



CITY OF BELLEVILLE, ILLINOIS

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED
APRIL 30, 2023

233 East Center Drive, P.O. Box 416
Alton, Illinois 62002
(618) 465-7717 Fax (618) 465-7710

80 Edwardsville Professional Park
Edwardsville, Illinois 62025
(618) 656-2146 Fax (618) 656-2147



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, 2023, 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, 2023, 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

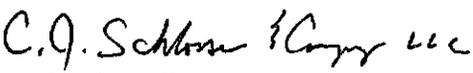
required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, 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 and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 and the schedule of expenditures of federal awards 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 October 4, 2023, 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.


Certified Public Accountants
Alton, Illinois
October 4, 2023

CITY OF BELLEVILLE, ILLINOIS

Management's Discussion and Analysis

For the fiscal year ended April 30, 2023

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, 2023.

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, 2023.

- The City's total net position for governmental and business-type activities increased by \$23,147,183 during fiscal year 2023.
- The fund balance of the City's Governmental Funds increased by \$10,285,879 during the current fiscal year, including an increase of \$550,364 in the General Fund.
- At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$9,652,519, which is 27.48% 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, 2023

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, 2023

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 86 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 \$68,216,855 at April 30, 2023.

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, 2023

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 \$23,147,183 during fiscal year 2023.

The condensed statement of net position is as follows:

	Governmental Activities		Business-type Activities		Total	
	April 30, 2023	April 30, 2022	April 30, 2023	April 30, 2022	April 30, 2023	April 30, 2022
ASSETS						
Current and other assets	\$ 88,114,174	\$ 89,950,698	\$ 13,533,401	\$ 13,093,850	\$ 101,647,575	\$ 103,044,548
Capital assets, net	77,314,596	75,245,348	108,335,885	102,797,859	185,650,481	178,043,207
Total assets	<u>165,428,770</u>	<u>165,196,046</u>	<u>121,869,286</u>	<u>115,891,709</u>	<u>287,298,056</u>	<u>281,087,755</u>
DEFERRED OUTFLOWS OF RESOURCES						
	26,503,611	21,553,833	1,014,931	150,938	27,518,542	21,704,771
LIABILITIES						
Long-term liabilities	151,554,316	145,250,412	55,592,008	58,993,644	207,146,324	204,244,056
Other liabilities	7,064,569	4,926,712	974,629	845,647	8,039,198	5,772,359
Total liabilities	<u>158,618,885</u>	<u>150,177,124</u>	<u>56,566,637</u>	<u>59,839,291</u>	<u>215,185,522</u>	<u>210,016,415</u>
DEFERRED INFLOWS OF RESOURCES						
	31,264,598	45,972,602	149,623	1,733,837	31,414,221	47,706,439
NET POSITION						
Net investment in capital assets	55,346,602	51,321,734	53,714,581	44,076,227	109,061,183	95,397,961
Restricted	37,836,240	33,977,601	-	-	37,836,240	33,977,601
Unrestricted	<u>(91,133,944)</u>	<u>(94,699,182)</u>	<u>12,453,376</u>	<u>10,393,292</u>	<u>(78,680,568)</u>	<u>(84,305,890)</u>
Total net position	<u>\$ 2,048,898</u>	<u>\$ (9,399,847)</u>	<u>\$ 66,167,957</u>	<u>\$ 54,469,519</u>	<u>\$ 68,216,855</u>	<u>\$ 45,069,672</u>

Governmental activities. Governmental activities increased the City's presented net position by \$11,448,745. This increase was mainly due to ARPA Funds.

Business-type activities. Business-type activities increased the City's net position by \$11,698,438. 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, 2023

The condensed statement of activities is as follows:

	Governmental Activities		Business-type Activities		Total	
	For The Year Ended April 30, 2023	For The Year Ended April 30, 2022	For The Year Ended April 30, 2023	For The Year Ended April 30, 2022	For The Year Ended April 30, 2023	For The Year Ended April 30, 2022
REVENUES						
Program revenues:						
Charges for services	\$ 9,002,407	\$ 7,825,617	\$ 12,098,374	\$ 11,172,253	\$ 21,100,781	18,997,870
Operating grants	7,494,375	298,085	-	-	7,494,375	298,085
Capital grants	843,945	5,233,088	8,227,717	-	9,071,662	5,233,088
General revenues:						
Property taxes	24,573,769	23,045,168	-	-	24,573,769	23,045,168
Sales and use tax	18,155,769	17,739,727	-	-	18,155,769	17,739,727
Replacement tax	1,620,729	1,502,329	-	-	1,620,729	1,502,329
State income taxes	6,525,614	6,872,653	-	-	6,525,614	6,872,653
Motor fuel taxes	1,758,958	1,831,301	-	-	1,758,958	1,831,301
Telecommunications taxes	542,128	513,976	-	-	542,128	513,976
Utility taxes	3,634,694	3,697,936	-	-	3,634,694	3,697,936
Gaming tax	531,079	493,932	-	-	531,079	493,932
Other local taxes	171,418	171,383	-	-	171,418	171,383
Investment earnings	925,234	18,395	150,421	(48,744)	1,075,655	(30,349)
Gain on disposal of assets	-	14,015	17,223	-	17,223	14,015
Miscellaneous	10,308	20,759	-	-	10,308	20,759
Transfers	(950,000)	(1,329,520)	950,000	1,329,520	-	-
Total revenues	<u>74,840,427</u>	<u>67,948,844</u>	<u>21,443,735</u>	<u>12,453,029</u>	<u>96,284,162</u>	<u>80,401,873</u>
EXPENSES						
Governmental activities:						
General government	9,269,712	6,369,773	-	-	9,269,712	6,369,773
Public safety	27,384,989	20,853,133	-	-	27,384,989	20,853,133
Public works	5,559,200	4,080,649	-	-	5,559,200	4,080,649
Sanitation	3,209,397	2,414,482	-	-	3,209,397	2,414,482
Cemetery	311,724	199,970	-	-	311,724	199,970
Health and welfare	1,031,514	962,567	-	-	1,031,514	962,567
Development	9,764,969	7,369,857	-	-	9,764,969	7,369,857
Cultural and recreational	3,686,690	3,077,557	-	-	3,686,690	3,077,557
Interest on long-term debt	3,173,487	3,322,488	-	-	3,173,487	3,322,488
Business-type activities:						
Sewerage	-	-	9,745,297	8,772,284	9,745,297	8,772,284
Total expenses	<u>63,391,682</u>	<u>48,650,476</u>	<u>9,745,297</u>	<u>8,772,284</u>	<u>73,136,979</u>	<u>57,422,760</u>
Change in net position	11,448,745	19,298,368	11,698,438	3,680,745	23,147,183	22,979,113
Net position - beginning	(9,399,847)	(28,698,215)	54,469,519	50,788,774	45,069,672	22,090,559
Net position - ending	<u>\$ 2,048,898</u>	<u>\$ (9,399,847)</u>	<u>\$ 66,167,957</u>	<u>\$ 54,469,519</u>	<u>\$ 68,216,855</u>	<u>\$ 45,069,672</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, 2023

At the end of fiscal year 2023, the City's governmental funds reported combined ending fund balances of \$53,921,896. Approximately 16.64% of this total amount (\$8,973,279) constitutes unassigned fund balance, which is available for spending at the City's discretion. \$37,836,240 (70.17% 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 (\$691,336), meaning it is not in spendable form, or committed (\$6,421,041), 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 \$9,652,519. 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 27.48% of total General Fund expenditures.

The fund balance of the City's General Fund increased by \$550,364 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 \$23,487,307, which is an increase of \$3,283,905 compared to 2022.

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 \$5,778,314.

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 \$12,453,376, an increase of \$2,060,084 from the prior year. Overall, total net position of the sewer fund increased by \$11,698,438. 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, 2023

GENERAL FUND BUDGETARY HIGHLIGHTS

The fiscal year 2023 disbursement budget for the City's General Fund represents an original budget of \$36,469,171, and a final budget of \$37,934,427. Actual disbursements (before interfund transfers) in the general fund were \$33,664,624, which is \$4,269,803 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, 2023, amounts to \$185,650,481, 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 \$7,607,274.

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

	Governmental Activities		Business-type Activities		Total	
	April 30, 2023	April 30, 2022	April 30, 2023	April 30, 2022	April 30, 2023	April 30, 2022
Land	\$ 6,429,437	\$ 6,429,437	\$ 1,104,046	\$ 1,104,046	\$ 7,533,483	\$ 7,533,483
Construction in progress	-	-	9,851,374	1,441,148	9,851,374	1,441,148
Buildings and improvements	29,846,765	29,771,169	43,712,888	45,085,882	73,559,653	74,857,051
Vehicles and equipment	5,455,362	4,354,832	299,642	294,506	5,755,004	4,649,338
Infrastructure	35,583,032	34,689,910	-	-	35,583,032	34,689,910
Distribution and collection systems	-	-	53,367,935	54,872,277	53,367,935	54,872,277
Total capital assets, net	<u>\$ 77,314,596</u>	<u>\$ 75,245,348</u>	<u>\$ 108,335,885</u>	<u>\$ 102,797,859</u>	<u>\$ 185,650,481</u>	<u>\$ 178,043,207</u>

For government-wide financial presentation, all depreciable capital assets were depreciated from acquisition date to the end of fiscal year 2023. Fund financial statements record capital asset purchases as expenditures. Additional information on the City's capital assets can be found in Note 3 on page 34 of this report.

CITY OF BELLEVILLE, ILLINOIS

Management's Discussion and Analysis

For the fiscal year ended April 30, 2023

Long-term Debt

At the end of fiscal year 2023, the City of Belleville had total long-term debt obligations for governmental and business-type activities in the amount of \$207,146,324 compared to \$204,244,056 at the end of fiscal year 2022. The debt increase is primarily caused by an increase in net pension liabilities of the police and fire pension, mainly due to lower than expected investment earnings. During 2023, 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, 2023	April 30, 2022	April 30, 2023	April 30, 2022	April 30, 2023	April 30, 2022
Special Service Area Bonds						
Series 2006	\$ 400,000	\$ 480,000	\$ -	\$ -	\$ 400,000	\$ 480,000
Tax Increment Refunding Bonds						
Series 2007A	10,935,000	11,740,000	-	-	10,935,000	11,740,000
Taxable Business District Bonds						
Series 2007B	4,805,000	5,220,000	-	-	4,805,000	5,220,000
G.O. Refunding Bonds						
Series 2012	3,005,000	3,965,000	-	-	3,005,000	3,965,000
G.O. Bonds						
Series 2014	6,550,000	6,975,000	-	-	6,550,000	6,975,000
G.O. Bonds						
Series 2015	5,785,000	6,130,000	-	-	5,785,000	6,130,000
G.O. Refunding Bonds						
Series 2020	5,154,460	5,218,050	1,080,540	1,291,950	6,235,000	6,510,000
Tax Increment & Sales Tax Refunding Bonds, Series 2021A & B	11,545,000	13,760,000	-	-	11,545,000	13,760,000
Bond Premiums	528,996	576,481	-	-	528,996	576,481
Notes Payable	235,617	111,210	53,601,218	57,503,824	53,836,835	57,615,034
Capital Leases	715,438	1,127,404	-	-	715,438	1,127,404
Net Pension Liability	92,967,303	81,458,083	780,483	-	93,747,786	81,458,083
OPEB Obligation	8,682,297	8,217,353	119,260	184,128	8,801,557	8,401,481
Compensated Absences	245,205	271,831	10,507	13,742	255,712	285,573
Total Debt	\$ 151,554,316	\$ 145,250,412	\$ 55,592,008	\$ 58,993,644	\$ 207,146,324	\$ 204,244,056

Additional information regarding the City's long-term debt can be found in Note 4 on pages 35 through 40 of this report.

