



CITY OF BELVIDERE, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2023



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Prepared By

Shannon Hansen
Finance/Budget Officer

CITY OF BELVIDERE, ILLINOIS
TABLE OF CONTENTS

	<u>Page(s)</u>
Principal Officials	i
INDEPENDENT AUDITOR’S REPORT	1-4
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	5-6
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Management’s Discussion and Analysis.....	MD&A 1-12
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position.....	7-8
Statement of Activities	9-10
Fund Financial Statements	
Governmental Funds	
Balance Sheet.....	11
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position.....	12
Statement of Revenues, Expenditures, and Changes in Fund Balances	13
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Governmental Activities in the Statement of Activities	14
Proprietary Fund	
Statement of Net Position	15-16
Statement of Revenues, Expenses, and Changes in Net Position.....	17
Statement of Cash Flows	18-19

CITY OF BELVIDERE, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)	
Basic Financial Statements (Continued)	
Fund Financial Statements (Continued)	
Fiduciary Funds	
Statement of Fiduciary Net Position.....	20
Statement of Changes in Fiduciary Net Position.....	21
Notes to Financial Statements	22-79
Required Supplementary Information	
Schedule of Employer Contributions	
Illinois Municipal Retirement Fund - Regular	80
Illinois Municipal Retirement Fund - SLEP.....	81
Police Pension Fund	82
Firefighters' Pension Fund	83
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios	
Illinois Municipal Retirement Fund - Regular	84-85
Illinois Municipal Retirement Fund - SLEP.....	86-87
Police Pension Fund	88-89
Firefighters' Pension Fund	90-91
Schedule of Changes in the Employer's Total OPEB Liability and Related Ratios	
City Other Postemployment Benefit Plan	92
Ida Public Library Other Postemployment Benefit Plan.....	93
Schedule of Investment Return	
Police Pension Fund	94
Firefighters' Pension Fund	95
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
General Fund.....	96
Motor Fuel Tax Fund.....	97
Notes to Required Supplementary Information	98

CITY OF BELVIDERE, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
SUPPLEMENTARY INFORMATION	
MAJOR GOVERNMENTAL FUNDS	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
Capital Projects Fund	99
Schedule of Revenues - Budget and Actual - General Fund.....	100-102
Schedule of Detailed Expenditures - Budget and Actual - General Fund.....	103-108
NONMAJOR GOVERNMENTAL FUNDS	
Combining Balance Sheet	109-110
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	111-112
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
Kishwaukee TIF Fund	113
Farmington SSA #2 Fund.....	114
Farmington SSA #3 Fund.....	115
MAJOR PROPRIETARY FUNDS	
Water and Sewer Fund	
Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual.....	116
Schedule of Operating Expenses - Budget and Actual	117-119
FIDUCIARY FUNDS	
Combining Statement of Net Position.....	120
Combining Statement of Changes in Plan Net Position.....	121
Schedule of Changes in Fiduciary Net Position - Budget and Actual	
Police Pension Trust Fund.....	122
Firefighters' Pension Trust Fund.....	123
COMPONENT UNIT	
Ida Public Library	
Statement of Net Position and Balance Sheet	124-125
Statement of Activities and Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual	126

CITY OF BELVIDERE, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
SUPPLEMENTARY INFORMATION (Continued)	
SUPPLEMENTAL SCHEDULES	
Schedule of Long-Term Debt Requirements	
Installment Contract Payable.....	127
General Obligation Debt Certificates of 2005.....	128
IEPA Wastewater Treatment Works Loan Payable	129
SUPPLEMENTAL DATA (Unaudited)	
Assessed Valuations, Tax Rates, and Tax Extensions	130-131
Property Tax Levies and Collections	132

CITY OF BELVIDERE, ILLINOIS
PRINCIPAL OFFICIALS
April 30, 2023

LEGISLATIVE

ELECTED OFFICIALS

Mayor: Clinton Morris

City Clerk: Sarah Turnipseed

Treasurer: Cory Thornton

Ward 1 Alderman:

Ward 1 Alderman:

Tom Porter

Clayton Stevens

Ward 2 Alderman:

Ward 2 Alderman:

Natalie Mulhall

Daniel Snow

Ward 3 Alderman:

Ward 3 Alderman:

Sheryl Prather

Wendy Frank

Ward 4 Alderman:

Ward 4 Alderman:

Mike McGee

Matt Fleury

Ward 5 Alderman:

Ward 5 Alderman:

Marsha Freeman

Ric Brereton

ADMINISTRATIVE

Police Chief:

Shane Woody

Fire Chief:

Shawn Schadle

Budget & Finance Officer:

Shannon Hansen

Public Works Director:

Brent Anderson

Building Director:

Kip Countryman

City Attorney:

Mike Drella

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor
Members of the City Council
City of Belvidere, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Belvidere, Illinois (the City), as of and for the year ended April 30, 2023, and the related notes to financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Belvidere, 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 (GAAS) and the standards applicable to financial audits in *Government Auditing Standards*, issued by the Comptroller General of the United States. The Ida Public Library, discretely presented component unit, was not audited in accordance with *Government Auditing Standards*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. Our responsibilities under these standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS 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 GAAS 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's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents 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.

The City has omitted the schedule of changes in the employer's net pension liability and related ratios and the schedule of investment returns for the Police Pension Fund and Firefighters' Pension Fund for April 30, 2015 that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplementary information is presented for the purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information is the responsibility of management and is derived from and relate 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 11, 2023, on our consideration of the City's 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 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 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 the City's internal control over financial reporting and compliance.

Sikich LLP

Naperville, Illinois
October 11, 2023

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

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**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***

The Honorable Mayor
Members of the City Council
City of Belvidere, 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Belvidere, Illinois (the City) as of and for the year ended April 30, 2023, and the related notes to financial statements, which collectively comprise the City’s basic financial statements, and have issued our report thereon dated October 11, 2023. The financial statements of Ida Public Library, a discretely presented component unit, were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with Ida Public Library.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City’s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City’s internal control over financial reporting.

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 City’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 or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of 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 financial statements. 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 City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sikich LLP

Naperville, Illinois
October 11, 2023

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

CITY OF BELVIDERE, ILLINOIS

Management's Discussion and Analysis April 30, 2023

Our discussion and analysis of the City of Belvidere's financial performance provides an overview of the City's financial activities for the fiscal year ended April 30, 2023. Please read it in conjunction with the City's financial statements, which begin on page 5.

FINANCIAL HIGHLIGHTS

- The City of Belvidere's net position increased as a result of this year's operations. The net position of business-type activities decreased by \$488,633, or 1.1 percent and the net position of the governmental activities increased by \$11,578,964.
- During the year, government-wide revenues for the primary government totaled \$42,080,143 while expenses totaled \$30,989,812, resulting in an increase to net position of \$11,090,331.
- The City's net position totaled \$54,127,900 on April 30, 2023, which includes \$56,799,090 net investment in capital assets, \$1,264,701 subject to external restrictions, and (\$3,935,891) unrestricted net deficit that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported a surplus this year of \$5,695,999 resulting in an ending fund balance of \$25,370,115 which is an increase of 28.9 percent. This increase was the result of new revenue streams that were implemented during the fiscal year 2019 in addition to increases in sales tax, personal property replacement tax and income tax.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 7-10) provide information about the activities of the City of Belvidere as a whole and present a longer-term view of the City's finances. Fund financial statements begin on page 11. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the City of Belvidere's finances, in a matter similar to a private sector business. The government-wide financial statements can be found on pages 7-10 of this report.

CITY OF BELVIDERE, ILLINOIS

Management's Discussion and Analysis April 30, 2023

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements – Continued

The Statement of Net Position reports information on all of the City's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the City's property tax base and the condition of the City's infrastructure, is needed to assess the overall health of the City.

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

Both of the government-wide financial statements distinguish functions of the City of Belvidere 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, highways and streets, health and social services, and community and economic development. The business-type activities of the City include water and sewer operations.

The City of Belvidere includes one separate legal entity in its report. The Ida Public Library is presented as a discretely presented component unit. Although legally separate, this "component unit" is important because the City is financially accountable for it. Financial information for the component unit is reported separately from the financial information presented for the primary government itself.

Fund Financial Statements

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

Governmental Funds

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

CITY OF BELVIDERE, ILLINOIS

Management's Discussion and Analysis April 30, 2023

USING THIS ANNUAL REPORT – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

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

The City of Belvidere maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, which is considered a major fund. Data from the other seven governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. The City adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget. The basic governmental fund financial statements can be found on pages 11-14 of this report.

