



C. J. SCHLOSSER
& COMPANY, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

CITY OF BELLEVILLE, ILLINOIS

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED
APRIL 30, 2022

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CITY OF BELLEVILLE, ILLINOIS

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor
and Members of the City Council
City of Belleville, IL

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Belleville, Illinois as of and for the year ended April 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Belleville, Illinois' basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Belleville, Illinois, as of April 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Belleville, Illinois and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, pension and OPEB funding information, and budgetary comparison information 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 of Belleville, Illinois' basic financial statements. The accompanying combining and individual nonmajor fund financial statements 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 nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 27, 2022, on our consideration of the City of Belleville, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Belleville, Illinois' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Belleville, Illinois' internal control over financial reporting and compliance.

C. J. Schlosser & Company LLC

Certified Public Accountants
Alton, Illinois
September 27, 2022

CITY OF BELLEVILLE, ILLINOIS

Management's Discussion and Analysis

For the fiscal year ended April 30, 2022

As management of the City of Belleville, Illinois (the City) we offer readers of the City's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended April 30, 2022.

FINANCIAL HIGHLIGHTS

The following are a few of the financial highlights presented in the accompanying financial statements for the City of Belleville for the fiscal year ended April 30, 2022.

- The City's total net position for governmental and business-type activities increased by \$22,979,113 during fiscal year 2022.
- The fund balance of the City's Governmental Funds increased by \$10,151,079 during the current fiscal year, including an increase of \$1,917,737 in the General Fund.
- At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$9,165,620, which is 30.51% of total General Fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management's Discussion and Analysis (MD&A) is intended to serve as an introduction to the City's basic financial statements. There are three components to the basic statements:

1. Government-wide financial statements
2. Fund financial statements
3. Notes to the basic financial statements

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

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to 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 exclude fiduciary fund activities.

The statement of net position presents information on the City's assets, deferred outflows of resources, liabilities, and deferred inflow of resources, with the difference 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.

The statement of activities presents information showing how the City'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,

CITY OF BELLEVILLE, ILLINOIS

Management's Discussion and Analysis

For the fiscal year ended April 30, 2022

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 accrued vacation leave).

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 general government, public safety, public works, sanitation, cemetery, health and welfare, economic development and community services. The business-type activities include sewer operations.

The government-wide financial statements can be found on pages 13 and 14 of this report.

FUND FINANCIAL STATEMENTS

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental, proprietary and fiduciary.

Governmental Funds. Governmental funds are used to account for essential functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government'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 City's near-term financial decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and the government-wide governmental activities.

The City of Belleville maintains twenty-two individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for three major funds: the General Fund, the Tax Increment Financing Fund, and the ARPA Fund. Data from the other governmental funds are combined into a single, aggregated presentation called "Other Governmental Funds." Individual fund data for each of these nonmajor governmental funds is provided in the form of combining schedules in the other supplementary information section of this report.

CITY OF BELLEVILLE, ILLINOIS

Management's Discussion and Analysis

For the fiscal year ended April 30, 2022

The City adopts an annual budget for all governmental funds. Budgetary comparison schedules for the major funds have been provided to demonstrate legal compliance with the adopted budget.

The governmental fund financial statements can be found on pages 15 and 17 of this report.

Proprietary funds. Enterprise funds are used to report the same functions and the same type of information presented as business-type activities in the government-wide financial statements. The City uses an enterprise fund to account for its sewer operations.

The basic proprietary fund financial statements can be found on pages 19, 20 and 21 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 22 and 23 of this report.

Notes to the basic 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 basic financial statements can be found beginning on page 24 of this report.

Required supplementary information/other information. In addition to the basic financial statements and accompanying notes, certain required supplementary information/other information can be found on pages 64 through 80 of this report.

Other supplementary information. The combining and individual fund statements, referred to earlier in connection with nonmajor governmental funds, are presented immediately following the required supplementary information/other information. Combining and individual fund statements and schedules can be found on pages 81 through 89 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$45,069,672 at April 30, 2022.

Restricted net position represents resources that are subject to external restrictions on how they may be used. Unrestricted net position may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report positive balances in two of the three categories of net position for its governmental activities, and both categories of net position for its

CITY OF BELLEVILLE, ILLINOIS

Management's Discussion and Analysis

For the fiscal year ended April 30, 2022

business-type activities. The negative amount of unrestricted net position in governmental activities is due to outstanding long-term debt not used for capital assets.

The City's net position increased by \$22,979,113 during fiscal year 2022.

The condensed statement of net position is as follows:

	Governmental Activities		Business-type Activities		Total	
	April 30, 2022	April 30, 2021	April 30, 2022	April 30, 2021	April 30, 2022	April 30, 2021
ASSETS						
Current and other assets	\$ 89,950,698	\$ 63,498,456	\$ 13,093,850	\$ 10,565,274	\$ 103,044,548	\$ 74,063,730
Capital assets, net	<u>75,245,348</u>	<u>71,498,057</u>	<u>102,797,859</u>	<u>105,039,769</u>	<u>178,043,207</u>	<u>176,537,826</u>
Total assets	<u>165,196,046</u>	<u>134,996,513</u>	<u>115,891,709</u>	<u>115,605,043</u>	<u>281,087,755</u>	<u>250,601,556</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>21,553,833</u>	<u>19,259,144</u>	<u>150,938</u>	<u>852,796</u>	<u>21,704,771</u>	<u>20,111,940</u>
LIABILITIES						
Long-term liabilities	145,250,412	129,220,217	58,993,644	63,063,337	204,244,056	192,283,554
Other liabilities	<u>4,926,712</u>	<u>3,829,927</u>	<u>845,647</u>	<u>821,348</u>	<u>5,772,359</u>	<u>4,651,275</u>
Total liabilities	<u>150,177,124</u>	<u>133,050,144</u>	<u>59,839,291</u>	<u>63,884,685</u>	<u>210,016,415</u>	<u>196,934,829</u>
DEFERRED INFLOWS OF RESOURCES	<u>45,972,602</u>	<u>49,903,728</u>	<u>1,733,837</u>	<u>1,784,380</u>	<u>47,706,439</u>	<u>51,688,108</u>
NET POSITION						
Net investment in capital assets	51,321,734	45,892,431	44,076,227	42,285,607	95,397,961	88,178,038
Restricted	33,977,601	25,557,657	-	-	33,977,601	25,557,657
Unrestricted	<u>(94,699,182)</u>	<u>(100,148,303)</u>	<u>10,393,292</u>	<u>8,503,167</u>	<u>(84,305,890)</u>	<u>(91,645,136)</u>
Total net position	<u>\$ (9,399,847)</u>	<u>\$ (28,698,215)</u>	<u>\$ 54,469,519</u>	<u>\$ 50,788,774</u>	<u>\$ 45,069,672</u>	<u>\$ 22,090,559</u>

Governmental activities. Governmental activities increased the City's presented net position by \$19,298,368. This increase was mainly due to activity in our Tax Increment Financing Fund.

Business-type activities. Business-type activities increased the City's net position by \$3,680,745. A large portion of the debt incurred for the sewer projects is beginning to be paid back, which has increased debt service payments significantly over the past few years. Sewer rates are reviewed each year to ensure that revenues keep up with inflation as expenses do.

CITY OF BELLEVILLE, ILLINOIS

Management's Discussion and Analysis

For the fiscal year ended April 30, 2022

The condensed statement of activities is as follows:

	Governmental Activities		Business-type Activities		Total	
	For The Year Ended April 30, 2022	For The Year Ended April 30, 2021	For The Year Ended April 30, 2022	For The Year Ended April 30, 2021	For The Year Ended April 30, 2022	For The Year Ended April 30, 2021
REVENUES						
Program revenues:						
Charges for services	\$ 7,825,617	\$ 7,102,083	\$ 11,172,253	\$ 10,768,698	\$ 18,997,870	17,870,781
Operating grants	298,085	2,408,667			298,085	2,408,667
Capital grants	5,233,088	3,411,643	-	-	5,233,088	3,411,643
General revenues:						
Property taxes	23,045,168	23,362,608	-	-	23,045,168	23,362,608
Sales and use tax	17,739,727	16,244,891	-	-	17,739,727	16,244,891
Replacement tax	1,502,329	701,463	-	-	1,502,329	701,463
State income taxes	6,872,653	5,398,843	-	-	6,872,653	5,398,843
Motor fuel taxes	1,831,301	1,676,674	-	-	1,831,301	1,676,674
Telecommunications taxes	513,976	589,785	-	-	513,976	589,785
Utility taxes	3,697,936	3,397,890	-	-	3,697,936	3,397,890
Gaming tax	493,932	193,001	-	-	493,932	193,001
Other local taxes	171,383	127,337	-	-	171,383	127,337
Investment earnings	18,395	129,416	(48,744)	52,022	(30,349)	181,438
Gain on disposal of assets	14,015	38,485	-	-	14,015	38,485
Miscellaneous	20,759	63,450	-	-	20,759	63,450
Transfers	(1,329,520)	(1,300,000)	1,329,520	1,300,000	-	-
Total revenues	<u>67,948,844</u>	<u>63,546,236</u>	<u>12,453,029</u>	<u>12,120,720</u>	<u>80,401,873</u>	<u>75,666,956</u>
EXPENSES						
Governmental activities:						
General government	6,369,773	5,722,108	-	-	6,369,773	5,722,108
Public safety	20,853,133	16,181,025	-	-	20,853,133	16,181,025
Public works	4,080,649	3,817,796	-	-	4,080,649	3,817,796
Sanitation	2,414,482	2,743,470	-	-	2,414,482	2,743,470
Cemetery	199,970	193,841	-	-	199,970	193,841
Health and welfare	962,567	993,133	-	-	962,567	993,133
Development	7,369,857	7,809,663	-	-	7,369,857	7,809,663
Cultural and recreational	3,077,557	2,107,517	-	-	3,077,557	2,107,517
Interest on long-term debt	3,322,488	5,040,835	-	-	3,322,488	5,040,835
Business-type activities:						
Sewerage	-	-	8,772,284	9,163,682	8,772,284	9,163,682
Total expenses	<u>48,650,476</u>	<u>44,609,388</u>	<u>8,772,284</u>	<u>9,163,682</u>	<u>57,422,760</u>	<u>53,773,070</u>
Change in net position	19,298,368	18,936,848	3,680,745	2,957,038	22,979,113	21,893,886
Net position - beginning	(28,698,215)	(47,635,063)	50,788,774	47,831,736	22,090,559	196,673
Net position - ending	<u>\$ (9,399,847)</u>	<u>\$ (28,698,215)</u>	<u>\$ 54,469,519</u>	<u>\$ 50,788,774</u>	<u>\$ 45,069,672</u>	<u>\$ 22,090,559</u>

FUNDS FINANCIAL ANALYSIS

As noted earlier, the City of Belleville 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. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

CITY OF BELLEVILLE, ILLINOIS

Management's Discussion and Analysis

For the fiscal year ended April 30, 2022

At the end of fiscal year 2022, the City's governmental funds reported combined ending fund balances of \$43,636,017. Approximately 19.29% of this total amount (\$8,417,369) constitutes unassigned fund balance, which is available for spending at the City's discretion. \$33,977,601 (77.87% of the total governmental funds fund balance) has been restricted externally for specific purposes by either creditors or external legislation. The remainder of the fund balance is either nonspendable (\$591,590), meaning it is not in spendable form, or committed (\$649,457), which means there have been constraints placed on the spending of these funds by the City.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$9,165,620. As a measure of the General Fund's liquidity, it may be useful to compare fund balance to total fund expenditures. Unassigned fund balance represents 30.51% of total General Fund expenditures.

The fund balance of the City's General Fund increased by \$1,917,737 during the current fiscal year. The increase was due to all departments trying to keep expenditures in line with the actual revenues generated to cover the expenditures, and several revenues coming in higher than anticipated.

The Tax Increment Financing (TIF) Fund is a major special revenue fund of the City. Its resources are to be used for leveraging development within the boundaries of the City's 16 tax increment financing districts. At the end of the current fiscal year, the fund balance of the TIF fund was \$20,203,402, which is an increase of \$7,400,042 compared to 2021.

The ARPA Fund is another major special revenue fund of the City. This fund was developed to account for revenues and expenses related to the funding received as a part of the American Rescue Plan Act. The fund was created in fiscal year 2022. At the end of the fiscal year, the fund balance of the fund was \$9,613.

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

Unrestricted net position of the sewer fund at the end of the year amounted to \$10,393,292, an increase of \$1,890,125 from the prior year. Overall, total net position of the sewer fund increased by \$3,680,745. The City continues to make large capital improvements to our aging sewer infrastructure, as mandated by the IEPA.

CITY OF BELLEVILLE, ILLINOIS

Management's Discussion and Analysis

For the fiscal year ended April 30, 2022

GENERAL FUND BUDGETARY HIGHLIGHTS

The fiscal year 2022 disbursement budget for the City's General Fund represents an original budget of \$28,640,693, and a final budget of \$28,696,393. Actual disbursements (before interfund transfers) in the general fund were \$27,801,330, which is \$895,063 less than the final budget.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of April 30, 2022, amounts to \$178,043,207, net of accumulated depreciation. The investment in capital assets generally includes land, buildings and improvements, equipment, vehicles and infrastructure. The total increase in net capital assets for the current year was \$1,505,381.

The City's capital assets, net of depreciation, are as follows:

	Governmental Activities		Business-type Activities		Total	
	April 30, 2022	April 30, 2021	April 30, 2022	April 30, 2021	April 30, 2022	April 30, 2021
Land	\$ 6,429,437	\$ 6,402,376	\$ 1,104,046	\$ 1,104,046	\$ 7,533,483	\$ 7,506,422
Construction in progress	-	-	1,441,148	1,029,515	1,441,148	1,029,515
Buildings and improvements	29,771,169	27,115,491	45,085,882	46,319,920	74,857,051	73,435,411
Vehicles and equipment	4,354,832	3,986,696	294,506	200,204	4,649,338	4,186,900
Infrastructure	34,689,910	33,993,494	-	-	34,689,910	33,993,494
Distribution and collection systems	-	-	54,872,277	56,386,084	54,872,277	56,386,084
Total capital assets, net	\$ 75,245,348	\$ 71,498,057	\$ 102,797,859	\$ 105,039,769	\$ 178,043,207	\$ 176,537,826

For government-wide financial presentation, all depreciable capital assets were depreciated from acquisition date to the end of fiscal year 2022. Fund financial statements record capital asset purchases as expenditures. Additional information on the City's capital assets can be found in Note 3 on pages 35 and 36 of this report.

CITY OF BELLEVILLE, ILLINOIS

Management's Discussion and Analysis

For the fiscal year ended April 30, 2022

Long-term Debt

At the end of fiscal year 2022, the City of Belleville had total long-term debt obligations for governmental and business-type activities in the amount of \$204,244,056 compared to \$192,283,554 at the end of fiscal year 2021. The debt increase is primarily caused by an increase in net pension liabilities of the police and fire pension, due to actuarial assumption changes during the fiscal year. During 2022, the City made scheduled debt service payments. General obligation bonds are backed by the full faith and credit of the City.

	Governmental Activities		Business-type Activities		Total	
	April 30, 2022	April 30, 2021	April 30, 2022	April 30, 2021	April 30, 2022	April 30, 2021
Special Service Area Bonds						
Series 2006	\$ 480,000	\$ 555,000	\$ -	\$ -	\$ 480,000	\$ 555,000
Tax Increment Refunding Bonds						
Series 2007A	11,740,000	12,595,000	-	-	11,740,000	12,595,000
Taxable Business District Bonds						
Series 2007B	5,220,000	5,670,000	-	-	5,220,000	5,670,000
G.O. Refunding Bonds						
Series 2012	3,965,000	4,900,000	-	-	3,965,000	4,900,000
G.O. Bonds						
Series 2014	6,975,000	7,380,000	-	-	6,975,000	7,380,000
G.O. Bonds						
Series 2015	6,130,000	6,465,000	-	-	6,130,000	6,465,000
G.O. Refunding Bonds						
Series 2020	5,218,050	5,281,338	1,291,950	1,498,662	6,510,000	6,780,000
Tax Increment & Sales Tax Refunding Bonds, Series 2021A & B	13,760,000	15,150,000	-	-	13,760,000	15,150,000
Bond Premiums	576,481	623,965	-	-	576,481	623,965
Notes Payable	111,210	366,273	57,503,824	61,343,330	57,615,034	61,709,603
Capital Leases	1,127,404	754,353	-	-	1,127,404	754,353
Net Pension Liability	81,458,083	60,484,181	-	-	81,458,083	60,484,181
OPBB Obligation	8,217,353	8,717,414	184,128	203,914	8,401,481	8,921,328
Compensated Absences	271,831	277,693	13,742	17,431	285,573	295,124
Total Debt	\$ 145,250,412	\$ 129,220,217	\$ 58,993,644	\$ 63,063,337	\$ 204,244,056	\$ 192,283,554

Additional information regarding the City's long-term debt can be found in Note 4 on pages 36 through 41 of this report.

CITY OF BELLEVILLE, ILLINOIS

Management's Discussion and Analysis

For the fiscal year ended April 30, 2022

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Belleville, Director of Finance, 101 South Illinois Street, Belleville, IL 62220.