CITY OF BELLEVILLE, ILLINOIS

Management's Discussion and Analysis

For the fiscal year ended April 30, 2023

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, 2023

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
<u>Assets</u>			
Cash and Cash Equivalents	\$ 53,013,586	\$ 11,325,476	\$ 64,339,062
Receivables (Net of allowance for uncollectible)	33,532,982	2,011,267	35,544,249
Lease Receivable	267,243	-	267,243
Prepaid Expenses	691,336	65,717	757,053
Inventory	-	130,941	130,941
Leased Asset - net of amortization	609,027	-	609,027
Capital Assets:			
Land	6,429,437	1,104,046	7,533,483
Buildings and Improvements	37,300,404	59,442,937	96,743,341
Machinery and Equipment	3,606,218	1,458,692	5,064,910
Vehicles	13,835,193	1,227,983	15,063,176
Infrastructure	120,189,880	87,271,857	207,461,737
Construction in Progress	-	9,851,374	9,851,374
Accumulated Depreciation	<u>(104,046,536)</u>	<u>(52,021,004)</u>	<u>(156,067,540)</u>
Net Capital Assets	<u>77,314,596</u>	<u>108,335,885</u>	<u>185,650,481</u>
Total Assets	<u>165,428,770</u>	<u>121,869,286</u>	<u>287,298,056</u>
<u>Deferred Outflows of Resources</u>			
Pension Plan Obligations	25,324,795	939,590	26,264,385
OPEB Plan Obligations	1,083,768	14,887	1,098,655
Loss on Bond Refunding	<u>95,048</u>	<u>60,454</u>	<u>155,502</u>
Total Deferred Outflows of Resources	<u>26,503,611</u>	<u>1,014,931</u>	<u>27,518,542</u>
<u>Liabilities</u>			
Accounts Payable	3,662,526	512,096	4,174,622
Accrued Salaries and Benefits	1,802,259	123,019	1,925,278
Accrued Interest Payable	868,500	339,514	1,208,014
Lease Liability	731,284	-	731,284
Noncurrent Liabilities:			
Due Within One Year	6,365,646	4,178,211	10,543,857
Due in More Than One Year	<u>145,188,670</u>	<u>51,413,797</u>	<u>196,602,467</u>
Total Liabilities	<u>158,618,885</u>	<u>56,566,637</u>	<u>215,185,522</u>
<u>Deferred Inflows of Resources</u>			
Pension Plan Obligations	2,633,100	116,153	2,749,253
OPEB Plan Obligations	2,436,676	33,470	2,470,146
Deferred Property Tax	25,666,400	-	25,666,400
Deferred Revenues	<u>528,422</u>	<u>-</u>	<u>528,422</u>
Total Deferred Inflows of Resources	<u>31,264,598</u>	<u>149,623</u>	<u>31,414,221</u>
<u>Net Position</u>			
Net Investment in Capital Assets	55,346,602	53,714,581	109,061,183
Restricted	37,836,240	-	37,836,240
Unrestricted	<u>(91,133,944)</u>	<u>12,453,376</u>	<u>(78,680,568)</u>
Total Net Position	<u>\$ 2,048,898</u>	<u>\$ 66,167,957</u>	<u>\$ 68,216,855</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, 2023

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
General Government	\$ 9,269,712	\$ 2,894,782	\$ 1,343	\$ -	\$ (6,373,587)		\$ (6,373,587)
Public Safety	27,384,989	1,308,423	7,407,622	-	(18,668,944)		(18,668,944)
Public Works	5,559,200	29,819	-	488,546	(5,040,835)		(5,040,835)
Sanitation	3,209,397	4,140,678	-	-	931,281		931,281
Cemetery	311,724	64,744	-	-	(246,980)		(246,980)
Health and Welfare	1,031,514	135,672	-	-	(895,842)		(895,842)
Development	9,764,969	30,219	-	-	(9,734,750)		(9,734,750)
Cultural and Recreational	3,686,690	398,070	85,410	355,399	(2,847,811)		(2,847,811)
Interest on Long-term Debt	3,173,487	-	-	-	(3,173,487)		(3,173,487)
Total Governmental Activities	<u>63,391,682</u>	<u>9,002,407</u>	<u>7,494,375</u>	<u>843,945</u>	<u>(46,050,955)</u>		<u>(46,050,955)</u>
Business-type Activities:							
Sewerage	9,745,297	12,098,374	-	8,227,717		\$ 10,580,794	10,580,794
Total Business-type Activities	<u>9,745,297</u>	<u>12,098,374</u>	<u>-</u>	<u>8,227,717</u>		<u>10,580,794</u>	<u>10,580,794</u>
Total Government	<u>\$ 73,136,979</u>	<u>\$ 21,100,781</u>	<u>\$ 7,494,375</u>	<u>\$ 9,071,662</u>	<u>(46,050,955)</u>	<u>10,580,794</u>	<u>(35,470,161)</u>

General Revenues:			
Property Tax, Levied for General Purposes	24,573,769	-	24,573,769
Sales and Use Tax	18,155,769	-	18,155,769
Income Tax	6,525,614	-	6,525,614
Corporate Personal Property Tax	1,620,729	-	1,620,729
Motor Fuel Tax	1,758,958	-	1,758,958
Excise Tax	542,128	-	542,128
Gaming Tax	531,079	-	531,079
Other Local Tax	171,418	-	171,418
Utility Tax	3,634,694	-	3,634,694
Investment Earnings	925,234	150,421	1,075,655
Gain On Disposal of Assets	-	17,223	17,223
Miscellaneous	10,308	-	10,308
Transfers	(950,000)	950,000	-
Total General Revenues and Transfers	<u>57,499,700</u>	<u>1,117,644</u>	<u>58,617,344</u>
Change in Net Position	<u>11,448,745</u>	<u>11,698,438</u>	<u>23,147,183</u>
Net Position - Beginning	<u>(9,399,847)</u>	<u>54,469,519</u>	<u>45,069,672</u>
Net Position - Ending	<u>\$ 2,048,898</u>	<u>\$ 66,167,957</u>	<u>\$ 68,216,855</u>

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

CITY OF BELLEVILLE, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS
APRIL 30, 2023

	<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	\$ 6,599,405	\$ 24,134,609	\$ 6,561,458	\$ 15,316,603	\$ 52,612,075
Receivables (Net of allowance for uncollectible):					
Property Tax	-	21,681,000	-	3,985,400	25,666,400
Intergovernmental	4,876,230	925,547	-	510,121	6,311,898
Accounts	677,824	-	-	-	677,824
Other	592,058	-	-	284,802	876,860
Lease	-	-	-	267,243	267,243
Due From Other Funds	580,000	-	-	-	580,000
Prepaid Expenses	573,382	-	-	117,954	691,336
Total Assets	<u>\$ 13,898,899</u>	<u>\$ 46,741,156</u>	<u>\$ 6,561,458</u>	<u>\$ 20,482,123</u>	<u>\$ 87,683,636</u>
 <u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>					
Liabilities:					
Accounts Payable	\$ 875,399	\$ 1,257,699	\$ 783,144	\$ 746,284	\$ 3,662,526
Accrued Salaries	1,713,687	-	-	88,572	1,802,259
Due to Other Funds	-	-	-	580,000	580,000
Total Liabilities	<u>2,589,086</u>	<u>1,257,699</u>	<u>783,144</u>	<u>1,414,856</u>	<u>6,044,785</u>
Deferred Inflows of Resources:					
Deferred Property Tax	-	21,681,000	-	3,985,400	25,666,400
Deferred Intergovernmental Tax	1,083,912	315,150	-	123,071	1,522,133
Deferred Revenue	-	-	-	528,422	528,422
	<u>1,083,912</u>	<u>21,996,150</u>	<u>-</u>	<u>4,636,893</u>	<u>27,716,955</u>
Fund Balance:					
Nonspendable	573,382	-	-	117,954	691,336
Restricted	-	23,487,307	-	14,348,933	37,836,240
Committed	-	-	5,778,314	642,727	6,421,041
Unassigned	9,652,519	-	-	(679,240)	8,973,279
Total Fund Balance	<u>10,225,901</u>	<u>23,487,307</u>	<u>5,778,314</u>	<u>14,430,374</u>	<u>53,921,896</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 13,898,899</u>	<u>\$ 46,741,156</u>	<u>\$ 6,561,458</u>	<u>\$ 20,482,123</u>	<u>\$ 87,683,636</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, 2023

Amounts reported for governmental fund balances are different because:

Fund balances - total governmental funds	\$ 53,921,896
Capital assets used in governmental activities are not financial resources and, therefore, are not reported on the balance sheet of the governmental funds.	77,314,596
Leased assets used in governmental activities are not financial resources and, therefore, are not reported on the balance sheet of the governmental funds. Likewise, the relate liability is also not reported in the governmental fund statements.	(122,257)
Long-term debt (e.g., bonds, leases) is not reported as a liability on the balance sheet of the governmental funds.	(49,564,463)
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.	1,522,133
Accrued interest payable on the long-term debt is not reported as a liability on the balance sheet of the governmental funds.	(868,500)
Accrued compensated absences are not reported as a liability on the balance sheet of the governmental funds.	(245,205)
Net pension liabilities and the related future pension expense are not reported as assets and liabilities on the balance sheet of the governmental funds.	(70,275,608)
Net OPEB liabilities and the related future OPEB expense are not reported as assets and liabilities on the balance sheet of the governmental funds.	(10,035,205)
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>401,511</u>
Net position of governmental activities	<u>\$ 2,048,898</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, 2023

	General Fund	Tax Increment Financing Fund	ARPA Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Property Tax	\$ 973	\$ 20,435,085	\$ -	\$ 4,137,711	\$ 24,573,769
Utility Tax	3,634,694	-	-	-	3,634,694
Intergovernmental	21,700,111	3,595,872	15,461,333	4,893,594	45,650,910
Local Tax	102,851	-	-	68,567	171,418
Licenses, Permits and Fees	1,689,594	-	-	-	1,689,594
Charges for Services	4,800,452	-	-	759,599	5,560,051
Fines and Forfeitures	113,047	-	-	192,410	305,457
Investment Earnings	118,570	470,721	115,491	214,273	919,055
Contributions	1,000	-	-	220,827	221,827
Reimbursements/Miscellaneous	616,934	30,219	-	810,460	1,457,613
Total Revenues	<u>32,778,226</u>	<u>24,531,897</u>	<u>15,576,824</u>	<u>11,297,441</u>	<u>84,184,388</u>
Expenditures:					
Current:					
General Government	5,578,909	-	26,480	3,329,479	8,934,868
Public Safety	20,050,610	-	-	132,761	20,183,371
Public Works	2,091,758	-	-	1,583,117	3,674,875
Sanitation	2,944,834	-	-	-	2,944,834
Cemetery	294,292	-	-	-	294,292
Health and Welfare	833,289	-	-	200,004	1,033,293
Development	363,773	9,400,081	-	-	9,763,854
Cultural and Recreational	1,026,157	-	-	2,412,135	3,438,292
Leased Capital Outlay	761,284	-	-	-	761,284
Capital Outlay	848,243	3,267,084	-	1,419,673	5,535,000
Debt Service:					
Lease Principal	-	-	-	30,000	30,000
Principal	316,745	3,699,956	-	1,860,000	5,876,701
Interest and Charges	13,730	2,591,066	-	687,168	3,291,964
Total Expenditures	<u>35,123,624</u>	<u>18,958,187</u>	<u>26,480</u>	<u>11,654,337</u>	<u>65,762,628</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(2,345,398)</u>	<u>5,573,710</u>	<u>15,550,344</u>	<u>(356,896)</u>	<u>18,421,760</u>
Other Financing Sources (Uses):					
Proceeds from Debt	280,552	-	-	-	280,552
Proceeds from Lease	761,284	-	-	-	761,284
Transfers In	1,853,926	-	-	1,339,805	3,193,731
Transfers Out	-	(2,289,805)	(9,781,643)	(300,000)	(12,371,448)
Total Other Financing Sources (Uses)	<u>2,895,762</u>	<u>(2,289,805)</u>	<u>(9,781,643)</u>	<u>1,039,805</u>	<u>(8,135,881)</u>
Net Change in Fund Balances	550,364	3,283,905	5,768,701	682,909	10,285,879
Fund Balance, Beginning of Year	9,675,537	20,203,402	9,613	13,747,465	43,636,017
Fund Balance, End of Year	<u>\$ 10,225,901</u>	<u>\$ 23,487,307</u>	<u>\$ 5,778,314</u>	<u>\$ 14,430,374</u>	<u>\$ 53,921,896</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, 2023

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

Net change in fund balances - total governmental funds	\$ 10,285,879
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 (\$5,535,000) exceeded depreciation expense (\$3,387,562) and loss on disposals (\$78,190) in the current year.	2,069,248
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.	5,714,626
The issuance of lease agreements provides current financial resources to governmental funds, while the repayment of the principal of leases 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 lease liabilities and the related amortization.	(122,257)
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.	26,626
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.	(6,233,994)
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.	(125,139)
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.	(172,423)
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.	<u>6,179</u>
Change in net position of governmental activities	<u>\$ 11,448,745</u>

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, 2023

	<u>Business Type Activities - Enterprise Fund Sewerage</u>	<u>Governmental Activities - Internal Service Fund</u>
<u>Assets</u>		
Current Assets:		
Cash and Investments	\$ 11,325,476	\$ 401,511
Receivables (Net, where applicable, of allowances for uncollectible)	2,011,267	-
Prepaid Expenses	65,717	-
Inventory, at Cost	<u>130,941</u>	<u>-</u>
Total Current Assets	<u>13,533,401</u>	<u>401,511</u>
Noncurrent Assets:		
Capital Assets:		
Land	1,104,046	-
Buildings and Improvements	59,442,937	-
Equipment	1,458,692	-
Vehicles	1,227,983	-
Distribution System	87,271,857	-
Construction in Progress	<u>9,851,374</u>	<u>-</u>
Total	160,356,889	-
Less - Accumulated Depreciation	<u>(52,021,004)</u>	<u>-</u>
Net Capital Assets	<u>108,335,885</u>	<u>-</u>
Total Assets	<u>\$ 121,869,286</u>	<u>\$ 401,511</u>
<u>Deferred Outflows of Resources</u>		
Loss on Bond Refunding	\$ 60,454	\$ -
OPEB Plan Obligations	14,887	-
Pension Plan Obligations	<u>939,590</u>	<u>-</u>
Total Deferred Outflows of Resources	<u>1,014,931</u>	<u>-</u>
<u>Liabilities</u>		
Current Liabilities:		
Accrued Payroll and Benefits	\$ 123,019	\$ -
Accounts Payable	512,096	-
Accrued Interest	<u>339,514</u>	<u>-</u>
Total Current Liabilities	<u>974,629</u>	<u>-</u>
Noncurrent Liabilities:		
Net Pension Liability	780,483	-
Accrued Sick Leave	10,507	-
OPEB Obligation	119,260	-
Due Within One Year	4,178,211	-
Due in More Than One Year	<u>50,503,547</u>	<u>-</u>
Total Noncurrent Liabilities	<u>55,592,008</u>	<u>-</u>
Total Liabilities	<u>\$ 56,566,637</u>	<u>\$ -</u>
<u>Deferred Inflows of Resources</u>		
OPEB Plan Obligations	\$ 33,470	\$ -
Pension Plan Obligations	<u>116,153</u>	<u>-</u>
Total Deferred Inflows of Resources	<u>\$ 149,623</u>	<u>\$ -</u>
<u>Net Position</u>		
Net Investment in Capital Assets	\$ 53,714,581	\$ -
Unrestricted	<u>12,453,376</u>	<u>401,511</u>
Total Net Position	<u>\$ 66,167,957</u>	<u>\$ 401,511</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, 2023