Proprietary Funds

The City maintains one proprietary fund type: enterprise. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City utilizes an enterprise fund to account for its water and sewer operations. Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund, which is considered to be a major fund of the City. The basic proprietary fund financial statements can be found on pages 15-19 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 use for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 20-21 of this report.

CITY OF BELVIDERE, ILLINOIS

Management's Discussion and Analysis April 30, 2023

USING THIS ANNUAL REPORT – Continued

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 22-79 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's I.M.R.F., SLEP, police and fire employee pension obligations and budgetary comparison schedule for the General Fund. Required supplementary information can be found on pages 80-98 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 99-119 of this report.

CITY OF BELVIDERE, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2023**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government’s financial position. The following tables show that in the case of the City of Belvidere, assets/deferred outflows exceeded liabilities/deferred inflows by \$54,127,900.

	Net Position					
	Governmental		Business-type		Total	
	Activities		Activities			
	2023	2022	2023	2022	2023	2022
Current/Other Assets	\$ 35,754,081	33,130,870	7,139,523	8,736,087	42,893,604	41,866,957
Capital Assets	20,949,582	19,600,973	40,959,162	40,048,456	61,908,744	59,649,429
Total Assets	56,703,663	52,731,843	48,098,685	48,784,543	104,802,348	101,516,386
Deferred Outflows	11,319,050	4,775,413	1,558,726	601,965	12,877,776	5,377,378
Total Assets and Deferred Outflows	68,022,713	57,507,256	49,657,411	49,386,508	117,680,124	106,893,764
Long-Term Liabilities	41,836,379	37,261,388	6,519,112	4,137,742	48,355,491	41,399,130
Other Liabilities	3,550,506	8,070,890	566,164	786,299	4,116,670	8,857,189
Total Liabilities	45,386,885	45,332,278	7,085,276	4,924,041	52,472,161	50,256,319
Deferred Inflows	10,372,280	11,490,394	707,783	2,109,482	11,080,063	13,599,876
Total Assets and Deferred Outflows	55,759,165	56,822,672	7,793,059	7,033,523	63,552,224	63,856,195
Net Position						
Net Investment in Capital Assets	20,397,956	16,242,728	36,401,134	37,744,185	56,799,090	53,986,913
Restricted	1,264,701	2,923,113	-	-	1,264,701	2,923,113
Unrestricted (Deficit)	(9,399,109)	(18,481,257)	5,463,218	4,608,800	(3,935,891)	(13,872,457)
Total Net Position	12,263,548	684,584	41,864,352	42,352,985	54,127,900	43,037,569

A large portion of the City’s net position, \$56,799,090 or 105.0 percent, reflects its net investment in capital assets (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$1,264,701 or 2.0 percent, of the City’s net position represents resources that are subject to external restrictions on how they may be used. The remaining percentage, or (\$3,935,891), represents unrestricted net deficit. At year-end, the City is able to report positive balances in the business-type activities, but has a negative balance for governmental activities, due primarily to the net pension liabilities for the police and firefighter pension plans in addition to the IMRF plan.

CITY OF BELVIDERE, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2023**

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Change in Net Position					
	Governmental		Business-Type		Total	
	2023	2022	2023	2022	2023	2022
Revenues						
Program Revenues						
Charges for Services	2,792,905	1,864,756	5,496,922	5,592,466	8,289,827	7,457,222
Operating Grants/Contrib.	1,129,329	1,304,885	-	3,365	1,129,329	1,308,250
Capital Grants/Contrib.	392,145	662,051	-	621,893	392,145	1,283,944
General Revenues						
Property Taxes	5,288,113	5,324,473	-	-	5,288,113	5,324,473
Utility Taxes	2,498,755	2,385,118	-	-	2,498,755	2,385,118
Replacement Taxes	1,650,012	1,249,292	-	-	1,650,012	1,249,292
American Rescue Plan Act	929,431	-	-	-	929,431	-
Other Taxes	1,056,104	1,111,410	-	-	1,056,104	1,111,410
Sales and Use Taxes	7,689,560	7,194,574	-	-	7,689,560	7,194,574
Income Taxes	4,094,235	3,667,723	-	-	4,094,235	3,667,723
Special Items	7,586,533	-	-	-	7,586,533	-
Other General Revenues	1,331,440	367,043	144,659	(20,537)	1,476,099	346,506
Total Revenues	36,438,562	25,131,325	5,641,581	6,197,187	42,080,143	31,328,512
Expenses						
General Government	2,928,252	2,688,849	-	-	2,928,252	2,688,849
Public Safety	15,282,627	12,962,541	-	-	15,282,627	12,962,541
Highways and Streets	5,937,177	5,348,993	-	-	5,937,177	5,348,993
Health and Social Services	3,229	2,599	-	-	3,229	2,599
Community/Economic Devel.	76,576	93,804	-	-	76,576	93,804
Interest on Long-Term Debt	23,190	398,084	-	-	23,190	398,084
Water and Sewer	-	-	6,738,761	6,161,054	6,738,761	6,161,054
Total Expenses	24,251,051	21,494,870	6,738,761	6,161,054	30,989,812	27,655,924
Change in Net Position						
Before Transfers	12,187,511	3,636,455	(1,097,180)	36,133	11,090,331	3,672,588
Transfers in (out)	(608,547)	-	608,547	-	-	-
Change in Net Position	11,578,964	3,636,455	(488,633)	36,133	11,090,331	3,672,588
Net Position - Beginning	684,584	(2,951,871)	42,352,985	42,316,852	43,037,569	39,364,981
Net Position - Ending	12,263,548	684,584	41,864,352	42,352,985	54,127,900	43,037,569

CITY OF BELVIDERE, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2023**

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Net position of the City of Belvidere’s governmental activities increased by 1691.4 percent to \$12,263,548 in 2023 compared to \$684,584 in 2022. Unrestricted net position within governmental activities, the part of net position that can be used to finance day-to-day operations without constraints, totaled a deficit position of (\$9,399,109) at April 30, 2023.

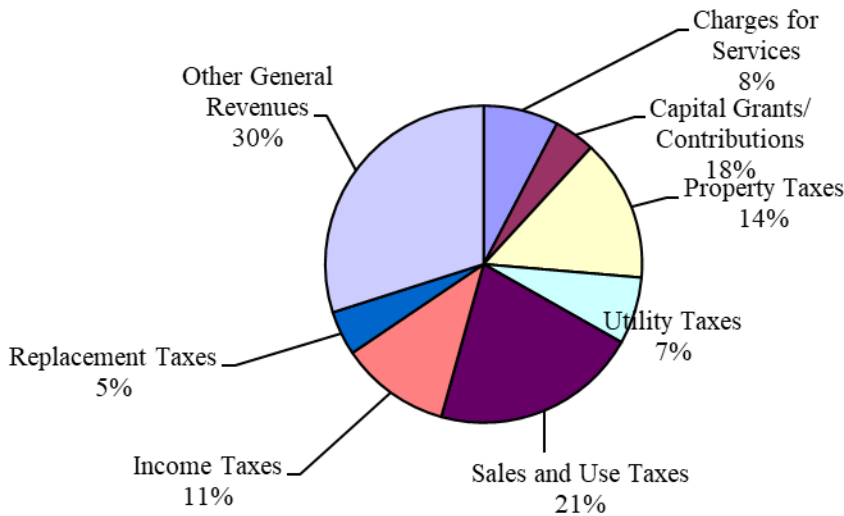
Net position of the business-type activities decreased by 1.1 percent to \$41,864,352 in 2023 compared to \$42,352,985 in 2022.

Governmental Activities

Revenues for governmental activities totaled \$36,438,562 while the cost of all governmental functions totaled \$24,251,051. This results in a surplus of \$12,187,511. In 2022, revenues of \$25,131,325 were more than expenses of \$21,494,870 resulting in a surplus of \$3,636,455 and there was one transfer out of \$608,547.