CITY OF BELLEVILLE, ILLINOIS

STATEMENT OF NET POSITION
APRIL 30, 2022

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
<u>Assets</u>			
Cash and Cash Equivalents	\$ 46,582,611	\$ 9,357,123	\$ 55,939,734
Receivables (Net of allowance for uncollectible)	34,944,758	1,807,798	36,752,556
Prepaid Expenses	591,590	58,443	650,033
Inventory	-	134,036	134,036
Capital Assets:			
Land	6,429,437	1,104,046	7,533,483
Buildings and Improvements	36,438,028	59,363,219	95,801,247
Machinery and Equipment	3,367,347	1,458,692	4,826,039
Vehicles	12,134,793	1,227,061	13,361,854
Infrastructure	117,681,652	87,091,883	204,773,535
Construction in Progress	-	1,441,148	1,441,148
Accumulated Depreciation	<u>(100,805,909)</u>	<u>(48,888,190)</u>	<u>(149,694,099)</u>
Net Capital Assets	<u>75,245,348</u>	<u>102,797,859</u>	<u>178,043,207</u>
Net Pension Asset	<u>7,831,739</u>	<u>1,736,450</u>	<u>9,568,189</u>
Total Assets	<u>165,196,046</u>	<u>115,891,709</u>	<u>281,087,755</u>
<u>Deferred Outflows of Resources</u>			
Pension Plan Obligations	20,565,414	57,067	20,622,481
OPEB Plan Obligations	880,470	19,729	900,199
Loss on Bond Refunding	107,949	74,142	182,091
Total Deferred Outflows of Resources	<u>21,553,833</u>	<u>150,938</u>	<u>21,704,771</u>
<u>Liabilities</u>			
Accounts Payable	2,187,537	368,708	2,556,245
Accrued Salaries and Benefits	1,786,782	114,132	1,900,914
Accrued Interest Payable	952,393	362,807	1,315,200
Noncurrent Liabilities:			
Due Within One Year	6,211,766	4,114,016	10,325,782
Due in More Than One Year	139,038,646	54,879,628	193,918,274
Total Liabilities	<u>150,177,124</u>	<u>59,839,291</u>	<u>210,016,415</u>
<u>Deferred Inflows of Resources</u>			
Pension Plan Obligations	10,980,684	1,676,179	12,656,863
OPEB Plan Obligations	2,573,183	57,658	2,630,841
Deferred Property Tax	24,601,100	-	24,601,100
Deferred Revenues	7,817,635	-	7,817,635
Total Deferred Inflows of Resources	<u>45,972,602</u>	<u>1,733,837</u>	<u>47,706,439</u>
<u>Net Position</u>			
Net Investment in Capital Assets	51,321,734	44,076,227	95,397,961
Restricted	33,977,601	-	33,977,601
Unrestricted	<u>(94,699,182)</u>	<u>10,393,292</u>	<u>(84,305,890)</u>
Total Net Position	<u>\$ (9,399,847)</u>	<u>\$ 54,469,519</u>	<u>\$ 45,069,672</u>

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

CITY OF BELLEVILLE, ILLINOIS

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
General Government	\$ 6,369,773	\$ 1,541,330	\$ 6,397	\$ -	\$ (4,822,046)		\$ (4,822,046)
Public Safety	20,853,133	930,956	9,005	-	(19,913,172)		(19,913,172)
Public Works	4,080,649	52,278	177,513	2,233,088	(1,617,770)		(1,617,770)
Sanitation	2,414,482	3,364,035	-	-	949,553		949,553
Cemetery	199,970	78,889	-	-	(121,081)		(121,081)
Health and Welfare	962,567	141,205	-	-	(821,362)		(821,362)
Development	7,369,857	1,312,900	-	3,000,000	(3,056,957)		(3,056,957)
Cultural and Recreational	3,077,557	404,024	105,170	-	(2,568,363)		(2,568,363)
Interest on Long-term Debt	3,322,488	-	-	-	(3,322,488)		(3,322,488)
Total Governmental Activities	48,650,476	7,825,617	298,085	5,233,088	(35,293,686)		(35,293,686)
Business-type Activities:							
Sewerage	8,772,284	11,172,253	-	-		\$ 2,399,969	2,399,969
Total Business-type Activities	8,772,284	11,172,253	-	-		2,399,969	2,399,969
Total Government	\$ 57,422,760	\$ 18,997,870	\$ 298,085	\$ 5,233,088	(35,293,686)	2,399,969	(32,893,717)

General Revenues:		
Property Tax, Levied for General Purposes	23,045,168	23,045,168
Sales and Use Tax	17,739,727	17,739,727
Income Tax	6,872,653	6,872,653
Corporate Personal Property Tax	1,502,329	1,502,329
Motor Fuel Tax	1,831,301	1,831,301
Excise Tax	513,976	513,976
Gaming Tax	493,932	493,932
Other Local Tax	171,383	171,383
Utility Tax	3,697,936	3,697,936
Investment Earnings	18,395	(48,744)
Gain On Disposal of Assets	14,015	14,015
Miscellaneous	20,759	20,759
Transfers	(1,329,520)	1,329,520
Total General Revenues and Transfers	54,592,054	55,872,830
Change in Net Position	19,298,368	22,979,113
Net Position - Beginning	(28,698,215)	22,090,559
Net Position - Ending	\$ (9,399,847)	\$ 45,069,672

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

CITY OF BELLEVILLE, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS
APRIL 30, 2022

	<u>General Fund</u>	<u>Tax Increment Financing Fund</u>	<u>ARPA Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets</u>					
Cash and Cash Equivalents	\$ 6,291,972	\$ 17,480,111	\$ 7,644,880	\$ 14,770,316	\$ 46,187,279
Receivables (Net of allowance for uncollectible):					
Property Tax	-	20,472,400	-	4,128,700	24,601,100
Intergovernmental	5,142,278	3,972,732	-	504,645	9,619,655
Accounts	38,353	-	-	-	38,353
Other	621,210	-	-	64,440	685,650
Due From Other Funds	500,000	-	-	-	500,000
Prepaid Expenses	509,917	-	-	81,673	591,590
Total Assets	<u>\$ 13,103,730</u>	<u>\$ 41,925,243</u>	<u>\$ 7,644,880</u>	<u>\$ 19,549,774</u>	<u>\$ 82,223,627</u>
 <u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>					
<u>Liabilities:</u>					
Accounts Payable	\$ 545,905	\$ 872,272	\$ 70,185	\$ 699,175	\$ 2,187,537
Accrued Salaries	1,694,480	-	-	92,302	1,786,782
Due to Other Funds	-	-	-	500,000	500,000
Total Liabilities	<u>2,240,385</u>	<u>872,272</u>	<u>70,185</u>	<u>1,291,477</u>	<u>4,474,319</u>
 <u>Deferred Inflows of Resources:</u>					
Deferred Property Tax	-	20,472,400	-	4,128,700	24,601,100
Deferred Intergovernmental Tax	1,187,808	377,169	-	129,579	1,694,556
Deferred Revenue	-	-	7,565,082	252,553	7,817,635
	<u>1,187,808</u>	<u>20,849,569</u>	<u>7,565,082</u>	<u>4,510,832</u>	<u>34,113,291</u>
 <u>Fund Balance:</u>					
Nonspendable	509,917	-	-	81,673	591,590
Restricted	-	20,203,402	-	13,774,199	33,977,601
Committed	-	-	9,613	639,844	649,457
Unassigned	9,165,620	-	-	(748,251)	8,417,369
Total Fund Balance	<u>9,675,537</u>	<u>20,203,402</u>	<u>9,613</u>	<u>13,747,465</u>	<u>43,636,017</u>
 Total Liabilities, Deferred Inflows of Resources, and Fund Balance	 <u>\$ 13,103,730</u>	 <u>\$ 41,925,243</u>	 <u>\$ 7,644,880</u>	 <u>\$ 19,549,774</u>	 <u>\$ 82,223,627</u>

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

CITY OF BELLEVILLE, ILLINOIS

RECONCILIATION OF THE BALANCE SHEET OF THE
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
APRIL 30, 2022

Amounts reported for governmental fund balances are different because:

Fund balances - total governmental funds	\$ 43,636,017
Capital assets used in governmental activities are not financial resources and, therefore, are not reported on the balance sheet of the governmental funds.	75,245,348
Long-term debt (e.g., bonds, leases) is not reported as a liability on the balance sheet of the governmental funds.	(55,195,196)
Some receivables are not available to pay current-period expenditures and, therefore, are deferred in the governmental funds balance sheet, but recognized as revenue as economic financial resources.	1,694,556
Accrued interest payable on the long-term debt is not reported as a liability on the balance sheet of the governmental funds.	(952,393)
Accrued compensated absences are not reported as a liability on the balance sheet of the governmental funds.	(271,831)
Net pension liabilities and the related future pension expense are not reported as assets and liabilities on the balance sheet of the governmental funds.	(64,041,614)
Net OPEB liabilities and the related future OPEB expense are not reported as assets and liabilities on the balance sheet of the governmental funds.	(9,910,066)
Internal service funds are included in the statement of net position in the government wide financial statements as these funds benefit the general government as a whole.	<u>395,332</u>
Net position of governmental activities	<u>\$ (9,399,847)</u>

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

CITY OF BELLEVILLE, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	General Fund	Tax Increment Financing Fund	ARPA Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Property Tax	\$ 968	\$ 19,199,370	\$ -	\$ 3,844,830	\$ 23,045,168
Utility Tax	3,697,936	-	-	-	3,697,936
Intergovernmental	21,698,134	6,476,339	331,169	4,963,154	33,468,796
Local Tax	102,830	-	-	68,553	171,383
Licenses, Permits and Fees	1,545,727	-	-	-	1,545,727
Charges for Services	3,969,511	-	-	403,267	4,372,778
Fines and Forfeitures	122,898	-	-	64,795	187,693
Investment Earnings	10,382	(9,570)	9,613	9,929	20,354
Contributions	6,397	-	-	29,565	35,962
Proceeds from Sale of Assets	14,015	-	-	-	14,015
Reimbursements/Miscellaneous	400,330	1,312,900	-	27,148	1,740,378
Total Revenues	<u>31,569,128</u>	<u>26,979,039</u>	<u>340,782</u>	<u>9,411,241</u>	<u>68,300,190</u>
Expenditures:					
Current:					
General Government	3,843,534	-	1,649	3,261,176	7,106,359
Public Safety	18,428,550	-	-	26,615	18,455,165
Public Works	1,866,490	-	-	1,057,540	2,924,030
Sanitation	2,620,473	-	-	-	2,620,473
Cemetery	252,956	-	-	-	252,956
Health and Welfare	817,651	-	-	165,992	983,643
Development	283,798	7,192,340	-	-	7,476,138
Cultural and Recreational	962,966	-	-	2,383,238	3,346,204
Capital Outlay	732,692	4,581,878	-	665,398	5,979,968
Debt Service:					
Principal	222,876	2,954,038	-	1,800,000	4,976,914
Interest and Charges	6,218	2,542,656	-	735,680	3,284,554
Total Expenditures	<u>30,038,204</u>	<u>17,270,912</u>	<u>1,649</u>	<u>10,095,639</u>	<u>57,406,404</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,530,924</u>	<u>9,708,127</u>	<u>339,133</u>	<u>(684,398)</u>	<u>10,893,786</u>
Other Financing Sources (Uses):					
Proceeds from Debt	586,614	-	-	-	586,614
Transfers In	300,199	-	-	1,808,085	2,108,284
Transfers Out	<u>(500,000)</u>	<u>(2,308,085)</u>	<u>(329,520)</u>	<u>(300,000)</u>	<u>(3,437,605)</u>
Total Other Financing Sources (Uses)	<u>386,813</u>	<u>(2,308,085)</u>	<u>(329,520)</u>	<u>1,508,085</u>	<u>(742,707)</u>
Net Change in Fund Balances	1,917,737	7,400,042	9,613	823,687	10,151,079
Fund Balance, Beginning of Year	<u>7,757,800</u>	<u>12,803,360</u>	<u>-</u>	<u>12,923,778</u>	<u>33,484,938</u>
Fund Balance, End of Year	<u>\$ 9,675,537</u>	<u>\$ 20,203,402</u>	<u>\$ 9,613</u>	<u>\$ 13,747,465</u>	<u>\$ 43,636,017</u>

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

CITY OF BELLEVILLE, ILLINOIS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2022

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

Net change in fund balances - total governmental funds \$ 10,151,079

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$5,979,968) and contributed capital (\$849,627) exceeded depreciation expense (\$3,082,304) in the current year. 3,747,291

The issuance of long-term debt (e.g., bonds, loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of those differences in the treatment of long-term debt and related items. 4,352,366

Accrued compensated absences are reported in the government-wide statement of activities and changes in net assets, but do not require the use of current financial resources; therefore, accrued compensated absences are not reported as expenditures in governmental funds. This is the change in accrued compensated absences. 5,862

Net pension liabilities and the related future pension expense are reported in the government-wide statement of activities and changes in net position, but do not require the use of current financial resources; therefore, these amounts are not reported as expenditures in governmental funds. This is the change in the net pension liability. 960,196

The amount of accrued OPEB benefits is not recorded as expense in the fund financial statements. In the statement of activities, these amounts are included and recorded currently in the various functional expense categories. This amount is the current year addition to accrued retirement benefits that has been included in the statement of activities. (46,774)

Some intergovernmental revenues will not be collected for several months after the City's fiscal year end. They are not considered "available" revenues in the governmental funds. This is the change in deferred revenues between fiscal years. 130,506

Activity related to the internal service funds are included in the statement of net position in the government wide financial statements as these funds benefit the general government as a whole. (2,158)

Change in net position of governmental activities \$ 19,298,368

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

CITY OF BELLEVILLE, ILLINOIS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 APRIL 30, 2022

	<u>Business Type Activities - Enterprise Fund Sewerage</u>	<u>Governmental Activities - Internal Service Funds</u>
<u>Assets</u>		
Current Assets:		
Cash	\$ 9,357,123	\$ 395,332
Receivables (Net, where applicable, of allowances for uncollectible)	1,807,798	-
Prepaid Expenses	58,443	-
Inventory, at Cost	134,036	-
Total Current Assets	<u>11,357,400</u>	<u>395,332</u>
Noncurrent Assets:		
Capital Assets:		
Land	1,104,046	-
Buildings and Improvements	59,363,219	-
Equipment	1,458,692	-
Vehicles	1,227,061	-
Distribution System	87,091,883	-
Construction in Progress	1,441,148	-
Total	151,686,049	-
Less - Accumulated Depreciation	(48,888,190)	-
Net Capital Assets	<u>102,797,859</u>	<u>-</u>
Net Pension Asset	1,736,450	-
Total Assets	<u>\$ 115,891,709</u>	<u>\$ 395,332</u>
<u>Deferred Outflows of Resources</u>		
Loss on Bond Refunding	\$ 74,142	\$ -
OPEB Plan Obligations	19,729	-
Pension Plan Obligations	57,067	-
Total Deferred Outflows of Resources	<u>150,938</u>	<u>-</u>
<u>Liabilities</u>		
Current Liabilities:		
Accrued Payroll and Benefits	\$ 114,132	\$ -
Accounts Payable	368,708	-
Accrued Interest	362,807	-
Total Current Liabilities	<u>845,647</u>	<u>-</u>
Noncurrent Liabilities:		
Accrued Sick Leave	13,742	-
OPEB Obligation	184,128	-
Due Within One Year	4,114,016	-
Due in More Than One Year	54,681,758	-
Total Noncurrent Liabilities	<u>58,993,644</u>	<u>-</u>
Total Liabilities	<u>\$ 59,839,291</u>	<u>\$ -</u>
<u>Deferred Inflows of Resources</u>		
OPEB Plan Obligations	\$ 57,658	\$ -
Pension Plan Obligations	1,676,179	-
Total Deferred Inflows of Resources	<u>\$ 1,733,837</u>	<u>\$ -</u>
<u>Net Position</u>		
Net Investment in Capital Assets	\$ 44,076,227	\$ -
Unrestricted	10,393,292	395,332
Total Net Position	<u>\$ 54,469,519</u>	<u>\$ 395,332</u>

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

CITY OF BELLEVILLE, ILLINOIS

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	Business Type Activities - <u>Enterprise Fund</u> <u>Sewerage</u>	Governmental Activities - <u>Internal</u> <u>Service Funds</u>
Operating Revenues:		
Charges for Services	\$ 11,172,253	\$ -
Operating Expenses:		
Personal Services	1,762,289	-
Supplies	310,347	-
Contractual Services	2,499,363	-
Depreciation	3,174,504	-
Total Operating Expenses	<u>7,746,503</u>	<u>-</u>
Operating Income	<u>3,425,750</u>	<u>-</u>
Nonoperating Revenues (Expenses):		
Amortization	(13,688)	-
Investment Earnings	(48,744)	(1,959)
Interest and Fiscal Charges	(1,012,093)	-
Total Nonoperating Revenues (Expenses)	<u>(1,074,525)</u>	<u>(1,959)</u>
Income (Loss) Before Transfers	2,351,225	(1,959)
Transfers In	<u>1,329,520</u>	<u>(199)</u>
Change in Net Position	3,680,745	(2,158)
Net Position - Beginning of Year	<u>50,788,774</u>	<u>397,490</u>
Net Position - End of Year	<u>\$ 54,469,519</u>	<u>\$ 395,332</u>

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

CITY OF BELLEVILLE, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED APRIL 30, 2022

	<u>Business Type Activities - Enterprise Fund Sewerage</u>	<u>Governmental Activities - Internal Service Funds</u>
Cash Flows from Operating Activities:		
Receipts from Customers	\$ 10,778,383	\$ -
Payments to Suppliers	(3,364,856)	-
Payments to Employees	<u>(1,796,372)</u>	-
Net Cash Provided (Used) by Operating Activities	<u>5,617,155</u>	<u>-</u>
Cash Flows from Noncapital Financing Activities:		
Payments from (to) Other Funds	<u>1,329,520</u>	<u>(199)</u>
Net Cash Provided by Noncapital Financing Activities	<u>1,329,520</u>	<u>(199)</u>
Cash Flows from Capital and Related Financing Activities:		
Principal Payments on Long-Term Debt	(4,046,218)	-
Interest Paid on Debt	(1,035,026)	-
Cash Payments for Capital Assets	<u>(932,594)</u>	-
Net Cash Provided (Used) by Capital Related Financing Activities	<u>(6,013,838)</u>	<u>-</u>
Cash Flows from Investing Activities:		
Interest Received	<u>(48,744)</u>	<u>(1,959)</u>
Net Cash Provided by Investing Activities	<u>(48,744)</u>	<u>(1,959)</u>
Net Change in Cash and Cash Equivalents	884,093	(2,158)
Cash and Cash Equivalents, Beginning of Year	<u>8,473,030</u>	<u>397,490</u>
Cash and Cash Equivalents, End of Year	<u>\$ 9,357,123</u>	<u>\$ 395,332</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating Income (Loss)	\$ 3,425,750	\$ -
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation	3,174,504	-
Net OPEB Liability Adjustment	(8,661)	-
Net Pension Liability Adjustment	(618,955)	-
(Increase) Decrease in Assets:		
Accounts Receivable	219,151	-
Unbilled Revenue	(613,021)	-
Inventory	(604)	-
Prepaid Expenses	(4,552)	-
Increase (Decrease) in Liabilities:		
Accrued Payroll and Benefits	(20,073)	-
Accounts Payable	<u>63,616</u>	<u>-</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 5,617,155</u>	<u>\$ -</u>

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

CITY OF BELLEVILLE, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS - PENSION TRUST FUNDS
APRIL 30, 2022

Assets:	
Cash and Cash Equivalents	\$ 6,755,046
Investments, at Market	73,250,059
Receivables:	
Taxes Receivable	7,331,264
Interest Receivable	<u>168,299</u>
Total Assets	<u>87,504,668</u>
Liabilities:	
Benefit Withholdings	<u>(3,863)</u>
Net Position - Restricted for Pensions	<u>\$ 87,508,531</u>

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

CITY OF BELLEVILLE, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS - PENSION TRUST FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

Additions:

Contributions:

Employee Contributions	\$ 1,107,553
Employer Contributions:	
Property Taxes	7,337,083
City Contribution	1,000,000
Personal Property Replacement Taxes	428,225
Total Contributions	<u>9,872,861</u>

Investment Income:

Interest and Dividend Income	1,796,267
Gain (Loss) on Sales of Securities	19,076
Net Change in Fair Market Value of Investments	<u>(7,486,014)</u>
	(5,670,671)
Less Investment Expense	<u>(143,476)</u>
Total Investment Income	<u>(5,814,147)</u>
Total Additions	<u>4,058,714</u>

Deductions:

Benefits Paid to Participants:

Service and Disability	7,848,486
Dependents	1,119,803
Refund of Contributions	424,532
Professional Fees	56,156
Other	16,444
Total Deductions	<u>9,465,421</u>

Change in Net Position	(5,406,707)
Net Position - Beginning of Year	<u>92,915,238</u>
Net Position - End of Year	<u>\$ 87,508,531</u>

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

CITY OF BELLEVILLE, ILLINOIS

NOTE TO FINANCIAL STATEMENTS

APRIL 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Belleville, Illinois (City) was incorporated on March 30, 1850, under the provisions of the State of Illinois. The City operates under a Mayor-Council form of government and provides the following services as authorized by its charter: public safety (police and fire), streets, sanitation, recreation, public improvements, planning and development and general administrative services. The City also provides sewer utilities services.

