23,027
Miscellaneous	1,000	1,400	(400)
	1,710,300	2,025,520	(315,220)
Refuse department:			
Contracted services	2,475,000	2,424,723	50,277
Public works maintenance:			
Salaries and wages	372,100	318,847	53,253
Contracted services	723,000	673,331	49,669
Commodities	165,000	157,032	7,968
	1,260,100	1,149,210	110,890
Residential services:			
Salaries and wages	171,600	188,972	(17,372)
Contracted services	3,500	2,190	1,310
Commodities	27,400	12,111	15,289
	202,500	203,273	(773)
Total streets and public improvements	5,647,900	5,802,726	(154,826)
Capital outlay	-	82,636	(82,636)
Debt service:			
Principal	-	171,354	(171,354)
Interest	-	19,139	(19,139)
Total debt service	-	190,493	(190,493)
Total expenditures	$ 48,052,450	$ 46,677,224	$ 1,375,226

City of Chicago Heights, Illinois

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Taxes:			
Property taxes	$ 4,800,000	$ 4,948,458	$ 148,458
Interest	20,000	108,551	88,551
Total revenues	4,820,000	5,057,009	237,009
Expenditures:			
Debt service:			
Principal retirement	2,000,000	2,000,000	-
Interest and fiscal charges	3,036,876	3,049,785	(12,909)
Total expenditures	5,036,876	5,049,785	(12,909)
Excess (deficiency) of revenues over (under) expenditures	(216,876)	7,224	224,100
Other financing sources:			
Transfer in	250,000	-	(250,000)
Total other financing sources	250,000	-	(250,000)
Net change in fund balance	$ 33,124	7,224	$ (25,900)
Fund balance - beginning		724,720	
Fund balance - ending		$ 731,944	

City of Chicago Heights, Illinois

Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Intergovernmental	$ 3,500,000	$ 3,455,781	$ (44,219)
Interest	-	45	45
Total revenues	3,500,000	3,455,826	(44,174)
Expenditures:			
Capital outlay	7,375,000	6,226,734	1,148,266
Debt service:			
Principal retirement	652,000	451,500	200,500
Interest and fiscal charges	-	36,169	(36,169)
Total expenditures	8,027,000	6,714,403	1,312,597
(Deficiency) of revenues (under) expenditures	(4,527,000)	(3,258,577)	1,268,423
Other financing sources:			
Transfers in	4,000,000	4,150,000	150,000
Total other financing sources	4,000,000	4,150,000	150,000
Net change in fund balance	$ (527,000)	891,423	$ 1,418,423
Fund balance - beginning		235,749	
Fund balance - ending		$ 1,127,172	

City of Chicago Heights, Illinois

Eastern Industrial Redevelopment TIF - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Taxes:			
Property taxes	$ 1,500,000	$ 5,943,944	$ 4,443,944
Interest	-	784	784
Total revenues	1,500,000	5,944,728	4,444,728
Expenditures:			
Community development	1,044,000	1,409,286	(365,286)
Capital outlay	1,500,000	-	1,500,000
Total expenditures	2,544,000	1,409,286	1,134,714
Excess (deficiency) of revenues over (under) expenditures	(1,044,000)	4,535,442	5,579,442
Other financing uses:			
Transfers out	-	(27,619)	(27,619)
Net change in fund balances	$ (1,044,000)	4,507,823	$ 5,551,823
Fund balances - beginning		5,899,198	
Fund balances - ending		$ 10,407,021	

City of Chicago Heights, Illinois

Nonmajor Governmental Funds

Combining Balance Sheet
April 30, 2024

	Special Revenue	Capital Projects	Totals
Assets			
Cash and investments	$ 6,510,097	$ 3,356,594	$ 9,866,691
Receivables - net of allowances:			
Property taxes	733,110	-	733,110
Other taxes	148,328	-	148,328
Land held for resale	-	300,000	300,000
Advances to other funds	505,372	-	505,372
Restricted cash and investments	-	1,839,174	1,839,174
Total assets	$ 7,896,907	$ 5,495,768	$ 13,392,675
Liabilities			
Accounts payable	$ 392,277	$ 32,820	$ 425,097
Accrued payroll	72,274	-	72,274
Due to other governments	-	104,777	104,777
Due to other funds	-	2,563	2,563
Advances from other funds	300,295	-	300,295
Total liabilities	764,846	140,160	905,006
Deferred inflows of resources			
Property taxes	689,156	-	689,156
Total liabilities and deferred inflows of resources	1,454,002	140,160	1,594,162
Fund balances			
Nonspendable	505,372	-	505,372
Restricted	6,241,088	5,355,608	11,596,696
Unassigned	(303,555)	-	(303,555)
Total fund balances	6,442,905	5,355,608	11,798,513
Total liabilities, deferred inflows of resources and fund balances	$ 7,896,907	$ 5,495,768	$ 13,392,675

City of Chicago Heights, Illinois

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended April 30, 2024

	Special Revenue	Capital Projects	Totals
Revenues:			
Taxes	$ 2,109,181	$ 1,241,123	$ 3,350,304
Intergovernmental	1,254,467	-	1,254,467
Charges for services	42,401	-	42,401
Fines, forfeitures and rentals	3,022	-	3,022
Interest	108,138	83,813	191,951
Total revenues	3,517,209	1,324,936	4,842,145
Expenditures:			
Current:			
General government	804,430	-	804,430
Culture and recreation	1,156,449	-	1,156,449
Streets and public improvements	666,669	-	666,669
Community development	-	1,414,139	1,414,139
Debt service:			
Principal retirement	17,218	-	17,218
Interest and fiscal charges	288	-	288
Total expenditures	2,645,054	1,414,139	4,059,193
Excess (deficiency) of revenues over (under) expenditures	872,155	(89,203)	782,952
Other financing sources:			
Transfers in	-	27,619	27,619
Total other financing sources	-	27,619	27,619
Net change in fund balances	872,155	(61,584)	810,571
Fund balances - beginning	5,570,750	5,417,192	10,987,942
Fund balances - ending	$ 6,442,905	$ 5,355,608	$ 11,798,513

City of Chicago Heights, Illinois

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet
April 30, 2024

	Library	Illinois Municipal Retirement	Motor Fuel Tax
Assets			
Cash and investments	$ 1,228,978	$ 953,352	$ 3,609,323
Receivables - net of allowances:			
Property taxes	478,389	26,813	-
Other taxes	-	-	148,328
Advances to other funds	505,372	-	-
Total assets	$ 2,212,739	$ 980,165	$ 3,757,651
Liabilities			
Accounts payable	$ 301,838	$ -	$ 87,179
Accrued payroll	16,220	33,216	-
Advances from other funds	-	-	-
Total liabilities	318,058	33,216	87,179
Deferred inflows of resources			
Property taxes	445,871	25,609	-
Total liabilities and deferred inflows of resources	763,929	58,825	87,179
Fund balances			
Nonspendable	505,372	-	-
Restricted	943,438	921,340	3,670,472
Unassigned	-	-	-
Total fund balances (deficit)	1,448,810	921,340	3,670,472
Total liabilities, deferred inflows of resources and fund balances	$ 2,212,739	$ 980,165	$ 3,757,651

Social Security	911 Emergency	Landfill	Totals
$ 502,667	$ 215,777	$ -	$ 6,510,097
227,908	-	-	733,110
-	-	-	148,328
-	-	-	505,372
$ 730,575	$ 215,777	$ -	$ 7,896,907
$ -	$ -	$ 3,260	$ 392,277
22,832	6	-	72,274
-	-	300,295	300,295
22,832	6	303,555	764,846
217,676	-	-	689,156
240,508	6	303,555	1,454,002
-	-	-	505,372
490,067	215,771	-	6,241,088
-	-	(303,555)	(303,555)
490,067	215,771	(303,555)	6,442,905
$ 730,575	$ 215,777	$ -	$ 7,896,907

City of Chicago Heights, Illinois

Nonmajor Governmental - Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended April 30, 2024