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

Revenues by Source - Governmental Activities



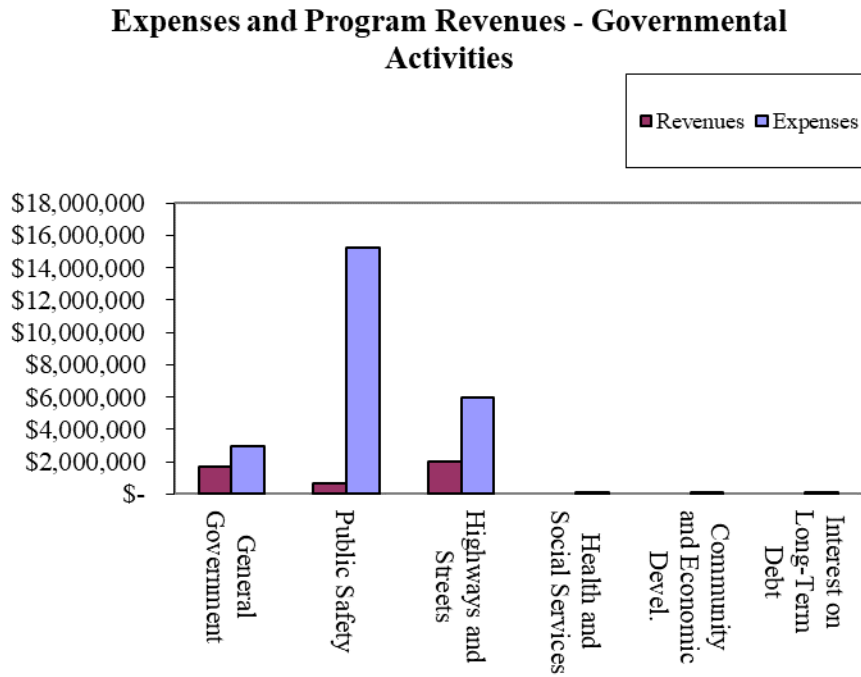
CITY OF BELVIDERE, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2023**

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities – Continued

The ‘Expenses and Program Revenues’ Table identifies those governmental functions where program expenses greatly exceed revenues.



Business-Type Activities

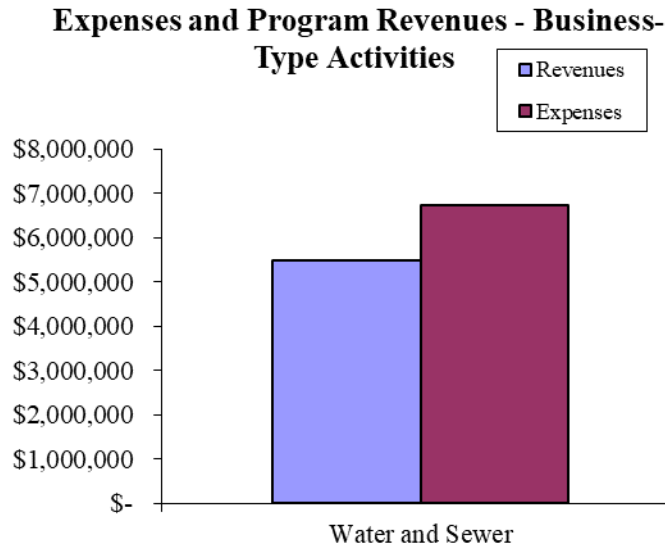
Business-Type activities posted total revenues of \$5,641,581, while the cost of all business-type activities totaled \$6,738,761. This results in a deficit of \$1,097,180 and there was one transfer in of \$608,547. In 2022, revenues were \$6,197,187, while the cost of all business-type activities totaled \$6,161,054 resulting in a surplus of \$36,133 and there were no transfers in or out.

CITY OF BELVIDERE, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2023**

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Business-Type Activities – Continued



The above graph compares program revenues to expenses for water and sewer operations.

FINANCIAL ANALYSIS OF THE GOVERNMENT’S FUNDS

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

Governmental Funds

The focus of the City’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, 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.

The City’s governmental funds reported combining ending fund balances of \$26,626,952, which is \$4,128,974, or 18.3 percent, higher than last year’s total of \$22,497,978. Of the \$26,626,952 total, \$24,985,081, or approximately 93.8 percent, of the fund balance, constitutes unassigned fund balance.

The General Fund reported a positive change in fund balance for the year of \$5,695,999, an increase of 28.9 percent. This was due in large part to new revenue sources that were approved during fiscal year 2019 in addition to increases in sales tax, personal property replacement tax and income tax revenues. Budgeted expenditures totaled \$19,295,706 while actual expenditures totaled \$18,330,777. These variances are further outlined on the General Fund Schedule of Revenues, Expenditures and Changes in Fund Balance.

CITY OF BELVIDERE, ILLINOIS

Management's Discussion and Analysis April 30, 2023

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS – Continued

Governmental Funds – Continued

The General Fund is the chief operating fund of the City. At April 30, 2023, unassigned fund balance in the General Fund was \$24,985,207 which represents 98.5 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures.

The Motor Fuel Tax Fund, a major fund, is the fund used to account for state allotments approved by the Illinois Department of Transportation and restricted to fund the street maintenance and various improvement projects. At April 30, 2023, restricted fund balance in the Motor Fuel Tax Fund was \$863,834 which represents a \$1,603,882 decrease in fund balance from the prior fiscal year. The primary reason for the decrease in fund balance is due to additional project/maintenance work during the fiscal year, in addition to the final distribution of Rebuild Illinois funds occurring during the fiscal year. These funds will now need to be spent down in accordance with the State regulation.

The Capital Projects Fund, a major fund, is the fund used to account for financial resources restricted, committed or assigned for the acquisition or construction of major capital expenditures not being financed by the proprietary fund. At April 30, 2023, restricted fund balance in the Capital Projects Fund was \$7,154 in addition to assigned fund balance of \$44,047, resulting in a total ending fund balance of \$51,201. This represents a \$92,334 increase in fund balance from the prior fiscal year. The primary reason for the increase in fund balance is due to transfers in outpacing incurred project expenditures.

The Nonmajor Funds realized a decrease in fund balance of (\$55,477) as a result of unanticipated capital fund projects.

Proprietary Funds

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

The City reports the Water and Sewer Fund as a major proprietary fund. The Water and Sewer Fund accounts for all of the operations of the municipal water and sewer system. Water is sold to all municipal customers at a rate of \$1.57 per 100 cubic feet and a rate of \$2.46 per cubic feet for sewer.

The decrease in the Water and Sewer Fund during the current fiscal year was (\$488,633) while the previous fiscal year reported an increase of \$36,133. Unrestricted net position in the Water and Sewer Fund totaled \$5,463,218 at April 30, 2023.

CITY OF BELVIDERE, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2023**

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund actual revenues for the year totaled \$26,076,309, compared to budgeted revenues of \$22,732,965. The actual revenues were \$3,343,344 higher than the original budget of \$22,732,965.

The General Fund actual expenditures for the year were \$964,929 lower than the original budget of \$19,295,706.

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 was \$61,908,744 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings and improvements, vehicles and equipment, and infrastructure.

	Capital Assets - Net of Depreciation					
	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 963,418	963,418	696,551	696,551	1,659,969	1,659,969
Construction in Progress	3,859,884	307,085	4,223,234	2,224,019	8,083,118	2,531,104
Land Improvements	34,016	35,594	-	-	34,016	35,594
Infrastructure	12,693,157	14,382,541	-	-	12,693,157	14,382,541
Building and Improvements	1,365,396	1,477,951	867,993	895,464	2,233,389	2,373,415
Water Transmission System	-	-	10,005,794	10,250,062	10,005,794	10,250,062
Sewer Collection System	-	-	21,307,857	21,584,891	21,307,857	21,584,891
Equipment	607,328	704,349	3,757,327	4,301,097	4,364,655	5,005,446
Vehicles	1,426,383	1,730,035	100,406	96,372	1,526,789	1,826,407
Total	20,949,582	19,600,973	40,959,162	40,048,456	61,908,744	59,649,429

Governmental Activities		Business-Type Activities	
Construction in Progress	\$ 4,479,334	Construction in Progress	\$ 2,060,684
Infrastructure	-	Infrastructure	-
Equipment	66,303	Sewer Collection System	184,004
Vehicles	39,696	Vehicles	-
	\$ 4,585,333		\$ 2,244,688

Additional information on the City of Belvidere’s capital assets can be found in Note 3 on pages 33-35 of this report.

CITY OF BELVIDERE, ILLINOIS

Management's Discussion and Analysis April 30, 2023

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Debt Administration

At year-end, the City of Belvidere had total outstanding debt of \$4,938,974 as compared to \$5,917,516 the previous year, which is a decrease of 16.5 percent. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental		Business-type		Total	
	Activities		Activities			
	2023	2022	2023	2022	2023	2022
Debt Certificates	\$ 195,098	255,098	-	-	195,098	255,098
Tax Increment Revenue Notes	-	3,036,000	-	-	-	3,036,000
Installment Contracts	205,000	67,147	-	-	205,000	67,147
Landfill Post Closure Costs	356,528	255,000	-	-	356,528	255,000
IEPA Loan	-	-	4,182,348	2,304,271	4,182,348	2,304,271
Total	756,626	3,613,245	4,182,348	2,304,271	4,938,974	5,917,516

The City last received a bond rating in 2004 at which time it was a Standard & Poor AAA rating. The City has not entered the bond market since 2004. The City is no longer a non-home rule community and is no longer held to the State statute that limits the amount of general obligation debt.