	Business Type Activities - <u>Enterprise Fund</u> <u>Sewerage</u>	Governmental Activities - <u>Internal</u> <u>Service Fund</u>
Operating Revenues:		
Charges for Services	\$ 12,098,374	\$ -
Operating Expenses:		
Personal Services	2,441,820	-
Supplies	311,524	-
Contractual Services	2,833,520	-
Depreciation	3,197,663	-
Total Operating Expenses	<u>8,784,527</u>	<u>-</u>
Operating Income	<u>3,313,847</u>	<u>-</u>
Nonoperating Revenues (Expenses):		
Amortization	(13,688)	-
Proceeds from Fixed Asset Sale	17,223	-
Investment Earnings	150,421	6,179
Interest and Fiscal Charges	(947,082)	-
Total Nonoperating Revenues (Expenses)	<u>(793,126)</u>	<u>6,179</u>
Income (Loss) Before Transfers	2,520,721	6,179
Transfers In	<u>9,177,717</u>	<u>-</u>
Change in Net Position	11,698,438	6,179
Net Position - Beginning of Year	<u>54,469,519</u>	<u>395,332</u>
Net Position - End of Year	<u>\$ 66,167,957</u>	<u>\$ 401,511</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, 2023

	Business Type Activities - Enterprise Fund Sewerage	Governmental Activities - Internal Service Fund
Cash Flows from Operating Activities:		
Receipts from Customers	\$ 11,894,905	\$ -
Payments to Suppliers	(3,628,572)	-
Payments to Employees	(1,823,261)	-
Net Cash Provided (Used) by Operating Activities	6,443,072	-
Cash Flows from Noncapital Financing Activities:		
Payments from (to) Other Funds	9,177,717	-
Net Cash Provided by Noncapital Financing Activities	9,177,717	-
Cash Flows from Capital and Related Financing Activities:		
Principal Payments on Long-Term Debt	(4,114,016)	-
Proceeds from Disposal of Assets	17,223	-
Interest Paid on Debt	(970,375)	-
Cash Payments for Capital Assets	(8,735,689)	-
Net Cash Provided (Used) by Capital Related Financing Activities	(13,802,857)	-
Cash Flows from Investing Activities:		
Interest Received	150,421	6,179
Net Cash Provided by Investing Activities	150,421	6,179
Net Change in Cash and Cash Equivalents	1,968,353	6,179
Cash and Cash Equivalents, Beginning of Year	9,357,123	395,332
Cash and Cash Equivalents, End of Year	\$ 11,325,476	\$ 401,511
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating Income (Loss)	\$ 3,313,847	\$ -
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation	3,197,663	-
Net OPEB Liability Adjustment	(84,214)	-
Net Pension Liability Adjustment	74,384	-
(Increase) Decrease in Assets:		
Accounts Receivable	(203,469)	-
Inventory	3,095	-
Prepaid Expenses	(7,274)	-
Increase (Decrease) in Liabilities:		
Accrued Payroll and Benefits	5,652	-
Accounts Payable	143,388	-
Net Cash Provided (Used) by Operating Activities	\$ 6,443,072	\$ -

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, 2023

Assets:	
Cash and Cash Equivalents	\$ 3,030,486
Investments, at Market	76,972,556
Receivables:	
Taxes Receivable	<u>7,475,038</u>
Total Assets	<u>87,478,080</u>
Liabilities:	
Benefit Withholdings	<u>(3,863)</u>
Net Position - Restricted for Pensions	<u>\$ 87,481,943</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, 2023

Additions:

Contributions:

Employee Contributions	\$ 1,131,507
Employer Contributions:	
Property Taxes	7,490,876
Personal Property Replacement Taxes	<u>561,364</u>
Total Contributions	<u>9,183,747</u>

Investment Income:

Interest and Dividend Income	393,008
Gain (Loss) on Sales of Securities	(1,608,193)
Net Change in Fair Market Value of Investments	<u>1,739,414</u>
	524,229
Less Investment Expense	<u>(34,511)</u>
Total Investment Income	<u>489,718</u>
Total Additions	<u>9,673,465</u>

Deductions:

Benefits Paid to Participants:

Service and Disability	8,289,767
Dependents	1,195,678
Refund of Contributions	139,587
Professional Fees	53,496
Other	<u>21,525</u>
Total Deductions	<u>9,700,053</u>

Change in Net Position	(26,588)
Net Position - Beginning of Year	<u>87,508,531</u>
Net Position - End of Year	<u>\$ 87,481,943</u>

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

CITY OF BELLEVILLE, ILLINOIS

NOTE TO FINANCIAL STATEMENTS

APRIL 30, 2023

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, 2023 is \$140,866.

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:

<u>Type of Property And Equipment</u>	<u>Estimated Useful Lives</u>
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	\$ 691,336
Restricted:	
Property/Sales Tax Restrictions	\$ 5,257,633
TIF Balances	23,487,307
Debt Service	4,643,812
Cemetery Care	210,669
Fines/Forfeitures	378,911
Motor Fuel Tax	3,854,566
Restricted Donations	3,342
	<u>\$ 37,836,240</u>
Committed:	
Capital Projects	\$ 506,166
Tourism	71,044
ARPA Funds	5,778,314
Parks Project Funds	65,517
	<u>\$ 6,421,041</u>
<u>Fiduciary Funds</u>	
Reserved for Employees' Pension Benefits	<u>\$ 87,481,943</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, 2023, the carrying amount of the City’s deposits was \$56,519,422 and the bank balance was \$57,439,619. 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, 2023, 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	\$ 4,625,498
US Treasury Securities	1.18	<u>3,190,613</u>
		7,816,111
Deposits from above		56,519,422
Petty Cash		<u>3,529</u>
		<u>\$ 64,339,062</u>
<u>As Reported in the Financial Statements</u>		
Cash and Cash Equivalents		<u>\$ 64,339,062</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, 2023, the City did not have a credit risk.

Concentration of Credit Risk. As of April 30, 2023, the City did not have a concentration of credit risk.

Foreign Currency Risk. As of April 30, 2023, the City did not have foreign currency risk.

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

Fire Pension

At April 30, 2023, the carrying amount of the Fire Pension Fund's deposits was \$1,648,518 and the bank balance was \$1,648,703. The deposits were comprised of an interest checking 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, 2023, the Firefighter's Pension Fund had the following investments:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
Illinois Firefighters Investment Fund	--	\$ 31,547,838
Deposits as reported above		<u>1,648,518</u>
Total deposits and investments		<u>\$ 33,196,356</u>

As of April 30, 2023, the Firefighter's Pension Fund has transferred a large percentage of the investment funds to the Illinois Firefighter's Pension Investment Fund (IFPIF) investment account. The IFPIF is a pooled investment account maintained by the State of Illinois. The City's portion of the balance held in this investment pool is \$31,547,838 as of April 30, 2023.

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, 2023, the Firefighter's Pension Fund did not have any investments subject to credit risk.

Concentration of Credit Risk. As of April 30, 2023, the Fire Pension Fund did not have a concentration of credit risk.

Foreign Currency Risk. As of April 30, 2023, the Fire Pension Fund did not have foreign currency risk.

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

Police Pension

At April 30, 2023, the carrying amount of the Police Pension Fund's deposits was \$1,381,968 and the bank balance was \$1,388,121. The deposits were comprised of a 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 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, 2023, the Police Pension Fund had the following investments:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
U.S. Treasury Bill 05/04/2023	0.00	\$ 3,848,668
Illinois Police Officer's Pension Investment Fund	--	<u>41,576,050</u>
		45,424,718
Deposits as reported above		<u>1,381,968</u>
Total deposits and investments		<u>\$ 46,806,686</u>
As included in the combined financial statements:		
Cash and Cash Equivalents		\$ 1,381,968
Investments		<u>45,424,718</u>
		<u>\$ 46,806,686</u>

As of April 30, 2023, the Police Pension Fund has transferred a large percentage of the investment funds to the Illinois Police Officer's Pension Investment Fund (IPOPPIF) investment account. The IPOPPIF is a pooled investment account maintained by the State of Illinois. The City's portion of the balance held in this investment pool is \$41,576,050 as of April 30, 2023.

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, 2023, the Police Pension Fund's did not have any investments subject to credit risk.

Concentration of Credit Risk. As of April 30, 2023, the Police Pension Fund did not have a concentration of credit risk.

Foreign Currency Risk. As of April 30, 2023, 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, 2023:

	Beginning Balance	Additions/ Completions	Retirements/ Deletions	Ending Balance
<u>Governmental activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 6,429,437	\$ -	\$ -	\$ 6,429,437
Total capital assets not being depreciated	<u>6,429,437</u>	<u>-</u>	<u>-</u>	<u>6,429,437</u>
Capital assets, being depreciated:				
Buildings and improvements	36,438,028	937,376	75,000	37,300,404
Machinery and equipment	3,367,347	388,996	150,125	3,606,218
Vehicles	12,134,793	1,700,400	-	13,835,193
Infrastructure	117,681,652	2,508,228	-	120,189,880
Total capital assets being depreciated	<u>169,621,820</u>	<u>5,535,000</u>	<u>225,125</u>	<u>174,931,695</u>
Less accumulated depreciation for:				
Buildings and improvements	6,666,859	791,530	4,750	7,453,639
Machinery and equipment	1,726,981	251,614	142,185	1,836,410
Vehicles	9,420,327	729,312	-	10,149,639
Infrastructure	82,991,742	1,615,106	-	84,606,848
Total accumulated depreciation	<u>100,805,909</u>	<u>3,387,562</u>	<u>146,935</u>	<u>104,046,536</u>
Total capital assets, being depreciated, net	<u>68,815,911</u>	<u>2,147,438</u>	<u>78,190</u>	<u>70,885,159</u>
Governmental activities capital assets, net	<u>\$ 75,245,348</u>	<u>\$ 2,147,438</u>	<u>\$ 78,190</u>	<u>\$ 77,314,596</u>
<u>Business-type activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 1,104,046	\$ -	\$ -	\$ 1,104,046
Construction in Progress	1,441,148	8,410,226	-	9,851,374
Total not being depreciated	<u>2,545,194</u>	<u>8,410,226</u>	<u>-</u>	<u>10,955,420</u>
Capital assets, being depreciated:				
Buildings and improvements	59,363,219	79,718	-	59,442,937
Utility systems	87,091,883	179,974	-	87,271,857
Machinery and equipment	1,458,692	-	-	1,458,692
Vehicles	1,227,061	65,771	64,849	1,227,983
Total capital assets, being depreciated	<u>149,140,855</u>	<u>325,463</u>	<u>64,849</u>	<u>149,401,469</u>
Less accumulated depreciation for:				
Buildings and improvements	14,277,337	1,452,712	-	15,730,049
Utility systems	32,219,606	1,684,316	-	33,903,922
Machinery and equipment	1,220,110	45,812	-	1,265,922
Vehicles	1,171,137	14,823	64,849	1,121,111
Total accumulated depreciation	<u>48,888,190</u>	<u>3,197,663</u>	<u>64,849</u>	<u>52,021,004</u>
Total capital assets, being depreciated, net	<u>100,252,665</u>	<u>(2,872,200)</u>	<u>-</u>	<u>97,380,465</u>
Business-type activities capital assets, net	<u>\$ 102,797,859</u>	<u>\$ 5,538,026</u>	<u>\$ -</u>	<u>\$ 108,335,885</u>

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

Depreciation expense charged to operations for the year ended April 30, 2023 was as follows:

Governmental activities:	
General government	\$ 254,240
Public safety	769,842
Streets and highways, including depreciation of general infrastructure assets	1,849,590
Sanitation	245,635
Cemetery	14,312
Cultural and recreational	<u>253,943</u>
Total depreciation expense - governmental activities	<u>\$3,387,562</u>
Business-type activities:	
Sewer	<u>\$3,197,663</u>

NOTE 4: LONG-TERM DEBT

The following is a summary of long-term debt of the City for the year ended April 30, 2023:

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.	\$ 400,000
\$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.	10,935,000
\$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.	4,805,000
\$6,915,000 General Obligation Refunding Bonds, Series 2012, interest ranging from 2.30% 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.	3,005,000

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.	6,550,000
\$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.	5,785,000
\$108,116 General Obligation Refunding Bonds, Series 2020, dated October 5, 2020, interest ranging from .85% to 1.25% payable January 1 and July 1, with scheduled principal payments of \$13,590 to \$14,194 through January 2028. These bonds were issued to refund the General Obligation Bonds, Series 2009.	69,460
\$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 through 2031. These bonds were issued to refund the General Obligation Bonds, Series 2011.	5,085,000
\$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 \$375,000 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.	3,575,000
\$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 \$205,000 to \$1,915,000 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.	7,970,000

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

The annual requirement to retire governmental activities bonds outstanding as of April 30, 2023 is as follows:

Year Ending April 30,	Principal	Interest	Totals
2024	\$ 5,993,590	\$ 1,934,336	\$ 7,927,926
2025	13,963,590	1,802,043	15,765,633
2026	4,789,194	1,097,265	5,886,459
2027	5,148,892	905,742	6,054,634
2028	5,079,194	705,534	5,784,728
2029 - 2033	10,285,000	1,569,570	11,854,570
2034 - 2036	2,920,000	243,275	3,163,275
	<u>\$ 48,179,460</u>	<u>\$ 8,257,765</u>	<u>\$ 56,437,225</u>

Notes Payable and Capital Leases

\$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. 76,460

\$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. 244,303

\$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. 394,675

\$280,552 note payable, Bank of Belleville, dated October 13, 2022, for a new sanitation truck, secured by the equipment, bears interest at 3.16%; semi-annual principal and interest payments of \$49,417 are due through October 2025. This debt is being retired by the General Fund. 235,617

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.