	Library	Illinois Municipal Retirement	Motor Fuel Tax
Revenues:			
Taxes	$ 1,015,093	$ 381,027	$ 118,643
Intergovernmental	47,550	-	1,206,917
Charges for services	-	-	-
Fines, forfeitures and rentals	3,022	-	-
Interest	194	68	107,823
Total revenues	1,065,859	381,095	1,433,383
Expenditures:			
Current:			
General government	66,810	153,325	-
Culture and recreation	1,156,449	-	-
Streets and public improvements	-	-	666,669
Debt service:			
Principal retirement	17,218	-	-
Interest	288	-	-
Total expenditures	1,240,765	153,325	666,669
Net change in fund balances	(174,906)	227,770	766,714
Fund balances (deficit) - beginning	1,623,716	693,570	2,903,758
Fund balances (deficit) - ending	$ 1,448,810	$ 921,340	$ 3,670,472

	Social Security	911 Emergency	Landfill	Totals
	$ 594,418	$ -	$ -	$ 2,109,181
	-	-	-	1,254,467
	-	42,401	-	42,401
	-	-	-	3,022
	14	39	-	108,138
	594,432	42,440	-	3,517,209
	573,891	-	10,404	804,430
	-	-	-	1,156,449
	-	-	-	666,669
	-	-	-	17,218
	-	-	-	288
	573,891	-	10,404	2,645,054
	20,541	42,440	(10,404)	872,155
	469,526	173,331	(293,151)	5,570,750
	$ 490,067	$ 215,771	$ (303,555)	$ 6,442,905

City of Chicago Heights, Illinois

Library - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Taxes:			
Property	$ 850,000	$ 803,505	$ (46,495)
Personal property replacement	250,000	211,588	(38,412)
Intergovernmental:			
Grants	49,200	47,550	(1,650)
Fines, forfeitures and rentals	2,500	3,022	522
Interest	300	194	(106)
Total revenues	1,152,000	1,065,859	(86,141)
Expenditures:			
General government	93,000	66,810	26,190
Culture and recreation	1,481,850	1,156,449	325,401
Debt service:			
Principal retirement	-	17,218	(17,218)
Interest	-	288	(288)
Total expenditures	1,574,850	1,240,765	334,085
Net change in fund balances	$ (422,850)	(174,906)	$ 247,944
Fund balances - beginning		1,623,716	
Fund balances - ending		$ 1,448,810	

City of Chicago Heights, Illinois

Illinois Municipal Retirement - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Taxes:			
Property	$ 390,000	$ 252,157	$ (137,843)
Personal property replacement	110,000	128,870	18,870
Interest	100	68	(32)
Total revenues	500,100	381,095	(119,005)
Expenditures:			
General government	300,000	153,325	146,675
Net change in fund balances	$ 200,100	227,770	$ 27,670
Fund balances - beginning		693,570	
Fund balances - ending		$ 921,340	

City of Chicago Heights, Illinois

Motor Fuel Tax - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Intergovernmental:			
Allotments from State of Illinois	$ 1,100,000	$ 1,325,560	$ 225,560
Interest	25,000	107,823	82,823
Total revenues	1,125,000	1,433,383	308,383
Expenditures:			
Streets and public improvements	2,670,000	666,669	2,003,331
Net change in fund balances	$ (1,545,000)	766,714	$ 2,311,714
Fund balances - beginning		2,903,758	
Fund balances - ending		$ 3,670,472	

City of Chicago Heights, Illinois

Social Security - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Taxes:			
Property	$ 460,000	$ 449,217	$ (10,783)
Personal property replacement	100,000	145,201	45,201
Interest	-	14	14
Total revenues	560,000	594,432	34,432
Expenditures:			
General government	575,000	573,891	1,109
Net change in fund balances	$ (15,000)	20,541	$ 35,541
Fund balances - beginning		469,526	
Fund balances - ending		$ 490,067	

City of Chicago Heights, Illinois

911 Emergency - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Charges for services:			
Surcharge revenue	$ 42,000	$ 42,401	$ 401
Interest	-	39	39
Total revenues	42,000	42,440	440
Expenditures:			
Public safety	20,100	-	20,100
Net change in fund balances	$ 21,900	42,440	$ 20,540
Fund balances - beginning		173,331	
Fund balances - ending		$ 215,771	

City of Chicago Heights, Illinois

Landfill - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues	$ -	$ -	$ -
Expenditures:			
General government	20,000	10,404	9,596
Net change in fund balances	$ (20,000)	(10,404)	$ 9,596
Fund balances (deficit) - beginning		(293,151)	
Fund balances (deficit) - ending		$ (303,555)	

City of Chicago Heights, Illinois

Nonmajor Governmental - Capital Projects Funds

Combining Balance Sheet
April 30, 2024

	Community Development Block Grants	Bloom Plaza TIF	South State Street TIF
Assets			
Cash and investments	$ -	$ -	$ -
Due from other governments	-	-	-
Restricted cash and investments	79,499	194,434	1,444,304
Land held for resale	-	-	-
Total assets	$ 79,499	$ 194,434	$ 1,444,304
Liabilities			
Accounts payable	$ -	$ 20,241	$ -
Due to other governments	-	-	-
Due to other funds	-	-	-
Total liabilities	-	20,241	-
Fund balances			
Restricted	79,499	174,193	1,444,304
Total liabilities, deferred inflows of resources and fund balances	$ 79,499	$ 194,434	$ 1,444,304

Downtown TIF		Cub Foods TIF		Western Fairview TIF		Totals	
$	-	$	3,356,594	$	-	$	3,356,594
	-		-		-		-
	120,937		-		-		1,839,174
	-		300,000		-		300,000
$	120,937	$	3,656,594	$	-	$	5,495,768
$	-	$	12,579	$	-	$	32,820
	-		104,777		-		104,777
	-		-		2,563		2,563
	-		117,356		2,563		140,160
	120,937		3,539,238		(2,563)		5,355,608
$	120,937	$	3,656,594	$	-	$	5,495,768

City of Chicago Heights, Illinois

Nonmajor Governmental - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended April 30, 2024

	Community Development Block Grants	Bloom Plaza TIF	South State Street TIF
Revenues:			
Taxes	$ -	$ -	$ 386,166
Interest	127	40	234
Total revenues	127	40	386,400
Expenditures:			
Current:			
Community development	-	-	4,085
Total expenditures	-	-	4,085
Excess (deficiency) of revenues over (under) expenditures	127	40	382,315
Other financing sources:			
Transfers in	-	-	-
Total other financing sources	-	-	-
Net change in fund balances	127	40	382,315
Fund balances (deficit) - beginning	79,372	174,153	1,061,989
Fund balances (deficit) - ending	$ 79,499	$ 174,193	$ 1,444,304

	Downtown TIF	East Lincoln Highway Corridor TIF	Cub Foods TIF	Western Fairview TIF	Totals
	$ 5,095	$ -	$ 849,862	$ -	$ 1,241,123
	50	-	83,362	-	83,813
	5,145	-	933,224	-	1,324,936
	138,755	27,619	1,243,680	-	1,414,139
	138,755	27,619	1,243,680	-	1,414,139
	(133,610)	(27,619)	(310,456)	-	(89,203)
	-	27,619	-	-	27,619
	-	27,619	-	-	27,619
	(133,610)	-	(310,456)	-	(61,584)
	254,547	-	3,849,694	(2,563)	5,417,192
	$ 120,937	$ -	$ 3,539,238	$ (2,563)	$ 5,355,608

City of Chicago Heights, Illinois

Community Development Block Grants - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Intergovernmental:			
Grants	$ 300,000	$ -	$ (300,000)
Interest	-	127	127
Total revenues	300,000	127	(299,873)
Expenditures:			
Capital outlay	300,000	-	300,000
Total expenditures	300,000	-	300,000
Net change in fund balances	$ -	127	$ 127
Fund balances - beginning		79,372	
Fund balances - ending		$ 79,499	

City of Chicago Heights, Illinois

Bloom Plaza TIF - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Taxes:			
Property taxes	$ 50,000	$ -	$ (50,000)
Interest	1,000	40	(960)
Total revenues	51,000	40	(50,960)
Expenditures:			
Community development	50,000	-	50,000
Net change in fund balances	$ 1,000	40	$ (960)
Fund balances - beginning		174,153	
Fund balances - ending		$ 174,193	