(a) Reporting entity

The City defines its reporting entity in accordance with Codification of Governmental Accounting and Financial Reporting Standards, Section 2100. The criteria used in determining the scope of the entity for financial reporting purposes includes, but is not limited to, the method of budget adoption, taxing authority, whether debt is secured by revenues or general obligations of the City, the obligation of the City to finance any deficits that may occur and supervision over the accounting functions.

Component units are organizations for which the City, as the primary government, is financially accountable. To be considered financially accountable, the organization must be fiscally dependent on the City or the City must appoint a majority of the board of the organization and either (1) be able to impose its will on the organization or (2) the relationship must have the potential for creating a financial benefit to or imposing a financial burden on the City.

Based on the foregoing, the City's financial statements include all funds, agencies, boards, commissions and authorities that are controlled by or dependent on the City.

(b) Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

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

(c) Measurement focus, basis of accounting and financial statement presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

Property taxes, intergovernmental revenues, permits and fees associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized, when applicable, as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The City reports the following major governmental funds:

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

The Tax Increment Financing Fund accounts for all activity related to the various tax increment financing districts of the City.

The ARPA Fund accounts for the money received through ARPA funding and the related expenditures.

The City reports the following major proprietary fund:

The Sewer Fund accounts for all activities related to the billing, administration and collection processes of the sewer utilities. The City operates the sewage treatment plant, sewage pumping stations and collection systems.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are reimbursements between funds for direct costs applicable to the other fund. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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 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 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.

(d) Assets, liabilities and net position

Deposits and investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, certificates of deposits and short-term investments with original maturities of three months or less. All deposits and investments are reported at fair value.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The City is authorized by state statute to invest in obligations of the United States of America, insured interest bearing accounts of banks, savings and loan associations or credit unions, certain short-term obligations of corporations organized in the United States, money market mutual funds that invest in obligations of the United States of America or its agencies or are guaranteed by the full faith and credit of the United States of America, the Illinois Funds and repurchase agreements of government securities. Investment income is recognized as earned.

The pension funds are authorized to invest in all the same obligations of the City as well as corporate obligations, stock, and mutual funds to a limited percentage. Investment income is recognized as earned.

Receivables and payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade receivables are shown net of an allowance for uncollectible accounts. The allowance for uncollectible accounts in the enterprise funds at April 30, 2022 is \$130,049.

Unbilled sewer utility receivables related to the business-type activities are recorded at year-end. They are determined by taking cycle billings subsequent to April 30 and prorating the applicable number of days to the current fiscal year.

Capital assets

Capital assets, which include property, plant and equipment, are reported in the business-type activities columns in the government-wide financial statements. The government defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects when constructed.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

Type of Property And Equipment	Estimated Useful Lives
Buildings and Improvements	10 - 50 Years
Collection Systems	10 - 50 Years
Vehicles and Equipment	5 - 10 Years
Infrastructure	10 - 40 Years

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. Debt premiums and discounts are deferred and amortized over the life of the debt using the effective interest method.

In the fund financial statements, governmental fund types recognize debt premiums, discounts, and issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums and discounts related to debt issuances are reported as other financing sources and uses.

Fund balance

In the fund financial statements, the City classifies the governmental fund balances based upon the following criteria:

Nonspendable – includes amounts that cannot be spent because they are either 1) not in spendable form, or 2) legally or contractually required to remain intact.

Restricted – balances with constraints that are either externally imposed by creditors or imposed by law through constitutional provisions or enabling legislation.

Committed – balances that are to be only used for specific purposes pursuant to constraints imposed by formal action of the City Council, the government’s highest level of decision-making authority.

Assigned – balances that are constrained by the government’s administration with the intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned – the residual classification of the General Fund balance.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

When expenditures are incurred for which the City has both restricted and unrestricted funds available, the City spends any restricted funds before using unrestricted sources. Likewise, the City uses committed, assigned and then unassigned balances, in that order, when spending amounts for which all three categories are available.

The following details the description and amount of all constraints recorded by the City in the fund financial statements:

<u>Governmental Funds</u>	
Nonspendable:	
Prepaid Expenses	\$ 591,590
Restricted:	
Property/Sales Tax Restrictions	\$ 4,825,774
TIF Balances	20,203,402
Debt Service	4,185,572
Cemetery Care	204,050
Fines/Forfeitures	174,169
Motor Fuel Tax	4,341,270
Restricted Donations	3,364
	<u>\$33,937,601</u>
Committed:	
Capital Projects	\$ 500,105
Tourism	69,527
ARPA Funds	9,613
Parks Project Funds	70,212
	<u>\$ 649,457</u>
<u>Fiduciary Funds</u>	
Reserved for Employees' Pension Benefits	<u>\$ 87,508,531</u>

(e) Estimates

The City uses estimates and assumptions in preparing these financial statements in accordance with accounting principles generally accepted in the United States of America. These estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenditures. Actual results could vary from estimates that were used.

(f) Risk management

The City is exposed to various risks of loss related to torts; thefts of, damage to and destruction of assets; errors and omissions and natural disasters for which the City carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(g) Budget and budgetary accounting

The City's procedures in establishing the budgetary data reflected in the basic financial statements are as follows:

1. Prior to April 1, the Finance Officer submits to the City Council a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed disbursements and related financing methods.
2. Prior to May 1, the budget is legally enacted through passage of an ordinance.
3. The Finance Officer is authorized to transfer budgeted amounts between line items within an object level of a department; however, any revisions that alter the total expenditure of any object level within a department must be approved by the City Council.
4. Budgets for all funds are adopted on the cash basis.
5. Unused appropriations for all the above annually budgeted funds lapse at year end.
6. The budget amounts shown in the financial statements are the final authorized amounts as revised during the year.

(h) Inventory

Inventory is stated at the lower of cost or market. Cost is determined primarily by the first-in, first-out method.

(i) Compensated absences

City employees earn vacation during the current year which must be taken in the subsequent year. Accrued vacation time is recognized as a liability when earned and any unused accumulated vacation is payable to employees upon termination. Accrued vacation is recorded in the respective fund type from which it will be paid. Unused sick leave benefits are paid to terminating employees at a rate of \$1.00 to \$2.00 per hour for the first 1,000 hours and \$3.00 to \$4.00 per hour in excess of 1,000 hours and are accrued accordingly. Retiring employees can elect to have up to 1,920 unused sick pay hours transferred to their pension, which will be paid out at the calculated pension rate.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 2: CASH AND INVESTMENTS

General Government & Business-Like Activities

At April 30, 2022, the carrying amount of the City’s deposits was \$51,420,457 and the bank balance was \$51,613,857. The deposits were comprised of interest checking, savings, federal government obligation funds and certificates of deposit. The City also maintains cash on hand of \$3,529.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. The City requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the City’s name. As of April 30, 2022, all of the City’s bank balance was either FDIC insured or collateralized. These amounts are reported in the financial statements as follows:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
Federal Money Market Fund	Daily	\$ 4,515,748
		4,515,748
Deposits from above		51,420,457
Petty Cash		3,529
		<u>\$ 55,939,734</u>
<u>As Reported in the Financial Statements</u>		
Cash and Cash Equivalents		<u>\$ 55,939,734</u>

Interest Rate Risk. The City’s investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund type being invested. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. As of April 30, 2022, the City did not have a credit risk.

Concentration of Credit Risk. As of April 30, 2022, the City did not have a concentration of credit risk.

Foreign Currency Risk. As of April 30, 2022, the City did not have foreign currency risk.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Fire Pension

At April 30, 2022, the carrying amount and the bank balance of the Fire Pension Fund's deposits was \$3,025,404. The deposits were comprised of an interest checking account and a money market account.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the Fire Pension Fund's deposits may not be returned to it. The Fire Pension Fund requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the Fire Pension's name.

As of April 30, 2022, the Fire Pension Fund had the following investments:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
Corporate Bonds	4.96	\$ 2,863,401
U.S. Treasury Notes	3.98	7,607,251
Federal Loan Mortgage Corporation	23.87	103,408
Federal National Mortgage Association	22.53	322,675
Mutual Funds/ETFs	--	15,672,041
Common Stock	--	<u>3,721,350</u>
		30,290,126
Deposits as reported above		<u>3,025,404</u>
Total deposits and investments		<u>\$ 33,315,530</u>
As included in the combined financial statements:		
Cash and Cash Equivalents		\$ 3,025,404
Investments		<u>30,290,126</u>
		<u>\$ 33,315,530</u>

Interest Rate Risk. The Fire Pension Fund's investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund type being invested. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. As of April 30, 2022, the Fire Pension Fund had the following investment credit risk.

<u>Investment</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Investors Service Rating</u>
Corporate Bonds	--	Aaa to Baa3
Federal National Mortgage Association	AA+	Aaa
Federal Loan Mortgage Corporation	AA+	Aaa

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Concentration of Credit Risk. As of April 30, 2022, the Fire Pension Fund did not have a concentration of credit risk.

Foreign Currency Risk. As of April 30, 2022, the Fire Pension Fund did not have foreign currency risk.

Police Pension

At April 30, 2022, the carrying amount and bank balance of the Police Pension Fund's deposits was \$4,911,399. The deposits were comprised of a checking account, certificates of deposit, and a money market account.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the Police Pension Fund's deposits may not be returned to it. The Police Pension requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the Police Pension Fund's name.

As of April 30, 2022, the Police Pension Fund had the following investments:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
U.S. Treasury Note	3.95	\$ 2,083,641
U.S. Treasury Strips	0.21	627,385
Corporate Bonds	3.12	6,629,854
Government National Mortgage Association	22.53	838,459
Federal Farm Credit Bank	4.79	627,853
Federal Home Loan Mortgage Corporation	17.18	51,349
Federal Home Loan Bank	6.58	1,252,416
Federal National Mortgage Association	20.02	57,188
Tennessee Valley Authority Coupons	6.02	946,893
Mutual Funds/ETFs	--	28,663,138
		<u>41,778,176</u>
Deposits as reported above		4,911,399
Total deposits and investments		<u>\$ 46,689,575</u>
As included in the combined financial statements:		
Cash and Cash Equivalents		\$ 3,729,642
Investments		<u>42,959,933</u>
		<u>\$ 46,689,575</u>

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Interest Rate Risk. The Police Pension Fund’s investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund type being invested. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. As of April 30, 2022, the Police Pension Fund’s investment credit ratings were as follows:

<u>Investment</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Investors Service Rating</u>
Federal Home Loan Mortgage Corporation	AA+	Aaa
Federal National Mortgage Association	AA+	Aaa
Federal Farm Credit Bank	AA+	Aaa
Federal Home Loan Bank	AA+	Aaa
Corporate Bonds	AAA to A	Aaa to A2

Concentration of Credit Risk. As of April 30, 2022, the Police Pension Fund did not have a concentration of credit risk.

Foreign Currency Risk. As of April 30, 2022, the Police Pension Fund has no foreign currency risk.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 3: PROPERTY, PLANT AND EQUIPMENT

The following summarizes property, plant and equipment, and related depreciation, held by the City as of April 30, 2022:

	Beginning Balance	Additions/ Completions	Retirements/ Deletions	Ending Balance
<u>Governmental activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 6,402,376	\$ 27,061	\$ -	\$ 6,429,437
Total capital assets not being depreciated	<u>6,402,376</u>	<u>27,061</u>	<u>-</u>	<u>6,429,437</u>
Capital assets, being depreciated:				
Buildings and improvements	33,089,498	3,348,530	-	36,438,028
Machinery and equipment	2,720,378	662,969	16,000	3,367,347
Vehicles	11,589,068	620,494	74,769	12,134,793
Infrastructure	115,511,111	2,170,541	-	117,681,652
Total capital assets being depreciated	<u>162,910,055</u>	<u>6,802,534</u>	<u>90,769</u>	<u>169,621,820</u>
Less accumulated depreciation for:				
Buildings and improvements	5,974,007	692,852	-	6,666,859
Machinery and equipment	1,538,777	204,204	16,000	1,726,981
Vehicles	8,783,973	711,123	74,769	9,420,327
Infrastructure	81,517,617	1,474,125	-	82,991,742
Total accumulated depreciation	<u>97,814,374</u>	<u>3,082,304</u>	<u>90,769</u>	<u>100,805,909</u>
Total capital assets, being depreciated, net	<u>65,095,681</u>	<u>3,720,230</u>	<u>-</u>	<u>68,815,911</u>
Governmental activities capital assets, net	<u>\$ 71,498,057</u>	<u>\$ 3,747,291</u>	<u>\$ -</u>	<u>\$ 75,245,348</u>
<u>Business-type activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 1,104,046	\$ -	\$ -	\$ 1,104,046
Construction in Progress	1,029,515	411,633	-	1,441,148
Total not being depreciated	<u>2,133,561</u>	<u>411,633</u>	<u>-</u>	<u>2,545,194</u>
Capital assets, being depreciated:				
Buildings and improvements	59,163,530	199,689	-	59,363,219
Utility systems	86,916,451	175,432	-	87,091,883
Machinery and equipment	1,346,761	111,931	-	1,458,692
Vehicles	1,230,893	33,909	37,741	1,227,061
Total capital assets, being depreciated	<u>148,657,635</u>	<u>520,961</u>	<u>37,741</u>	<u>149,140,855</u>
Less accumulated depreciation for:				
Buildings and improvements	12,843,610	1,433,727	-	14,277,337
Utility systems	30,530,367	1,689,239	-	32,219,606
Machinery and equipment	1,170,606	49,504	-	1,220,110
Vehicles	1,206,844	2,034	37,741	1,171,137
Total accumulated depreciation	<u>45,751,427</u>	<u>3,174,504</u>	<u>37,741</u>	<u>48,888,190</u>
Total capital assets, being depreciated, net	<u>102,906,208</u>	<u>(2,653,543)</u>	<u>-</u>	<u>100,252,665</u>
Business-type activities capital assets, net	<u>\$ 105,039,769</u>	<u>\$ (2,241,910)</u>	<u>\$ -</u>	<u>\$ 102,797,859</u>

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Depreciation expense charged to operations for the year ended April 30, 2022 was as follows:

Governmental activities:	
General government	\$ 184,077
Public safety	765,560
Streets and highways, including depreciation of general infrastructure assets	1,663,428
Sanitation	234,947
Cemetery	13,991
Cultural and recreational	<u>220,301</u>
Total depreciation expense - governmental activities	<u>\$3,082,304</u>
Business-type activities:	
Sewer	<u>\$3,174,504</u>

NOTE 4: LONG-TERM DEBT

The following is a summary of long-term debt of the City for the year ended April 30, 2022:

Governmental Activities

\$1,350,000 Special Service Area Bonds, Series 2006, interest ranging from 4.30 to 4.40%, payable January 1 and July 1, with principal payments on January 1 through 2027. This debt is being retired by the Special Service Area Fund.	\$ 480,000
\$16,350,000 Tax Increment Refunding Revenue Bonds, Series 2007A, interest at 5.70%, interest and principal payable May 1 and November 1, through 2024. This debt is being retired by the Tax Increment Financing Fund.	11,740,000
\$6,565,000 Taxable Business District Revenue Bonds, Series 2007B, interest at 7.875%, interest and principal payable May 1 and November 1, through 2029. This debt is being retired by the Tax Increment Financing Fund.	5,220,000
\$6,915,000 General Obligation Refunding Bonds, Series 2012, interest ranging from 2.15% to 2.50%, interest and principal payable January 1 and July 1, through 2026. These bonds were issued to refund a portion of the Series 2005 Project Bonds. This debt is being retired by the Debt Service Fund.	3,965,000

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

\$9,495,000 General Obligation Bonds, Series 2014, interest ranging from 3.0% to 4.0%, interest and principal payable January 1 and July 1, through 2035. This debt is being retired by the Debt Service Fund. 6,975,000

\$8,500,000 General Obligation Bonds, Series 2015, interest ranging from 3.00% to 4.25%, interest and principal payable January 1, through 2036. This debt is being retired by the Debt Service Fund. 6,130,000

\$108,116 General Obligation Refunding Bonds, Series 2020, dated October 5, 2020, interest ranging from 3.70% to 4.35% payable January 1 and July 1, with scheduled principal payments of \$13,590 to \$14,194 beginning in January 2022 through 2028. These bonds were issued to refund the General Obligation Bonds, Series 2009. 83,050

\$5,185,000 General Obligation Refunding Bonds, Series 2020, dated October 5, 2020, interest ranging from .85% to 1.55% payable January 1 and July 1, with scheduled principal payments of \$55,000 to \$1,010,000 beginning in January 2022 through 2031. These bonds were issued to refund the General Obligation Bonds, Series 2011. 5,135,000