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

The City is obligated under notes and finance leases considered to be equivalent to an installment purchase. Future payments under the loans and finance leases as of April 30, 2023 are as follows:

Year Ending April 30,	Principal	Interest	Totals
2024	\$ 372,056	\$ 19,150	\$ 391,206
2025	379,484	11,722	391,206
2026	97,453	4,903	102,356
2027	50,279	2,661	52,940
2028	<u>51,783</u>	<u>1,157</u>	<u>52,940</u>
	<u>\$ 951,055</u>	<u>\$ 39,593</u>	<u>\$ 990,648</u>

Proprietary Fund Debt

General Obligation Bonds

\$1,681,884 General Obligation Refunding Bonds, Series 2020, dated October 5, 2020, interest ranging from .85% to 1.25% payable January 1 and July 1, with scheduled principal payments of \$211,410 to \$220,806 through January 2028. These bonds were issued to refund the General Obligation Bonds, Series 2009. These bonds are being retired by the Sewer Fund.

\$ 1,080,540

The annual requirement to retire business-type bonds outstanding as of April 30, 2023 is as follows:

Year Ending April 30,	Principal	Interest	Totals
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	<u>220,806</u>	<u>2,760</u>	<u>223,566</u>
	<u>\$ 1,080,540</u>	<u>\$ 36,511</u>	<u>\$ 1,117,051</u>

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.

\$ 8,503,939

\$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.

9,852,297

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

\$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.	2,218,280
\$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.	4,843,614
\$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.	1,721,417
\$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.	17,813,683
\$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.	980,578
\$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.	7,667,410

The IEPA loans are all paid by the Sewer Fund. The annual requirement to retire business-type activities notes outstanding as of April 30, 2023 is as follows:

Year Ending <u>April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
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	4,234,926	624,994	4,859,920
2029-2033	21,243,842	2,053,788	23,297,630
2034-2038	11,066,637	576,498	11,643,135
2039-2040	792,197	13,983	806,180
	<u>\$ 53,601,218</u>	<u>\$ 6,445,330</u>	<u>\$ 60,046,548</u>

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

The overall debt activity of the City for the year ended April 30, 2023 is summarized as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities:					
Bonds Payable	\$ 53,488,050	\$ -	\$ 5,308,590	\$ 48,179,460	\$ 5,993,590
Notes from Direct Borrowings:					
Notes Payable	111,210	280,552	156,145	235,617	91,997
Leases Payable	1,127,404	-	411,966	715,438	280,059
Bond Premiums	576,481	-	47,485	528,996	-
OPEB Obligation	8,217,353	464,944	-	8,682,297	-
Net Pension Liability	81,458,083	11,509,220	-	92,967,303	-
Compensated Absences	271,831	-	26,626	245,205	-
	<u>\$ 145,250,412</u>	<u>\$ 12,254,716</u>	<u>\$ 5,950,812</u>	<u>\$ 151,554,316</u>	<u>\$ 6,365,646</u>
Business-type Activities:					
Bonds Payable	\$ 1,291,950	\$ -	\$ 211,410	\$ 1,080,540	\$ 211,410
Notes from Direct Borrowings:					
Notes Payable	57,503,824	-	3,902,606	53,601,218	3,966,801
Net Pension Liability	-	780,483	-	780,483	-
OPEB Obligation	184,128	-	64,868	119,260	-
Compensated Absences	13,742	-	3,235	10,507	-
	<u>\$ 58,993,644</u>	<u>\$ 780,483</u>	<u>\$ 4,182,119</u>	<u>\$ 55,592,008</u>	<u>\$ 4,178,211</u>

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 2022 was 8.14 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.

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

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

Retirees and Beneficiaries	215
Inactive, non-Retired Members	102
Active Members	<u>181</u>
Total	<u>498</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 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 4.05%; and the resulting single discount rate is 7.25%.

Actuarial Valuation Date	12/31/22
Measurement Date of the Net Pension Liability	12/31/22
Fiscal Year End	04/30/23
Development of the Single Discount Rate as of December 31, 2022	
Long-Term Expected Rate of Investment Return	7.25%
Long-Term Municipal Bond Rate	4.05%
Last year ending December 31 in the 2022 to 2121 projection period for which projected benefit payments are fully funded	2122
Resulting Single Discount Rate based on the above development	7.25%
Single Discount Rate calculated using December 31, 2021 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, 2022.

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

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	\$ 913,103
Interest on the Total Pension Liability	4,638,978
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	(575,494)
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	<u>(3,812,539)</u>
Net change in total pension liability	\$ 1,164,048
Total pension liability - beginning	<u>65,435,625</u>
Total pension liability - ending	<u>\$ 66,599,673</u>
Plan fiduciary net position	
Contributions - employer	\$ 801,944
Contributions - employee	459,521
Net investment income	(9,517,944)
Benefit payments, including refunds of employee contributions	(3,812,539)
Other (Net Transfer)	<u>(683,664)</u>
Net change in plan fiduciary net position	\$ (12,752,682)
Plan fiduciary net position - beginning	<u>75,003,813</u>
Plan fiduciary net position - ending	<u>\$ 62,251,131</u>
Net pension liability/(asset)	<u>\$ 4,348,542</u>
Plan fiduciary net position as a percentage of the total pension liability	93.47%
Covered valuation payroll	\$ 9,851,876
Net pension liability as a percentage of covered valuation payroll	44.14%

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	\$ 73,805,905	\$ 66,599,673	\$ 60,899,028
Plan Fiduciary Net Position	<u>62,251,131</u>	<u>62,251,131</u>	<u>62,251,131</u>
Net Pension Liability/(Asset)	<u>\$ 11,554,774</u>	<u>\$ 4,348,542</u>	<u>\$ (1,352,103)</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	\$ -	\$ 536,454
Changes in assumptions	-	110,704
Subsequent contributions to plan	169,252	-
Net difference between projected and actual earnings on pension plan investments	<u>5,065,764</u>	<u>-</u>
Total	<u>\$ 5,235,016</u>	<u>\$ 647,158</u>

Year Ending December 31,	Net Deferred Outflows of Resources
2023	\$ (735,380)
2024	599,866
2025	1,586,427
2026	<u>2,967,693</u>
	<u>\$ 4,418,606</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, 2023:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	95
Active Plan Members	<u>72</u>
Total	<u>167</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 long-term asset allocation is determined by the Illinois Police Officer's Pension Investment Fund and is as follows as of April 30, 2023:

<u>Asset Class</u>	<u>Target Allocation</u>	Long Term Expected <u>Real Rate of Return</u>
U.S. Large	23.00%	4.15%
U.S Small	5.00	4.54
International Developed	18.00	4.64
International Developed Small	5.00	-.25
Emerging Markets	7.00	5.31
Private Equity	7.00	7.15
Bank Loans	3.00	2.48
High Yield Corp Credit	3.00	2.48
Emerging Market Debt	3.00	2.82
Private Credit	5.00	4.37
TIPS	3.00	-.12
Real Estate/Infrastructure	8.00	4.00
Cash	1.00	-.27
Short-Term Gov't/Credit	3.00	.73
U.S. Treasury	3.00	-.60
Core Plus Fixed Income	3.00	.73
Total	<u>100.00%</u>	

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

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, 2023, the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was 1.50%. 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, 2023 were as follows:

Total Pension Liability	\$ 97,835,033
Plan Fiduciary Net Position	<u>(50,671,971)</u>
Net Pension Liability	<u>\$ 47,163,063</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	51.79%

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2023 using the following actuarial assumptions.

Inflation	2.50%
Investment Rate of Return	6.80%
Salary increase 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

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

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 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	\$ 110,934,179	\$ 97,835,034	\$ 87,113,268
Plan Fiduciary Net Position	<u>50,671,971</u>	<u>50,671,971</u>	<u>50,671,971</u>
Net Pension Liability/(Asset)	<u>\$ 60,262,208</u>	<u>\$ 47,163,063</u>	<u>\$ 36,441,297</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	\$ 1,097,273
Interest on the Total Pension Liability	6,271,816
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	1,994,652
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	<u>(5,328,029)</u>
Net change in total pension liability	\$ 4,035,712
Total pension liability - beginning	<u>93,799,321</u>
Total pension liability - ending	<u>\$ 97,835,033</u>
 Plan fiduciary net position	
Contributions - employer	\$ 4,158,801
Contributions - employee	568,669
Net investment income	757,543
Benefit payments, including refunds of employee contributions	(5,328,029)
Other (Net Transfer)	<u>(34,638)</u>
Net change in plan fiduciary net position	\$ 122,346
Plan fiduciary net position - beginning	<u>50,549,625</u>
Plan fiduciary net position - ending	<u>\$ 50,671,971</u>
 Net pension liability/(asset)	 <u>\$ 47,163,062</u>
 Plan fiduciary net position as a percentage of the total pension liability	 51.79%
 Covered valuation payroll	 \$ 5,800,766
 Net pension liability as a percentage of covered valuation payroll	 813.05%

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 Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 5,187,739	\$ 1,209,132
Changes in assumptions	3,762,259	-
Net difference between projected and actual earnings on pension plan investments	<u>3,087,254</u>	<u>-</u>
Total	<u>\$ 12,037,252</u>	<u>\$ 1,209,132</u>

Year Ending <u>December 31,</u>	Net Deferred Outflows of Resources
2024	\$ 4,158,829
2025	1,624,485
2026	3,848,275
2027	864,089
2028	332,442
Thereafter	<u>-</u>
	<u>\$ 10,828,120</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, 2023:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	73
Active Plan Members	<u>64</u>
Total	<u>137</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 long-term asset allocation is determined by the Illinois Firefighter's Pension Investment Fund and is as follows as of April 30, 2023:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
U.S. Equity	25.00%	5.20%
Developed Market Equity	13.00	5.60
Emerging Market Equity	7.00	5.50
Private Equity	10.00	8.60
Public Credit	3.00	1.90
Private Credit	7.00	7.00
Core Fixed Income	9.00	1.80
Core Plus Fixed Income	9.00	2.40
Short-Term Treasuries	3.00	0.30
Real Estate	10.00	4.90
Infrastructure	4.00	5.10
Total	<u>100.00%</u>	

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

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, 2023, the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was .70%. 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, 2023 were as follows:

Total Pension Liability	\$ 79,046,154
Plan Fiduciary Net Position	<u>(36,809,972)</u>
Net Pension Liability	<u>\$ 42,236,182</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	46.57%

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2023 using the following actuarial assumptions.

Inflation	2.25%
Investment Rate of Return	7.125%
Salary increases 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

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

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 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	\$ 89,052,623	\$ 79,046,154	\$ 70,774,570
Plan Fiduciary Net Position	<u>36,809,972</u>	<u>36,809,972</u>	<u>36,809,972</u>
Net Pension Liability/(Asset)	<u>\$ 52,242,651</u>	<u>\$ 42,236,182</u>	<u>\$ 33,964,598</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	\$ 1,168,987
Interest on the Total Pension Liability	5,285,879
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	1,720,998
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	<u>(4,297,003)</u>
Net change in total pension liability	\$ 3,878,861
Total pension liability - beginning	<u>75,167,293</u>
Total pension liability - ending	<u>\$ 79,046,154</u>
Plan fiduciary net position	
Contributions - employer	\$ 3,893,439
Contributions - employee	562,838
Net investment income	(283,065)
Benefit payments, including refunds of employee contributions	(4,297,003)
Other (Net Transfer)	<u>(25,143)</u>
Net change in plan fiduciary net position	\$ (148,934)
Plan fiduciary net position - beginning	<u>36,958,906</u>
Plan fiduciary net position - ending	<u>\$ 36,809,972</u>
Net pension liability/(asset)	<u>\$ 42,236,182</u>
Plan fiduciary net position as a percentage of the total pension liability	46.57%
Covered valuation payroll	\$ 5,138,678
Net pension liability as a percentage of covered valuation payroll	821.93%

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	\$ 2,818,433	\$ 892,963
Changes in assumptions	2,264,202	-
Net difference between projected and actual earnings on pension plan investments	<u>3,909,482</u>	<u>-</u>
Total	<u>\$ 8,992,117</u>	<u>\$ 892,963</u>

Year Ending <u>December 31,</u>	Net Deferred Outflows of <u>Resources</u>
2024	\$ 2,535,622
2025	1,679,467
2026	2,955,634
2027	928,431
2028	-
Thereafter	<u>-</u>
	<u>\$ 8,099,154</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 \$698,828 to reduce the principal amount of the Tax Increment Financing notes for the Reunion Development Project agreement during the year ended April 30, 2023. The note balances related to this project in the amounts of \$6,204,734, \$6,204,734, \$4,564,604, and \$4,564,604 are still outstanding and not reflected in the debt of the City as of April 30, 2023.