City of Chicago Heights, Illinois

South State Street TIF - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Taxes:			
Property taxes	$ 300,000	$ 386,166	$ 86,166
Interest	200	234	34
Total revenues	300,200	386,400	86,200
Expenditures:			
Community development	254,000	4,085	249,915
Net change in fund balances	$ 46,200	382,315	$ 336,115
Fund balances - beginning		1,061,989	
Fund balances - ending		$ 1,444,304	

City of Chicago Heights, Illinois

Downtown TIF - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	$ 100,000	$ 5,095	$ (94,905)
Interest	-	50	50
Total revenues	100,000	5,145	(94,855)
Expenditures:			
Community development	94,000	138,755	(44,755)
Net change in fund balances	$ 6,000	(133,610)	$ (139,610)
Fund balances - beginning		254,547	
Fund balances - ending		$ 120,937	

City of Chicago Heights, Illinois

Cub Foods TIF - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Revenues:			
Taxes:			
Property taxes	$ 1,000,000	$ 849,862	$ (150,138)
Interest	4,000	83,362	79,362
Total revenues	1,004,000	933,224	(70,776)
Expenditures:			
Community development	3,300,100	1,243,680	2,056,420
Net change in fund balance	$ (2,296,100)	(310,456)	$ 1,985,644
Fund balance - beginning		3,849,694	
Fund balance - ending		$ 3,539,238	

City of Chicago Heights, Illinois

Water & Sewer - Enterprise Fund

Schedule of Revenues, Expenditures and Changes in Net Position - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Operating revenue:			
Charges for services	$ 20,410,000	$ 20,401,885	$ (8,115)
Miscellaneous	31,000	36,464	5,464
Total operating revenues	20,441,000	20,438,349	(2,651)
Operating expenses:			
Operations:			
Salaries and wages	1,373,498	1,231,722	141,776
Benefits	551,500	81,468	470,032
Contractual services	3,380,100	1,784,650	1,595,450
Water purchases	10,940,000	11,438,986	(498,986)
Commodities	739,000	642,969	96,031
Capital outlay	7,875,000	3,559,779	4,315,221
Miscellaneous	1,454,533	1,742,230	(287,697)
Depreciation	453,000	703,169	(250,169)
Total operating expenses	26,766,631	21,184,973	5,581,658
Operating loss	(6,325,631)	(746,624)	5,579,007
Nonoperating revenues:			
Interest income	5,000	2,012	(2,988)
Grant proceeds	2,000,000	1,607,742	(392,258)
Interest expense	(336,800)	(140,481)	196,319
Total nonoperating revenues	1,668,200	1,469,273	(198,927)
Change in net position before capitalized items	$ (4,657,431)	722,649	$ 5,380,080
Add: capitalized items		3,348,184	
Change in net position		4,070,833	
Net position - beginning		26,661,971	
Net position - ending		$ 30,732,804	

City of Chicago Heights, Illinois

Employee Health Insurance - Internal Service Fund

Schedule of Revenues, Expenditures and Changes in Net Position - Budget and Actual
Year Ended April 30, 2024

	Original and Final Budget	Actual	Variance
Operating revenue:			
Interfund services	$ 4,000,000	$ 3,994,332	$ (5,668)
Miscellaneous:			
Employee contributions	581,800	705,655	123,855
Stop-loss income	350,000	592,766	242,766
Total operating revenues	4,931,800	5,292,753	360,953
Operating expenses:			
Insurance	4,152,000	4,825,579	(673,579)
Administration	602,500	951,314	(348,814)
Total operating expenses	4,754,500	5,776,893	(1,022,393)
Operating income (loss)	177,300	(484,140)	(661,440)
Nonoperating revenues:			
Interest income	4,200	62	(4,138)
Change in net position	$ 181,500	(484,078)	$ (665,578)
Fund balances - beginning		580,323	
Fund balances - ending		$ 96,245	

Supplemental Schedules

City of Chicago Heights, Illinois

Schedule of Long-Term Debt Requirements

General Obligation Taxable Bonds of 2017A
April 30, 2024

Date of Issue	April 12, 2017
Date of Maturity	December 1, 2029
Authorized Issue	$5,110,000
Interest Rates	5.50%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

Current and Long-Term Principal and Interest Requirements

Fiscal Year Ending	Requirements			Interest Due on			
	Principal	Interest	Totals	June 01	Amount	December 01	Amount
2025	$ -	$ 281,050	$ 281,050	2024	$ 140,525	2024	$ 140,525
2026	-	281,050	281,050	2025	140,525	2025	140,525
2027	-	281,050	281,050	2026	140,525	2026	140,525
2028	-	281,050	281,050	2027	140,525	2027	140,525
2029	2,485,000	281,050	2,766,050	2028	140,525	2028	140,525
2030	2,625,000	144,375	2,769,375	2029	72,188	2029	72,188
	$ 5,110,000	$ 1,549,625	$ 6,659,625		$ 774,813		$ 774,813

City of Chicago Heights, Illinois

Schedule of Long-Term Debt Requirements

General Obligation Taxable Bonds of 2017B
April 30, 2024

Date of Issue	April 12, 2017
Date of Maturity	December 1, 2029
Authorized Issue	$4,150,000
Interest Rates	4.50%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

Current and Long-Term Principal and Interest Requirements

Fiscal Year Ending	Requirements			Interest Due on			
	Principal	Interest	Totals	June 01	Amount	December 01	Amount
2025	$ -	$ 186,750	$ 186,750	2024	$ 93,375	2024	$ 93,375
2026	-	186,750	186,750	2025	93,375	2025	93,375
2027	-	186,750	186,750	2026	93,375	2026	93,375
2028	-	186,750	186,750	2027	93,375	2027	93,375
2029	2,030,000	186,750	2,216,750	2028	93,375	2028	93,375
2030	2,120,000	95,400	2,215,400	2029	47,700	2029	47,700
	$ 4,150,000	$ 1,029,150	$ 5,179,150		$ 514,575		$ 514,575

City of Chicago Heights, Illinois

Schedule of Long-Term Debt Requirements

General Obligation Taxable Bonds of 2018A
April 30, 2024

Date of Issue	December 14, 2018
Date of Maturity	December 1, 2034
Authorized Issue	$10,815,000
Interest Rates	7.25%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

Current and Long-Term Principal and Interest Requirements

Fiscal Year Ending	Requirements			Interest Due on			
	Principal	Interest	Totals	June 01	Amount	December 01	Amount
2025	$ -	$ 784,088	$ 784,088	2024	$ 392,044	2024	$ 392,044
2026	-	784,088	784,088	2025	392,044	2025	392,044
2027	-	784,088	784,088	2026	392,044	2026	392,044
2028	-	784,088	784,088	2027	392,044	2027	392,044
2029	-	784,088	784,088	2028	392,044	2028	392,044
2030	-	784,088	784,088	2029	392,044	2029	392,044
2031	1,870,000	784,088	2,654,088	2030	392,044	2030	392,044
2032	2,005,000	648,513	2,653,513	2031	324,257	2031	324,257
2033	2,155,000	503,150	2,658,150	2032	251,575	2032	251,575
2034	2,310,000	346,913	2,656,913	2033	173,457	2033	173,457
2035	2,475,000	179,438	2,654,438	2034	89,717	2034	89,717
	$10,815,000	$ 7,166,630	$ 17,981,630		$ 3,583,314		$ 3,583,314

City of Chicago Heights, Illinois

Schedule of Long-Term Debt Requirements

General Obligation Taxable Bonds of 2018B
April 30, 2024

Date of Issue	December 14, 2018
Date of Maturity	December 1, 2034
Authorized Issue	$2,615,000
Interest Rates	5.25%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