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

The City's elected and appointed officials considered many factors when setting the fiscal year 2023 budget, tax rates, and fees that will be charged for its governmental and business-type activities. One of those factors is the economy. The unemployment rate as of April 30, 2023 for the City of Belvidere was 8.6% and Boone County was 7.1%. The state and national unemployment rates were 3.7% and 3.4%, respectively. Unemployment due to Covid-19 continues to impact Belvidere and Boone County, including a long-term shut down of Stellantis, also known as the Belvidere Chrysler plant.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of Belvidere's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Office of the Budget & Finance Officer, Shannon Hansen, City of Belvidere, 401 Whitney Boulevard, Belvidere, Illinois 61008.

BASIC FINANCIAL STATEMENTS

CITY OF BELVIDERE, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2023

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Ida Public Library
ASSETS				
Cash and investments	\$ 27,265,750	\$ 5,883,252	\$ 33,149,002	\$ 790,176
Receivables, net where applicable of allowance for uncollectibles				
Property taxes	5,588,180	-	5,588,180	773,537
Sales taxes	1,527,273	-	1,527,273	-
Income taxes	256,905	-	256,905	-
Telecommunications tax	192,232	-	192,232	-
Accounts	-	907,794	907,794	-
Accrued interest	143,428	66,761	210,189	-
Other	447,190	-	447,190	37,375
Prepaid expenses	333,123	217,002	550,125	24,145
Inventory	-	64,714	64,714	-
Capital assets not being depreciated	4,823,302	4,919,785	9,743,087	290,999
Capital assets being depreciated, net of accumulated depreciation	16,126,280	36,039,377	52,165,657	595,733
Total assets	56,703,663	48,098,685	104,802,348	2,511,965
DEFERRED OUTFLOWS OF RESOURCES				
Asset retirement obligation	-	191,460	191,460	-
Pension items - IMRF (Regular)	1,027,382	1,049,054	2,076,436	248,940
Pension items - IMRF (SLEP)	64,811	-	64,811	-
Pension items - Police Pension	5,357,977	-	5,357,977	-
Pension items - Firefighters' Pension	3,282,042	-	3,282,042	-
OPEB items	1,586,838	318,212	1,905,050	11,576
Total deferred outflows of resources	11,319,050	1,558,726	12,877,776	260,516
Total assets and deferred outflows of resources	68,022,713	49,657,411	117,680,124	2,772,481
LIABILITIES				
Accounts payable	421,798	517,317	939,115	1,770
Accrued payroll	242,534	41,939	284,473	12,397
Deposits payable	382,471	-	382,471	-
Unearned revenue	2,492,146	-	2,492,146	2,700
Interest payable	11,557	6,908	18,465	-
Long-term liabilities				
Due within one year	601,941	196,792	798,733	26,750
Due in more than one year	41,234,438	6,322,320	47,556,758	456,628
Total liabilities	45,386,885	7,085,276	52,472,161	500,245
DEFERRED INFLOWS OF RESOURCES				
Pension items - IMRF (Regular)	158,506	161,702	320,208	37,867
Pension items - Police Pension	1,128,769	-	1,128,769	-
Pension items - Firefighters' Pension	773,651	-	773,651	-
OPEB items	2,723,174	546,081	3,269,255	115,056
Deferred revenue - property taxes	5,588,180	-	5,588,180	773,537
Total deferred inflows of resources	10,372,280	707,783	11,080,063	926,460
Total liabilities and deferred inflows of resources	55,759,165	7,793,059	63,552,224	1,426,705

(This statement is continued on the following page.)

CITY OF BELVIDERE, ILLINOIS

STATEMENT OF NET POSITION (Continued)

April 30, 2023

	Primary Government			Component
	Governmental	Business-Type	Total	Unit
	Activities	Activities		Ida
				Public Library
NET POSITION				
Net investment in capital assets	\$ 20,397,956	\$ 36,401,134	\$ 56,799,090	\$ 664,937
Restricted for				
Public safety	287,652	-	287,652	-
Capital projects	9,273	-	9,273	-
Highways and streets	863,834	-	863,834	-
Economic development	52,157	-	52,157	-
Specific purpose	51,785	-	51,785	-
Donor specific	-	-	-	179,744
Unrestricted (deficit)	(9,399,109)	5,463,218	(3,935,891)	501,095
TOTAL NET POSITION	\$ 12,263,548	\$ 41,864,352	\$ 54,127,900	\$ 1,345,776

See accompanying notes to financial statements.

CITY OF BELVIDERE, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2023

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 2,928,252	\$ 1,659,822	\$ -	\$ -
Public safety	15,282,627	585,082	76,828	-
Highways and streets	5,937,177	548,001	1,052,501	392,145
Health and social services	3,229	-	-	-
Community and economic development	76,576	-	-	-
Interest and fees	23,190	-	-	-
Total governmental activities	24,251,051	2,792,905	1,129,329	392,145
Business-Type Activities				
Water and sewer	6,738,761	5,496,922	-	-
Total business-type activities	6,738,761	5,496,922	-	-
TOTAL PRIMARY GOVERNMENT	\$ 30,989,812	\$ 8,289,827	\$ 1,129,329	\$ 392,145
COMPONENT UNIT				
Ida Public Library	\$ 945,051	\$ 37,886	\$ 60,879	\$ -

	Net (Expense) Revenue and Change in Net Position			Component Unit Ida Public Library
	Primary Government			
	Governmental Activities	Business-Type Activities	Total	
	\$ (1,268,430)	\$ -	\$ (1,268,430)	\$ -
	(14,620,717)	-	(14,620,717)	-
	(3,944,530)	-	(3,944,530)	-
	(3,229)	-	(3,229)	-
	(76,576)	-	(76,576)	-
	(23,190)	-	(23,190)	-
	(19,936,672)	-	(19,936,672)	-
	-	(1,241,839)	(1,241,839)	-
	-	(1,241,839)	(1,241,839)	-
	(19,936,672)	(1,241,839)	(21,178,511)	-
	-	-	-	(846,286)
General Revenues				
Taxes				
Property	5,288,113	-	5,288,113	745,071
Utility	2,498,755	-	2,498,755	-
Telecommunications	70,885	-	70,885	-
Other	985,219	-	985,219	-
Intergovernmental				
Sales and use taxes	7,689,560	-	7,689,560	-
Income	4,094,235	-	4,094,235	-
Replacement	1,650,012	-	1,650,012	39,562
American Rescue Plan Act	929,431	-	929,431	-
Investment income	591,821	144,659	736,480	54,591
Miscellaneous	499,619	-	499,619	18,727
Gain on sale of capital assets	240,000	-	240,000	-
Special items	7,586,533	-	7,586,533	-
Transfers in (out)	(608,547)	608,547	-	-
Total	31,515,636	753,206	32,268,842	857,951
CHANGE IN NET POSITION	11,578,964	(488,633)	11,090,331	11,665
NET POSITION, MAY 1	684,584	42,352,985	43,037,569	1,334,111
NET POSITION, APRIL 30	\$ 12,263,548	\$ 41,864,352	\$ 54,127,900	\$ 1,345,776

See accompanying notes to financial statements.

CITY OF BELVIDERE, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2023

	General	Motor Fuel Tax	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and investments	\$ 26,145,900	\$ 771,991	\$ 5,864	\$ 341,995	\$ 27,265,750
Receivables, net where applicable of allowance for uncollectibles					
Property taxes	5,494,461	-	40,026	53,693	5,588,180
Sales taxes	1,527,273	-	-	-	1,527,273
Local use taxes	256,905	-	-	-	256,905
Other taxes	192,232	-	-	-	192,232
Accrued interest	141,610	1,818	-	-	143,428
Other	256,045	90,025	101,120	-	447,190
Due from other funds	-	-	100,000	-	100,000
Prepaid items	333,123	-	-	-	333,123
TOTAL ASSETS	\$ 34,347,549	\$ 863,834	\$ 247,010	\$ 395,688	\$ 35,854,081
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 265,822	\$ -	\$ 155,783	\$ 193	\$ 421,798
Accrued payroll	242,534	-	-	-	242,534
Deposits payable	382,471	-	-	-	382,471
Due to other funds	100,000	-	-	-	100,000
Unearned revenue	2,492,146	-	-	-	2,492,146
Total liabilities	3,482,973	-	155,783	193	3,638,949
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	5,494,461	-	40,026	53,693	5,588,180
Total deferred inflows of resources	5,494,461	-	40,026	53,693	5,588,180
Total liabilities and deferred inflows of resources	8,977,434	-	195,809	53,886	9,227,129
FUND BALANCES					
Nonspendable					
Prepaid items	333,123	-	-	-	333,123
Restricted					
Public safety	-	-	-	287,652	287,652
Highways and streets	-	863,834	-	-	863,834
Economic development	-	-	-	52,157	52,157
Capital projects	-	-	7,154	2,119	9,273
Specific purpose	51,785	-	-	-	51,785
Assigned					
Capital projects	-	-	44,047	-	44,047
Unassigned (deficit)	24,985,207	-	-	(126)	24,985,081
Total fund balances	25,370,115	863,834	51,201	341,802	26,626,952
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 34,347,549	\$ 863,834	\$ 247,010	\$ 395,688	\$ 35,854,081

See accompanying notes to financial statements.