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, 2023 amounted to \$102,681 and were reported as development expense. The balance of the Temporary Notes as of April 30, 2023 is \$461,844.

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, performed renovations, and is renting at full capacity. Until the developer obtains an outside source, the City has agreed to provide assistance through rental assistance vouchers. Potential future expenditures over a eight-year period are approximately \$347,723. The City made payments of \$39,719 towards this agreement in the year ended of April 30, 2023.

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, 2023:

	<u>General</u>	<u>Other Major Funds</u>	<u>Proprietary Funds</u>	<u>Nonmajor Funds</u>	<u>Total</u>
Receivables:					
Property Tax	\$ -	\$ 21,681,000	\$ -	\$ 3,985,400	\$ 25,666,400
Intergovernmental	4,876,230	925,547	-	510,121	6,311,898
Accounts	677,824	-	603,183	-	1,281,007
Unbilled Revenue	-	-	1,548,950	-	1,548,950
Lease	267,243	-	-	-	267,243
Notes/Other	592,058	-	-	284,802	876,860
	<u>6,413,355</u>	<u>22,606,547</u>	<u>2,152,133</u>	<u>4,780,323</u>	<u>35,952,358</u>
Gross Receivables					
Less: Allowance for uncollectible	-	-	140,866	-	140,866
Net Total Receivables	<u>\$ 6,413,355</u>	<u>\$ 22,606,547</u>	<u>\$ 2,011,267</u>	<u>\$ 4,780,323</u>	<u>\$ 35,811,492</u>

The City entered into a five-year lease agreement for property at the former Lindenwood campus. Future lease payments receivable, discounted at 3.00%, are as follows:

Fiscal Year Ended April 30,	<u>Governmental Activities</u>		
	<u>Lease</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 61,752	\$ 8,017	\$ 69,769
2025	65,017	6,165	71,182
2026	68,380	4,214	72,594
2027	72,094	1,955	74,049
	<u>\$ 267,243</u>	<u>\$ 20,351</u>	<u>\$287,594</u>

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

NOTE 8: INTERFUND RECEIVABLES/PAYABLES

The General Fund of the City made an interfund loan of \$580,000 to the Campus Fund. This balance is still outstanding at April 30, 2023.

NOTE 9: INTERFUND TRANSFERS

The following is a summary of interfund transfers for the year ended April 30, 2023:

General Fund Transfer From (To):	
Motor Fuel Tax Fund	\$ 300,000
ARPA Fund	1,553,926
Tax Increment Financing Fund Transfer (To):	
Sewerage Fund	(950,000)
TIF Debt Service Fund	(68,517)
PD Project Debt Service Fund	(1,271,288)
TIF Debt Service Fund Transfer From:	
Tax Increment Financing Fund	68,517
PD Project Debt Service Fund Transfer From:	
Tax Increment Financing Fund	1,271,288
Motor Fuel Tax Fund Transfer (To):	
General Fund	(300,000)
ARPA Fund Transfer From (To):	
Sewerage Fund	(8,227,717)
General Fund	(1,553,926)
Sewerage Fund Transfer From:	
ARPA Fund	8,227,717
Tax Increment Financing Fund	950,000
	<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, 2023:

Active Employees	293
Inactive Employees Currently Receiving Benefit Payments	<u>33</u>
Total	<u>326</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, 2023.

Net OPEB Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2023 were as follows:

Total OPEB Liability	\$ 8,801,577
Plan Fiduciary Net Position	<u>-</u>
Net OPEB Liability	<u>\$ 8,801,577</u>
Plan Fiduciary Net Position as a % of Total OPEB Liability	0%
Covered Employee Payroll	\$ 20,186,060
Employer’s Net OPEB Liability as a % of Employee Payroll	43.60%

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, 2023 using the following actuarial assumptions.

Projected Increase in Total Payroll	3.50%
Discount Rate	3.77%
Investment Rate of Return	N/A
Mortality Rates: Follows the PubS-2010 base rates projected fully generationally using scale MP2021 for Police and Fire. For all others, the PubG-2010 base rates projected fully generationally using scale MP2021 was used.	
Health Care Cost Inflation Rates:	
FY 2023	6.75%
FY 2024	6.50%
FY 2025	6.25%
FY 2026	6.00%
FY 2027	5.50%
FY 2028	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>5.75%</u>	<u>6.75%</u>	<u>7.75%</u>
Total OPEB Liability	<u>\$ 7,910,064</u>	<u>\$ 8,801,577</u>	<u>\$ 9,840,920</u>

Discount Rate:

The discount rate used to measure the total OPEB liability was 3.77 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>2.77%</u>	<u>3.77%</u>	<u>4.77%</u>
Total OPEB Liability	<u>\$ 9,498,030</u>	<u>\$ 8,801,577</u>	<u>\$ 8,158,637</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, 2023, the City recognized an OPEB expense of \$622,829. 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	\$ -	\$ (1,569,859)
Changes in assumptions	1,098,655	(900,287)
Net difference between projected and actual earnings on OPEB plan investments	-	-
Total	<u>\$ 1,098,655</u>	<u>\$ (2,470,146)</u>

Year Ending <u>April 30,</u>	Net Deferred Inflows of <u>Resources</u>
2024	\$ (188,676)
2025	(188,676)
2026	(188,676)
2027	(188,676)
2028	(188,676)
Thereafter	<u>(428,111)</u>
	<u>\$ (1,371,491)</u>

Funding Status and Funding Progress. As of May 1, 2023, 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 \$8,801,577. 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 \$93,284 as of April 30, 2023. Current year receipts from foreign fire insurance are \$145,547 and the current year expenditures were \$133,173. 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, 2023 were \$1,381,510.

NOTE 13: LEASE LIABILITY

The City has leased body cameras for a term of five years beginning June 2022 and ending in June 2027, with varying annual payments. The City made an initial payment upon lease signing of \$30,000 for the year ended April 30, 2023.

Future minimum lease payments as of April 30, 2023, including imputed interest are as follows:

Fiscal Year Ended April 30,	Governmental Activities		
	Lease	Interest	Total
2024	\$ 248,061	\$ 21,939	\$270,000
2025	115,503	14,497	130,000
2026	118,968	11,032	130,000
2027	122,537	7,463	130,000
2028	126,215	3,785	130,000
	<u>\$ 731,284</u>	<u>\$ 58,716</u>	<u>\$790,000</u>

The leases are being amortized using an interest rate of 3.00 for the body cameras. The related assets are being reported as Leased Assets on the Statement of Net Position.

NOTE 14: SUBSEQUENT EVENT

The City has evaluated events occurring after the financial statement date through October 4, 2023 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
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 15: LEASED ASSETS

Leased capital asset activity for the year ended April 30, 2023 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<u>Governmental activities:</u>				
Leased capital assets, being amortized:				
Machinery and Equipment	\$ -	\$ 761,284	\$ -	\$ 761,284
Total leased capital assets being amortized	<u>-</u>	<u>761,284</u>	<u>-</u>	<u>761,284</u>
Less accumulated amortization for:				
Machinery and equipment	<u>-</u>	<u>152,257</u>	<u>-</u>	<u>152,257</u>
Total accumulated amortization	<u>-</u>	<u>152,257</u>	<u>-</u>	<u>152,257</u>
Total leased capital assets, being amortized, net	<u>\$ -</u>	<u>\$ 609,027</u>	<u>\$ -</u>	<u>\$ 609,027</u>

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	Budgeted Amounts		Actual (Budget Basis)
	Original	Final	
Receipts:			
Local Taxes:			
Hotel/Motel	\$ 110,000	\$ 110,000	\$ 105,089
Property Taxes	1,000	1,000	973
Utility	<u>3,625,000</u>	<u>3,625,000</u>	<u>3,689,364</u>
Total Taxes	<u>3,736,000</u>	<u>3,736,000</u>	<u>3,795,426</u>
Licenses, Permits and Fees:			
Liquor Licenses	110,000	110,000	107,290
Franchise Fees	610,000	610,000	744,672
Business Licenses	110,000	110,000	119,023
Building Permits	90,000	90,000	101,236
Electrical Permits	25,200	25,200	30,948
Other Permits	66,500	66,500	63,124
Occupancy Permits	135,000	135,000	107,615
Housing Inspection Permits	370,000	370,000	358,158
Fire Inspection Fees	<u>55,000</u>	<u>55,000</u>	<u>18,428</u>
Total Licenses and Permits	<u>1,571,700</u>	<u>1,571,700</u>	<u>1,650,494</u>
Intergovernmental:			
State Income Tax	5,610,000	5,610,000	6,851,570
Sales Tax	11,118,700	11,118,700	11,097,015
Local Use Tax	1,600,000	1,600,000	1,726,702
Personal Property Replacement Tax	450,000	450,000	932,062
Grants	480,000	480,000	1,000
Gaming Tax	500,000	500,000	524,511
Cannibis Tax	82,000	82,000	66,763
Telecommunications Tax	<u>500,000</u>	<u>500,000</u>	<u>547,454</u>
Total Intergovernmental	<u>20,340,700</u>	<u>20,340,700</u>	<u>21,747,077</u>
Charges for Services:			
Trash Disposal Charges	3,415,000	3,415,000	3,496,338
Cemetery Fees	73,000	73,000	59,590
Dispatch Fees	385,000	385,000	483,758
Other Fees	46,000	46,000	29,851
Rent/Lease	<u>94,700</u>	<u>94,700</u>	<u>95,282</u>
Total Charges for Services	<u>4,013,700</u>	<u>4,013,700</u>	<u>4,164,819</u>
Fines and Forfeitures:			
Police and Circuit Clerk Fines	<u>120,400</u>	<u>120,400</u>	<u>113,120</u>
Total Fines and Forfeitures	<u>120,400</u>	<u>120,400</u>	<u>113,120</u>
Interest	<u>12,000</u>	<u>12,000</u>	<u>118,570</u>

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts (continued):			
Miscellaneous:			
Donations	\$ 7,005	\$ 7,005	\$ 1,000
Departmental Reimbursement	415,900	415,900	598,190
Proceeds From Fixed Asset Sales	25,000	25,000	152
Other	<u>29,800</u>	<u>29,800</u>	<u>26,026</u>
Total Miscellaneous	<u>477,705</u>	<u>477,705</u>	<u>625,368</u>
Total Receipts	<u>\$ 30,272,205</u>	<u>\$ 30,272,205</u>	<u>\$ 32,214,874</u>
Disbursements:			
General Government:			
Administrative:			
Personal Services	\$ 840,250	\$ 820,100	\$ 796,404
Contractual Services	1,106,050	1,163,350	1,158,063
Commodities	20,000	20,000	13,895
Capital Outlay	19,000	164,000	21,629
Debt Service	130,000	130,000	128,380
ARPA	4,817,501	4,817,501	1,553,926
Other	<u>215,250</u>	<u>215,250</u>	<u>65,136</u>
	<u>7,148,051</u>	<u>7,330,201</u>	<u>3,737,433</u>
Legal:			
Personal Services	195,200	195,200	195,050
Contractual Services	<u>17,000</u>	<u>12,000</u>	<u>6,148</u>
	<u>212,200</u>	<u>207,200</u>	<u>201,198</u>
Health and Housing:			
Personal Services	864,200	748,200	746,483
Contractual Services	371,950	248,450	72,214
Commodities	19,500	19,500	15,639
Capital Outlay	<u>6,000</u>	<u>6,000</u>	<u>491</u>
	<u>1,261,650</u>	<u>1,022,150</u>	<u>834,827</u>
Mayor's Office:			
Personal Services	210,850	196,950	196,901
Contractual Services	5,210	5,210	4,350
Commodities	<u>600</u>	<u>600</u>	<u>508</u>
	<u>216,660</u>	<u>202,760</u>	<u>201,759</u>
Finance:			
Personal Services	212,010	212,060	211,209
Contractual Services	5,000	5,000	1,278
Commodities	<u>800</u>	<u>690</u>	<u>470</u>
	<u>217,810</u>	<u>217,750</u>	<u>212,957</u>

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND
 FOR THE YEAR ENDED APRIL 30, 2023