\$4,850,000 Tax Increment and Sales Tax Refunding Revenue Bonds, Series 2021A, dated April 7, 2021, interest at 4.75% payable January 1 and July 1, with scheduled principal payments of \$360,000 to \$725,000 due on January 1 and July 1 through 2027. These bonds were issued to refinance Local Government Program Revenue Bonds, Series 2011A, Series 2011B, and Series 2011C. 4,410,000

\$10,300,000 Tax Increment and Sales Tax Refunding Revenue Bonds, Series 2021B, dated April 7, 2021, interest ranging from 3.25% to 3.75% payable January 1 and July 1, with scheduled principal payments of \$180,000 to \$1,915 due on January 1 and July 1 through 2028. These bonds were issued to refinance Local Government Program Revenue Bonds, Series 2011A, Series 2011B, and Series 2011C. 9,350,000

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The annual requirement to retire governmental activities bonds outstanding as of April 30, 2022 is as follows:

<u>Year Ending</u> <u>April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2023	\$ 5,688,590	\$ 1,794,180	\$ 7,482,770
2024	5,993,590	1,690,837	7,684,427
2025	13,318,590	1,430,721	14,749,311
2026	4,789,194	1,126,924	5,916,118
2027	5,213,892	932,001	6,145,893
2028 - 2032	14,454,194	2,138,222	16,592,416
2033 - 2036	<u>4,030,000</u>	<u>415,125</u>	<u>4,445,125</u>
	<u>\$ 53,488,050</u>	<u>\$ 9,528,010</u>	<u>\$ 63,016,060</u>

Notes Payable and Capital Leases

\$625,110 capital lease, Commerce Bank, N.A., dated July 19, 2012, for one new fire truck, secured by the equipment, bears interest at 2.55%; annual principal and interest payments of \$56,061 are due through July 2022. This debt is being retired by the Tax Increment Financing Fund. \$ 54,651

\$393,006 capital lease, Commerce Bank, N.A., dated February 11, 2013, for Energy Improvements, secured by the equipment, bears interest at 3.278%; semi-annual principal and interest payments of \$19,910 are due through January 2025. This debt is being retired by the Tax Increment Financing Fund. 112,854

\$455,122 capital lease, Clayton Holdings, L.L.C., dated November 21, 2017, for E-One Custom Pumper, secured by the equipment, bears interest at 2.97%; semi-annual principal and interest payments of \$26,470 are due through November 2027. This debt is being retired by the Tax Increment Financing Fund. 288,989

\$402,398 capital lease, Clayton Holdings, LLC., dated July 31, 2018, for one new vactor truck, secured by the equipment, bears interest at 1.73%; semi-annual principal and interest payments of \$43,156 are due through January 2023. This debt is being retired by the Tax Increment Financing Fund. 84,296

\$391,568 note payable, Bank of Belleville, dated January 24, 2020, for two new dump trucks and one new sanitation truck, secured by the equipment, bears interest at 2.19%; semi-annual principal and interest payments of \$58,452 are due through January 2023. This debt is being retired by the General and Tax Increment Financing Funds. 111,210

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

\$586,614 capital lease, Clayton Holdings, LLC., dated May 27, 2021, for three new International sanitation trucks, secured by the equipment, bears interest at .92%; semi-annual principal and interest payments of \$99,806 are due through December 2024. This debt is being retired by the General Fund. 586,614

The capital leases and notes payable are collateralized by the related equipment. In the event of default, the lender has the right to make the outstanding balance immediately due or take control of the related collateral.

The City is obligated under notes and capital leases considered to be equivalent to an installment purchase. Future payments under the loans and capital leases as of April 30, 2022 are as follows:

Year Ending April 30,	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2023	\$ 523,176	\$ 24,506	\$ 547,682
2024	280,059	9,133	289,192
2025	284,499	6,504	291,003
2026	48,818	4,122	52,940
2027	50,279	2,661	52,940
2028	51,783	1,157	52,940
	<u>\$ 1,238,614</u>	<u>\$ 48,083</u>	<u>\$ 1,286,697</u>

Proprietary Fund Debt

General Obligation Bonds

\$1,681,884 General Obligation Refunding Bonds, Series 2020, dated October 5, 2020, interest ranging from 3.70% to 4.35% payable January 1 and July 1, with scheduled principal payments of \$206,712 to \$220,806 beginning in January 2022 through 2028. These bonds were issued to refund the General Obligation Bonds, Series 2009. These bonds are being retired by the Sewer Fund. \$ 1,291,950

The annual requirement to retire business-type bonds outstanding as of April 30, 2022 is as follows:

Year Ending April 30,	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2023	\$ 211,410	\$ 13,060	\$ 224,470
2024	211,410	11,370	222,780
2025	211,410	9,572	220,982
2026	220,806	7,564	228,370
2027	216,108	5,245	221,353
2028	220,806	2,760	223,566
	<u>\$ 1,291,950</u>	<u>\$ 49,571</u>	<u>\$ 1,341,521</u>

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Notes Payable

\$17,682,292 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 1.25%, semi-annual principal and interest payments of \$500,987 are due through January 2032.	\$ 9,391,286
\$17,720,902 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 1.25%, semi-annual principal and interest payments of \$502,081 are due through June 2033.	10,725,115
\$3,393,364 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 2.295%, semi-annual principal and interest payments are due through March 2034.	2,377,161
\$7,566,251 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 2.295%, semi-annual principal and interest payments are due through June 2033.	5,226,601
\$2,592,545 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 1.995%, semi-annual principal and interest payments are due through May 2035.	1,847,207
\$22,239,461 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 1.86%, semi-annual principal and interest payments are due through November 2037.	18,834,504
\$1,244,185 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 1.75%, semi-annual principal and interest payments will be due at the completion of the project and all loan draws have been made.	1,037,284
\$8,999,273 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 1.76%, semi-annual principal and interest payments will be due at the completion of the project and all loan draws have been made.	8,064,666

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The IEPA loans are all paid by the Sewer Fund. The annual requirement to retire business-type activities notes outstanding as of April 30, 2022 is as follows:

<u>Year Ending</u> <u>April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2023	\$ 3,902,606	\$ 957,315	\$ 4,859,921
2024	3,966,801	893,120	4,859,921
2025	4,032,110	827,811	4,859,921
2026	4,098,553	761,367	4,859,920
2027	4,166,152	693,769	4,859,921
2028-2032	21,886,664	2,412,940	24,299,604
2033-2037	12,720,828	801,772	13,522,600
2038-2040	<u>2,730,110</u>	<u>54,552</u>	<u>2,784,662</u>
	<u>\$ 57,503,824</u>	<u>\$ 7,402,646</u>	<u>\$ 64,906,470</u>

The overall debt activity of the City for the year ended April 30, 2022 is summarized as follows:

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending</u> <u>Balance</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
<u>Governmental Activities:</u>					
Bonds Payable	\$ 57,996,338	\$ -	\$ 4,508,288	\$ 53,488,050	\$ 5,688,590
Notes from Direct Borrowings:					
Notes Payable	366,273	-	255,063	111,210	111,210
Leases Payable	754,353	586,614	213,563	1,127,404	411,966
Bond Premiums	623,965	-	47,484	576,481	-
OPEB Obligation	8,717,414	-	500,061	8,217,353	-
Net Pension Liability	60,484,181	20,973,902	-	81,458,083	-
Compensated Absences	277,693	-	5,862	271,831	-
	<u>\$ 129,220,217</u>	<u>\$ 21,560,516</u>	<u>\$ 5,530,321</u>	<u>\$ 145,250,412</u>	<u>\$ 6,211,766</u>
<u>Business-type Activities:</u>					
Bonds Payable	\$ 1,498,662	\$ -	\$ 206,712	\$ 1,291,950	\$ 211,410
Notes from Direct Borrowings:					
Notes Payable	61,343,330	-	3,839,506	57,503,824	3,902,606
OPEB Obligation	203,914	-	19,786	184,128	-
Compensated Absences	17,431	-	3,689	13,742	-
	<u>\$ 63,063,337</u>	<u>\$ -</u>	<u>\$ 4,069,693</u>	<u>\$ 58,993,644</u>	<u>\$ 4,114,016</u>

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 5: PENSION AND RETIREMENT PLANS

Illinois Municipal Retirement Fund

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 Plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, members are required to contribute 4.50 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 employer annual required contribution rate for calendar year 2021 was 10.39 percent. The employer 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 the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Covered Employees. The following types of employees comprise the membership of the plan.

Retirees and Beneficiaries	208
Inactive, non-Retired Members	103
Active Members	<u>178</u>
Total	<u>489</u>

Discount Rate. GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a “risk-free” rate is required, as described in the following paragraph.

The *Single Discount Rate* (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (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).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 1.84%; and the resulting single discount rate is 7.25%.

Actuarial Valuation Date	12/31/21
Measurement Date of the Net Pension Liability	12/31/21
Fiscal Year End	04/30/22
Development of the Single Discount Rate as of December 31, 2021	
Long-Term Expected Rate of Investment Return	7.25%
Long-Term Municipal Bond Rate	1.84%
Last year ending December 31 in the 2022 to 2121 projection period for which projected benefit payments are fully funded	2121
Resulting Single Discount Rate based on the above development	7.25%
Single Discount Rate calculated using December 31, 2020 Measurement Date	7.25%

The Long-Term Municipal Bond Rate is based on the Fidelity Index's "20-Year Municipal GO AA Index" as of December 31, 2021.

Actuarial Assumptions. The following are the actuarial assumptions used in the calculation of the net pension liability.

Asset Valuation Method	Aggregate Entry Age Normal
Price Inflation	2.50%
Salary Increases	3.35% to 14.25% including inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, IMRF specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Healthy Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, IMRF specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, IMRF specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employees Mortality Table with adjustments to match current IMRF experience.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Net Pension Liability. The following is a summary of the Net Pension Liability as shown as a liability in the financial statements.

Total pension liability	
Service Cost	\$ 882,989
Interest on the Total Pension Liability	4,523,257
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	(144,235)
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	<u>(3,549,295)</u>
Net change in total pension liability	\$ 1,712,716
Total pension liability - beginning	<u>63,722,909</u>
Total pension liability - ending	<u>\$ 65,435,625</u>
Plan fiduciary net position	
Contributions - employer	\$ 1,005,601
Contributions - employee	437,836
Net investment income	11,225,572
Benefit payments, including refunds of employee contributions	(3,549,295)
Other (Net Transfer)	<u>(328,130)</u>
Net change in plan fiduciary net position	\$ 8,791,584
Plan fiduciary net position - beginning	<u>66,212,229</u>
Plan fiduciary net position - ending	<u>\$ 75,003,813</u>
Net pension liability/(asset)	<u>\$ (9,568,188)</u>
Plan fiduciary net position as a percentage of the total pension liability	114.62%
Covered valuation payroll	\$ 9,678,538
Net pension liability as a percentage of covered valuation payroll	-98.86%

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

To report the sensitivity of the net pension liability to the selected discount rate, the following table displays the variation given a 1% increase or decrease.

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
	<u>6.25%</u>	<u>7.25%</u>	<u>8.25%</u>
Total Pension Liability	\$ 72,653,892	\$ 65,435,625	\$ 59,679,223
Plan Fiduciary Net Position	<u>75,003,813</u>	<u>75,003,813</u>	<u>75,003,813</u>
Net Pension Liability/(Asset)	<u>\$ (2,349,921)</u>	<u>\$ (9,568,188)</u>	<u>\$ (15,324,590)</u>

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 5,759	\$ 303,419
Changes in assumptions	62,481	208,716
Subsequent contributions to plan	-	-
Net difference between projected and actual earnings on pension plan investments	246,213	-
	<u>-</u>	<u>8,723,956</u>
Total	<u>\$ 314,453</u>	<u>\$ 9,236,091</u>

Year Ending December 31,	Net Deferred Inflows of Resources
2022	\$ (2,125,544)
2023	(3,537,434)
2024	(2,202,188)
2025	<u>(1,302,685)</u>
	<u>\$ (9,167,851)</u>

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Police Pension Fund

a) Plan Description

Plan Administration. The Board consists of one member appointed by the City, two active members of the police department elected by the membership, and two retired members of the police department elected by the membership.

Plan Membership as of April 30, 2022:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	95
Active Plan Members	<u>63</u>
Total	<u>158</u>

Benefits Provided.

The Plan provides retirement, termination, disability, and death benefits.

Normal Retirement:

Tier 1: Age 50 and 20 years of Credited Service. Tier 2: Age 55 with 10 years of Credited Service. Benefit: Tier 1: 50% of annual salary attached to rank on last day of service plus 2.5% of annual salary for each year over 20 years, up to a maximum of 75% of salary. The minimum monthly benefit is \$1,000 per month. Tier 2: 2.50% per year of service times the average salary for the eight consecutive years prior to retirement times the number of years of service. The maximum benefit is 75% of average salary.

Cost of Living Adjustment:

Tier 1 Retirees: An annual increase equal to 3.00% per year after age 55. Those that retire prior to age 55 receive an increase of 1/12 of 3.00% for each full month since benefit commencement upon reaching age 55. Tier 2: An annual increase each January 1 equal to 3.00 per year or one-half of the annual unadjusted percentage increase in the consumer price index-u for the twelve months ending with the September preceding each November 1, whichever is less, of the original pension after the attainment of age 60 or first anniversary of pension start date whichever is later.

Disability Benefit:

Eligibility: Total and permanent as determined by the Board of Trustees. Benefit: A maximum of: a.) 65% of salary attached to the rank held by the member on last day of service, and; b.) The monthly retirement pension that the member is entitled to receive if he or she retired immediately. For non-service connected disabilities, a benefit of 50% of salary attached to rank held by member on last day of service.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Pre-Retirement Death Benefit:

Service Incurred: 100% of salary attached to rank held by member on last day of service. Non-Service Incurred: A maximum of: a.) 50% of salary attached to the rank held by member on last day of service, and; b.) The monthly retirement pension earned by the deceased member at time of death, regardless of whether death occurs before or after age 50. For non-service deaths with less than 10 years of service, a refund of member contributions is provided.

Vesting (Termination):

Less than 10 years: Refund of Member Contributions.

10 or more years: Either the termination benefit, payable upon reaching age 60, provided contributions are not withdrawn, or a refund of member contributions. The termination benefit is 2.50% of annual salary held in the year prior to termination times creditable service.

Contributions:

Employee: 9.91% of Salary. City: Remaining amount necessary for payment of Normal (current year's) Cost and amortization of the accrued past service liability over a period ending in 2040.

b) Investments

Investment Policy:

The following was the Board's adopted asset allocation policy for the year ended of April 30, 2022:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Expected Return</u>
Fixed Income	33.0%	2.4%
Mutual Funds	58.0%	6.6%
Certificates of Deposit	5.0%	.5%
Cash	4.0%	.0%
Total	<u>100.0%</u>	

Subsequent to April 30, 2022, the City expects to invest the pension assets in the Illinois Police Officer's Pension Investment Fund. The long-term expected real rate of return on this investment fund is 4.20%.

Concentrations:

The Plan did not hold investments in any one organization that represent 5 percent or more of the Pension Plan's fiduciary net position.

Rate of Return:

For the year ended April 30, 2022, the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was - 5.82%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

c) Net Pension Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2022 were as follows:

Total Pension Liability	\$ 93,799,321
Plan Fiduciary Net Position	<u>(50,549,625)</u>
Net Pension Liability	<u>\$ 43,249,696</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	53.89%

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2022 using the following actuarial assumptions.

Inflation	2.50%
Investment Rate of Return	6.80%
Rates from 2.50% to 4.00% depending on years of service.	
Healthy Mortality Rate: Pub-2010 Public Safety Employee Mortality Table without adjustment, with generational improvement scale MP-2021 applied from 2010.	

The long-term expected rate of return on pension plan investments was determined by the historical return for which the best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class.

Discount Rate:

GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a “risk-free” rate is required, as described in the following paragraph.

The *Single Discount Rate* (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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).

For the purpose of this valuation, the expected rate of return on pension plan investments is 6.80% and the resulting single discount rate is 6.80%.

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Fully funded benefit payments are projected to be maintained at the current rate of 6.80%.

To report the sensitivity of the net pension liability to the selected discount rate, the following table displays the variation given a 1% increase or decrease.

	Current Single Discount		
	1% Decrease <u>5.80%</u>	Rate Assumption <u>6.80%</u>	1% Increase <u>7.80%</u>
Total Pension Liability	\$ 106,439,697	\$ 93,799,321	\$ 83,456,322
Plan Fiduciary Net Position	<u>50,549,625</u>	<u>50,549,625</u>	<u>50,549,625</u>
Net Pension Liability/(Asset)	<u>\$ 55,890,072</u>	<u>\$ 43,249,696</u>	<u>\$ 32,906,697</u>

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Net Pension Liability. The following is a summary of the Net Pension Liability as shown as a liability in the financial statements.

Total pension liability	
Service Cost	\$ 812,113
Interest on the Total Pension Liability	5,787,442
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	2,350,662
Changes of assumptions	5,661,341
Benefit payments, including refunds of employee contributions	<u>(5,355,730)</u>
Net change in total pension liability	\$ 9,255,828
Total pension liability - beginning	<u>84,543,493</u>
Total pension liability - ending	<u>\$ 93,799,321</u>
 Plan fiduciary net position	
Contributions - employer	\$ 4,485,645
Contributions - employee	660,906
Net investment income	(3,141,573)
Benefit payments, including refunds of employee contributions	<u>(5,355,730)</u>
Other (Net Transfer)	<u>(46,753)</u>
Net change in plan fiduciary net position	\$ (3,397,505)
Plan fiduciary net position - beginning	<u>53,947,130</u>
Plan fiduciary net position - ending	<u>\$ 50,549,625</u>
 Net pension liability/(asset)	 <u>\$ 43,249,696</u>
 Plan fiduciary net position as a percentage of the total pension liability	 53.89%
 Covered valuation payroll	 \$ 4,982,973
 Net pension liability as a percentage of covered valuation payroll	 867.95%

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Difference between expected and actual experience	\$ 5,726,097	\$ 1,819,366
Changes in assumptions	5,259,980	-
Net difference between projected and actual earnings on pension plan investments	<u>1,382,811</u>	<u>-</u>
Total	<u>\$ 12,368,888</u>	<u>\$ 1,819,366</u>

Year Ending December 31,	Net Deferred Outflows of <u>Resources</u>
2023	\$ 3,510,200
2024	3,294,740
2025	760,396
2026	2,984,186
2027	-
Thereafter	<u>-</u>
	<u>\$10,549,522</u>

Firemen's Pension Fund

a) Plan Description

Plan Administration. The Board consists of one member appointed by the City, two active members of the fire department elected by the membership, and two retired members of the fire department elected by the membership.