Current and Long-Term Principal and Interest Requirements

Fiscal Year Ending	Requirements Principal	Requirements Interest	Requirements Totals	Interest Due on June 01	Amount	Interest Due on December 01	Amount
2025	$ -	$ 137,288	$ 137,288	2024	$ 68,644	2024	$ 68,644
2026	-	137,288	137,288	2025	68,644	2025	68,644
2027	-	137,288	137,288	2026	68,644	2026	68,644
2028	-	137,288	137,288	2027	68,644	2027	68,644
2029	-	137,288	137,288	2028	68,644	2028	68,644
2030	-	137,288	137,288	2029	68,644	2029	68,644
2031	470,000	137,288	607,288	2030	68,644	2030	68,644
2032	495,000	112,613	607,613	2031	56,307	2031	56,307
2033	520,000	86,625	606,625	2032	43,313	2032	43,313
2034	550,000	59,325	609,325	2033	29,663	2033	29,663
2035	580,000	30,450	610,450	2034	15,223	2034	15,223
	$ 2,615,000	$ 1,250,029	$ 3,865,029		$ 625,014		$ 625,014

City of Chicago Heights, Illinois

Schedule of Long-Term Debt Requirements

General Obligation Taxable Bonds of 2020
April 30, 2024

Date of Issue	May 28, 2020
Date of Maturity	December 1, 2039
Authorized Issue	$40,000,000
Interest Rates	5.25%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

Current and Long-Term Principal and Interest Requirements

Fiscal Year Ending	Requirements Principal	Requirements Interest	Requirements Totals	Interest Due on June 01	Amount	Interest Due on December 01	Amount
2025	$ 2,070,000	$ 1,579,120	$ 3,649,120	2024	$ 789,560	2024	$ 789,560
2026	2,145,000	1,505,574	3,650,574	2025	752,787	2025	752,787
2027	2,220,000	1,427,216	3,647,216	2026	713,608	2026	713,608
2028	2,305,000	1,341,636	3,646,636	2027	670,818	2027	670,818
2029	-	1,250,472	1,250,472	2028	625,236	2028	625,236
2030	-	1,250,472	1,250,472	2029	625,236	2029	625,236
2031	525,000	1,250,472	1,775,472	2030	625,236	2030	625,236
2032	550,000	1,225,714	1,775,714	2031	612,857	2031	612,857
2033	575,000	1,199,776	1,774,776	2032	599,888	2032	599,888
2034	600,000	1,172,658	1,772,658	2033	586,329	2033	586,329
2035	630,000	1,144,362	1,774,362	2034	572,181	2034	572,181
2036	3,925,000	1,114,652	5,039,652	2035	557,326	2035	557,326
2037	4,110,000	929,548	5,039,548	2036	464,774	2036	464,774
2038	4,325,000	714,554	5,039,554	2037	357,277	2037	357,277
2039	4,550,000	488,314	5,038,314	2038	244,157	2038	244,157
2040	4,785,000	250,304	5,035,304	2039	125,152	2039	125,152
	$ 33,315,000	$ 17,844,844	$ 51,159,844		$ 8,922,422		$ 8,922,422

City of Chicago Heights, Illinois

Schedule of Long-Term Debt Requirements

General Obligation Taxable Bonds of 2021
April 30, 2024

Date of Issue	December 1, 2021
Date of Maturity	December 1, 2031
Authorized Issue	$9,200,000
Interest Rates	4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

Current and Long-Term Principal and Interest Requirements

Fiscal Year Ending	Requirements Principal	Interest	Totals	Interest Due on June 01	Amount	December 01	Amount
2025	$ 830,000	$ 305,000	$ 1,135,000	2024	$ 152,500	2024	$ 152,500
2026	860,000	271,800	1,131,800	2025	135,900	2025	135,900
2027	895,000	237,400	1,132,400	2026	118,700	2026	118,700
2028	930,000	201,600	1,131,600	2027	100,800	2027	100,800
2029	970,000	164,400	1,134,400	2028	82,200	2028	82,200
2030	1,005,000	125,600	1,130,600	2029	62,800	2029	62,800
2031	1,045,000	85,400	1,130,400	2030	42,700	2030	42,700
2032	1,090,000	43,600	1,133,600	2031	21,800	2031	21,800
	$ 7,625,000	$ 1,434,800	$ 9,059,800		$ 717,400		$ 717,400

City of Chicago Heights, Illinois

Long-Term Debt Requirements

Loans Payable
April 30, 2024

Date of contract	September 23, 2019
Date of maturity	September 23, 2029
Amount of loan	$699,999
Interest rate	3.30%
Interest date	September 23, 2019
Payable at	Kansas State Bank

Current and Long-Term Principal and Interest Requirements

Year	Requirements		
Ending	Principal	Interest	Totals
2025	$ 68,574	$ 14,748	$ 83,322
2026	70,837	12,485	83,322
2027	73,175	10,148	83,323
2028	75,589	7,733	83,322
2029	78,084	5,238	83,322
2030	80,660	2,662	83,322
	$ 446,919	$ 53,014	$ 499,933

Date of contract	August 21, 2020
Date of maturity	December 1, 2025
Amount of loan	$1,618,000
Interest rate	2.05%
Interest date	June 1 and December 1
Payable at	Huntington Public Capital Corporation

Current and Long-Term Principal and Interest Requirements

Year	Requirements		
Ending	Principal	Interest	Totals
2025	$ 331,619	$ 12,045	$ 343,664
2026	338,452	5,213	343,665
	$ 670,071	$ 17,258	$ 687,329

City of Chicago Heights, Illinois

Long-Term Debt Requirements

Loans Payable (Continued)
April 30, 2024

Date of contract	June 15, 2020
Date of maturity	May 31, 2024
Amount of loan	$842,617
Interest rate	2.49%
Interest date	May 31
Payable at	Old Second National Bank

Current and Long-Term Principal and Interest Requirements

Year	Requirements		
Ending	Principal	Interest	Totals
2025	$ 206,257	$ 5,222	$ 211,479

STATISTICAL SECTION

Statistical Section

(Unaudited)

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

City of Chicago Heights, Illinois

Net Position by Component - Last Ten Fiscal Years*
April 30, 2024 (Unaudited)

	2015	2016	2017	2018
Governmental activities:				
Net investment in capital assets	$ (21,270,734)	$ (21,059,875)	$ (23,363,245)	$ (1,980,367)
Restricted	7,310,006	7,342,064	8,231,285	12,982,756
Unrestricted	(25,537,314)	(137,017,469)	(135,519,740)	(171,166,070)
Total governmental activities net position	$ (39,498,042)	$(150,735,280)	$ (150,651,700)	$ (160,163,681)
Business-type activities:				
Net investment in capital assets	$ 9,855,421	$ 10,197,373	$ 10,650,565	$ 10,775,001
Restricted	-	-	-	-
Unrestricted	1,720,743	2,810,776	2,956,260	3,073,824
Total business-type activities net position	$ 11,576,164	$ 13,008,149	$ 13,606,825	$ 13,848,825
Primary government:				
Net investment in capital assets	$ (11,415,313)	$ (10,862,502)	$ (12,712,680)	$ 8,794,634
Restricted	7,310,006	7,342,064	8,231,285	12,982,756
Unrestricted	(23,816,571)	(134,206,693)	(132,563,480)	(168,092,246)
Total primary government net position	$ (27,921,878)	$(137,727,131)	$ (137,044,875)	$ (146,314,856)

*Accrual basis of accounting

Data source: city records

2019	2020	2021	2022	2023	2024
$ (20,318,721)	$ (16,677,321)	$ (11,125,753)	$ (6,281,357)	$ 7,704,503	$ 12,403,080
13,105,868	13,067,455	15,421,991	18,440,494	18,212,983	24,339,681
(154,945,366)	(154,452,794)	(158,826,631)	(157,325,937)	(161,904,997)	(164,448,002)
$ (162,158,219)	$ (158,062,660)	$ (154,530,393)	$ (145,166,800)	$ (135,987,511)	$ (127,705,241)
$ 10,647,428	$ 11,081,921	$ 11,354,563	$ 3,894,573	$ 11,261,432	$ 15,954,077
-	-	-	-	-	-
4,388,974	5,990,431	7,441,146	17,292,370	15,400,539	14,778,727
$ 15,036,402	$ 17,072,352	$ 18,795,709	$ 21,186,943	$ 26,661,971	$ 30,732,804
$ (9,671,293)	$ (5,595,400)	$ 228,810	$ (2,386,784)	$ 18,965,935	$ 28,357,157
13,105,868	13,067,455	15,421,991	18,440,494	18,212,983	24,339,681
(150,556,392)	(148,462,363)	(151,385,485)	(140,033,567)	(146,504,458)	(149,669,275)
$ (147,121,817)	$ (140,990,308)	$ (135,734,684)	$ (123,979,857)	$ (109,325,540)	$ (96,972,437)