	Budgeted Amounts		Actual (Budget Basis)
	Original	Final	
Disbursements (continued):			
Human Resources:			
Personal Services	\$ 135,470	\$ 126,870	\$ 126,757
Contractual Services	14,000	14,000	11,540
Commodities	500	600	521
	<u>149,970</u>	<u>141,470</u>	<u>138,818</u>
City Clerk:			
Personal Services	276,500	276,500	271,493
Contractual Services	17,200	17,200	13,385
Commodities	600	610	601
Capital Outlay	500	500	-
	<u>294,800</u>	<u>294,810</u>	<u>285,479</u>
Treasurer:			
Personal Services	\$ 126,980	\$ 126,980	\$ 124,153
Contractual Services	7,840	7,840	5,227
Commodities	1,000	1,000	394
Capital Outlay	800	800	-
	<u>136,620</u>	<u>136,620</u>	<u>129,774</u>
Maintenance:			
Personal Services	527,750	522,450	518,085
Contractual Services	210,150	219,600	211,341
Commodities	30,700	36,000	33,945
Capital Outlay	1,250	1,250	371
	<u>769,850</u>	<u>779,300</u>	<u>763,742</u>
Total General Government	<u>10,407,611</u>	<u>10,332,261</u>	<u>6,505,987</u>
Public Safety:			
Police Department:			
Personal Services	9,557,800	9,847,600	9,766,742
Contractual Services	1,043,640	990,640	930,072
Commodities	291,550	372,250	359,015
Capital Outlay	102,000	301,738	298,001
Other	18,000	18,000	13,615
	<u>11,012,990</u>	<u>11,530,228</u>	<u>11,367,445</u>
Fire Department:			
Personal Services	6,766,700	7,779,700	7,773,276
Contractual Services	696,040	696,040	613,098
Commodities	143,420	143,420	130,061
Capital Outlay	70,000	255,518	239,026
Other	5,000	5,000	2,117
	<u>7,681,160</u>	<u>8,879,678</u>	<u>8,757,578</u>

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND
 FOR THE YEAR ENDED APRIL 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual (Budget Basis)</u>
	<u>Original</u>	<u>Final</u>	
Disbursements (continued):			
Public Safety:			
Board of Police and Fire Commissioners:			
Contractual Services	\$ 4,000	\$ 9,000	\$ 8,300
	<u>4,000</u>	<u>9,000</u>	<u>8,300</u>
Total Public Safety	<u>18,698,150</u>	<u>20,418,906</u>	<u>20,133,323</u>
Public Works:			
Personal Services	\$ 1,474,800	\$ 1,395,800	\$ 1,394,056
Contractual Services	279,500	284,500	249,954
Commodities	180,000	227,300	226,186
Capital Outlay	<u>10,000</u>	<u>10,000</u>	<u>6,912</u>
Total Public Works	<u>1,944,300</u>	<u>1,917,600</u>	<u>1,877,108</u>
Parks and Recreation:			
Personal Services	660,150	643,150	641,067
Contractual Services	267,000	267,000	253,928
Commodities	151,000	149,700	141,966
Capital Outlay	<u>32,000</u>	<u>32,000</u>	<u>26,623</u>
Total Parks and Recreation	<u>1,110,150</u>	<u>1,091,850</u>	<u>1,063,584</u>
Health and Sanitation:			
Personal Services	1,152,300	1,125,500	1,123,116
Contractual Services	1,390,350	1,403,350	1,389,109
Commodities	265,600	355,600	351,715
Capital Outlay	85,000	85,000	84,928
Debt Service	<u>284,510</u>	<u>316,110</u>	<u>316,045</u>
Total Health and Sanitation	<u>3,177,760</u>	<u>3,285,560</u>	<u>3,264,913</u>
Cemetery:			
Personal Services	298,800	217,100	211,503
Contractual Services	24,350	29,550	24,100
Commodities	26,200	29,700	29,068
Capital Outlay	<u>20,500</u>	<u>20,500</u>	<u>16,401</u>
Total Cemetery	<u>369,850</u>	<u>296,850</u>	<u>281,072</u>
Engineering:			
Personal Services	297,400	184,400	180,935
Contractual Services	53,500	44,050	11,493
Commodities	6,000	6,000	2,675
Capital Outlay	<u>10,000</u>	<u>10,000</u>	<u>965</u>
Total Engineering	<u>366,900</u>	<u>244,450</u>	<u>196,068</u>

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND
 FOR THE YEAR ENDED APRIL 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Disbursements (continued):			
Planning & Economic Development:			
Personal Services	\$ 316,500	\$ 265,500	\$ 264,625
Contractual Services	73,250	76,750	74,415
Commodities	3,500	3,500	2,716
Capital Outlay	<u>1,200</u>	<u>1,200</u>	<u>813</u>
Total Planning & Economic Development	<u>394,450</u>	<u>346,950</u>	<u>342,569</u>
Total Disbursements	<u>\$ 36,469,171</u>	<u>\$ 37,934,427</u>	<u>\$ 33,664,624</u>
Excess (Deficiency) of Receipts Over			
Disbursements	<u>(6,196,966)</u>	<u>(7,662,222)</u>	<u>(1,449,750)</u>
Other Financing Sources:			
Transfers Out	(14,430)	(14,430)	(14,430)
Transfers In	<u>6,217,501</u>	<u>6,217,501</u>	<u>1,853,926</u>
Excess (Deficiency) of Receipts and Other			
Financing Sources Over Disbursements	<u>\$ 6,105</u>	<u>\$ (1,459,151)</u>	389,746
Change for reporting on modified accrual basis:			
Change in intergovernmental revenue on modified accrual basis			(162,152)
Change in other receivable on modified accrual basis			(29,152)
Change in accounts receivable on modified accrual basis			639,471
Change in prepaid expenses on modified accrual basis			63,465
Change in accrued payroll on modified accrual basis			(19,208)
Change in accounts payable on modified accrual basis			<u>(331,806)</u>
As reported on the Statement of Revenues, Expenditures			
and Changes in Fund Balance			<u>\$ 550,364</u>

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS)
TAX INCREMENT FINANCING FUND
FOR THE YEAR ENDED APRIL 30, 2023

	Budgeted Amounts		Actual (Budget Basis)
	Original	Final	
Receipts:			
Property Tax	\$ 19,712,600	\$ 19,712,600	\$ 20,435,084
Intergovernmental	3,510,000	3,510,000	3,581,038
Grants	200,000	200,000	3,000,000
Interest	38,060	38,060	470,720
Miscellaneous	28,000	28,000	30,219
Total Receipts	23,488,660	23,488,660	27,517,061
Disbursements:			
Current:			
Development:			
Contractual Services	2,559,900	2,420,900	742,651
Tax District Reimbursements and Rebates	8,157,000	8,470,500	8,030,705
Surplus Distribution	-	512,434	512,429
Capital Outlay	15,350,250	15,471,250	4,272,047
Debt Service	5,070,000	5,135,000	5,014,931
Total Disbursements	31,137,150	32,010,084	18,572,763
Excess (Deficiency) of Receipts Over Disbursements	(7,648,490)	(8,521,424)	8,944,298
Other Financing Sources:			
Transfers In	10,000	10,000	-
Transfers Out	(3,449,888)	(3,449,888)	(2,289,804)
Excess (Deficiency) of Receipts and Other Financing Sources Over Disbursements	\$ (11,088,378)	\$ (11,961,312)	6,654,494
Change for reporting on modified accrual basis:			
Change in other receivable on modified accrual basis			(3,000,000)
Change in intergovernmental revenue on modified accrual basis			14,834
Change in accounts payable on modified accrual basis			(385,423)
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			\$ 3,283,905

CITY OF BELLEVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS)
 ARPA FUND
 FOR THE YEAR ENDED APRIL 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts:			
Grants	\$ 7,896,251	\$ 7,896,251	\$ 7,896,250
Interest	15,000	15,000	115,493
Total Receipts	<u>7,911,251</u>	<u>7,911,251</u>	<u>8,011,743</u>
Disbursements:			
Capital Outlay	<u>10,904,992</u>	<u>10,904,992</u>	<u>7,541,239</u>
Total Disbursements	<u>10,904,992</u>	<u>10,904,992</u>	<u>7,541,239</u>
Excess (Deficiency) of Receipts Over Disbursements	\$ <u>(2,993,741)</u>	\$ <u>(2,993,741)</u>	<u>470,504</u>
Other Financing Sources:			
Transfers Out	<u>(4,817,501)</u>	<u>(4,817,501)</u>	<u>(1,553,926)</u>
Excess (Deficiency) of Receipts and Other Financing Sources Over Disbursements	\$ <u>(7,811,242)</u>	\$ <u>(7,811,242)</u>	(1,083,422)
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>(712,959)</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ 5,768,701</u>

CITY OF BELLEVILLE, ILLINOIS

POLICE PENSION FUND
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
APRIL 30, 2023

	Fiscal Year							
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Total Pension Liability:								
Service Cost	\$ 1,097,273	\$ 812,113	\$ 877,770	\$ 858,380	\$ 1,041,368	\$ 1,041,368	\$ 1,073,387	\$ 1,066,998
Interest	6,271,816	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	1,994,652	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	<u>(5,328,029)</u>	<u>(5,355,730)</u>	<u>(4,778,074)</u>	<u>(4,518,477)</u>	<u>(4,198,489)</u>	<u>(3,620,578)</u>	<u>(3,399,973)</u>	<u>(3,153,346)</u>
Net change in total pension liability	4,035,712	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	<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>	<u>64,397,242</u>
Total pension liability - ending	<u>\$ 97,835,033</u>	<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	4,158,801	4,485,645	3,975,490	3,741,544	3,038,320	3,428,642	3,061,478	2,388,327
Contributions - employee	568,669	660,906	525,306	540,293	513,954	542,225	565,398	595,180
Net investment income	757,543	(3,141,573)	13,139,791	(1,630,022)	2,045,425	2,988,591	3,641,360	(808,519)
Benefit payments, including refunds	<u>(5,328,029)</u>	<u>(5,355,730)</u>	<u>(4,778,074)</u>	<u>(4,518,477)</u>	<u>(4,198,489)</u>	<u>(3,620,578)</u>	<u>(3,399,973)</u>	<u>(3,153,346)</u>
Administrative	<u>(34,638)</u>	<u>(46,753)</u>	<u>(30,021)</u>	<u>(45,066)</u>	<u>(46,960)</u>	<u>(46,567)</u>	<u>(27,817)</u>	<u>(35,261)</u>
Net change in plan fiduciary net position	122,346	(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	<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>	<u>35,554,976</u>
Plan fiduciary net position - ending	<u>\$ 50,671,971</u>	<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>\$ 47,163,062</u>	<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>51.79%</u>	<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>\$ 5,800,766</u>	<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>813.05%</u>	<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, 2023

	Fiscal Year							
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Total Pension Liability:								
Service Cost	\$ 1,168,987	\$ 895,183	\$ 900,045	\$ 897,940	\$ 896,169	\$ 896,169	\$ 873,241	\$ 888,935
Interest	5,285,879	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	1,720,998	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>(4,297,003)</u>	<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	3,878,861	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>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>	<u>53,809,174</u>
Total pension liability - ending	<u>\$ 79,046,154</u>	<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	3,893,439	4,279,663	3,806,888	3,744,969	3,826,558	3,424,044	2,966,715	2,832,970
Contributions - employee	562,838	446,647	457,720	450,445	453,260	435,143	432,164	422,345
Net investment income	(283,065)	(2,672,574)	7,876,982	(836,344)	1,539,129	1,648,262	1,881,873	(372,624)
Benefit payments, including refunds	(4,297,003)	(4,037,525)	(3,793,237)	(3,736,855)	(3,605,112)	(3,546,424)	(3,345,140)	(3,154,634)
Administrative	<u>(25,143)</u>	<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	(148,934)	(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>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>	<u>25,337,790</u>
Plan fiduciary net position - ending	<u>\$ 36,809,972</u>	<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>\$ 42,236,182</u>	<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>46.57%</u>	<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>\$ 5,138,678</u>	<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>821.93%</u>	<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, 2023

	Fiscal Year						
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarial Determined Contribution	\$ 4,032,180	\$ 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>4,158,801</u>	<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>\$ (126,621)</u>	<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>\$ 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>
Contributions as a percentage of covered-employee payroll	<u>83.46%</u>	<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, 2023.

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:	18 years
Asset Valuation Method:	5 year smoothing of asset gains and losses
Actuarial Assumptions:	
Interest Rate (current and prior)	6.80%
Inflation	2.50%

Annual pay increases are based on service related table - 0-20 years 4.00% 20+ years 2.50%

Mortality Rates:

Healthy (pre-commencement) - Pub-2010 Public Safety Mortality Table without adjustment, with generational improvement scale MP-2021 applied from 2010

Healthy (post-commencement) - Pub-2010 Public Safety Mortality Table with 1.15 adjustment for males, with generational improvement scale MP-2021 applied from 2010

Disability - Pub-2010 Disabled Retiree Mortality Table with 1.08 adjustment for males, with generational improvement scale MP-2021 applied from 2010

CITY OF BELLEVILLE, ILLINOIS

FIREMEN'S PENSION FUND
SCHEDULE OF CONTRIBUTIONS
APRIL 30, 2023

	Fiscal Year						
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarial Determined Contribution	\$ 3,785,891	\$ 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>3,893,439</u>	<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>\$ (107,548)</u>	<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>\$ 4,863,446</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>
Contributions as a percentage of covered-employee payroll	<u>80.06%</u>	<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, 2023.

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:	18 years
Asset Valuation Method:	5 year smoothing of asset gains and losses
Actuarial Assumptions:	
Interest Rate (current and prior)	7.13%
Inflation	2.25%

Annual pay increases varies by service from 12.00% to 2.50%.