Plan Membership as of April 30, 2022:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	72
Active Plan Members	<u>64</u>
Total	<u>136</u>

Benefits Provided:

The Plan provides retirement, termination, disability, and death benefits.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Normal Retirement:

Tier 1: Age 50 and 20 years of Credited Service. Tier 2: Age 55 with 10 years of Credited Service. Benefit: Tier 1: 50% of annual salary attached to rank on last day of service plus 2.5% of annual salary for each year over 20 years, up to a maximum of 75% of salary. The minimum monthly benefit is \$1,159.27 per month. Tier 2: 2.50% per year of service times the average salary for the eight consecutive years prior to retirement times the number of years of service. The maximum benefit is 75% of average salary.

Cost of Living Adjustment:

Tier 1 Retirees: An annual increase equal to 3.00% per year after age 55. Those that retire prior to age 55 receive an increase of 1/12 of 3.00% for each full month since benefit commencement upon reaching age 55. Disabled Retirees: An annual increase equal to 3.00% per year of the original benefit amount beginning at age 60. Those that become disabled prior to age 60 receive an increase of 3.00 of the original benefit amount for each year since benefit commencement upon reaching age 60. Tier 2: An annual increase each January 1 equal to 3.00 per year or one-half of the annual unadjusted percentage increase in the consumer price index-u for the twelve months ending with the September preceding each November 1, whichever is less, of the original pension after the attainment of age 60 or first anniversary of pension start date whichever is later.

Disability Benefit:

Eligibility: Total and permanent as determined by the Board of Trustees. Seven years of service required for non-service connected disability. Benefit: A maximum of: a.) 65% of salary attached to the rank held by the member on last day of service, and; b.) The monthly retirement pension that the member is entitled to receive if he or she retired immediately. For non-service connected disabilities, a benefit of 50% of salary attached to rank held by member on last day of service.

Pre-Retirement Death Benefit:

Service Incurred: 100% of salary attached to rank held by member on last day of service. Non-Service Incurred: A maximum of: a.) 54% of salary attached to the rank held by member on last day of service, and; b.) The monthly retirement pension earned by the deceased member at time of death, regardless of whether death occurs before or after age 50.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Vesting (Termination):

Less than 10 years: Refund of Member Contributions.

10 or more years: Either the termination benefit, payable upon reaching age 60, provided contributions are not withdrawn, or a refund of member contributions. The termination benefit is based on the monthly salary attached to the Member's rank at separation from service. The following schedule applies:

<u>Service</u>	<u>% of Salary</u>
10	15.0%
11	17.6%
12	20.4%
13	23.4%
14	26.6%
15	30.0%
16	33.6%
17	37.4%
18	41.4%
19	45.6%

Contributions:

Employee: 9.455% of Salary. City: Remaining amount necessary for payment of Normal (current year's) Cost and amortization of the accrued past service liability by December 31, 2040.

b) Investments

Investment Policy:

The following was the Board's adopted asset allocation policy for the year ended April 30, 2022:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Expected Return</u>
Mutual Funds	49%	6.6%
Fixed Income	33%	2.4%
Equities	11%	6.6%
Cash	<u>7%</u>	0.0%
Total	<u>100%</u>	

Subsequent to April 30, 2022, the City expects to invest the pension assets in the Illinois Firefighters Pension Investment Fund. The long-term expected real rate of return on this investment fund is 4.75%.

Concentrations:

The Plan did not hold investments in any one organization that represent 5 percent or more of the Pension Plan's fiduciary net position.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Rate of Return:

For the year ended April 30, 2022, the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was -6.86%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

c) Net Pension Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2022 were as follows:

Total Pension Liability	\$ 75,167,293
Plan Fiduciary Net Position	<u>(36,958,906)</u>
Net Pension Liability	<u>\$ 38,208,387</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	49.17%

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2022 using the following actuarial assumptions.

Inflation	2.25%
Investment Rate of Return	7.125%
Rates from 2.50% to 12.00% depending on years of service.	
Healthy Mortality Rate: Pub-2010 Public Safety Employee Mortality Table without adjustment, with generational improvement scale MP-2021 applied from 2010.	

The long-term expected rate of return on pension plan investments was determined by the historical return for which the best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class.

Discount Rate:

GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a "risk-free" rate is required, as described in the following paragraph.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The *Single Discount Rate* (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (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).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.125% and the resulting single discount rate is 7.125%.

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Fully funded benefit payments are projected to be maintained at the current rate of 7.125%.

To report the sensitivity of the net pension liability to the selected discount rate, the following table displays the variation given a 1% increase or decrease.

	Current Single Discount		
	1% Decrease <u>6.125%</u>	Rate Assumption <u>7.125%</u>	1% Increase <u>8.125%</u>
Total Pension Liability	\$ 84,752,724	\$ 75,167,293	\$ 67,250,206
Plan Fiduciary Net Position	<u>36,958,906</u>	<u>36,958,906</u>	<u>36,958,906</u>
Net Pension Liability/(Asset)	<u>\$ 47,793,818</u>	<u>\$ 38,208,387</u>	<u>\$ 30,291,300</u>

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Net Pension Liability. The following is a summary of the Net Pension Liability as shown as a liability in the financial statements.

Total pension liability	
Service Cost	\$ 895,183
Interest on the Total Pension Liability	4,741,264
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	1,495,035
Changes of assumptions	3,217,410
Benefit payments, including refunds of employee contributions	<u>(4,037,525)</u>
Net change in total pension liability	\$ 6,311,367
Total pension liability - beginning	<u>68,855,926</u>
Total pension liability - ending	<u>\$ 75,167,293</u>
 Plan fiduciary net position	
Contributions - employer	\$ 4,279,663
Contributions - employee	446,647
Net investment income	(2,672,574)
Benefit payments, including refunds of employee contributions	(4,037,525)
Other (Net Transfer)	<u>(25,413)</u>
Net change in plan fiduciary net position	\$ (2,009,202)
Plan fiduciary net position - beginning	<u>38,968,108</u>
Plan fiduciary net position - ending	<u>\$ 36,958,906</u>
 Net pension liability/(asset)	 <u>\$ 38,208,387</u>
 Plan fiduciary net position as a percentage of the total pension liability	 49.17%
 Covered valuation payroll	 \$ 4,863,446
 Net pension liability as a percentage of covered valuation payroll	 785.62%

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Difference between expected and actual experience	\$ 2,478,054	\$ 1,601,406
Changes in assumptions	3,241,438	-
Net difference between projected and actual earnings on pension plan investments	<u>2,219,648</u>	<u>-</u>
Total	<u>\$ 7,939,140</u>	<u>\$ 1,601,406</u>

Year Ending <u>December 31,</u>	Net Deferred Outflows of <u>Resources</u>
2023	\$ 1,952,310
2024	1,607,189
2025	751,034
2026	2,027,201
2027	-
Thereafter	<u>-</u>
	<u>\$ 6,337,734</u>

NOTE 6: DEVELOPMENT AGREEMENTS

The City entered into two redevelopment agreements to develop areas within tax increment financing boundaries. The City and the developers entered into agreements by which the developer would incur reimbursable costs which would be submitted for payment through Tax Increment Finance Notes. The debt would then be retired with tax revenues generated from the increase in values of the developed properties. The notes are payable solely from the new revenues and do not constitute a debt of the City.

The City made payments of \$333,133 to reduce the principal amount of the Tax Increment Financing notes for the Reunion Development Project agreement during the year ended April 30, 2022. The note balances related to this project in the amounts of \$6,352,986, \$6,352,986, \$4,286,014, and \$4,286,014 are still outstanding and not reflected in the debt of the City as of April 30, 2022.

The City also entered into a redevelopment agreement to develop areas within the Parkway North Business District. The City and the developer entered into an agreement by which the developer would incur reimbursable costs which would be submitted for payment through Temporary Notes. The debt would be retired with tax revenues generated from sales tax revenues and business

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

district tax revenues in the project area. The Temporary Notes are payable solely from the new revenues and are not reflected in the long-term debt of the City. Principal reductions during the year ending April 30, 2022 amounted to \$103,841 and were reported as development expense. The balance of the Temporary Notes as of April 30, 2022 is \$564,524.

The City entered into a development agreement to potentially provide funding for the rental assistance of twelve units of the building previously known as the Meredith Home. The developer purchased the building and is performing renovations for future residential rental. Until the developer obtains an outside source, the City has agreed to provide assistance through rental assistance vouchers. Potential future expenditures over a ten-year period are approximately \$387,442. The City made payments of \$38,940 towards this agreement in the year ended of April 30, 2022.

NOTE 7: RECEIVABLES

Accounts receivable for the City, as reported in the statement of net position, including the applicable allowances for uncollectible accounts, are as follows as of April 30, 2022:

	<u>General</u>	<u>Other Major Funds</u>	<u>Proprietary Funds</u>	<u>Nonmajor Funds</u>	<u>Total</u>
Receivables:					
Property Tax	\$ -	\$ 20,472,400	\$ -	\$ 4,128,700	\$ 24,601,100
Intergovernmental	5,142,278	3,972,732	-	504,645	9,619,655
Accounts	38,353	-	567,946	-	606,299
Unbilled Revenue	-	-	1,369,901	-	1,369,901
Notes/Other	<u>621,210</u>	<u>-</u>	<u>-</u>	<u>64,440</u>	<u>685,650</u>
Gross Receivables	5,801,841	24,445,132	1,937,847	4,697,785	36,882,605
Less: Allowance for uncollectible	<u>-</u>	<u>-</u>	<u>130,049</u>	<u>-</u>	<u>130,049</u>
Net Total Receivables	<u>\$ 5,801,841</u>	<u>\$ 24,445,132</u>	<u>\$ 1,807,798</u>	<u>\$ 4,697,785</u>	<u>\$ 36,752,556</u>

NOTE 8: INTERFUND RECEIVABLES/PAYABLES

The General Fund of the City made an interfund loan of \$500,000 to the Campus Fund. This balance is still outstanding at April 30, 2022.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 9: INTERFUND TRANSFERS

The following is a summary of interfund transfers for the year ended April 30, 2022:

General Fund Transfer From (To):	
Motor Fuel Tax Fund	\$ 300,000
Insurance Fund	199
Capital Projects Fund	(500,000)
Tax Increment Financing Fund Transfer (To):	
Sewerage Fund	(1,000,000)
TIF Debt Service Fund	(34,447)
PD Project Debt Service Fund	(1,273,638)
TIF Debt Service Fund Transfer From:	
Tax Increment Financing Fund	34,447
PD Project Debt Service Fund Transfer From:	
Tax Increment Financing Fund	1,273,638
Motor Fuel Tax Fund Transfer (To):	
General Fund	(300,000)
Insurance Fund Transfer From (To):	
General Fund	(199)
Capital Projects Fund Transfer From:	
General Fund	500,000
ARPA Fund Transfer From (To):	
Sewerage Fund	(329,520)
Sewerage Fund Transfer From:	
ARPA Fund	329,520
Tax Increment Financing Fund	<u>1,000,000</u>
	<u>\$ -</u>

The City makes transfers between funds to reimburse expenses paid from one fund that are related to or allocable to another fund.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 10: POSTEMPLOYMENT HEALTHCARE PLAN

Plan Description. The City maintains a single-employer defined benefit healthcare plan available for retirees. The City provides pre and post Medicare post-retirement healthcare benefits to all retirees who worked for the City, were enrolled in one of the City's healthcare plans at the time of employment, and receive a pension from the City through IMRF, the Police Pension Fund or the Firefighter's Pension Fund. The various eligibility requirements vary with the type of retirement plan the employee was associated with. The City does not issue a separate report related to post-retirement healthcare benefits.

Funding Policy. The contribution requirements are as determine by the contracts with City employees and are funded as a pay-as-you-go basis.

Plan Membership as of April 30, 2021:

Active Employees	279
Inactive Employees Currently Receiving Benefit Payments	<u>38</u>
Total	<u>317</u>

Investments

Investment Policy:

Currently, there is no expectation for future returns on OPEB plan assets since the OPEB obligation is an unfunded obligation. The employer does not have a trust dedicated exclusively to the payment of OPEB benefits.

Receivables:

The Plan does not have any receivables as of April 30, 2022.

Net OPEB Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2022 were as follows:

Total OPEB Liability	\$ 8,401,481
Plan Fiduciary Net Position	<u>-</u>
Net OPEB Liability	<u>\$ 8,401,481</u>
Plan Fiduciary Net Position as a % of Total OPEB Liability	0%
Covered Employee Payroll	\$ 18,204,222
Employer's Net OPEB Liability as a % of Employee Payroll	46.15%

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2022 using the following actuarial assumptions.

Projected Increase in Total Payroll	3.50%
Discount Rate	3.42%
Investment Rate of Return	N/A
Mortality Rates: Follows the RP2014 Blue Collar base rates projected to 2021 using scale MP2020 for Police and Fire. For all others, the RP2014 base rates projected to 2021 using scale MP2020 was used.	
Health Care Cost Inflation Rates:	
FY 2021	7.50%
FY 2022	7.00%
FY 2023	6.50%
FY 2024	6.00%
FY 2025	5.50%
FY 2026	5.00%
After	4.50%

Following is a table to provide an estimate of the liability due to sensitivity of the net OPEB liability to the healthcare trend rate assumption.

	Current Single Discount		
	1% Decrease	Rate Assumption	1% Increase
	<u>6.50%</u>	<u>7.50%</u>	<u>8.50%</u>
Total OPEB Liability	<u>\$ 7,584,643</u>	<u>\$ 8,401,481</u>	<u>\$ 9,354,499</u>

Discount Rate:

The discount rate used to measure the total OPEB liability was 2.12 percent. If the OPEB plan is funded, the projection of cash flows will be used to determine the extent to which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are not covered by the plan's net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments.

Following is a table to provide an estimate of the liability due to sensitivity of the net OPEB liability to the discount trend rate assumption.

	Current Single Discount		
	1% Decrease	Rate Assumption	1% Increase
	<u>2.42%</u>	<u>3.42%</u>	<u>4.42%</u>
Total OPEB Liability	<u>\$ 8,998,157</u>	<u>\$ 8,401,481</u>	<u>\$ 7,842,102</u>

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. For the year ended April 30, 2022, the City recognized an OPEB expense of \$596,346. The City has the following deferred inflows and outflows related to the net OPEB liability and the future periods.

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Difference between expected and actual experience	\$ -	\$ (1,602,764)
Changes in assumptions	900,200	(1,028,075)
Net difference between projected and actual earnings on OPEB plan investments	<u>-</u>	<u>-</u>
Total	<u>\$ 900,200</u>	<u>\$ (2,630,839)</u>

Year Ending <u>April 30,</u>	Net Deferred Inflows of <u>Resources</u>
2023	\$ (203,495)
2024	(203,495)
2025	(203,495)
2026	(203,495)
2027	(203,495)
Thereafter	<u>(713,164)</u>
	<u>\$ (1,730,639)</u>

Funding Status and Funding Progress. As of May 1, 2021, the most recent actuarial valuation date, the plan was 0.0 percent funded. The actuarial accrued liability for benefits and the unfunded actuarial accrued liability is \$8,401,481. The plan has no assets as payments are made on a pay-as-you-go basis.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

CITY OF BELLEVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 11: FOREIGN FIRE INSURANCE

The City's fire department maintains a bank account that provides for the receipts and expenditures related to foreign fire insurance funds. The balance in this bank account is \$82,571 as of April 30, 2022. Current year receipts from foreign fire insurance are \$129,247 and the current year expenditures were \$169,316. These funds were used for the maintenance, use and benefit of the department.

NOTE 12: TAX ABATEMENTS

In addition to the redevelopment agreements in Note 6, the City also has several other agreements in the TIF Funds to rebate a certain level of property and sales taxes paid. These agreements were all entered into through Council approval for development purposes. Payments made to private organizations during the year ended April 30, 2022 were \$1,788,699.

NOTE 13: SUBSEQUENT EVENT

The City has evaluated events occurring after the financial statement date through September 27, 2022 in order to determine their potential for recognition or disclosure in the financial statements. The latter date is the same date the financial statements were available to be issued.