CITY OF BELVIDERE, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION

April 30, 2023

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 26,626,952
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	20,949,582
Differences between expected and actual experiences, assumption changes, and net difference between projected and actual earnings for the Illinois Municipal Retirement Fund (Regular) are recognized as deferred outflows and inflows of resources on the statement of net position	868,876
Differences between expected and actual experiences, assumption changes, and net difference between projected and actual earnings for the Illinois Municipal Retirement Fund (SLEP) are recognized as deferred outflows and inflows of resources on the statement of net position	64,811
Differences between expected and actual experiences, assumption changes, and net difference between projected and actual earnings for the Police Pension Fund are recognized as deferred outflows and inflows of resources on the statement of net position	4,229,208
Differences between expected and actual experiences, assumption changes, and net difference between projected and actual earnings for the Firefighters' Pension Fund are recognized as deferred outflows and inflows of resources on the statement of net position	2,508,391
Differences between assumption changes and net difference between projected and actual earnings for the Other Postemployment Benefit liability are recognized as deferred outflows of resources on the statement of net position	(1,136,336)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Landfill post closure liability	(205,000)
Installment contract payable	(356,528)
Debt certificates payable	(195,098)
Compensated absences payable	(200,247)
Other postemployment benefit liability	(6,847,878)
Net pension liability - Police Pension Fund	(18,963,640)
Net pension liability - Firefighters' Pension Fund	(14,233,077)
Net pension liability - Illinois Municipal Retirement Fund (Regular)	(705,705)
Net pension liability - Illinois Municipal Retirement Fund (SLEP)	(129,206)
Accrued interest on long-term liabilities is reported as a liability on the statement of net position	<u>(11,557)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 12,263,548</u></u>

See accompanying notes to financial statements.

CITY OF BELVIDERE, ILLINOIS

**STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

For the Year Ended April 30, 2023

	General	Motor Fuel Tax	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 21,826,262	\$ -	\$ 40,062	\$ 73,050	\$ 21,939,374
Licenses and permits	950,348	-	-	-	950,348
Intergovernmental	429,097	1,318,662	1,040,551	-	2,788,310
Fines and forfeits	1,075,463	-	-	-	1,075,463
Charges for services	744,118	-	-	22,976	767,094
Investment income	564,933	25,485	1,403	-	591,821
Miscellaneous	486,088	-	13,531	-	499,619
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	26,076,309	1,344,147	1,095,547	96,026	28,612,029
EXPENDITURES					
Current					
General government	2,811,599	-	-	21,055	2,832,654
Public safety	13,364,484	-	-	125,914	13,490,398
Highways and streets	2,064,408	2,948,029	258,368	-	5,270,805
Health and social services	3,229	-	-	-	3,229
Community and economic development	87,057	-	-	-	87,057
Capital outlay	-	-	3,257,596	-	3,257,596
Debt service					
Principal	-	-	127,147	-	127,147
Interest and fiscal charges	-	-	4,918	7,779	12,697
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	18,330,777	2,948,029	3,648,029	154,748	25,081,583
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	7,745,532	(1,603,882)	(2,552,482)	(58,722)	3,530,446
OTHER FINANCING SOURCES (USES)					
Proceeds from sale of capital assets	242,000	-	-	-	242,000
Issuance of installment contract	-	-	356,528	-	356,528
Transfers in	-	-	2,291,533	3,245	2,294,778
Transfers (out)	(2,291,533)	-	(3,245)	-	(2,294,778)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(2,049,533)	-	2,644,816	3,245	598,528
NET CHANGE IN FUND BALANCES					
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	5,695,999	(1,603,882)	92,334	(55,477)	4,128,974
FUND BALANCES (DEFICIT), MAY 1					
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	19,674,116	2,467,716	(41,133)	397,279	22,497,978
FUND BALANCES, APRIL 30					
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 25,370,115	\$ 863,834	\$ 51,201	\$ 341,802	\$ 26,626,952

See accompanying notes to financial statements.

CITY OF BELVIDERE, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2023

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 4,128,974
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized on the statement of net position and depreciated on the statement of activities	4,585,333
Depreciation expense does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds	(2,626,177)
Proceeds from the disposal of capital assets are recognized in governmental funds but the gain (loss) is recognized on the statement of activities	(2,000)
The capital contribution to the business-type activities is presented as a transfer of nonfinancial resources in the statement of activities	(608,547)
The repayment of the principal portion of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding on the statement of net position	127,147
The issuance of long-term debt and related costs are shown on the fund as financial statements other financing sources (uses) and current expenditures, but are record as long-term liabilities on the government-wide financial statements: Installment contract payable	(356,528)
Forgiveness of debt recorded as a special item on the statemtn of activities is not a current financial resource of governmental funds	7,586,533
Payments made on the landfill post closure liability are reported as expenditures in the governmental funds but as a reduction of the liability in the statement of net position	50,000
The increase of accrued interest payable is shown as an increase of expense on the statement of activities	(10,493)
The change in compensated absences payable is shown as a decrease of the statement of activities	(12,672)
The change in the other postemployment benefit obligation and deferred outflows/inflows of resources is not a source or use of financial resources	(205,522)
The change in the Police Pension Fund net pension liability and deferred outflows/inflows of resources is not a source or use of financial resources	(863,276)
The change in the Firefighters' Pension Fund net pension liability and deferred outflows of resources is not a source or use of a financial resource	(320,394)
The change in the Illinois Municipal Retirement Fund (Regular) net pension liability and deferred outflows of resources is not a source or use of a financial resource	105,671
The change in the Illinois Municipal Retirement Fund (SLEP) net pension liability and deferred outflows of resources is not a source or use of a financial resource	915
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 11,578,964</u>

See accompanying notes to financial statements.

CITY OF BELVIDERE, ILLINOIS

**STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
PROPRIETARY FUND**

For the Year Ended April 30, 2023

	Business-Type Activities Water and Sewer
OPERATING REVENUES	
Charges for services	\$ 5,423,269
Other revenue	73,653
	<hr/>
Total operating revenues	5,496,922
	<hr/>
OPERATING EXPENSES EXCLUDING DEPRECIATION	
Operations	4,760,569
	<hr/>
Total operating expenses excluding depreciation	4,760,569
	<hr/>
OPERATING INCOME BEFORE DEPRECIATION	736,353
	<hr/>
Depreciation and amortization	1,942,529
	<hr/>
OPERATING INCOME (LOSS)	(1,206,176)
	<hr/>
NON-OPERATING REVENUES (EXPENSES)	
Investment income	144,659
Interest expense and fees	(35,663)
	<hr/>
Total non-operating revenues (expenses)	108,996
	<hr/>
INCOME (LOSS) BEFORE CAPITAL GRANTS AND CONTRIBUTIONS	(1,097,180)
	<hr/>
CAPITAL GRANTS AND CONTRIBUTIONS	
Capital contribution	608,547
	<hr/>
Total transfers	608,547
	<hr/>
CHANGE IN NET POSITION	(488,633)
	<hr/>
NET POSITION, MAY 1	42,352,985
	<hr/>
NET POSITION, APRIL 30	\$ 41,864,352
	<hr/> <hr/>

See accompanying notes to financial statements.

CITY OF BELVIDERE, ILLINOIS

**STATEMENT OF CASH FLOWS
PROPRIETARY FUND**

For the Year Ended April 30, 2023

	Business-Type Activities
	Water and Sewer
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 5,563,817
Payments to suppliers	(2,403,794)
Payments to employees	(2,549,320)
	<hr/>
Net cash from operating activities	610,703
	<hr/>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
None	-
	<hr/>
Net cash from noncapital financing activities	-
	<hr/>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchases of capital assets	(2,350,884)
Issuance of long-term debt	1,925,831
Principal retirement	(108,914)
Interest paid	(36,344)
	<hr/>
Net cash from capital and related financing activities	(570,311)
	<hr/>
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment income (loss)	144,903
	<hr/>
Net cash from investing activities	144,903
	<hr/>
NET INCREASE IN CASH AND CASH EQUIVALENTS	185,295
	<hr/>
CASH AND CASH EQUIVALENTS, MAY 1	5,697,957
	<hr/>
CASH AND CASH EQUIVALENTS, APRIL 30	<u>\$ 5,883,252</u>

(This statement is continued on the following page.)