Mortality Rates:

- Healthy (pre-commencement) - Pub-2010 Public Safety Mortality Table without adjustment, with generational improvement scale MP-2021 applied from 2010
- Healthy (post-commencement) - Pub-2010 Public Safety Mortality Table with 1.081 adjustment for males, with generational improvement scale MP-2021 applied from 2010
- Disability - Pub-2010 Disabled Retiree Mortality Table with 1.178 adjustment for males, with generational improvement scale MP-2021 applied from 2010

CITY OF BELLEVILLE, ILLINOIS

POLICE PENSION FUND
SCHEDULE OF INVESTMENT RETURNS
APRIL 30, 2023

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

2023	1.50%
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%

CITY OF BELLEVILLE, ILLINOIS

FIREMEN'S PENSION FUND
SCHEDULE OF INVESTMENT RETURNS
APRIL 30, 2023

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

2023	0.70%
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%

CITY OF BELLEVILLE, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
APRIL 30, 2023

	<u>2022</u>	<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	\$ 913,103	\$ 882,989	\$ 981,057	\$ 980,638	\$ 919,596	\$ 1,012,756	\$ 966,744	\$ 977,248
Interest	4,638,978	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	(575,494)	(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>(3,812,539)</u>	<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	1,164,048	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>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>	<u>51,548,713</u>
Total pension liability - ending	<u>\$ 66,599,673</u>	<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	801,944	1,005,601	1,079,106	914,744	1,056,702	1,042,246	1,124,495	1,076,108
Contributions - employee	459,521	437,836	442,316	449,737	439,837	457,474	436,840	402,058
Net investment income	(9,517,944)	11,225,572	8,526,980	9,610,497	(2,973,928)	8,464,667	3,245,792	235,252
Benefit payments, including refunds	(3,812,539)	(3,549,295)	(3,403,830)	(3,371,335)	(2,928,037)	(2,683,027)	(2,317,764)	(2,317,937)
Other	<u>(683,664)</u>	<u>(328,130)</u>	123,179	<u>(57,456)</u>	550,510	<u>(417,289)</u>	<u>(280,407)</u>	<u>(185,553)</u>
Net change in plan fiduciary net position	(12,752,682)	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>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>	<u>47,470,252</u>
Plan fiduciary net position - ending	<u>\$ 62,251,131</u>	<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>\$ 4,348,542</u>	<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>93.47%</u>	<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 Valuation Payroll	<u>\$ 9,851,876</u>	<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 valuation payroll	<u>44.14%</u>	<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, 2023

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 801,943	\$ 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>801,944</u>	<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)</u>	<u>\$ (1,091)</u>	<u>\$ -</u>	<u>\$ (4,912)</u>	<u>\$ (3,836)</u>	<u>\$ 117</u>
 Covered Valuation Payroll	 <u>9,851,876</u>	 <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 valuation payroll	 <u>8.14%</u>	 <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, 2022.

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:	21 years
Asset Valuation Method:	5-Year smoothed market; 20% corridor
Actuarial Assumptions:	
Investment Rate of Return	7.25%
Wage Growth	2.75%
Price Inflation	2.25%

CITY OF BELLEVILLE, ILLINOIS

OPEB PLAN
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
APRIL 30, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total OPEB Liability:					
Service Cost	\$ 534,125	\$ 616,626	\$ 602,921	\$ 513,650	\$ 549,981
Interest	277,380	183,215	282,597	329,603	359,807
Difference between expected and actual experience	(175,451)	-	(1,885,805)	-	(128,383)
Assumption changes	345,923	(761,452)	470,015	737,392	(559,129)
Benefit payments, including refunds	<u>(581,881)</u>	<u>(558,236)</u>	<u>(519,289)</u>	<u>(612,790)</u>	<u>(564,783)</u>
Net change in total OPEB liability	400,096	(519,847)	(1,049,561)	967,855	(342,507)
Total OPEB liability - beginning	<u>8,401,481</u>	<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>\$ 8,801,577</u>	<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	581,881	558,236	519,289	612,790	564,783
Contributions - employee	-	-	-	-	-
Net investment income	-	-	-	-	-
Benefit payments, including refunds	(581,881)	(558,236)	(519,289)	(612,790)	(564,783)
Other	<u>-</u>	<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>	<u>-</u>
Plan fiduciary net position - ending	<u>\$ -</u>				
Net OPEB Liability	<u>\$ 8,801,577</u>	<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>	<u>0.00%</u>
Covered-employee Payroll	<u>\$ 20,186,060</u>	<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>43.60%</u>	<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, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Actuarial Determined Contribution	\$ 581,881	\$ 558,236	\$ 519,289	\$ 612,790	\$ 564,783
Contributions in relation to actuarial determined contribution	<u>581,881</u>	<u>558,236</u>	<u>519,289</u>	<u>612,790</u>	<u>564,783</u>
Contribution deficiency (excess)	<u>\$ -</u>				
 Covered-employee Payroll	 <u>\$ 20,186,060</u>	 <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>2.88%</u>	 <u>3.07%</u>	 <u>2.95%</u>	 <u>3.11%</u>	 <u>2.90%</u>

Actuarial valuation date for above is April 30, 2023.

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:	PubG-2010 base rates projected Fully Generationally using scale MP2021 PubS-1010 for Police and Fire
Healthcare Cost Inflation Rates:	6.75% in 2023 reduced annually to 4.50% in 2029 and after.
Actuarial Assumptions:	
Discount Rate	3.77%
Payroll Growth	3.50%
Retiree Participation Rate	60.00%

CITY OF BELLEVILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
APRIL 30, 2023

	Total Special Revenue	Debt Service				Capital Projects Fund	Permanent Fund Cemetery Care	Total Nonmajor Governmental Funds	
		Special Service Area	2011 Bond Fund	TIF	PD Project				Total
<u>Assets</u>									
Cash and Investments	\$ 10,192,334	\$ 263,073	\$ 2,808,686	\$ 14,320	\$ 1,321,355	\$ 4,407,434	\$ 506,166	\$ 210,669	\$ 15,316,603
Receivables (Net of allowance for uncollectible):									
Property Tax	3,886,500	98,900	-	-	-	98,900	-	-	3,985,400
Intergovernmental	150,720	-	359,401	-	-	359,401	-	-	510,121
Other	284,802	-	-	-	-	-	-	-	284,802
Lease	267,243	-	-	-	-	-	-	-	267,243
Prepaid Expenses	117,954	-	-	-	-	-	-	-	117,954
Total Assets	<u>\$ 14,899,553</u>	<u>\$ 361,973</u>	<u>\$ 3,168,087</u>	<u>\$ 14,320</u>	<u>\$ 1,321,355</u>	<u>\$ 4,865,735</u>	<u>\$ 506,166</u>	<u>\$ 210,669</u>	<u>\$ 20,482,123</u>
<u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>									
Liabilities:									
Accounts Payable	\$ 746,284	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 746,284
Accrued Salaries	88,572	-	-	-	-	-	-	-	88,572
Due To Other Funds	580,000	-	-	-	-	-	-	-	580,000
Total Liabilities	<u>1,414,856</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,414,856</u>
Deferred Inflows of Resources:									
Deferred Property Tax	3,886,500	98,900	-	-	-	98,900	-	-	3,985,400
Deferred Intergovernmental Tax	48	-	123,023	-	-	123,023	-	-	123,071
Deferred Revenue	528,422	-	-	-	-	-	-	-	528,422
	<u>4,414,970</u>	<u>98,900</u>	<u>123,023</u>	<u>-</u>	<u>-</u>	<u>221,923</u>	<u>-</u>	<u>-</u>	<u>4,636,893</u>
Fund Balances:									
Nonspendable	117,954	-	-	-	-	-	-	-	117,954
Restricted	9,494,452	263,073	3,045,064	14,320	1,321,355	4,643,812	-	210,669	14,348,933
Committed	136,561	-	-	-	-	-	506,166	-	642,727
Unassigned	(679,240)	-	-	-	-	-	-	-	(679,240)
Total Fund Balances	<u>9,069,727</u>	<u>263,073</u>	<u>3,045,064</u>	<u>14,320</u>	<u>1,321,355</u>	<u>4,643,812</u>	<u>506,166</u>	<u>210,669</u>	<u>14,430,374</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 14,899,553</u>	<u>\$ 361,973</u>	<u>\$ 3,168,087</u>	<u>\$ 14,320</u>	<u>\$ 1,321,355</u>	<u>\$ 4,865,735</u>	<u>\$ 506,166</u>	<u>\$ 210,669</u>	<u>\$ 20,482,123</u>

CITY OF BELLEVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2023

	Total Special Revenue	Special Service Area	Debt Service				Capital Projects Fund	Permanent Fund Cemetery Care	Total Nonmajor Government Funds
			2011 Bond Fund	TIF Debt	PD Project	Total			
Revenues:									
Property Tax	\$ 4,039,614	\$ 98,097	\$ -	\$ -	\$ -	\$ 98,097	\$ -	\$ -	\$ 4,137,711
Intergovernmental	3,381,495	-	1,512,099	-	-	1,512,099	-	-	4,893,594
Local Tax	68,567	-	-	-	-	-	-	-	68,567
Charges for Services	754,445	-	-	-	-	-	5,154	-	759,599
Fines and Forfeitures	192,410	-	-	-	-	-	-	-	192,410
Investment Income	151,340	4,695	34,172	539	16,001	55,407	6,061	1,465	214,273
Contributions	220,827	-	-	-	-	-	-	-	220,827
Miscellaneous	810,460	-	-	-	-	-	-	-	810,460
Total Revenues	<u>9,619,158</u>	<u>102,792</u>	<u>1,546,271</u>	<u>539</u>	<u>16,001</u>	<u>1,665,603</u>	<u>6,061</u>	<u>6,619</u>	<u>11,297,441</u>
Expenditures:									
Current:									
General Government	3,329,479	-	-	-	-	-	-	-	3,329,479
Public Safety	132,761	-	-	-	-	-	-	-	132,761
Public Works	1,583,117	-	-	-	-	-	-	-	1,583,117
Health and Welfare	200,004	-	-	-	-	-	-	-	200,004
Cultural and Recreational	2,412,135	-	-	-	-	-	-	-	2,412,135
Capital Outlay	1,419,673	-	-	-	-	-	-	-	1,419,673
Debt Service:									
Lease Principal	30,000	-	-	-	-	-	-	-	30,000
Principal	-	80,000	960,000	50,000	770,000	1,860,000	-	-	1,860,000
Interest and Fiscal Charges	-	21,159	93,017	68,718	504,274	687,168	-	-	687,168
Total Expenditures	<u>9,107,169</u>	<u>101,159</u>	<u>1,053,017</u>	<u>118,718</u>	<u>1,274,274</u>	<u>2,547,168</u>	<u>-</u>	<u>-</u>	<u>11,654,337</u>
Excess (Deficiency) of Revenues Over Expenditures	511,989	1,633	493,254	(118,179)	(1,258,273)	(881,565)	6,061	6,619	(356,896)
Other Financing Sources (Uses):									
Transfers In	-	-	-	68,517	1,271,288	1,339,805	-	-	1,339,805
Transfers Out	(300,000)	-	-	-	-	-	-	-	(300,000)
Total Other Financing Sources (Uses)	<u>(300,000)</u>	<u>-</u>	<u>-</u>	<u>68,517</u>	<u>1,271,288</u>	<u>1,339,805</u>	<u>-</u>	<u>-</u>	<u>1,039,805</u>
Net Change in Fund Balances	211,989	1,633	493,254	(49,662)	13,015	458,240	6,061	6,619	682,909
Fund Balances, Beginning of Year	<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>
Fund Balances, End of Year	<u>\$ 9,069,727</u>	<u>\$ 263,073</u>	<u>\$ 3,045,064</u>	<u>\$ 14,320</u>	<u>\$ 1,321,355</u>	<u>\$ 4,643,812</u>	<u>\$ 506,166</u>	<u>\$ 210,669</u>	<u>\$ 14,430,374</u>

CITY OF BELLEVILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
APRIL 30, 2023