City of Chicago Heights, Illinois

Changes in Net Position - Last Ten Fiscal Years*
Year Ended April 30, 2024 (Unaudited)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses:										
Governmental activities:										
General government	$ 10,768,614	$ 15,771,638	$ 16,275,732	$ 11,119,134	$ 9,291,832	$ 9,801,472	$ 9,822,530	$ 10,909,279	$ 10,543,572	$ 11,749,879
Public safety	21,258,062	31,519,370	16,385,909	22,560,561	23,866,695	25,229,155	26,531,011	28,429,486	26,243,343	31,263,060
Streets and public improvements	13,092,981	7,287,552	7,174,997	5,046,214	5,442,965	5,648,687	6,039,705	6,903,490	6,192,180	6,664,518
Culture and recreation	1,331,047	836,321	828,703	816,323	849,424	1,025,670	792,318	849,896	669,562	1,192,017
Community development	599,306	848,552	1,089,274	2,654,048	4,026,210	4,097,613	3,375,148	6,647,955	14,048,309	9,332,615
Interest on long-term debt	2,754,142	2,759,616	2,843,402	3,115,689	3,198,838	1,553,117	5,428,011	3,654,813	3,544,660	3,482,716
Total governmental activities expense	49,804,152	59,023,049	44,598,017	45,311,969	46,675,964	47,355,714	51,988,723	57,394,919	61,241,626	63,684,805
Business-type activities:										
Water	12,822,442	13,768,431	14,673,662	15,542,337	14,524,516	14,167,942	13,520,751	15,236,442	17,412,166	17,977,270
Sewer	1,506,194	1,165,375	-	-	-	-	-	-	-	-
Total business-type activities expense	14,328,636	14,933,806	14,673,662	15,542,337	14,524,516	14,167,942	13,520,751	15,236,442	17,412,166	17,977,270
Total primary government expenses	64,132,788	73,956,855	59,271,679	60,854,306	61,200,480	61,523,656	65,509,474	72,631,361	78,653,792	81,662,075
Program revenues:										
Governmental activities:										
Charges for services:										
General government	730,354	668,467	1,743,513	3,264,137	2,753,850	2,420,092	3,390,178	3,395,171	3,172,135	3,839,785
Public safety	3,097,800	2,745,893	3,346,878	3,798,318	4,469,380	4,923,774	4,758,799	4,819,268	6,090,217	6,533,964
Streets and public improvements	717,075	813,477	16,752	483	-	4,255	5,405	5,000	8,235	6,795
Culture and recreation	18,014	25,154	182,540	184,988	112,621	-	-	-	-	-
Community development	490,896	389,710	-	-	-	-	-	-	-	-
Operating grants/contributions	2,975,969	2,704,264	732,995	643,447	268,276	620,056	2,905,380	2,544,973	2,277,590	1,629,580
Capital grants/contributions	509,837	939,312	606,787	460,032	348,952	379,796	345,052	351,066	9,703,419	3,609,720
Total governmental activities program revenues	8,539,945	8,286,277	6,629,465	8,351,405	7,953,079	8,347,973	11,404,814	11,115,478	21,251,596	15,619,844
Business-type activities:										
Charges for services:										
Water	13,160,116	12,766,909	-	-	-	-	-	-	-	-
Sewer Maintenance	1,535,287	3,258,327	16,296,940	16,754,660	16,188,799	16,263,605	15,900,524	15,985,447	19,787,097	20,401,885
Capital grants/contributions	-	284,664	-	-	-	-	74,796	1,597,529	3,071,784	1,607,742
Total business-type activities program revenues	14,695,403	16,309,900	16,296,940	16,754,660	16,188,799	16,263,605	15,975,320	17,582,976	22,858,881	22,009,627
Total primary government program revenues	$ 23,235,348	$ 24,596,177	$ 22,926,405	$ 25,106,065	$ 24,141,878	$ 24,611,578	$ 27,380,134	$ 28,698,454	$ 44,110,477	$ 37,629,471

City of Chicago Heights, Illinois

Changes in Net Position - Last Ten Fiscal Years* (Continued)
Year Ended April 30, 2024 (Unaudited)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Net (expense) revenue:										
Governmental activities	$ (50,736,772)	$ (37,968,552)	$ (37,968,552)	$ (36,960,564)	$ (38,722,885)	$ (39,007,741)	$ (40,583,909)	$ (46,279,441)	$ (39,990,030)	$ (48,064,961)
Business-type activities	1,376,094	1,623,278	1,623,278	1,212,323	1,664,283	2,095,663	2,454,569	2,346,534	5,446,715	4,032,357
Total primary government net (expense) revenue	$ (49,360,678)	$ (36,345,274)	$ (36,345,274)	$ (35,748,241)	$ (37,058,602)	$ (36,912,078)	$ (38,129,340)	$ (43,932,907)	$ (34,543,315)	$ (44,032,604)
General revenues and other changes in net position:										
Governmental activities										
Property taxes	$ 15,778,030	$ 18,750,306	$ 19,224,757	$ 19,481,141	$ 21,112,366	$ 24,330,358	$ 24,234,400	$ 31,268,280	$ 24,034,720	$ 31,642,596
State sales and other	12,273,591	12,056,985	14,856,250	14,652,680	15,673,631	15,691,698	16,644,640	21,943,372	22,052,219	20,407,511
Licenses and permits	-	-	-	-	-	-	-	-	-	-
Interest	55,636	21,437	109,021	54,202	150,032	340,098	19,153	31,030	851,033	1,536,152
Miscellaneous	1,933,577	1,844,323	2,762,104	2,260,580	2,245,442	1,843,796	2,467,983	2,400,352	2,231,347	2,760,972
Transfers	1,000,000	-	1,100,000	1,000,000	500,000	750,000	750,000	-	-	-
Total governmental activities	31,040,834	32,673,051	38,052,132	37,448,603	39,681,471	42,955,950	44,116,176	55,643,034	49,169,319	56,347,231
Business-type activities:										
Interest	316	367	30	-	17,723	26,452	-	1,489	2,650	2,012
Grants	-	-	-	-	-	579,723	-	-	-	-
Miscellaneous	-	-	75,368	29,677	5,571	84,112	18,788	43,211	25,663	36,464
Transfers	(1,000,000)	-	(1,100,000)	(1,000,000)	(500,000)	(750,000)	(750,000)	-	-	-
Total business-type activities	(999,684)	367	(1,024,602)	(970,323)	(476,706)	(59,713)	(731,212)	44,700	28,313	38,476
Total primary government general revenue	$ 30,041,150	$ 32,673,418	$ 37,027,530	$ 36,478,280	$ 39,204,765	$ 42,896,237	$ 43,384,964	$ 55,687,734	$ 49,197,632	$ 56,385,707
Changes in net position:										
Governmental activities	$ (10,223,373)	$ (18,063,721)	$ 83,580	$ 488,019	$ 958,586	$ 3,948,209	$ 3,532,267	$ 9,363,593	$ 9,179,289	$ 8,282,270
Business-type activities	(635,917)	1,376,461	598,676	242,000	1,187,577	2,035,950	1,723,357	2,391,234	5,475,028	4,070,833
Total primary government	$ (10,859,290)	$ (16,687,260)	$ 682,256	$ 730,019	$ 2,146,163	$ 5,984,159	$ 5,255,624	$ 11,754,827	$ 14,654,317	$ 12,353,103

*Accrual basis of accounting

Data source: city records

City of Chicago Heights, Illinois

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
April 30, 2024 (Unaudited)