CITY OF BELVIDERE, ILLINOIS

**STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUND**

For the Year Ended April 30, 2023

	Business-Type Activities
	Water and Sewer
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income (loss)	\$ (1,206,176)
Adjustments to reconcile operating income (loss) to net cash from operating activities	
Depreciation	1,942,529
ARO Amortization	1,995
Changes in current assets and liabilities	
Accounts receivable	66,895
Prepaid expenses	(10,310)
Accounts payable	(121,039)
Accrued payroll	7,781
IMRF Pension items	(107,685)
OPEB items	41,213
Compensated absences payable	(4,500)
NET CASH FROM OPERATING ACTIVITIES	\$ 610,703
NONCASH TRANSACTIONS	
IEPA loan receivable	\$ 184,806
IEPA loan payable	(184,806)
Capital asset transfer from governmental activities	608,547
Capital asset additions in accounts payable	375,680
TOTAL NONCASH TRANSACTIONS	\$ 984,227
CASH AND CASH EQUIVALENTS	
Cash and investments	\$ 5,883,252
TOTAL CASH AND CASH EQUIVALENTS	\$ 5,883,252

See accompanying notes to financial statements.

CITY OF BELVIDERE, ILLINOIS

**STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FIDUCIARY FUNDS**

April 30, 2023

	Pension Trust Funds	Custodial Fund
ASSETS		
Cash and short-term investments	\$ 525,810	\$ 1,207,747
Investments, at fair value		
Money market mutual funds	1,489,246	-
Held in the Illinois Police Officers' Pension Investment Fund	26,352,002	-
Held in the Illinois Firefighters' Pension Investment Fund	18,787,873	-
Total investments	46,629,121	-
Prepaid items	7,523	-
Total assets	47,162,454	1,207,747
LIABILITIES		
Accounts payable	17,490	-
Total liabilities	17,490	-
NET POSITION		
Restricted for pensions	47,144,964	-
Restricted for other governments	-	1,207,747
TOTAL NET POSITION	\$ 47,144,964	\$ 1,207,747

See accompanying notes to financial statements.

CITY OF BELVIDERE, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

For the Year Ended April 30, 2023

	Pension Trust Funds	Custodial Fund
ADDITIONS		
Contributions		
Employer	\$ 2,817,365	\$ -
Employee	585,265	-
Land cash and exaction fees	-	528,701
Total contributions	<u>3,402,630</u>	<u>528,701</u>
Investment income		
Net appreciation in fair value of investments	216,778	-
Interest and dividends	<u>402,975</u>	<u>-</u>
Total investment income	619,753	-
Less investment expenses	<u>(54,378)</u>	<u>-</u>
Net investment income	<u>565,375</u>	<u>-</u>
Total additions	<u>3,968,005</u>	<u>528,701</u>
DEDUCTIONS		
Land cash and exaction fees disbursed	-	101,767
Benefits and refunds	3,586,111	-
Administrative expenses	<u>159,133</u>	<u>-</u>
Total deductions	<u>3,745,244</u>	<u>101,767</u>
NET INCREASE	222,761	426,934
NET POSITION RESTRICTED		
May 1	<u>46,922,203</u>	<u>780,813</u>
April 30	<u>\$ 47,144,964</u>	<u>\$ 1,207,747</u>

See accompanying notes to financial statements.

CITY OF BELVIDERE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Belvidere, Illinois (the City) was incorporated in 1881. The City operates under a Mayoral-Council form of government and provides the following services as authorized by statute: public safety (Police and Fire), streets, library, water and sewer utility, public improvements, building and zoning, financial, and general administrative services.

The accounting policies of the City conform to accounting principles generally accepted in the United States of America, as applicable to governments (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies:

a. Reporting Entity

The City is considered to be a primary government as defined by GASB Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an Amendment of GASB Statement No. 14 and 34*, since its council is separately elected and fiscally independent. In accordance with these pronouncements, the basic financial statements include all funds for which the City is financially accountable. Additionally, management has determined that there are two blended component units that are required to be included in the financial statements of the City as pension trust funds.

The City had determined that the Ida Public Library (the Library) meets the requirements of GASB Statement No. 14 as amended by GASB Statement Nos. 39 and 61, because the Library is fiscally dependent on the City as the City appoints the Library Board of Trustees, levies its taxes, and must approve its budget and debt issuances. This has resulted in the Library being reported as a discretely presented component unit of the City as it is legally separate from the City. The Friends of the Library, a potential component unit, is not significant to the Library and, therefore, has been excluded from its reporting entity.

Police Pension Employees Retirement System

The City's police employees participate in Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's Mayor, one elected by pension beneficiaries and two elected police employees

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Reporting Entity (Continued)

Police Pension Employees Retirement System (Continued)

constitute the pension board. The City is obligated to fund all PPERS costs not funded by PPERS participants based upon actuarial valuations, which creates a financial burden on the City. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels, which results in the PPERS being fiscally dependent upon the City. PPERS is reported as a pension trust fund, a fiduciary component unit. PPERS does not issue a stand-alone financial report.

Firefighters' Pension Employees Retirement System

The City's firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the City's Mayor, one elected pension beneficiary and two elected firefighters' employees constitute the pension board. The City and FPERS participants are obligated to fund all FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Accordingly, the FPERS is fiscally dependent on the City. FPERS is reported as a pension trust fund, a fiduciary component unit. FPERS does not issue a stand-alone financial report.

b. Fund Accounting

The City uses funds to report on its financial position and the change in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts. The minimum numbers of funds are maintained consistent with legal and managerial requirements.

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

Governmental funds are used to account for all or most of the City's general activities, including the collection and disbursement of committed, restricted, or assigned monies (special revenue funds), the funds committed, restricted, or assigned for the acquisition or construction of capital assets (capital projects funds). The General Fund is used to account for all activities of the City not accounted for in some other fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Enterprise funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided to outside parties (enterprise funds).

Fiduciary funds are used to account for fiduciary activities that meet the definition contained in GASB Statement No. 84, *Fiduciary Activities*. The City utilizes pension trust funds (for its Police and Firefighters' Pension Funds Fund) and a custodial fund (for its Land Escrow Fund), which is generally used to account for assets that the City holds in a fiduciary capacity.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City. The effect of material interfund activity has been eliminated from these statements. Interfund services provided and used are not eliminated on these statements. 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.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment, or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and 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, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Motor Fuel Tax Fund is used to account for state allotments approved by the Illinois Department of Transportation and restricted to fund the street maintenance and various improvement projects.

The Capital Projects Fund accounts for financial resources restricted, committed or assigned for the acquisition or construction of major capital expenditures not being financed by the proprietary fund.

The City reports the following major proprietary funds:

The Waterworks and Sewerage Fund is used to account for the provision of water and sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, and improvements. Funding is provided by user fees.

The City reports pension trust funds as fiduciary funds to account for the Police Pension Fund and Firefighters' Pension Fund. Furthermore, the City reports the Escrow Funds held for other governments as custodial fund.

d. 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 and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Non-operating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, generally within 60 days after year end. The City recognizes property taxes when they become both measurable and available in the year for which they are levied (i.e., intended to finance). A 90-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

Property taxes, sales and use taxes, franchise taxes, telecommunication taxes, licenses, charges for services, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible to accrual concept to intergovernmental revenues (e.g., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidelines. There are, however, essentially two types of revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the City; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are generally revocable only for failure to comply with prescribed eligibility requirements, such as equal employment opportunity. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

The City reports unearned revenue and deferred/unavailable revenue on its financial statements. Deferred/unavailable revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period, under the modified accrual basis of accounting. Unearned revenue arises when a revenue is measurable but not earned under the accrual basis of accounting. Unearned revenues also arise when resources are received by the City before it has a legal claim to them or prior to the provision of services, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability or deferred inflows of resource for unearned and deferred/unavailable revenue are removed from the financial statements and revenue is recognized.

e. Cash and Investments

For purposes of the statement of cash flows, the City's proprietary funds consider cash and cash equivalents to include cash on hand, demand deposits, cash with fiscal agent, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit, and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased and all investments of the pension trust funds are stated at fair value.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash and Investments (Continued)

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

f. Interfund Receivables/Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “interfund receivables/payables” (current portion of interfund loans) or “advances to/from other funds” (noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

Advances between funds, as reported in the fund financial statements, are offset by a fund balance nonspendable account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

g. Property Taxes

Property taxes for 2022 are levied in December 2022 and attach as an enforceable lien on the property on January 1, 2022. Tax bills are prepared by the County and issued on or about May 1, 2023 and August 1, 2023 and are due and collectible on or about June 1, 2023 and September 1, 2023. The County collects the taxes and remits them periodically to the City. Those 2022 taxes are intended to finance the 2024 fiscal year and are not considered available or earned for current operations and, therefore, are reported as deferred/unavailable revenue. The 2023 tax levy has not been recorded as a receivable at April 30, 2023, as the tax attached as a lien on property as of January 1, 2023; however, the tax will not be levied until December 2023 and, accordingly, is not measurable at April 30, 2023.

h. Inventories and Prepaid Items/Expenses

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund inventories are recorded as expenditures when consumed rather than when purchased.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Inventories and Prepaid Items/Expenses (Continued)

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses. Prepaid items/expenses are recorded as expenditures/expenses when consumed rather than when purchased.

i. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost in excess of the following and an estimated useful life in excess of one year.