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND
 FOR THE YEAR ENDED APRIL 30, 2022

	Budgeted Amounts		Actual (Budget Basis)
	Original	Final	
Receipts:			
Local Taxes:			
Hotel/Motel	\$ 130,000	\$ 130,000	\$ 97,246
Property Taxes	-	-	968
Utility	3,350,000	3,350,000	3,621,061
Total Taxes	<u>3,480,000</u>	<u>3,480,000</u>	<u>3,719,275</u>
Licenses, Permits and Fees:			
Liquor Licenses	95,000	95,000	94,410
Franchise Fees	645,000	645,000	562,870
Business Licenses	100,100	100,100	111,148
Building Permits	140,000	140,000	92,383
Electrical Permits	30,100	30,100	25,578
Other Permits	92,500	92,500	62,385
Occupancy Permits	131,000	131,000	120,588
Housing Inspection Permits	385,000	385,000	374,795
Fire Inspection Fees	40,000	40,000	48,430
Total Licenses and Permits	<u>1,658,700</u>	<u>1,658,700</u>	<u>1,492,587</u>
Intergovernmental:			
State Income Tax	4,935,000	4,935,000	6,275,093
Sales Tax	9,141,000	9,141,000	10,897,314
Local Use Tax	1,980,000	1,980,000	1,673,741
Personal Property Replacement Tax	286,000	286,000	707,356
Grants	164,350	164,350	190,339
Gaming Tax	250,000	250,000	490,441
Cannabis Tax	42,000	42,000	68,278
Telecommunications Tax	630,000	630,000	510,094
Total Intergovernmental	<u>17,428,350</u>	<u>17,428,350</u>	<u>20,812,656</u>
Charges for Services:			
Trash Disposal Charges	3,410,000	3,410,000	3,378,636
Cemetery Fees	48,000	48,000	75,304
Dispatch Fees	360,000	360,000	393,356
Other Fees	28,100	28,100	50,932
Rent/Lease	90,800	90,800	92,544
Total Charges for Services	<u>3,936,900</u>	<u>3,936,900</u>	<u>3,990,772</u>
Fines and Forfeitures:			
Police and Circuit Clerk Fines	130,250	130,250	140,102
Total Fines and Forfeitures	<u>130,250</u>	<u>130,250</u>	<u>140,102</u>
Interest	6,000	6,000	10,382

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts (continued):			
Miscellaneous:			
Donations	\$ 4,005	\$ 4,005	\$ 6,397
Departmental Reimbursement	473,500	473,500	372,681
Proceeds From Fixed Asset Sales	10,000	10,000	22,215
Other	<u>29,700</u>	<u>29,700</u>	<u>19,663</u>
Total Miscellaneous	<u>517,205</u>	<u>517,205</u>	<u>420,956</u>
Total Receipts	<u>\$ 27,157,405</u>	<u>\$ 27,157,405</u>	<u>\$ 30,586,730</u>
Disbursements:			
General Government:			
Administrative:			
Personal Services	\$ 630,175	\$ 683,075	\$ 663,777
Contractual Services	990,125	1,088,000	1,080,030
Commodities	20,000	25,300	25,273
Capital Outlay	3,000	44,000	43,769
Debt Service	100,000	125,000	124,741
Other	<u>62,000</u>	<u>69,460</u>	<u>79,611</u>
	<u>1,805,300</u>	<u>2,034,835</u>	<u>2,017,201</u>
Legal:			
Personal Services	199,450	199,450	192,015
Contractual Services	<u>17,000</u>	<u>17,000</u>	<u>220</u>
	<u>216,450</u>	<u>216,450</u>	<u>192,235</u>
Health and Housing:			
Personal Services	664,950	739,950	738,127
Contractual Services	144,425	64,075	55,564
Commodities	15,500	17,000	14,178
Capital Outlay	<u>6,000</u>	<u>4,500</u>	<u>2,052</u>
	<u>830,875</u>	<u>825,525</u>	<u>809,921</u>
Mayor's Office:			
Personal Services	238,000	203,000	198,672
Contractual Services	6,000	6,350	5,924
Commodities	2,100	3,100	2,794
Capital Outlay	<u>500</u>	<u>500</u>	<u>400</u>
	<u>246,600</u>	<u>212,950</u>	<u>207,790</u>
Finance:			
Personal Services	203,750	203,750	202,702
Contractual Services	6,100	6,100	2,645
Commodities	900	900	490
Capital Outlay	<u>500</u>	<u>500</u>	<u>-</u>
	<u>211,250</u>	<u>211,250</u>	<u>205,837</u>

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND
 FOR THE YEAR ENDED APRIL 30, 2022

	Budgeted Amounts		Actual (Budget Basis)
	Original	Final	
Disbursements (continued):			
Human Resources:			
Personal Services	\$ 133,200	\$ 157,300	\$ 154,797
Contractual Services	14,000	14,000	7,998
Commodities	500	500	325
	<u>147,700</u>	<u>171,800</u>	<u>163,120</u>
City Clerk:			
Personal Services	227,350	249,950	249,585
Contractual Services	16,773	16,773	15,363
Commodities	600	600	529
Capital Outlay	500	500	362
	<u>245,223</u>	<u>267,823</u>	<u>265,839</u>
Treasurer:			
Personal Services	\$ 128,640	\$ 128,640	\$ 111,654
Contractual Services	10,260	10,260	3,584
Commodities	1,000	1,000	125
Capital Outlay	400	400	158
	<u>140,300</u>	<u>140,300</u>	<u>115,521</u>
Maintenance:			
Personal Services	616,000	535,800	519,703
Contractual Services	148,075	148,075	144,401
Commodities	28,100	28,300	28,162
Capital Outlay	1,250	1,250	1,234
	<u>793,425</u>	<u>713,425</u>	<u>693,500</u>
Total General Government	<u>4,637,123</u>	<u>4,794,358</u>	<u>4,670,964</u>
Public Safety:			
Police Department:			
Personal Services	8,811,400	8,811,400	8,576,886
Contractual Services	917,030	856,230	779,417
Commodities	221,250	268,950	243,684
Capital Outlay	58,300	61,700	61,612
Other	18,000	18,000	13,293
	<u>10,025,980</u>	<u>10,016,280</u>	<u>9,674,892</u>
Fire Department:			
Personal Services	6,594,200	6,534,200	6,484,983
Contractual Services	568,850	622,150	591,107
Commodities	118,150	140,150	129,970
Capital Outlay	25,000	22,900	22,893
Other	5,000	5,000	2,020
	<u>7,311,200</u>	<u>7,324,400</u>	<u>7,230,973</u>

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Disbursements (continued):			
Public Safety:			
Board of Police and Fire Commissioners:			
Contractual Services	\$ 4,000	\$ 4,000	\$ -
	<u>4,000</u>	<u>4,000</u>	<u>-</u>
Total Public Safety	<u>17,341,180</u>	<u>17,344,680</u>	<u>16,905,865</u>
Public Works:			
Personal Services	\$ 1,319,800	\$ 1,319,800	\$ 1,277,356
Contractual Services	249,350	254,350	206,727
Commodities	168,000	200,000	188,819
Capital Outlay	8,000	3,700	2,846
Total Public Works	<u>1,745,150</u>	<u>1,777,850</u>	<u>1,675,748</u>
Parks and Recreation:			
Personal Services	633,800	611,800	602,881
Contractual Services	257,190	220,190	191,890
Commodities	143,000	151,700	123,957
Capital Outlay	14,000	4,000	2,087
Total Parks and Recreation	<u>1,047,990</u>	<u>987,690</u>	<u>920,815</u>
Health and Sanitation:			
Personal Services	1,140,300	1,106,300	1,093,555
Contractual Services	1,341,500	1,319,125	1,254,441
Commodities	247,350	264,510	239,453
Capital Outlay	37,000	65,080	64,894
Debt Service	217,700	217,700	214,869
Total Health and Sanitation	<u>2,983,850</u>	<u>2,972,715</u>	<u>2,867,212</u>
Cemetery:			
Personal Services	231,250	209,250	197,362
Contractual Services	20,850	20,850	17,222
Commodities	19,200	32,500	29,024
Capital Outlay	11,000	11,000	10,845
Total Cemetery	<u>282,300</u>	<u>273,600</u>	<u>254,453</u>
Engineering:			
Personal Services	243,150	204,450	186,718
Contractual Services	32,550	32,550	28,970
Commodities	4,500	4,500	2,112
Capital Outlay	3,000	3,000	1,274
Total Engineering	<u>283,200</u>	<u>244,500</u>	<u>219,074</u>

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND
 FOR THE YEAR ENDED APRIL 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual (Budget Basis)</u>
	<u>Original</u>	<u>Final</u>	
Disbursements (continued):			
Planning & Economic Development:			
Personal Services	\$ 282,900	\$ 264,000	\$ 263,842
Contractual Services	30,800	30,800	18,738
Commodities	4,000	4,000	3,079
Capital Outlay	<u>2,200</u>	<u>2,200</u>	<u>1,540</u>
Total Planning & Economic Development	<u>319,900</u>	<u>301,000</u>	<u>287,199</u>
 Total Disbursements	 <u>\$ 28,640,693</u>	 <u>\$ 28,696,393</u>	 <u>\$ 27,801,330</u>
 Excess (Deficiency) of Receipts Over Disbursements	 <u>(1,483,288)</u>	 <u>(1,538,988)</u>	 <u>2,785,400</u>
Other Financing Sources:			
Transfers Out	(14,227)	(1,514,227)	(1,514,227)
Transfers In	<u>1,500,000</u>	<u>1,500,000</u>	<u>300,000</u>
Excess (Deficiency) of Receipts and Other Financing Sources Over Disbursements	 <u>\$ 2,485</u>	 <u>\$ (1,553,215)</u>	 <u>1,571,173</u>
 Change for reporting on modified accrual basis:			
Change in intergovernmental revenue on modified accrual basis			836,380
Change in other receivable on modified accrual basis			117,615
Change in accounts receivable on modified accrual basis			(20,689)
Change in prepaid expenses on modified accrual basis			39,743
Change in interfund activity			199
Change in accrued payroll on modified accrual basis			(523,681)
Change in accounts payable on modified accrual basis			<u>(103,003)</u>
 As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			 <u>\$ 1,917,737</u>

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS)
 TAX INCREMENT FINANCING FUND
 FOR THE YEAR ENDED APRIL 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual (Budget Basis)</u>
	<u>Original</u>	<u>Final</u>	
Receipts:			
Property Tax	\$ 19,363,200	\$ 19,363,200	\$ 19,199,370
Intergovernmental	3,375,000	3,375,000	3,518,384
Grants	200,000	200,000	25,000
Interest	51,130	51,130	(9,682)
Miscellaneous	28,000	28,000	1,312,900
Total Receipts	<u>23,017,330</u>	<u>23,017,330</u>	<u>24,045,972</u>
Disbursements:			
Current:			
Development:			
Contractual Services	879,400	843,400	258,474
Tax District Reimbursements and Rebates	7,875,000	7,984,000	7,548,429
Capital Outlay	9,611,600	9,636,600	5,156,968
Debt Service	4,890,000	5,255,000	4,261,841
Total Disbursements	<u>23,256,000</u>	<u>23,719,000</u>	<u>17,225,712</u>
Excess (Deficiency) of Receipts Over Disbursements	<u>(238,670)</u>	<u>(701,670)</u>	<u>6,820,260</u>
Other Financing Sources:			
Transfers In	40,000	40,000	-
Transfers Out	<u>(1,032,538)</u>	<u>(3,631,538)</u>	<u>(2,308,084)</u>
Excess (Deficiency) of Receipts and Other Financing Sources Over Disbursements	<u>\$ (1,231,208)</u>	<u>\$ (4,293,208)</u>	4,512,176
Change for reporting on modified accrual basis:			
Change in other receivable on modified accrual basis			2,975,000
Change in intergovernmental revenue on modified accrual basis			(42,045)
Change in accounts payable on modified accrual basis			<u>(45,089)</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ 7,400,042</u>

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS)
ARPA FUND
FOR THE YEAR ENDED APRIL 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual (Budget Basis)</u>
	<u>Original</u>	<u>Final</u>	
Receipts:			
Grants	\$ -	\$ -	\$ 7,896,251
Interest	-	-	9,613
Total Receipts	<u>-</u>	<u>-</u>	<u>7,905,864</u>
Disbursements:			
Capital Outlay	-	7,896,251	260,984
Total Disbursements	<u>-</u>	<u>7,896,251</u>	<u>260,984</u>
Excess (Deficiency) of Receipts Over Disbursements	<u>\$ -</u>	<u>\$ (7,896,251)</u>	<u>7,644,880</u>
Change for reporting on modified accrual basis:			
Change in deferred revenue on modified accrual basis			(7,565,082)
Change in accounts payable on modified accrual basis			<u>(70,185)</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ 9,613</u>

CITY OF BELLEVILLE, ILLINOIS

POLICE PENSION FUND
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
APRIL 30, 2022

	Fiscal Year						
	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability:							
Service Cost	\$ 812,113	\$ 877,770	\$ 858,380	\$ 1,041,368	\$ 1,041,368	\$ 1,073,387	\$ 1,066,998
Interest	5,787,442	5,658,010	5,410,127	4,700,755	4,841,241	4,653,937	4,406,637
Changes of benefit terms	-	-	24,474	-	-	-	-
Difference between expected and actual	2,350,662	445,802	1,877,101	6,740,510	(4,870,535)	449,535	1,325,604
Assumption changes	5,661,341	-	-	2,192,719	-	-	-
Benefit payments, including refunds	(5,355,730)	(4,778,074)	(4,518,477)	(4,198,489)	(3,620,578)	(3,399,973)	(3,153,346)
Net change in total pension liability	9,255,828	2,203,508	3,651,605	10,476,863	(2,608,504)	2,776,886	3,645,893
Total pension liability - beginning	84,543,493	82,339,985	78,688,380	68,211,517	70,820,021	68,043,135	64,397,242
Total pension liability - ending	<u>\$ 93,799,321</u>	<u>\$ 84,543,493</u>	<u>\$ 82,339,985</u>	<u>\$ 78,688,380</u>	<u>\$ 68,211,517</u>	<u>\$ 70,820,021</u>	<u>\$ 68,043,135</u>
Plan Fiduciary Net Position							
Contributions - employer	4,485,645	3,975,490	3,741,544	3,038,320	3,428,642	3,061,478	2,388,327
Contributions - employee	660,906	525,306	540,293	513,954	542,225	565,398	595,180
Net investment income	(3,141,573)	13,139,791	(1,630,022)	2,045,425	2,988,591	3,641,360	(808,519)
Benefit payments, including refunds	(5,355,730)	(4,778,074)	(4,518,477)	(4,198,489)	(3,620,578)	(3,399,973)	(3,153,346)
Administrative	(46,753)	(30,021)	(45,066)	(46,960)	(46,567)	(27,817)	(35,261)
Net change in plan fiduciary net position	(3,397,505)	12,832,492	(1,911,728)	1,352,250	3,292,313	3,840,446	(1,013,619)
Plan fiduciary net position - beginning	53,947,130	41,114,638	43,026,366	41,674,116	38,381,803	34,541,357	35,554,976
Plan fiduciary net position - ending	<u>\$ 50,549,625</u>	<u>\$ 53,947,130</u>	<u>\$ 41,114,638</u>	<u>\$ 43,026,366</u>	<u>\$ 41,674,116</u>	<u>\$ 38,381,803</u>	<u>\$ 34,541,357</u>
Net Pension Liability	<u>\$ 43,249,696</u>	<u>\$ 30,596,363</u>	<u>\$ 41,225,347</u>	<u>\$ 35,662,014</u>	<u>\$ 26,537,401</u>	<u>\$ 32,438,218</u>	<u>\$ 33,501,778</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>53.89%</u>	<u>63.81%</u>	<u>49.93%</u>	<u>54.68%</u>	<u>61.10%</u>	<u>54.20%</u>	<u>50.76%</u>
Covered-employee Payroll	<u>\$ 4,982,973</u>	<u>\$ 5,161,782</u>	<u>\$ 5,562,220</u>	<u>\$ 5,342,683</u>	<u>\$ 5,422,363</u>	<u>\$ 5,543,274</u>	<u>\$ 5,465,773</u>
Net position liability as a percentage of covered-employee payroll	<u>867.95%</u>	<u>592.75%</u>	<u>741.17%</u>	<u>667.49%</u>	<u>489.41%</u>	<u>585.18%</u>	<u>612.94%</u>

CITY OF BELLEVILLE, ILLINOIS

FIREMEN'S PENSION FUND
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
APRIL 30, 2022

	Fiscal Year						
	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability:							
Service Cost	\$ 895,183	\$ 900,045	\$ 897,940	\$ 896,169	\$ 896,169	\$ 873,241	\$ 888,935
Interest	4,741,264	4,689,029	4,591,057	4,519,860	4,121,366	4,001,639	3,665,431
Changes of benefit terms	-	-	16,280	-	-	-	-
Differences between expected and actual	1,495,035	(922,611)	(342,731)	(2,732,247)	3,502,596	272,913	3,490,547
Assumption change	3,217,410	-	-	2,002,526	-	-	-
Benefit payments, including refunds	<u>(4,037,525)</u>	<u>(3,793,237)</u>	<u>(3,736,855)</u>	<u>(3,605,112)</u>	<u>(3,546,424)</u>	<u>(3,345,140)</u>	<u>(3,154,634)</u>
Net change in total pension liability	6,311,367	873,226	1,425,691	1,081,196	4,973,707	1,802,653	4,890,279
Total pension liability - beginning	<u>68,855,926</u>	<u>67,982,700</u>	<u>66,557,009</u>	<u>65,475,813</u>	<u>60,502,106</u>	<u>58,699,453</u>	<u>53,809,174</u>
Total pension liability - ending	<u>\$ 75,167,293</u>	<u>\$ 68,855,926</u>	<u>\$ 67,982,700</u>	<u>\$ 66,557,009</u>	<u>\$ 65,475,813</u>	<u>\$ 60,502,106</u>	<u>\$ 58,699,453</u>
Plan Fiduciary Net Position							
Contributions - employer	4,279,663	3,806,888	3,744,969	3,826,558	3,424,044	2,966,715	2,832,970
Contributions - employee	446,647	457,720	450,445	453,260	435,143	432,164	422,345
Net investment income	(2,672,574)	7,876,982	(836,344)	1,539,129	1,648,262	1,881,873	(372,624)
Benefit payments, including refunds	(4,037,525)	(3,793,237)	(3,736,855)	(3,605,112)	(3,546,424)	(3,345,140)	(3,154,634)
Administrative	<u>(25,413)</u>	<u>(22,823)</u>	<u>(24,488)</u>	<u>(25,451)</u>	<u>(31,573)</u>	<u>(32,529)</u>	<u>(41,915)</u>
Net change in plan fiduciary net position	(2,009,202)	8,325,530	(402,273)	2,188,384	1,929,452	1,903,083	(313,858)
Plan fiduciary net position - beginning	<u>38,968,108</u>	<u>30,642,578</u>	<u>31,044,851</u>	<u>28,856,467</u>	<u>26,927,015</u>	<u>25,023,932</u>	<u>25,337,790</u>
Plan fiduciary net position - ending	<u>\$ 36,958,906</u>	<u>\$ 38,968,108</u>	<u>\$ 30,642,578</u>	<u>\$ 31,044,851</u>	<u>\$ 28,856,467</u>	<u>\$ 26,927,015</u>	<u>\$ 25,023,932</u>
Net Pension Liability	<u>\$ 38,208,387</u>	<u>\$ 29,887,818</u>	<u>\$ 37,340,122</u>	<u>\$ 35,512,158</u>	<u>\$ 36,619,346</u>	<u>\$ 33,575,091</u>	<u>\$ 33,675,521</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>49.17%</u>	<u>56.59%</u>	<u>45.07%</u>	<u>46.64%</u>	<u>44.07%</u>	<u>44.51%</u>	<u>42.63%</u>
Covered-employee Payroll	<u>\$ 4,863,446</u>	<u>\$ 4,832,919</u>	<u>\$ 4,855,985</u>	<u>\$ 4,818,521</u>	<u>\$ 4,531,755</u>	<u>\$ 4,349,765</u>	<u>\$ 4,379,022</u>
Net position liability as a percentage of covered-employee payroll	<u>785.62%</u>	<u>618.42%</u>	<u>768.95%</u>	<u>736.99%</u>	<u>808.06%</u>	<u>771.88%</u>	<u>769.02%</u>

CITY OF BELLEVILLE, ILLINOIS

POLICE PENSION FUND
SCHEDULE OF CONTRIBUTIONS
APRIL 30, 2022

	Fiscal Year					
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarial Determined Contribution	\$ 3,837,567	\$ 3,946,692	\$ 3,659,097	\$ 2,948,748	\$ 3,397,194	\$ 3,303,241
Contributions in relation to actuarial determined contribution	<u>4,485,645</u>	<u>3,975,490</u>	<u>3,741,544</u>	<u>3,038,320</u>	<u>3,428,642</u>	<u>3,061,477</u>
Contribution deficiency (excess)	<u>\$ (648,078)</u>	<u>\$ (28,798)</u>	<u>\$ (82,447)</u>	<u>\$ (89,572)</u>	<u>\$ (31,448)</u>	<u>\$ 241,764</u>
Covered-employee Payroll	<u>\$ 5,161,782</u>	<u>\$ 5,562,220</u>	<u>\$ 5,342,683</u>	<u>\$ 5,422,363</u>	<u>\$ 5,543,274</u>	<u>\$ 5,465,773</u>
Contributions as a percentage of covered-employee payroll	<u>86.90%</u>	<u>71.47%</u>	<u>70.03%</u>	<u>56.03%</u>	<u>61.85%</u>	<u>56.01%</u>

Actuarial valuations are performed as of April 30 of each year with the related contributions to be made in the following year. Actuarial valuation date for above is April 30, 2022.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Entry Age Normal Cost method
Amortization Method:	Closed level dollar amortization
Remaining Amortization Period:	19 years
Asset Valuation Method:	5 year smoothing of asset gains and losses
Actuarial Assumptions:	
Interest Rate (current and prior)	7.00%
Inflation	2.00%

Annual pay increases are from Age-related table with rates grading from 4.86% at age 25 to 1.00% at age 60.