	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	\$ 65,517	\$ 1,576,993	\$ 4,159,553	\$ 1,243,655	\$ 856,610	\$ 436,353	\$ 69,804	\$ 3,342	\$ 385,918	\$ 1,144,399	\$ 100,693	\$ 101,180	\$ 48,317	\$ 10,192,334
Receivables (Net of allowance for uncollectible):														
Property Tax	-	420,900	-	1,000,500	1,336,900	891,500	-	-	-	198,600	-	-	38,100	3,886,500
Intergovernmental	-	-	150,653	-	-	-	-	-	-	-	67	-	-	150,720
Other	-	16,414	-	-	-	69,440	7,662	-	-	-	-	191,286	-	284,802
Lease	-	-	-	-	-	-	-	-	-	-	-	267,243	-	267,243
Prepaid Expenses	-	6,572	-	-	9,857	-	-	-	-	7,983	-	91,898	1,644	117,954
Total Assets	<u>\$ 65,517</u>	<u>\$ 2,020,879</u>	<u>\$ 4,310,206</u>	<u>\$ 2,244,155</u>	<u>\$ 2,203,367</u>	<u>\$ 1,397,293</u>	<u>\$ 77,466</u>	<u>\$ 3,342</u>	<u>\$ 385,918</u>	<u>\$ 1,350,982</u>	<u>\$ 100,760</u>	<u>\$ 651,607</u>	<u>\$ 88,061</u>	<u>\$ 14,899,553</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance														
Liabilities:														
Accounts Payable	\$ -	\$ 20,466	\$ 455,640	\$ 43,532	\$ 40,476	\$ 43,587	\$ 6,422	\$ -	\$ 7,007	\$ -	\$ -	\$ 129,154	\$ -	\$ 746,284
Accrued Salaries	-	14,912	-	-	67,175	-	-	-	-	5,112	-	1,373	-	88,572
Due To Other Funds	-	-	-	-	-	-	-	-	-	-	-	580,000	-	580,000
Total Liabilities	<u>-</u>	<u>35,378</u>	<u>455,640</u>	<u>43,532</u>	<u>107,651</u>	<u>43,587</u>	<u>6,422</u>	<u>-</u>	<u>7,007</u>	<u>5,112</u>	<u>-</u>	<u>710,527</u>	<u>-</u>	<u>1,414,856</u>
Deferred Inflows of Resources:														
Deferred Property Tax	-	420,900	-	1,000,500	1,336,900	891,500	-	-	-	198,600	-	-	38,100	3,886,500
Deferred Intergovernmental Tax	-	-	-	-	-	-	-	-	-	-	48	-	-	48
Deferred Revenue	-	-	-	-	-	-	-	-	-	-	-	528,422	-	528,422
Total Deferred Inflows of Resources	<u>-</u>	<u>420,900</u>	<u>-</u>	<u>1,000,500</u>	<u>1,336,900</u>	<u>891,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>198,600</u>	<u>48</u>	<u>528,422</u>	<u>38,100</u>	<u>4,414,970</u>
Fund Balance:														
Nonspendable	-	6,572	-	-	9,857	-	-	-	-	7,983	-	91,898	1,644	117,954
Restricted	-	1,558,029	3,854,566	1,200,123	748,959	462,206	-	3,342	378,911	1,139,287	100,712	-	48,317	9,494,452
Committed	65,517	-	-	-	-	-	71,044	-	-	-	-	-	-	136,561
Unassigned	-	-	-	-	-	-	-	-	-	-	-	(679,240)	-	(679,240)
Total Fund Balance	<u>65,517</u>	<u>1,564,601</u>	<u>3,854,566</u>	<u>1,200,123</u>	<u>758,816</u>	<u>462,206</u>	<u>71,044</u>	<u>3,342</u>	<u>378,911</u>	<u>1,147,270</u>	<u>100,712</u>	<u>(587,342)</u>	<u>49,961</u>	<u>9,069,727</u>
Total Liabilities, Deferred Inflows, of Resources, and Fund Balance	<u>\$ 65,517</u>	<u>\$ 2,020,879</u>	<u>\$ 4,310,206</u>	<u>\$ 2,244,155</u>	<u>\$ 2,203,367</u>	<u>\$ 1,397,293</u>	<u>\$ 77,466</u>	<u>\$ 3,342</u>	<u>\$ 385,918</u>	<u>\$ 1,350,982</u>	<u>\$ 100,760</u>	<u>\$ 651,607</u>	<u>\$ 88,061</u>	<u>\$ 14,899,553</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, 2023

	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	\$ -	\$ 387,236	\$ -	\$ 1,200,943	\$ 1,290,207	\$ 893,048	\$ -	\$ -	\$ -	\$ 228,985	\$ -	\$ -	\$ 39,195	\$ 4,039,614
Intergovernmental	25,000	286,163	2,247,504	289,658	281,202	-	-	-	35,000	215,190	1,778	-	-	3,381,495
Local Tax	-	-	-	-	-	-	68,567	-	-	-	-	-	-	68,567
Charges for Services	-	288,719	10,246	-	79,670	-	-	-	-	-	-	375,810	-	754,445
Fines and Forfeitures	-	-	-	-	2,006	-	-	-	190,404	-	-	-	-	192,410
Investment Income	305	23,740	64,790	16,838	13,675	8,754	717	47	4,093	14,399	2,032	1,018	932	151,340
Contributions	-	39,214	-	-	7,864	-	-	35,400	138,006	343	-	-	-	220,827
Miscellaneous	-	487	-	-	15,898	-	-	-	-	6,094	-	787,981	-	810,460
Total Revenues	25,305	1,025,559	2,322,540	1,507,439	1,690,522	901,802	69,284	35,447	367,503	465,011	3,810	1,164,809	40,127	9,619,158
Expenditures:														
Current:														
General Government	-	-	-	1,213,223	-	888,619	67,767	-	-	167,445	-	992,425	-	3,329,479
Public Safety	-	-	-	-	-	-	-	-	132,761	-	-	-	-	132,761
Public Works	-	-	1,547,311	-	-	-	-	-	-	-	-	-	35,806	1,583,117
Health and Welfare	-	-	-	-	-	-	-	-	-	200,004	-	-	-	200,004
Cultural and Recreational	624	690,557	-	-	1,705,885	-	-	15,069	-	-	-	-	-	2,412,135
Lease Principal	-	-	-	-	-	-	-	-	30,000	-	-	-	-	30,000
Capital Outlay	29,376	336,254	961,933	-	-	-	-	20,400	-	-	-	71,710	-	1,419,673
Total Expenditures	30,000	1,026,811	2,509,244	1,213,223	1,705,885	888,619	67,767	35,469	162,761	367,449	-	1,064,135	35,806	9,107,169
Excess (Deficiency) of Revenues Over Expenditures	(4,695)	(1,252)	(186,704)	294,216	(15,363)	13,183	1,517	(22)	204,742	97,562	3,810	100,674	4,321	511,989
Other Financing Sources (Uses):														
Transfers Out	-	-	(300,000)	-	-	-	-	-	-	-	-	-	-	(300,000)
Total Other Financing Sources (Uses)	-	-	(300,000)	-	-	-	-	-	-	-	-	-	-	(300,000)
Net Change in Fund Balances	(4,695)	(1,252)	(486,704)	294,216	(15,363)	13,183	1,517	(22)	204,742	97,562	3,810	100,674	4,321	211,989
Fund Balance, Beginning 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
Fund Balance, End of Year	\$ 65,517	\$ 1,564,601	\$ 3,854,566	\$ 1,200,123	\$ 758,816	\$ 462,206	\$ 71,044	\$ 3,342	\$ 378,911	\$ 1,147,270	\$ 100,712	\$ (587,342)	\$ 49,961	\$ 9,069,727

CITY OF BELLEVILLE, ILLINOIS

COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS - PENSION TRUST FUNDS
APRIL 30, 2023

	<u>Police Pension</u>	<u>Firemen's Pension</u>	<u>Total</u>
Assets:			
Cash and Cash Equivalents	\$ 1,381,968	\$ 1,648,518	\$ 3,030,486
Investments, at Market	45,424,718	31,547,838	76,972,556
Receivables:			
Taxes Receivable	<u>3,861,422</u>	<u>3,613,616</u>	<u>7,475,038</u>
Total Assets	<u>50,668,108</u>	<u>36,809,972</u>	<u>87,478,080</u>
Liabilities:			
Benefit Withholdings	<u>(3,863)</u>	<u>-</u>	<u>(3,863)</u>
Net Position - Restricted for Pensions	<u>\$ 50,671,971</u>	<u>\$ 36,809,972</u>	<u>\$ 87,481,943</u>

CITY OF BELLEVILLE, ILLINOIS

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS - PENSION TRUST FUNDS
 FOR THE YEAR ENDED APRIL 30, 2023

	<u>Police Pension</u>	<u>Firemen's Pension</u>	<u>Total</u>
Additions:			
Contributions:			
Employee Contributions	\$ 568,669	\$ 562,838	\$ 1,131,507
Employer Contributions:			
Property Taxes	3,869,546	3,621,330	7,490,876
Personal Property Replacement Taxes	<u>289,255</u>	<u>272,109</u>	<u>561,364</u>
Total Contributions	<u>4,727,470</u>	<u>4,456,277</u>	<u>9,183,747</u>
Investment Income:			
Interest and Dividend Income	285,750	107,258	393,008
Gain (Loss) on Sales of Securities	(1,598,848)	(9,345)	(1,608,193)
Net Change in Fair Market Value of Investments	<u>2,089,828</u>	<u>(350,414)</u>	<u>1,739,414</u>
Less Investment Expense	<u>776,730</u>	<u>(252,501)</u>	<u>524,229</u>
Less Investment Expense	<u>(19,187)</u>	<u>(15,324)</u>	<u>(34,511)</u>
Total Investment Income	<u>757,543</u>	<u>(267,825)</u>	<u>489,718</u>
Total Additions	<u>5,485,013</u>	<u>4,188,452</u>	<u>9,673,465</u>
Deductions:			
Benefits Paid to Participants:			
Service and Disability	4,688,470	3,601,297	8,289,767
Dependents	499,972	695,706	1,195,678
Refund of Contributions	139,587	-	139,587
Professional Fees	16,250	37,246	53,496
Other	<u>18,388</u>	<u>3,137</u>	<u>21,525</u>
Total Deductions	<u>5,362,667</u>	<u>4,337,386</u>	<u>9,700,053</u>
Change in Net Position	122,346	(148,934)	(26,588)
Net Position, Beginning of Year	<u>50,549,625</u>	<u>36,958,906</u>	<u>87,508,531</u>
Net Position, End of Year	<u>\$ 50,671,971</u>	<u>\$ 36,809,972</u>	<u>\$ 87,481,943</u>

CITY OF BELLEVILLE, ILLINOIS

**SCHEDULE OF ASSESSED VALUATION, TAX RATES,
EXTENSIONS AND COLLECTIONS
(UNAUDITED)
APRIL 30, 2023**

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
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
2021	434,635,341	0.0277	0.1381	0.8743	0.8295	0.2992	0.2071	0.1404	0.0898	0.0254	2.6315

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
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
2021	120,394	600,231	3,800,017	3,605,300	1,300,429	900,130	610,228	390,303	110,397	11,437,429

Taxes Collected

Levy Year	Total Taxes Extended	Total Taxes Collected	Percent of Current Year Taxes Collected	Current Year Uncollected Balance
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
2021	11,437,429	11,345,336	99.19%	92,093



**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, 2023, 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 October 4, 2023.

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.



Certified Public Accountants

Alton, Illinois

October 4, 2023



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Belleville, Illinois' compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of City of Belleville, Illinois' major federal programs for the year ended April 30, 2023. The City of Belleville, Illinois' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City of Belleville, Illinois complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended April 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance 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 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City of Belleville, Illinois' compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City of Belleville, Illinois' federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City of Belleville, Illinois' compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report.

on compliance about the City of Belleville, Illinois' compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City of Belleville, Illinois' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City of Belleville, Illinois' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City of Belleville, Illinois' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

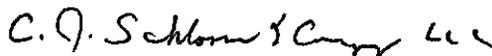
Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Certified Public Accountants
Alton, Illinois
October 4, 2023

CITY OF BELLEVILLE, ILLINOIS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED APRIL 30, 2023

Federal Grantor/ Pass-through Grantor/ <u>Program Title</u>	Assistance Listing <u>Number</u>	Agency or Pass-through <u>Number</u>	Program or Award <u>Amount</u>	Federal Disbursements/ <u>Expenditures</u>
<u>Department of the Treasury</u>				
Passed through the State of Illinois:				
Coronavirus State & Local Fiscal Recovery Funds	21.027		15,792,501	<u>15,461,333</u>
				<u>15,461,333</u>
<u>Department of Justice</u>				
Direct Award:				
De-escalation Grant	16.710		35,000	35,000
Equitable Sharing Funds	16.922		181,300	<u>114,428</u>
				<u>149,428</u>
 Total Federal Awards				 <u>\$ 15,610,761</u>

No awards were passed through to Sub-recipients

See notes to schedule of expenditures of federal awards

CITY OF BELLEVILLE, ILLINOIS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
APRIL 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

The accompanying Schedule of Federal Awards presents the activity of all federal award programs of the City of Belleville, Illinois. The City's reporting entity is defined in Note 1 to the City's financial statements. Federal awards passed through other government agencies are included on the schedule.

Basis of Accounting

The accompanying Schedule of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the City's financial statements.

Noncash Assistance, Federal Insurance and Loans/Loan Guarantees

The City did not receive any noncash assistance, federal guaranteed loans or federal insurance for any of its programs for the year ended April 30, 2023.

Subrecipient Monitoring

The City did not provide any funds to subrecipients for federal funds.

Indirect Cost Rate

The City elected to use the de minimis indirect cost rate of 10%.

CITY OF BELLEVILLE, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
APRIL 30, 2023

Part 1 -- Summary of Auditor's Results

- (a) The independent accountants' report expresses an unmodified opinion on the governmental activities and the business-type activities and fund financial statements.
- (b) No significant deficiencies or material weaknesses in internal control were disclosed during the audit of the financial statements which would be required to be reported in accordance with Government Auditing Standards.
- (c) No instances of noncompliance material to the financial statements were disclosed during the audit which would be required to be reported in accordance with Governmental Auditing Standards.
- (d) No significant deficiencies or material weaknesses in internal control over major federal programs were disclosed by the audit of the financial statements of the City.
- (e) An unmodified opinion was issued in the report on compliance for major programs.
- (f) The audit did not disclose any findings required to be reported in accordance with Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*.
- (g) The City's major program is Coronavirus Relief Fund - ALN #21.027.
- (h) The dollar threshold to distinguish between Type A and Type B programs is \$750,000.
- (i) The City did not qualify as a low-risk auditee under Section .530.

Part 2 -- The City has no findings to the financial statements that are required to be reported in accordance with GAGAS.

Part 3 -- The City has no findings or questioned costs for federal awards

CITY OF BELLEVILLE, ILLINOIS

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
APRIL 30, 2023

None