Asset Class	Capitalization Threshold
Land	\$ 5,000
Building and improvements	5,000
Vehicles, equipment, and furniture	5,000
Infrastructure	10,000

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition 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 asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant, and equipment is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	10-40
Buildings and structures	40
Equipment	5-10
Furniture and fixtures	5
Vehicles	5-20
Infrastructure	20-50
Land improvements	20
Water transmission system	50
Sewer collection system	50

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Compensated Absences

Accumulated unpaid vacation and other employee benefit amounts for governmental funds are accrued in these funds as a current liability to the extent that employees have retired or terminated at year end but have not been paid. Accumulated unpaid vacation and other employee benefit amounts for proprietary funds are recorded as earned by employees in those funds. At April 30, 2023, the liabilities for these accumulated unpaid benefits are accounted for in the enterprise fund at all levels and in the governmental activities column in the government-wide financial statements.

k. Long-Term Obligations

In the government-wide financial statements and proprietary funds 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 financial statements. Bond premiums and discounts, as well as the unamortized loss on refunding, are deferred and amortized over the life of the bonds. Bonds payable are reported net of any applicable bond premium or discount. Issuance costs are reported as expenses.

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

In compliance with GASB Statement No. 18, the City has reported its long-term obligation related to closing costs for landfills closed in the governmental activities.

l. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Fund Balance/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance resulted from enabling legislation adopted by the City. Committed fund balance is constrained by formal actions of the City Council, which is considered the City's highest level of decision-making authority. Formal actions include ordinances approved by the City Council. Assigned fund balance represents amounts constrained by the City's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the City's Chief Financial Officer/City Treasurer through the approved budget of the City. Any residual fund balance in the General Fund, including fund balance targets and any deficit fund balance of any other governmental fund is reported as unassigned. The City targets the fund balance of the General Fund to be a minimum of three months of general fund expenditures.

The City's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the City considers committed funds to be expended first followed by assigned and then unassigned funds.

In the government-wide financial statements, restricted net positions are legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any outstanding long-term debt issued to acquire or construct the capital assets.

n. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities, deferred inflows, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

2. CASH AND INVESTMENTS

The City and pension funds categorizes the fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

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

The City's investment policy authorizes the City to make deposits in the commercial banks and savings and loan institutions and to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, credit union shares, repurchase agreements, The Illinois Funds, and the Illinois Metropolitan Investment Fund (IMET).

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

The Illinois Metropolitan Investment Fund (IMET) is a local government investment pool. Created in 1996 as a not-for-profit trust formed under the Intergovernmental Cooperation Act and the Illinois Municipal Code. IMET was formed to provide Illinois government agencies with safe, liquid, attractive alternatives for investing and is managed by a Board of Trustees elected from the participating members. IMET offers participants two separate vehicles to meet their investment needs. The IMET Core Fund is designed for public funds that may be invested for longer than one year. The Core Fund carries the highest rating available (AAAf/bf) from Moody's for such funds. Member withdrawals can be made from the core fund with a five day notice. The IMET Convenience Fund (CVF) is designed to accommodate funds requiring high liquidity, including short term cash management programs and temporary investment of bond proceeds. It is comprised of collateralized and FHLB LoC backed bank deposits, FDIC insured certificates of deposit and U.S. Government securities. Member withdrawals are generally on the same day as requested. Investments in IMET are valued at IMET's share price, which is the price the investment could be sold.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH AND INVESTMENTS (Continued)

It is the policy of the City to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the City and conforming to all state and local statutes governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio.

The primary objectives of the policy are safety (preservation of capital and protection of investment principal), liquidity, and yield.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank’s failure, the City’s deposits may not be returned to them. The City requires pledging of collateral for all depository accounts, time deposit accounts, or investments in certificates of deposits of financial institutions in excess of FDIC. The collateral is required to be evidenced by a written collateral agreement with the collateral held by an independent third party safekeeping agent of the City in the City’s name. At April 30, 2023, the bank balance of the City’s deposits in the amount of \$2,350,183 were uninsured and uncollateralized.

Investments

As of April 30, 2023, the City had investments and maturities as follows:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	Greater than 10
IMET	\$ 2,418,012	\$ -	\$ 2,418,012	\$ -	\$ -
TOTAL	\$ 2,418,012	\$ -	\$ 2,418,012	\$ -	\$ -

Interest rate risk is the risk that changes in interest rates will adversely affect the market value of an investment. The City’s investment policy does not address interest rate risk.

Credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment in securities allowed under the investment policy. The City’s investment policy does not address credit risk. The City’s investment in The Illinois Funds was rated AAAMf by Fitch. The Illinois Metropolitan Investment Core Year Fund is rated AA Af/bf by Moody’s.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the City will not be able to recover the value of its investments that are in possession of an outside party. The City’s investment policy does not address custodial credit risk.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH AND INVESTMENTS (Continued)

Investments (Continued)

Concentration of credit risk is the risk that the City has a high percentage of their investments invested in one type of investment. The City's investment policy does not address concentration of credit risk.

At April 30, 2023, the City had no investments that represent over 5% of the total cash and investment portfolio.

3. CAPITAL ASSETS

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

	Beginning Balances	Increases	Transfers	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES					
Capital assets not being depreciated					
Land	\$ 963,418	\$ -	\$ -	\$ -	\$ 963,418
Construction in progress	307,085	4,479,334	(608,547)	317,988	3,859,884
Total capital assets not being depreciated	1,270,503	4,479,334	(608,547)	317,988	4,823,302
Capital assets being depreciated					
Land improvements	56,551	-	-	-	56,551
Infrastructure	39,829,454	317,988	-	-	40,147,442
Building and improvements	3,235,101	-	-	-	3,235,101
Equipment	3,113,270	66,303	-	-	3,179,573
Vehicles	4,819,064	39,696	-	47,144	4,811,616
Total capital assets being depreciated	51,053,440	423,987	-	47,144	51,430,283
Less accumulated depreciation for					
Land improvements	20,957	1,578	-	-	22,535
Infrastructure	25,446,913	2,007,372	-	-	27,454,285
Building and improvements	1,757,150	112,555	-	-	1,869,705
Equipment	2,408,921	163,324	-	-	2,572,245
Vehicles	3,089,029	341,348	-	45,144	3,385,233
Total accumulated depreciation	32,722,970	2,626,177	-	45,144	35,304,003
Total capital assets being depreciated, net	18,330,470	(2,202,190)	-	2,000	16,126,280
GOVERNMENTAL ACTIVITIES					
CAPITAL ASSETS, NET	\$ 19,600,973	\$ 2,277,144	\$ (608,547)	\$ 319,988	\$ 20,949,582

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS (Continued)

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 106,326
Public safety	419,913
Highways and streets	<u>2,099,938</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u><u>\$ 2,626,177</u></u>