Mortality Rates:

Healthy - RP-2014 Mortality Table with blue collar adjustment, projected generationally using improvement scale MP-2017 from 2013

Disability - 115% of the healthy mortality table with blue collar adjustment, projected generationally using improvement scale MP-2017 from 2013

CITY OF BELLEVILLE, ILLINOIS

**FIREMEN'S PENSION FUND
SCHEDULE OF CONTRIBUTIONS
APRIL 30, 2022**

	Fiscal Year					
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarial Determined Contribution	\$ 3,645,216	\$ 3,779,578	\$ 3,708,965	\$ 3,760,662	\$ 3,412,016	\$ 3,350,301
Contributions in relation to actuarial determined contribution	<u>4,279,663</u>	<u>3,806,889</u>	<u>3,744,969</u>	<u>3,826,558</u>	<u>3,424,044</u>	<u>2,966,715</u>
Contribution deficiency (excess)	\$ <u>(634,447)</u>	\$ <u>(27,311)</u>	\$ <u>(36,004)</u>	\$ <u>(65,896)</u>	\$ <u>(12,028)</u>	\$ <u>383,586</u>
Covered-employee Payroll	\$ <u>4,832,919</u>	\$ <u>4,855,985</u>	\$ <u>4,818,521</u>	\$ <u>4,531,755</u>	\$ <u>4,349,765</u>	\$ <u>4,379,022</u>
Contributions as a percentage of covered-employee payroll	<u>88.55%</u>	<u>78.40%</u>	<u>77.72%</u>	<u>84.44%</u>	<u>78.72%</u>	<u>67.75%</u>

Actuarial valuations are performed as of April 30 of each year with the related contributions to be made in the following year. Actuarial valuation date for above is April 30, 2022.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Entry Age Normal Cost method
Amortization Method:	Closed level dollar amortization
Remaining Amortization Period:	19 years
Asset Valuation Method:	5 year smoothing of asset gains and losses
Actuarial Assumptions:	
Interest Rate (current and prior)	7.00%
Inflation	2.00%

Annual pay increases are from Age-related table with rates grading from 4.86% at age 25 to 1.12% at age 55.

Mortality Rates:

Healthy - RP-2014 Mortality Table with blue collar adjustment, projected generationally using improvement scale MP-2017 from 2013

Disability - 115% of the healthy mortality table with blue collar adjustment, projected generationally using improvement scale MP-2017 from 2013

CITY OF BELLEVILLE, ILLINOIS

**POLICE PENSION FUND
SCHEDULE OF INVESTMENT RETURNS
APRIL 30, 2022**

Annual money-weighted rate of return,
net of investment expense

2022	-5.82%
2021	31.96%
2020	-3.78%
2019	4.91%
2018	7.79%
2017	10.52%
2016	-2.38%
2015	6.45%
2014	8.29%
2013	6.24%

CITY OF BELLEVILLE, ILLINOIS

FIREMEN'S PENSION FUND
SCHEDULE OF INVESTMENT RETURNS
APRIL 30, 2022

Annual money-weighted rate of return,
net of investment expense

2022	-6.86%
2021	25.71%
2020	-2.69%
2019	5.33%
2018	6.12%
2017	7.52%
2016	-1.63%
2015	5.41%
2014	9.67%
2013	8.65%

CITY OF BELLEVILLE, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
APRIL 30, 2022

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:							
Service Cost	\$ 882,989	\$ 981,057	\$ 980,638	\$ 919,596	\$ 1,012,756	\$ 966,744	\$ 977,248
Interest	4,523,257	4,432,410	4,317,631	4,183,974	4,077,653	3,911,304	3,810,790
Difference between expected and actual experience	(144,235)	(230,058)	(327,738)	150,423	1,004,964	(190,574)	(1,116,165)
Assumption changes	-	(404,740)	-	1,632,373	(1,825,644)	(131,532)	63,016
Benefit payments, including refunds	<u>(3,549,295)</u>	<u>(3,403,830)</u>	<u>(3,371,335)</u>	<u>(2,928,037)</u>	<u>(2,683,027)</u>	<u>(2,317,764)</u>	<u>(2,317,937)</u>
Net change in total pension liability	1,712,716	1,374,839	1,599,196	3,958,329	1,586,702	2,238,178	1,416,952
Total pension liability - beginning	<u>63,722,909</u>	<u>62,348,070</u>	<u>60,748,874</u>	<u>56,790,545</u>	<u>55,203,843</u>	<u>52,965,665</u>	<u>51,548,713</u>
Total pension liability - ending	<u>\$ 65,435,625</u>	<u>\$ 63,722,909</u>	<u>\$ 62,348,070</u>	<u>\$ 60,748,874</u>	<u>\$ 56,790,545</u>	<u>\$ 55,203,843</u>	<u>\$ 52,965,665</u>
Plan Fiduciary Net Position							
Contributions - employer	1,005,601	1,079,106	914,744	1,056,702	1,042,246	1,124,495	1,076,108
Contributions - employee	437,836	442,316	449,737	439,837	457,474	436,840	402,058
Net investment income	11,225,572	8,526,980	9,610,497	(2,973,928)	8,464,667	3,245,792	235,252
Benefit payments, including refunds	(3,549,295)	(3,403,830)	(3,371,335)	(2,928,037)	(2,683,027)	(2,317,764)	(2,317,937)
Other	<u>(328,130)</u>	<u>123,179</u>	<u>(57,456)</u>	<u>550,510</u>	<u>(417,289)</u>	<u>(280,407)</u>	<u>(185,553)</u>
Net change in plan fiduciary net position	8,791,584	6,767,751	7,546,187	(3,854,916)	6,864,071	2,208,956	(790,072)
Plan fiduciary net position - beginning	<u>66,212,229</u>	<u>59,444,478</u>	<u>51,898,291</u>	<u>55,753,207</u>	<u>48,889,136</u>	<u>46,680,180</u>	<u>47,470,252</u>
Plan fiduciary net position - ending	<u>\$ 75,003,813</u>	<u>\$ 66,212,229</u>	<u>\$ 59,444,478</u>	<u>\$ 51,898,291</u>	<u>\$ 55,753,207</u>	<u>\$ 48,889,136</u>	<u>\$ 46,680,180</u>
Net Pension Liability	<u>\$ (9,568,188)</u>	<u>\$ (2,489,320)</u>	<u>\$ 2,903,592</u>	<u>\$ 8,850,583</u>	<u>\$ 1,037,338</u>	<u>\$ 6,314,707</u>	<u>\$ 6,285,485</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>114.62%</u>	<u>103.91%</u>	<u>95.34%</u>	<u>85.43%</u>	<u>98.17%</u>	<u>88.56%</u>	<u>88.13%</u>
Covered-employee Payroll	<u>\$ 9,678,538</u>	<u>\$ 9,686,763</u>	<u>\$ 9,985,284</u>	<u>\$ 9,667,907</u>	<u>\$ 9,464,724</u>	<u>\$ 9,457,035</u>	<u>\$ 8,923,922</u>
Net position liability as a percentage of covered-employee payroll	<u>-98.86%</u>	<u>-25.70%</u>	<u>29.08%</u>	<u>91.55%</u>	<u>10.96%</u>	<u>66.77%</u>	<u>70.43%</u>

CITY OF BELLEVILLE, ILLINOIS

**SCHEDULE OF CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
APRIL 30, 2022**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 1,005,600	\$ 1,079,105	\$ 913,653	\$ 1,056,702	\$ 1,037,334	\$ 1,120,659	\$ 1,076,225
Contributions in relation to actuarial determined contribution	<u>1,005,601</u>	<u>1,079,106</u>	<u>914,744</u>	<u>1,056,702</u>	<u>1,042,246</u>	<u>1,124,495</u>	<u>1,076,108</u>
Contribution deficiency (excess)	<u>\$ (1)</u>	<u>\$ (1)</u>	<u>\$ (1,091)</u>	<u>\$ -</u>	<u>\$ (4,912)</u>	<u>\$ (3,836)</u>	<u>\$ 117</u>
 Covered-employee Payroll	 <u>9,678,538</u>	 <u>9,686,763</u>	 <u>9,985,284</u>	 <u>9,667,907</u>	 <u>9,464,724</u>	 <u>9,457,035</u>	 <u>8,923,922</u>
 Contributions as a percentage of covered-employee payroll	 <u>10.39%</u>	 <u>11.14%</u>	 <u>9.16%</u>	 <u>10.93%</u>	 <u>11.01%</u>	 <u>11.89%</u>	 <u>12.06%</u>

Actuarial valuation date for above is December 31, 2021.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Aggregate Entry Age Normal
Amortization Method:	Level Percentage of Payroll, Closed
Remaining Amortization Period:	22 years
Asset Valuation Method:	5-Year smoothed market; 20% corridor
Actuarial Assumptions:	
Investment Rate of Return	7.25%
Wage Growth	3.25%
Price Inflation	2.50%

CITY OF BELLEVILLE, ILLINOIS

OPEB PLAN
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
APRIL 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total OPEB Liability:				
Service Cost	\$ 616,626	\$ 602,921	\$ 513,650	\$ 549,981
Interest	183,215	282,597	329,603	359,807
Difference between expected and actual experience	-	(1,885,805)	-	(128,383)
Assumption changes	(761,452)	470,015	737,392	(559,129)
Benefit payments, including refunds	<u>(558,236)</u>	<u>(519,289)</u>	<u>(612,790)</u>	<u>(564,783)</u>
Net change in total OPEB liability	(519,847)	(1,049,561)	967,855	(342,507)
Total OPEB liability - beginning	<u>8,921,328</u>	<u>9,970,889</u>	<u>9,003,034</u>	<u>9,345,541</u>
Total OPEB liability - ending	<u>\$ 8,401,481</u>	<u>\$ 8,921,328</u>	<u>\$ 9,970,889</u>	<u>\$ 9,003,034</u>
Plan Fiduciary Net Position				
Contributions - employer	558,236	519,289	612,790	564,783
Contributions - employee	-	-	-	-
Net investment income	-	-	-	-
Benefit payments, including refunds	(558,236)	(519,289)	(612,790)	(564,783)
Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in plan fiduciary net position	-	-	-	-
Plan fiduciary net position - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Plan fiduciary net position - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net OPEB Liability	<u>\$ 8,401,481</u>	<u>\$ 8,921,328</u>	<u>\$ 9,970,889</u>	<u>\$ 9,003,034</u>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
Covered-employee Payroll	<u>\$ 18,204,222</u>	<u>\$ 17,588,621</u>	<u>\$ 19,718,371</u>	<u>\$ 19,051,566</u>
Net position liability as a percentage of covered-employee payroll	<u>46.15%</u>	<u>50.72%</u>	<u>50.57%</u>	<u>47.26%</u>

CITY OF BELLEVILLE, ILLINOIS

OPEB PLAN
SCHEDULE OF CONTRIBUTIONS
APRIL 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Actuarial Determined Contribution	\$ 558,236	\$ 519,289	\$ 612,790	\$ 564,783
Contributions in relation to actuarial determined contribution	<u>558,236</u>	<u>519,289</u>	<u>612,790</u>	<u>564,783</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 Covered-employee Payroll	 <u>\$ 18,204,222</u>	 <u>\$ 17,588,621</u>	 <u>\$ 19,718,371</u>	 <u>\$ 19,501,566</u>
 Contributions as a percentage of covered-employee payroll	 <u>3.07%</u>	 <u>2.95%</u>	 <u>3.11%</u>	 <u>2.90%</u>

Actuarial valuation date for above is April 30, 2022.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Entry Age Normal Actuarial Cost Method
Amortization Method:	Level Percentage of Payroll
Mortality Rates:	RP2014 rates projected to 2021 using scale MP2020 RP2014 Blue Collar for Police and Fire
Healthcare Cost Inflation Rates:	7.5% in 2021 reduced annually by .5% to 2026. 4.50% in 2027 and after.
Actuarial Assumptions:	
Discount Rate	3.42%
Payroll Growth	3.50%
Retiree Participation Rate	60.00%

CITY OF BELLEVILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
APRIL 30, 2022

	Total Special Revenue	Debt Service				Capital Projects Fund	Permanent Fund Cemetery Care	Total Nonmajor Government Funds	
		Special Service Area	2011 Bond Fund	TIF	PD Project				Total
<u>Assets</u>									
Cash and Investments	\$ 10,103,577	\$ 261,440	\$ 2,328,822	\$ 63,982	\$ 1,308,340	\$ 3,962,584	\$ 500,105	\$ 204,050	\$ 14,770,316
Receivables (Net of allowance for uncollectible):									
Property Tax	4,030,800	97,900	-	-	-	97,900	-	-	4,128,700
Intergovernmental	152,129	-	352,516	-	-	352,516	-	-	504,645
Other	64,440	-	-	-	-	-	-	-	64,440
Prepaid Expenses	81,673	-	-	-	-	-	-	-	81,673
Total Assets	<u>\$ 14,432,619</u>	<u>\$ 359,340</u>	<u>\$ 2,681,338</u>	<u>\$ 63,982</u>	<u>\$ 1,308,340</u>	<u>\$ 4,413,000</u>	<u>\$ 500,105</u>	<u>\$ 204,050</u>	<u>\$ 19,549,774</u>
<u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>									
Liabilities:									
Accounts Payable	\$ 699,175	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 699,175
Accrued Salaries	92,302	-	-	-	-	-	-	-	92,302
Due To Other Funds	500,000	-	-	-	-	-	-	-	500,000
Total Liabilities	<u>1,291,477</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,291,477</u>
Deferred Inflows of Resources:									
Deferred Property Tax	4,030,800	97,900	-	-	-	97,900	-	-	4,128,700
Deferred Intergovernmental Tax	51	-	129,528	-	-	129,528	-	-	129,579
Deferred Revenue	252,553	-	-	-	-	-	-	-	252,553
	<u>4,283,404</u>	<u>97,900</u>	<u>129,528</u>	<u>-</u>	<u>-</u>	<u>227,428</u>	<u>-</u>	<u>-</u>	<u>4,510,832</u>
Fund Balances:									
Nonspendable	81,673	-	-	-	-	-	-	-	81,673
Restricted	9,384,577	261,440	2,551,810	63,982	1,308,340	4,185,572	-	204,050	13,774,199
Committed	139,739	-	-	-	-	-	500,105	-	639,844
Unassigned	(748,251)	-	-	-	-	-	-	-	(748,251)
Total Fund Balances	<u>8,857,738</u>	<u>261,440</u>	<u>2,551,810</u>	<u>63,982</u>	<u>1,308,340</u>	<u>4,185,572</u>	<u>500,105</u>	<u>204,050</u>	<u>13,747,465</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 14,432,619</u>	<u>\$ 359,340</u>	<u>\$ 2,681,338</u>	<u>\$ 63,982</u>	<u>\$ 1,308,340</u>	<u>\$ 4,413,000</u>	<u>\$ 500,105</u>	<u>\$ 204,050</u>	<u>\$ 19,549,774</u>

CITY OF BELLEVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	Total Special Revenue	Debt Service				Capital Projects Fund	Permanent Fund Cemetery Care	Total Nonmajor Government Funds	
		Special Service Area	2011 Bond Fund	TIF Debt	PD Project				Total
Revenues:									
Property Tax	\$ 3,745,813	\$ 99,017	\$ -	\$ -	\$ -	\$ 99,017	\$ -	\$ -	\$ 3,844,830
Intergovernmental	3,469,921	-	1,418,233	-	-	1,418,233	75,000	-	4,963,154
Local Tax	68,553	-	-	-	-	-	-	-	68,553
Charges for Services	399,682	-	-	-	-	-	-	3,585	403,267
Fines and Forfeitures	64,795	-	-	-	-	-	-	-	64,795
Investment Income	15,537	(576)	329	942	2,044	2,739	10	(8,357)	9,929
Contributions	29,565	-	-	-	-	-	-	-	29,565
Miscellaneous	27,148	-	-	-	-	-	-	-	27,148
Total Revenues	7,821,014	98,441	1,418,562	942	2,044	1,519,989	75,010	(4,772)	9,411,241
Expenditures:									
Current:									
General Government	3,258,641	-	-	-	-	-	-	2,535	3,261,176
Public Safety	26,615	-	-	-	-	-	-	-	26,615
Public Works	1,057,540	-	-	-	-	-	-	-	1,057,540
Health and Welfare	165,992	-	-	-	-	-	-	-	165,992
Cultural and Recreational	2,383,238	-	-	-	-	-	-	-	2,383,238
Capital Outlay	564,218	-	-	-	-	-	85,280	15,900	665,398
Debt Service:									
Principal	-	75,000	935,000	50,000	740,000	1,800,000	-	-	1,800,000
Interest and Fiscal Charges	-	24,346	111,717	69,093	530,524	735,680	-	-	735,680
Total Expenditures	7,456,244	99,346	1,046,717	119,093	1,270,524	2,535,680	85,280	18,435	10,095,639
Excess (Deficiency) of Revenues Over Expenditures	364,770	(905)	371,845	(118,151)	(1,268,480)	(1,015,691)	(10,270)	(23,207)	(684,398)
Other Financing Sources (Uses):									
Transfers In	-	-	-	34,447	1,273,638	1,308,085	500,000	-	1,808,085
Transfers Out	(300,000)	-	-	-	-	-	-	-	(300,000)
Total Other Financing Sources (Uses)	(300,000)	-	-	34,447	1,273,638	1,308,085	500,000	-	1,508,085
Net Change in Fund Balances	64,770	(905)	371,845	(83,704)	5,158	292,394	489,730	(23,207)	823,687
Fund Balances, Beginning of Year	8,792,968	262,345	2,179,965	147,686	1,303,182	3,893,178	10,375	227,257	12,923,778
Fund Balances, End of Year	\$ 8,857,738	\$ 261,440	\$ 2,551,810	\$ 63,982	\$ 1,308,340	\$ 4,185,572	\$ 500,105	\$ 204,050	\$ 13,747,465