	2015	2016	2017	2018
General fund:				
Nonspendable	$ 76,434	$ 972,208	$ 1,145,942	$ 1,006,938
Restricted	172,986	236,051	394,040	490,495
Assigned	-	-	-	-
Unassigned	12,133,375	3,859,696	227,879	(1,061,407)
Total general fund	12,382,795	5,067,955	1,767,861	436,026
All other governmental funds:				
Nonspendable	-	-	-	87,939
Restricted	8,163,021	7,866,096	12,249,419	13,946,171
Committed	-	251,079	-	-
Assigned	656,828	806,244	980,030	-
Unassigned	(3,125,257)	(999,913)	(331,059)	(410,318)
Total all other governmental funds	5,694,592	7,923,506	12,898,390	13,623,792
Total governmental funds	$ 18,077,387	$ 12,991,461	$ 14,666,251	$ 14,059,818

* Modified accrual basis of accounting

Data source: city records

2019	2020	2021	2022	2023	2024
$ 2,327,860	$ 2,489,221	$ 2,696,069	$ 2,871,043	$ 3,209,373	$ 3,330,405
516,054	1,022,992	1,229,112	1,630,830	1,537,914	1,539,748
-	-	-	-	-	-
5,408,483	11,000,826	17,637,115	22,219,909	21,285,198	23,015,192
8,252,397	14,513,039	21,562,296	26,721,782	26,032,485	27,885,345
-	3,330,405	-	330,956	780,141	836,328
12,589,814	12,090,186	15,559,783	17,674,246	17,199,789	23,531,877
-	-	-	-	-	-
-	-	-	-	200,000	-
(1,226,137)	(1,316,403)	(263,059)	(277,040)	(332,321)	(303,555)
11,363,677	14,104,188	15,296,724	17,728,162	17,847,609	24,064,650
$ 19,616,074	$ 28,617,227	$ 36,859,020	$ 44,449,944	$ 43,880,094	$ 51,949,995

City of Chicago Heights, Illinois

Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years*
April 30, 2024 (Unaudited)

	2015	2016	2017	2018
Revenues:				
Taxes	$ 19,627,104	$ 22,215,293	$ 23,170,885	$ 23,351,545
Intergovernmental	11,956,704	12,224,248	12,465,199	12,780,564
Licenses and permits	1,246,239	1,156,268	1,167,478	774,355
Charges for services	1,691,943	1,598,314	1,785,016	3,647,191
Fines and forfeitures	2,115,957	1,888,119	1,757,263	1,997,442
Interest	55,602	21,264	37,081	54,202
Miscellaneous	1,932,927	1,843,905	3,187,882	2,169,770
Total revenues	38,626,476	40,947,411	43,570,804	44,775,069
Expenditures:				
Current				
General government	10,139,098	10,551,020	11,140,367	11,125,730
Public safety	18,585,709	19,906,444	21,723,613	22,263,596
Streets/public improvements	6,107,592	7,002,769	6,408,454	4,979,792
Culture and recreation	1,331,047	836,321	804,725	805,579
Community development	599,306	848,552	1,092,225	1,187,478
Capital outlay	6,796,595	2,901,371	939,307	1,431,634
Debt service:				
Principal retirement	1,134,410	1,554,279	2,237,099	2,211,509
Interest and fiscal charges	2,750,324	2,955,866	2,907,093	2,725,922
Total expenditures	47,444,081	46,556,622	47,252,883	46,731,240
Excess (deficiency) of revenues over (under) expenditures	(8,817,605)	(5,609,211)	(3,682,079)	(1,956,171)
Other financing sources (uses):				
Debt issuance	-	523,285	9,260,000	349,738
General obligation bond discount	-	-	(190,827)	-
Transfer to escrow agent	-	-	(4,812,304)	-
Transfers in	3,000,000	4,923,348	5,103,977	1,305,856
Transfers out	(2,000,000)	(4,923,348)	(4,003,977)	(305,856)
	1,000,000	523,285	5,356,869	1,349,738
Net change in fund balances	$ (7,817,605)	$ (5,085,926)	$ 1,674,790	$ (606,433)
Debt service as a percentage of noncapital expenditures	9.83%	8.21%	11.11%	11.35%

*Modified accrual basis of accounting
Data source: city records

	2019	2020	2021	2022	2023	2024
	$ 25,233,248	$ 28,259,989	$ 29,550,945	$ 38,532,851	$ 32,004,608	$ 37,528,983
	12,371,893	12,794,211	14,923,174	17,370,981	25,379,481	20,232,766
	904,269	713,782	1,425,779	1,330,210	1,284,346	1,227,593
	3,786,475	3,686,282	4,619,987	4,486,384	6,438,053	5,352,424
	2,535,515	2,966,013	2,038,469	2,214,941	2,024,818	3,321,651
	150,032	340,098	19,153	31,030	851,033	1,536,152
	2,162,093	1,811,300	2,400,495	2,426,128	2,308,925	2,697,587
	47,143,525	50,571,675	54,978,002	66,392,525	70,291,264	71,897,156
	9,540,374	9,862,858	9,584,067	10,381,538	11,240,939	11,076,092
	23,642,525	24,418,128	26,148,938	27,932,165	29,682,411	30,329,707
	5,391,841	5,467,101	5,657,541	6,482,726	6,772,871	6,469,395
	798,419	883,858	775,812	835,028	757,305	1,156,449
	1,021,913	623,151	1,362,357	1,437,662	995,041	2,823,425
	3,009,507	3,451,578	2,264,467	5,394,000	15,154,001	6,309,370
	2,993,853	268,559	267,063	3,377,294	2,772,888	2,640,072
	3,627,504	1,375,693	4,059,133	3,292,144	3,183,703	3,105,381
	50,025,936	46,350,926	50,119,378	59,132,557	70,559,159	63,909,891
	(2,882,411)	4,220,749	4,858,624	7,259,968	(267,895)	7,987,265
	13,712,986	-	42,460,617	-	29,001	82,636
	(569,503)	-	-	-	-	-
	(5,204,826)	-	(36,644,393)	-	-	-
	5,957,841	(27,619)	750,000	(8,676,222)	(5,135,322)	(4,177,619)
	(5,457,841)	699,999	-	8,676,222	5,135,322	4,177,619
	8,438,657	672,380	6,566,224	-	29,001	82,636
	$ 5,556,246	$ 4,893,129	$ 11,424,848	$ 7,259,968	$ (238,894)	$ 8,069,901
	14.16%	3.82%	9.48%	12.27%	10.60%	9.94%

City of Chicago Heights, Illinois

Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years
April 30, 2024

Fiscal Year	Tax Levy Year	Real Estate	Air Pollution	Railroad	Total Taxable Assessed Value	Total Direct Tax Rate
2015	2014	$ 316,278,066	$ 402	$ 5,314,751	$ 321,593,219	6.0920
2016	2015	307,512,547	392	6,196,611	313,709,550	6.5608
2017	2016	323,957,826	314	6,394,650	330,352,790	6.5772
2018	2017	356,809,122	299	6,165,730	362,975,151	6.5846
2019	2018	346,887,298	295	6,499,471	353,387,064	7.5969
2020	2019	335,846,688	284	6,896,454	342,743,426	8.0334
2021	2020	389,276,646	276	7,020,601	396,297,523	7.0533
2022	2021	349,951,876	265	7,004,235	356,956,376	7.8310
2023	2022	338,827,261	258	7,988,340	346,815,859	8.0600
2024	2023	428,234,824	255	8,625,076	436,860,155	6.3988

Data source: office of the County Clerk

City of Chicago Heights, Illinois

Direct and Overlapping Property Tax Rates - Last Ten Levy Years
April 30, 2024 (Unaudited)

Levy Year	2014	2015	2016	2017
City direct rates:				
General	0.8933	0.5817	0.8335	0.9122
Bonds and interest	1.3713	1.5310	1.4240	1.3085
Garbage	0.0909	0.0932	0.0885	-
Police pension	0.7513	1.0288	1.0495	1.0925
Fire pension	0.7060	0.9368	0.8726	0.9092
IMRF	0.1681	0.1724	0.1637	0.1515
Fire protection	0.5767	0.6089	0.5955	0.6061
Police protection	1.0038	1.0599	1.0367	1.0607
Social security	0.2162	0.2216	0.2027	0.1727
Auditing	0.0157	0.0166	0.0162	0.0212
Liability insurance	0.1287	0.1319	0.1253	0.1515
Workmen's compensation	0.1680	0.1760	0.1671	0.1970
Unemployment insurance	0.0020	0.0020	0.0019	0.0015
Total direct rates	6.0920	6.5608	6.5772	6.5846
Overlapping rates:				
Cook County	0.5680	0.5520	0.5330	0.4960
Cook County Forest Preserve District	0.0690	0.0690	0.0630	0.0620
Metropolitan Water Reclamation District	0.4300	0.4260	0.4060	0.4020
South Cook County Mosquito Abatement District	0.0170	0.0170	0.0170	0.0160
General Assistance	0.0840	0.0870	0.0840	0.0790
Bloom Township	0.2190	0.2260	0.2190	0.2040
Chicago Heights Park District	0.8830	0.9140	0.8760	0.8190
Chicago Heights Public Library Fund	0.3210	0.3290	0.2810	0.2730
School District Number 170	6.1590	6.0590	5.8440	5.0780
High School District Number 206	4.3410	4.4620	4.0850	3.5050
Community College District Number 515	0.4580	0.4870	0.4810	0.4540
Total overlapping rates	13.5490	13.6280	12.8890	11.3880

Data source: office of the County Clerk

Note: rates are per $1,000 of assessed value

2018	2019	2020	2021	2022	2023
2.4641	2.5515	1.0270	0.6556	0.6759	0.8010
0.4117	0.4458	1.5261	1.6934	1.7428	1.3840
-	-	-	-	-	-
1.2918	1.4158	1.2685	1.6564	1.7048	1.2842
1.1050	1.2087	1.1391	1.5023	1.5462	1.2086
0.1089	0.1364	0.1249	0.1387	0.1427	0.0126
0.6225	0.6419	0.5551	0.6163	0.6343	0.5036
1.0895	1.1233	0.9715	1.0786	1.1101	0.8813
0.1556	0.1524	0.1457	0.1618	0.1665	0.1070
0.0198	0.0193	0.0167	0.0185	0.0190	0.0151
0.1556	0.1605	0.1388	0.1541	0.1586	0.1259
0.1712	0.1765	0.1388	0.1541	0.1586	0.0755
0.0012	0.0013	0.0011	0.0012	-	-
7.5969	8.0334	7.0533	7.8310	8.0595	6.3988
0.4890	0.4540	0.4530	0.4460	0.4310	0.3860
0.0600	0.0590	0.0580	0.0580	0.0810	0.0750
0.3960	0.3890	0.3780	0.3820	0.3740	0.3450
0.0170	0.0180	0.0170	0.0190	0.0210	0.0170
0.0830	0.0870	0.0800	0.0010	0.0990	0.0740
0.2140	0.2230	0.2040	0.2310	0.2510	0.1830
0.8620	0.9070	0.7970	0.9150	1.0030	0.8290
0.2810	0.2890	0.2500	0.2780	0.2860	0.2270
5.3370	5.4990	5.5430	6.1270	6.8570	5.7730
3.3250	3.5880	3.2600	3.6140	3.9050	3.1710
0.4770	0.4920	0.4500	0.5120	0.5460	0.4010
11.5410	12.0050	11.4900	12.5830	13.8540	11.4810

City of Chicago Heights, Illinois

Principal Property Tax Payers - Current Year and Ten Years Ago
April 30, 2024 (Unaudited)

	Tax Levy Year 2024			Tax Levy Year 2014		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Ford Motor Co.	$ 7,540,750	1	1.73%	$ 10,638,986	1	2.23%
Prairie Manor Nursing Home	6,397,361	2	1.46%			
Riviera Care Center	5,421,960	3	1.24%			
Innophos, Inc.	4,857,871	4	1.11%	4,448,047	6	0.93%
Setzer Properties XGH	4,791,187	5	1.10%			
S&S Steel Warehouse	4,462,748	6	1.02%			
Lincoln Hwy LP	3,940,618	7	0.90%			
FedEx Freight East	3,868,112	8	0.89%	9,218,639	2	1.93%
Olympia Plaza LLC	3,849,719	9	0.88%			
Copart of Connecticut	3,712,448	10	0.85%			
Vesuvius USA				6,600,792	3	1.38%
Suburban Heights Medical Center				5,758,256	4	1.20%
Pera Lincoln Crossing				5,581,940	5	1.17%
B&G Realty				4,399,329	7	0.92%
SBC				4,118,766	8	0.86%
Thornton Heights				3,944,002	9	0.83%
SVT LLC dba Ultra Foods				3,434,158	10	0.72%
	$ 48,842,774		11.18%	$ 58,142,915		12.17%

Data source: office of the County Clerk

City of Chicago Heights, Illinois

Property Tax Levies and Collections Last Ten Years
April 30, 2024 (Unaudited)

Fiscal Year	Tax Levy Year	Tax Levied	Collected within the Fiscal Year of the Levy: Amount	Collected within the Fiscal Year of the Levy: Percentage of Levy	Collections in Subsequent Years	Total Collections to Date, Net of Refunds: Amount	Total Collections to Date, Net of Refunds: Percentage of Levy
2015	2014	$ 19,591,459	$ 7,103,697	36.26%	$ 8,576,120	$15,679,817	80.03%
2016	2015	20,582,484	7,979,587	38.77%	8,456,739	16,436,326	79.86%
2017	2016	21,730,607	8,341,304	38.39%	9,340,968	17,682,272	81.37%
2018	2017	23,901,914	8,503,599	35.58%	11,070,443	19,574,042	81.89%
2019	2018	26,846,815	9,394,226	34.99%	12,326,937	21,721,163	80.91%
2020	2019	27,536,007	10,327,209	37.50%	12,434,554	22,761,763	82.66%
2021	2020	27,954,827	7,016,394	25.10%	16,194,817	23,211,211	83.03%
2022	2021	27,952,257	11,099,774	39.71%	12,054,519	23,154,293	82.84%
2023	2022	27,951,843	10,513,866	37.61%	12,150,645	22,664,511	81.08%
2024	2023	27,954,681	10,502,580	37.57%	-	10,502,580	37.57%

Data Source: Office of the Cook County Clerk & Cook County Treasurer

All levies and collections include the City, Police Pension, and Firefighters' Pension, excludes Library Fund

Excludes municipal share of township road and bridge levy, which is not under the levy authority or control of the City

City of Chicago Heights, Illinois

Ratios of Outstanding Debt By Type - Last Ten Fiscal Years
April 30, 2024 (Unaudited)

	Governmental Activities			
Fiscal Year	General Obligation Bonds, Net of Unamortized Discounts	Leases Payable	Subscriptions Payable	Loans Payable
2015	$ 50,591,558	$ -	$ -	$ 91,815
2016	49,332,977	-	-	340,821
2017	51,973,520	-	-	606,990
2018	50,174,889	-	-	580,219
2019	56,528,683	-	-	574,362
2020	56,576,980	-	-	1,005,802
2021	61,914,133	-	-	3,194,182
2022	59,236,286	-	-	2,566,888
2023	57,373,439	108,822	-	1,774,747
2024	55,445,592	110,909	300,305	1,323,247

Note: details regarding the City's outstanding debt can be found in the notes to the financial statements

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data

Business-Type Activities				
General Obligation Bonds, Plus Unamortized Premium	IEPA Loan	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
$ -	$ 493,978	$ 51,455,793	9.73%	1,694.46
-	301,006	50,231,827	9.51%	1,666.29
-	101,907	53,093,897	9.32%	1,777.98
-	-	50,755,108	8.87%	1,729.07
-	-	57,103,045	9.84%	1,961.36
-	-	57,582,782	9.14%	1,963.81
-	-	65,108,315	10.34%	2,220.46
10,355,209	-	72,158,383	11.96%	2,107.74
9,382,960	-	68,639,968	11.98%	2,165.90
8,404,891	-	65,584,944	9.20%	2,604.10

City of Chicago Heights, Illinois

Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
April 30, 2024 (Unaudited)

Year	General Obligations Bonds, Net of Unamortized Discounts	Restrictions	Total	Percentage Total Taxable Assessed Valued of Property (1)	Per Capita (2)
2015	$ 50,591,558	$ 81,052	$ 50,510,506	15.71%	1,668.33
2016	49,332,977	43,392	49,289,585	15.71%	1,628.01
2017	51,973,520	-	51,973,520	15.73%	1,716.66
2018	50,174,889	-	50,174,889	13.82%	1,678.03
2019	56,528,683	-	56,528,683	16.00%	1,911.63
2020	56,576,980	-	56,576,980	16.51%	1,929.51
2021	61,914,133	-	61,914,133	15.62%	2,253.06
2022	59,236,286	-	59,236,286	16.59%	2,020.20
2023	66,756,399	-	66,756,399	16.59%	2,276.66
2024	63,850,483	-	63,850,483	16.59%	2,177.56

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

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

(2) See the Schedule of Demographic and Economic Statistics for population data.