CITY OF BELLEVILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
APRIL 30, 2022

	Parks Project	Playground and Recreation	Motor Fuel Tax	Illinois Municipal Retirement	Public Library	Tort Liability	Belleville Illinois Tourism	Veteran's Memorial Fountain	Police Trust/ Narcotics/ LLE Block	General and Community Assistance	Route 15 North Business District	Campus	Special Service Area	Total
Assets														
Cash and Investments	\$ 70,212	\$ 1,586,905	\$ 4,514,203	\$ 969,858	\$ 840,775	\$ 601,596	\$ 66,662	\$ 4,268	\$ 174,169	\$ 1,049,979	\$ 94,076	\$ 85,036	\$ 45,838	\$ 10,103,577
Receivables (Net of allowance for uncollectible):														
Property Tax	-	386,400	-	1,198,300	1,287,400	891,100	-	-	-	228,500	-	-	39,100	4,030,800
Intergovernmental	-	-	149,252	-	-	-	-	-	-	-	2,877	-	-	152,129
Other	-	21,569	-	-	-	33,717	9,154	-	-	-	-	-	-	64,440
Prepaid Expenses	-	5,844	-	-	8,766	-	-	-	-	5,367	-	60,235	1,461	81,673
Total Assets	<u>\$ 70,212</u>	<u>\$ 2,000,718</u>	<u>\$ 4,663,455</u>	<u>\$ 2,168,158</u>	<u>\$ 2,136,941</u>	<u>\$ 1,526,413</u>	<u>\$ 75,816</u>	<u>\$ 4,268</u>	<u>\$ 174,169</u>	<u>\$ 1,283,846</u>	<u>\$ 96,953</u>	<u>\$ 145,271</u>	<u>\$ 86,399</u>	<u>\$ 14,432,619</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance														
Liabilities:														
Accounts Payable	\$ -	\$ 25,640	\$ 322,185	\$ 63,951	\$ 11,165	\$ 186,290	\$ 6,289	\$ 904	\$ -	\$ 358	\$ -	\$ 80,734	\$ 1,659	\$ 699,175
Accrued Salaries	-	22,825	-	-	64,197	-	-	-	-	5,280	-	-	-	92,302
Due To Other Funds	-	-	-	-	-	-	-	-	-	-	-	500,000	-	500,000
Total Liabilities	<u>-</u>	<u>48,465</u>	<u>322,185</u>	<u>63,951</u>	<u>75,362</u>	<u>186,290</u>	<u>6,289</u>	<u>904</u>	<u>-</u>	<u>5,638</u>	<u>-</u>	<u>580,734</u>	<u>1,659</u>	<u>1,291,477</u>
Deferred Inflows of Resources:														
Deferred Property Tax	-	386,400	-	1,198,300	1,287,400	891,100	-	-	-	228,500	-	-	39,100	4,030,800
Deferred Intergovernmental Tax	-	-	-	-	-	-	-	-	-	-	51	-	-	51
Deferred Revenue	-	-	-	-	-	-	-	-	-	-	-	252,553	-	252,553
	<u>-</u>	<u>386,400</u>	<u>-</u>	<u>1,198,300</u>	<u>1,287,400</u>	<u>891,100</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>228,500</u>	<u>51</u>	<u>252,553</u>	<u>39,100</u>	<u>4,283,404</u>
Fund Balance:														
Nonspendable	-	5,844	-	-	8,766	-	-	-	-	5,367	-	60,235	1,461	81,673
Restricted	-	1,560,009	4,341,270	905,907	765,413	449,023	-	3,364	174,169	1,044,341	96,902	-	44,179	9,384,577
Committed	70,212	-	-	-	-	-	69,527	-	-	-	-	-	-	139,739
Unassigned	-	-	-	-	-	-	-	-	-	-	-	(748,251)	-	(748,251)
Total Fund Balance	<u>70,212</u>	<u>1,565,853</u>	<u>4,341,270</u>	<u>905,907</u>	<u>774,179</u>	<u>449,023</u>	<u>69,527</u>	<u>3,364</u>	<u>174,169</u>	<u>1,049,708</u>	<u>96,902</u>	<u>(688,016)</u>	<u>45,640</u>	<u>8,857,738</u>
Total Liabilities, Deferred Inflows, of Resources, and Fund Balance	<u>\$ 70,212</u>	<u>\$ 2,000,718</u>	<u>\$ 4,663,455</u>	<u>\$ 2,168,158</u>	<u>\$ 2,136,941</u>	<u>\$ 1,526,413</u>	<u>\$ 75,816</u>	<u>\$ 4,268</u>	<u>\$ 174,169</u>	<u>\$ 1,283,846</u>	<u>\$ 96,953</u>	<u>\$ 145,271</u>	<u>\$ 86,399</u>	<u>\$ 14,432,619</u>

CITY OF BELLEVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	Parks Project	Playground and Recreation	Motor Fuel Tax	Illinois Municipal Retirement	Public Library	Tort Liability	Belleville Illinois Tourism	Veteran's Memorial Fountain	Police Trust/ Narcotics/ LLE Block	General and Community Assistance	Route 15 North Business District	Campus	Special Service Area	Total
Revenues:														
Property Tax	\$ -	\$ 347,029	\$ -	\$ 1,273,544	\$ 1,153,603	\$ 693,643	\$ -	\$ -	\$ -	\$ 238,654	\$ -	\$ -	\$ 39,340	\$ 3,745,813
Intergovernmental	-	15,378	2,808,393	220,959	245,254	-	-	-	5,153	164,153	10,631	-	-	3,469,921
Local Tax	-	-	-	-	-	-	68,553	-	-	-	-	-	-	68,553
Charges for Services	-	323,904	28,551	-	44,030	-	-	-	-	-	-	3,197	-	399,682
Fines and Forfeitures	-	-	-	-	844	-	-	-	63,951	-	-	-	-	64,795
Investment Income	446	7,989	6,562	1,786	(2,641)	1,270	43	4	101	1,115	356	2	(1,496)	15,537
Contributions	1,705	9,461	-	-	10,215	-	-	4,500	500	3,184	-	-	-	29,565
Miscellaneous	-	3,400	-	-	23,741	-	-	-	-	7	-	-	-	27,148
Total Revenues	2,151	707,161	2,843,506	1,496,289	1,475,046	694,913	68,596	4,504	69,705	407,113	10,987	3,199	37,844	7,821,014
Expenditures:														
Current:														
General Government	-	-	-	1,316,700	-	1,052,018	54,570	-	-	144,138	-	691,215	-	3,258,641
Public Safety	-	-	-	-	-	-	-	-	26,615	-	-	-	-	26,615
Public Works	-	-	1,018,044	-	-	-	-	-	-	-	-	-	39,496	1,057,540
Health and Welfare	-	-	-	-	-	-	-	-	-	165,992	-	-	-	165,992
Cultural and Recreational	10,210	705,333	-	-	1,662,902	-	-	4,793	-	-	-	-	-	2,383,238
Capital Outlay	-	121,581	433,656	-	8,981	-	-	-	-	-	-	-	-	564,218
Total Expenditures	10,210	826,914	1,451,700	1,316,700	1,671,883	1,052,018	54,570	4,793	26,615	310,130	-	691,215	39,496	7,456,244
Excess (Deficiency) of Revenues Over Expenditures	(8,059)	(119,753)	1,391,806	179,589	(196,837)	(357,105)	14,026	(289)	43,090	96,983	10,987	(688,016)	(1,652)	364,770
Other Financing Sources (Uses):														
Transfers Out	-	-	(300,000)	-	-	-	-	-	-	-	-	-	-	(300,000)
Total Other Financing Sources (Uses)	-	-	(300,000)	-	-	-	-	-	-	-	-	-	-	(300,000)
Net Change in Fund Balances	(8,059)	(119,753)	1,091,806	179,589	(196,837)	(357,105)	14,026	(289)	43,090	96,983	10,987	(688,016)	(1,652)	64,770
Fund Balance, Beginning of Year	78,271	1,685,606	3,249,464	726,318	971,016	806,128	55,501	3,653	131,079	952,725	85,915	-	47,292	8,792,968
Fund Balance, End of Year	\$ 70,212	\$ 1,565,853	\$ 4,341,270	\$ 905,907	\$ 774,179	\$ 449,023	\$ 69,527	\$ 3,364	\$ 174,169	\$ 1,049,708	\$ 96,902	\$ (688,016)	\$ 45,640	\$ 8,857,738

CITY OF BELLEVILLE, ILLINOIS

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
APRIL 30, 2022

	<u>Working Cash</u>	<u>Insurance</u>	<u>Total</u>
<u>Assets</u>			
Current Assets:			
Cash and Investments	\$ 395,332	\$ -	\$ 395,332
Total Assets	<u>\$ 395,332</u>	<u>\$ -</u>	<u>\$ 395,332</u>
<u>Liabilities</u>			
Current Liabilities:			
None	\$ -	\$ -	\$ -
Total Current Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
<u>Net Position</u>			
Unassigned	<u>395,332</u>	<u>-</u>	<u>395,332</u>
Total Net Position	<u>\$ 395,332</u>	<u>\$ -</u>	<u>\$ 395,332</u>

CITY OF BELLEVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	<u>Working Cash</u>	<u>Insurance</u>	<u>Total</u>
Operating Revenues:			
None	\$ -	\$ -	\$ -
Operating Expenses:			
None	-	-	-
Total Operating Expenses	-	-	-
Operating Income (Loss)	-	-	-
Nonoperating Revenues:			
Investment Earnings	(1,959)	-	(1,959)
Total Nonoperating Revenues	(1,959)	-	(1,959)
Income (Loss) Before Transfers	(1,959)	-	(1,959)
Transfers In (Out)	-	(199)	(199)
Change in Net Position	(1,959)	(199)	(2,158)
Net Position, Beginning of Year	397,291	199	397,490
Net Position, End of Year	<u>\$ 395,332</u>	<u>\$ -</u>	<u>\$ 395,332</u>

CITY OF BELLEVILLE, ILLINOIS

COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS - PENSION TRUST FUNDS
APRIL 30, 2022

	<u>Police Pension</u>	<u>Firemen's Pension</u>	<u>Total</u>
Assets:			
Cash and Cash Equivalents	\$ 3,729,642	\$ 3,025,404	\$ 6,755,046
Investments, at Market	42,959,933	30,290,126	73,250,059
Receivables:			
Taxes Receivable	3,762,017	3,569,247	7,331,264
Interest Receivable	<u>94,170</u>	<u>74,129</u>	<u>168,299</u>
Total Assets	<u>50,545,762</u>	<u>36,958,906</u>	<u>87,504,668</u>
Liabilities:			
Benefit Withholdings	<u>(3,863)</u>	<u>-</u>	<u>(3,863)</u>
Net Position - Restricted for Pensions	<u>\$ 50,549,625</u>	<u>\$ 36,958,906</u>	<u>\$ 87,508,531</u>

CITY OF BELLEVILLE, ILLINOIS

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS - PENSION TRUST FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	<u>Police Pension</u>	<u>Firemen's Pension</u>	<u>Total</u>
Additions:			
Contributions:			
Employee Contributions	\$ 660,906	\$ 446,647	\$ 1,107,553
Employer Contributions:			
Property Taxes	3,764,993	3,572,090	7,337,083
City Contribution	500,000	500,000	1,000,000
Personal Property Replacement Taxes	220,652	207,573	428,225
Total Contributions	<u>5,146,551</u>	<u>4,726,310</u>	<u>9,872,861</u>
Investment Income:			
Interest and Dividend Income	943,763	852,504	1,796,267
Gain (Loss) on Sales of Securities	(18,350)	37,426	19,076
Net Change in Fair Market			
Value of Investments	<u>(4,018,898)</u>	<u>(3,467,116)</u>	<u>(7,486,014)</u>
	(3,093,485)	(2,577,186)	(5,670,671)
Less Investment Expense	<u>(48,088)</u>	<u>(95,388)</u>	<u>(143,476)</u>
Total Investment Income	<u>(3,141,573)</u>	<u>(2,672,574)</u>	<u>(5,814,147)</u>
Total Additions	<u>2,004,978</u>	<u>2,053,736</u>	<u>4,058,714</u>
Deductions:			
Benefits Paid to Participants:			
Service and Disability	4,421,860	3,426,626	7,848,486
Dependents	509,338	610,465	1,119,803
Refund of Contributions	424,532	-	424,532
Professional Fees	34,207	21,949	56,156
Other	12,546	3,898	16,444
Total Deductions	<u>5,402,483</u>	<u>4,062,938</u>	<u>9,465,421</u>
Change in Net Position	(3,397,505)	(2,009,202)	(5,406,707)
Net Position, Beginning of Year	<u>53,947,130</u>	<u>38,968,108</u>	<u>92,915,238</u>
Net Position, End of Year	<u>\$ 50,549,625</u>	<u>\$ 36,958,906</u>	<u>\$ 87,508,531</u>

CITY OF BELLEVILLE, ILLINOIS

SCHEDULE OF ASSESSED VALUATION, TAX RATES,
EXTENSIONS AND COLLECTIONS
(UNAUDITED)
APRIL 30, 2022

Tax Rates

Levy Year	Total Assessed Valuation	Corporate Fund	Retirement Fund	Police Pension Fund	Firemen's Pension Fund	Library Fund	Liability Insurance Fund	Social Security Fund	Playground and Recreation Fund	General Assistance Fund	Total
2011	\$ 434,537,205	\$ 0.0975	\$ 0.2532	\$ 0.4622	\$ 0.4417	\$ 0.2728	\$ 0.1197	\$ -	\$ 0.0852	\$ -	\$ 1.7323
2012	421,651,482	0.0949	0.2838	0.4940	0.5233	0.2811	0.1296	-	0.0891	-	1.8958
2013	405,836,417	0.0777	0.3205	0.5670	0.5421	0.2982	0.1603	-	0.0912	-	2.0570
2014	401,054,614	0.0773	0.3437	0.5261	0.6317	0.3018	0.1816	-	0.0923	-	2.1545
2015	394,711,073	0.0887	0.2083	0.5864	0.7010	0.3167	0.2043	0.1634	0.0963	-	2.3651
2016	403,383,189	0.0819	0.1986	0.7220	0.7220	0.3187	0.1999	0.1630	0.0943	-	2.5004
2017	406,441,420	0.1461	0.1797	0.8366	0.8366	0.3162	0.1723	0.1612	0.0935	0.0371	2.7793
2018	399,847,978	0.1498	0.1814	0.7503	0.9504	0.3227	0.1776	0.1651	0.0951	0.0418	2.8342
2019	403,157,838	0.1424	0.1811	0.8930	0.9104	0.3200	0.1737	0.1660	0.0943	0.0414	2.9223
2020	417,477,568	0.0297	0.1641	0.9354	0.8959	0.2791	0.1677	0.1438	0.0839	0.0280	2.7276

Taxes Extended

Levy Year	Corporate Fund	Retirement Fund	Police Pension Fund	Firemen's Pension Fund	Library Fund	Liability Insurance Fund	Social Security Fund	Playground and Recreation Fund	General Assistance Fund	Total
2011	\$ 423,674	\$ 1,144,571	\$ 2,088,820	\$ 1,996,264	\$ 1,185,418	\$ 540,999	\$ -	\$ 370,226	\$ -	\$ 7,749,972
2012	400,147	1,196,647	2,082,958	2,206,502	1,185,262	546,460	-	375,691	-	7,993,667
2013	315,335	1,300,706	2,301,092	2,200,039	1,210,204	650,556	-	370,123	-	8,348,055
2014	310,015	1,378,425	2,109,948	2,533,462	1,210,383	728,315	-	370,173	-	8,640,721
2015	350,109	822,183	2,314,586	2,766,924	1,250,050	806,395	644,958	380,107	-	9,335,312
2016	330,371	801,119	2,912,427	2,912,427	1,285,400	806,363	657,515	380,390	-	10,086,012
2017	593,811	730,375	3,400,289	3,400,289	1,285,009	700,298	655,184	380,023	150,790	11,296,068
2018	598,972	725,324	3,000,059	3,800,155	1,290,309	710,130	660,149	380,256	167,137	11,332,491
2019	574,097	730,119	3,600,199	3,670,349	1,290,105	700,285	669,242	380,178	166,907	11,781,481
2020	123,991	685,081	3,905,085	3,740,181	1,165,180	700,110	600,333	350,263	116,894	11,387,118

Taxes Collected

Levy Year	Total Taxes Extended	Total Taxes Collected	Percent of Current Year Taxes Collected	Current Year Uncollected Balance
2011	\$ 7,749,972	\$ 7,702,405	99.39%	\$ 47,567
2012	7,993,667	7,946,502	99.41%	47,165
2013	8,348,055	8,304,947	99.48%	43,108
2014	8,640,721	8,588,031	99.39%	52,690
2015	9,335,312	9,228,726	98.86%	106,586
2016	10,086,012	10,029,160	99.44%	56,852
2017	11,296,068	11,182,097	98.99%	113,971
2018	11,332,491	11,263,630	99.39%	68,861
2019	11,781,481	11,710,141	99.39%	71,340
2020	11,387,118	11,280,548	99.06%	106,570



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Honorable Mayor
and Members of the City Council
Belleville, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Belleville, Illinois as of and for the year ended April 30, 2022, and the related notes to the financial statements, which collectively comprise the City Belleville, Illinois' basic financial statements, and have issued our report thereon dated September 27, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Belleville, Illinois' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Belleville, Illinois' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Belleville, Illinois' internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Belleville, Illinois' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

C. J. Schorn & Co. LLC

Certified Public Accountants
Alton, Illinois
September 27, 2022