City of Chicago Heights, Illinois

Schedule of Direct and Overlapping Governmental Activities Debt
April 30, 2024 (Unaudited)

Governmental Unit	Gross Debt	Percentage of Debt Applicable to City (1)	City's Share of Debt
City	$ 66,756,399	100.000%	$ 66,756,399
Overlapping Debt			
Cook County	2,251,061,750	0.220%	4,952,336
Cook County Forest Preserve District	90,940,000	0.220%	200,068
School District Number 161	12,765,000	12.770%	1,630,091
School District Number 163	21,620,000	5.790%	1,251,798
School District Number 167	11,515,000	17.830%	2,053,125
School District Number 169	19,345,000	59.760%	11,560,572
School District Number 170	48,300,000	88.820%	42,900,060
School District Number 194	8,650,000	2.950%	255,175
Township High School District Number 206	30,000,000	41.280%	12,384,000
Township High School District Number 227	77,505,000	0.550%	426,278
High School District Number 233	30,075,000	3.870%	1,163,903
Community College District Number 515	21,055,000	9.950%	2,094,973
Total overlapping debt	2,622,831,750		80,872,379
Total direct and overlapping debt	$ 2,689,588,149		$ 147,628,778

Data source: Cook County Tax Extension Department

(1) Determined by ratio of assessed valuation of property subject to taxation in the City to valuation of property subject to taxation in overlapping unit.

City of Chicago Heights, Illinois

Schedule of Legal Debt Margin
April 30, 2024 (Unaudited)

The City is a home rule municipality.

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

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

To date the General Assembly has set no limits for home rule municipalities.

City of Chicago Heights, Illinois

Demographic and Economic Statistics - Last Ten Fiscal Years
April 30, 2024 (Unaudited)

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Assessed Unemployment Rate
2015	30,367	$ 528,376,752	$ 17,400	9.40%
2016	30,146	528,376,752	17,527	8.90%
2017	29,862	569,975,976	19,087	7.90%
2018	29,571	576,760,389	19,504	5.90%
2019	29,571	589,290,888	19,928	5.80%
2020	29,322	629,865,882	21,481	13.20%
2021	29,332	629,865,882	22,921	14.00%
2022	27,480	603,131,040	21,948	7.50%
2023	26,463	573,162,117	21,659	6.20%
2024	27,366	712,638,006	26,041	6.20%[1]

Data source: Illinois Department of Employment Security (IDES)

[1] As of May 2024

City of Chicago Heights, Illinois

Principal Property Tax Payers - Current Year and Ten Years Ago
April 30, 2024 (Unaudited)

	2024			2014		
Employer	Employees	Rank	Percentage of Total City Employment	Taxable Assessed Employees	Rank	Percentage of Total City Employment
Ford Motor Company	1,044	1	N/A	700	3	N/A
District No. 170 (Chicago Heights)	562	2	N/A			
Prairie State College	500	3	N/A			
Speed SEJA School District No. 802	300	4	N/A			
Chicago Heights Steel	250	5	N/A	250	5	N/A
Gerresheimer Glass Inc	200	6	N/A			
Morgan Li	200	7	N/A			
Bloom Trail High School District No. 206	183	8	N/A			
Prairie Manor Nursing Home & Rehab	160	9	N/A			
Marian Catholic High School	150	10	N/A			
YRC Freight				1,500	1	N/A
St. James Hospital & Health Center				1,300	2	N/A
Behr Process Corporation				250	4	N/A
UGN Inc.				200	6	N/A
CFC International, Inc.				200	7	N/A
Century Steel LLC				200	8	N/A
Southstar Services				200	9	N/A
Innophos, Inc				180	10	N/A
	3,549		N/A	4,400		N/A

N/A - information not available

City of Chicago Heights, Illinois

Full-Time Equivalent City Government Employees by Function - Last Ten Calendar Years
April 30, 2024 (Unaudited)

	2014	2015	2016	2017
City Hall				
Supervisory personnel	8	6	4	5
Non-supervisory personnel	23	24	22	20
Public Works				
Supervisory personnel	2	2	2	2
Non-supervisory personnel	22	21	21	21
Library				
Supervisory personnel	1	1	1	1
Non-supervisory personnel	4	10	8	10
Municipal Water System				
Supervisory personnel	1	1	1	1
Non-supervisory personnel	18	24	20	26
Police Protection				
Sworn personnel	76	83	75	78
Civilian personnel	36	29	15	16
Fire Protection				
Sworn personnel	59	63	56	59
Civilian personnel	2	3	2	2
Total	252	267	227	241

Data source: city records

2018	2019	2020	2021	2022	2023
6	6	6	6	6	6
22	19	20	23	24	24
2	2	2	2	2	2
20	18	19	16	18	18
1	1	1	1	1	1
11	7	8	9	9	8
2	1	1	2	1	1
20	14	14	15	17	17
80	78	76	73	72	72
16	14	15	16	13	13
60	59	59	60	58	57
2	1	1	1	1	1
242	220	222	224	222	220

City of Chicago Heights, Illinois

Operating Indicators by Function/Program - Last Ten Calendar Years
April 30, 2024 (Unaudited)

	2014	2015	2016	2017
Fire protection:				
Fire responses	642	485	488	508
Alarm responses	1,104	1,148	1,544	1,740
Accident responses	355	436	446	552
Assist other agencies	69	61	61	63
Ambulance responses	4,783	5,166	5,319	6,112
Police protection:				
Traffic tickets	8,422	6,283	3,188	2,956
Parking and ordinance violations	7,781	6,009	4,482	4,802
Municipal water system customers	8,422	8,410	8,322	8,349

Data source: city records

2018	2019	2020	2021	2022	2023
981	1,157	1,874	1,945	1,279	1,219
829	641	566	544	849	808
573	604	629	348	660	678
41	43	16	19	41	41
6,319	6,437	6,338	6,723	6,868	5,757
3,455	4,111	2,214	1,764	3,048	3,392
4,212	4,010	2,355	2,235	3,097	5,008
8,154	8,183	8,102	8,178	8,106	8,106

City of Chicago Heights, Illinois

Capital Assets by Function/Program - Last Ten Calendar Years
April 30, 2024 (Unaudited)

	2014	2015	2016	2017
Fire protection:				
Number of stations	5	5	5	5
Fire fighting vehicles	8	8	8	8
Ambulances	6	7	7	7
Police protection:				
Number of stations	1	1	1	1
Vehicles	56	59	57	59
Public works:				
Streets, miles	107	92	92	92
Alleys, miles	27	32	32	32
Vehicles	25	31	22	27
Municipal water system:				
Sanitary sewer pipe, miles	111	112	112	112
Storm sewer pipe, miles	75	75	75	75
Water mains, miles	155	139	139	139
Pump stations	5	4	4	4
Water storage tanks	4	4	4	4
Water storage capacity, millions of gallons	9	13	13	13
Sanitary/storm lift stations	3	3	3	3
Vehicles	17	21	21	21
Elevated tank	1	1	1	1

Data source: city records

2018	2019	2020	2021	2022	2023
5	5	5	5	5	5
8	8	8	8	8	8
7	7	7	7	7	7
1	1	1	1	1	1
59	58	58	61	58	58
92	92	92	92	92	92
32	32	32	32	32	32
27	41	41	41	41	41
112	112	112	112	112	112
75	75	75	75	75	75
139	139	139	139	139	139
4	4	4	4	4	4
4	4	4	4	4	4
13	13	13	13	13	13
3	3	3	3	3	3
21	22	22	22	22	22
1	1	1	1	1	1