	Beginning Balances	Increases	Transfers	Decreases	Ending Balances
BUSINESS-TYPE ACTIVITIES					
Capital assets not being depreciated					
Land	\$ 696,551	\$ -	\$ -	\$ -	\$ 696,551
Construction in progress	2,224,019	2,060,684	608,547	670,016	4,223,234
Total capital assets not being depreciated	<u>2,920,570</u>	<u>2,060,684</u>	<u>608,547</u>	<u>670,016</u>	<u>4,919,785</u>
Capital assets being depreciated					
Building and structures	3,174,607	-	-	-	3,174,607
Equipment	10,006,730	102,599	-	-	10,109,329
Furniture and fixtures	162,225	-	-	-	162,225
Vehicles	843,362	26,955	-	-	870,317
Water transmission system	18,634,269	31,848	-	-	18,666,117
Sewer collection system	43,784,441	692,618	-	-	44,477,059
Total capital assets being depreciated	<u>76,605,634</u>	<u>854,020</u>	<u>-</u>	<u>-</u>	<u>77,459,654</u>
Less accumulated depreciation for					
Building and structures	2,279,143	27,471	-	-	2,306,614
Equipment	5,705,633	646,369	-	-	6,352,002
Furniture and fixtures	162,225	-	-	-	162,225
Vehicles	746,990	22,921	-	-	769,911
Water transmission system	8,384,207	276,116	-	-	8,660,323
Sewer collection system	22,199,550	969,652	-	-	23,169,202
Total accumulated depreciation	<u>39,477,748</u>	<u>1,942,529</u>	<u>-</u>	<u>-</u>	<u>41,420,277</u>
Total capital assets being depreciated, net	<u>37,127,886</u>	<u>(1,088,509)</u>	<u>-</u>	<u>-</u>	<u>36,039,377</u>
BUSINESS-TYPE ACTIVITIES					
CAPITAL ASSETS, NET	<u><u>\$ 40,048,456</u></u>	<u><u>\$ 972,175</u></u>	<u><u>\$ 608,547</u></u>	<u><u>\$ 670,016</u></u>	<u><u>\$ 40,959,162</u></u>

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS (Continued)

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

BUSINESS-TYPE ACTIVITIES	
Water and Sewer	<u>\$ 1,942,529</u>

4. LONG-TERM DEBT

a. Long-Term Debt - Governmental Activities

Long-term liability activity for governmental activities for the year ended April 30, 2023, was as follows:

	May 1	Additions	Reductions/ Refundings	April 30	Current Portion
GOVERNMENTAL ACTIVITIES					
Debt certificates payable** (direct placement)	\$ 255,098	\$ -	\$ 60,000	\$ 195,098	\$ 65,000
Tax increment note payable (direct placement)	3,036,000	-	3,036,000	-	-
Installment Contract 2017** (direct placement)	67,147	-	67,147	-	-
Installment Contract 2023** (direct placement)	-	356,528	-	356,528	54,370
Landfill post closure liability* (direct placement)	255,000	-	50,000	205,000	50,000
Net pension liability - SLEP*	-	129,206	-	129,206	-
Net pension liability - IMRF*	-	705,705	-	705,705	-
Net pension liability - Police*	14,056,540	4,907,100	-	18,963,640	-
Net pension liability - Fire*	11,472,423	2,760,654	-	14,233,077	-
Compensated absences*	187,575	50,187	37,515	200,247	40,049
Other postemployment benefit liability*	7,931,605	-	1,083,727	6,847,878	392,522
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 37,261,388</u>	<u>\$ 8,909,380</u>	<u>\$ 4,334,389</u>	<u>\$ 41,836,379</u>	<u>\$ 601,941</u>

*These liabilities will primarily be retired by the General Fund.

**These liabilities will primarily be retired by the Capital Projects Fund.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

a. Long-Term Debt - Governmental Activities (Continued)

Long-term liabilities payable from governmental activities (excluding net pension liabilities, other postemployment benefit liability, and compensated absences) at April 30, 2023, comprise the following, all of which are direct placements of debt except for the landfill post closure liability:

Issue	Balances April 30	Current
General Obligation Debt Certificates, Series 2005, direct placement, dated July 19, 2005, due in annual installments on August 1 of \$1,237 to \$65,098 through August 1, 2025; including variable interest payable semiannually on August 1 and February 1.	\$ 195,098	\$ 65,000
Landfill post closure liability	205,000	50,000
Fire Truck Installment Contract, direct placement, dated June 21, 2022, due in annual installments plus interest of 3.50% through June 21, 2028.	356,528	54,370
TOTAL	<u>\$ 756,626</u>	<u>\$ 169,370</u>

The City issued debt certificates directly to a bank to provide funds for the acquisition and construction of major capital facilities for governmental activities.

The City is committed to an installment contract for the acquisition of a fire truck.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

a. Long-Term Debt - Governmental Activities (Continued)

Debt Service Requirements to Maturity

The annual requirements to amortize all debt outstanding as of April 30, 2023 are as follows:

Year Ending April 30,	Governmental Activities					
	Installment Contract			Debt Certificates		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 54,370	\$ 12,652	\$ 67,022	\$ 65,000	\$ 2,357	\$ 67,357
2025	56,270	10,752	67,022	65,000	1,415	66,415
2026	58,296	8,726	67,022	65,098	472	65,570
2027	60,365	6,657	67,022	-	-	-
2028	62,507	4,515	67,022	-	-	-
2029	64,720	2,302	67,022	-	-	-
2030	-	-	-	-	-	-
TOTAL	\$ 356,528	\$ 45,604	\$ 402,132	\$ 195,098	\$ 4,244	\$ 199,342

Landfill Closure Costs

The City and Boone County share the costs of closing and continued maintenance of Landfill #2. The landfill ceased accepting solid waste in September 1992, and was issued a certificate of closure by the Illinois Environmental Protection Agency (IEPA) effective October 12, 1999, that begins the 15-year post-closure care period. In prior years, the landfill was covered and as of April 30, 2017 post-closure care costs are continuing. The City and Boone County (the County) must meet certain groundwater parameters for inorganic compounds before it can discontinue monitoring the site. The City and the County have petitioned the IEPA and the Pollution Control Board for an "Adjusted Standard" in the currently in-place groundwater monitoring parameters. This petition was withdrawn by the County due to an agreement reached with the IEPA in March 2004. The agreement involves installing additional methane gas wells and a leachate extraction system at the landfill. This is considered remedial action. At year end, the estimated remaining liability is \$205,000.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

b. Long-Term Debt - Business-Type Activities

Long-term liability activity for business-type activities for the year ended April 30, 2023, was as follows:

	May 1	Additions	Reductions	April 30	Current Portion
BUSINESS-TYPE ACTIVITIES					
IEPA revolving loans	\$ 2,304,271	\$ 1,986,991	\$ 108,914	\$ 4,182,348	\$ 110,280
Asset retirement obligation	199,440	-	-	199,440	-
Net pension liability - IMRF*	-	725,114	-	725,114	-
Other postemployment benefit liability	1,590,534	-	217,321	1,373,213	78,713
Compensated absences	43,497	4,199	8,699	38,997	7,799
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 4,137,742	\$ 2,716,304	\$ 334,934	\$ 6,519,112	\$ 196,792

Long-term liabilities payable from business-type activities (excluding net pension liabilities and compensated absences) at April 30, 2023, comprise the following:

	Issue	Total	Current Portion
IEPA Loan #L17-3622			
IEPA loan payable; due in semiannual installments of \$61,876, including interest at 1.25% through May 1, 2032.		\$ 1,105,266	\$ 110,280
TOTAL		\$ 1,105,266	\$ 110,280

The City entered in a loan agreement with the IEPA to provide low interest financing for wastewater improvements.

IEPA Loan #L17-3623 was not fully disbursed as of April 30, 2023 and, therefore, a payment schedule is not available.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

b. Long-Term Debt - Business-Type Activities (Continued)

Debt Service Requirements to Maturity

The annual requirements to amortize all debt outstanding as of April 30, 2023 are as follows:

Year Ending April 30,	IEPA Loan Payable		
	Principal	Interest	Total
2024	\$ 110,280	\$ 13,472	\$ 123,752
2025	111,662	12,090	123,752
2026	113,062	10,690	123,752
2027	114,480	9,272	123,752
2028	115,916	7,836	123,752
2029	117,369	6,383	123,752
2030	118,841	4,911	123,752
2031	120,331	3,421	123,752
2032	121,840	1,912	123,752
2033	61,485	384	61,869
TOTAL	\$ 1,105,266	\$ 70,371	\$ 1,175,637

Asset Retirement Obligation

The City has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon its water wells at the end of its estimated useful life in accordance with federal, state, and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated useful life of the water wells is 100 years.

c. Legal Debt Margin

The City is a home rule municipality.

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes governs computation of the legal debt margin.

4. LONG-TERM DEBT (Continued)

c. Legal Debt Margin (Continued)

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

To date, the General Assembly has set no limits for home rule municipalities. The City is a home rule municipality.

5. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; illnesses; and natural disasters. The City purchases commercial insurance and participates in the Illinois Municipal League Risk Management Association to manage these risks. Settled claims relating to commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years. The City purchases employee health insurance from an independent third party.

The Illinois Municipal League Risk Management Association (IMLRMA) is a joint risk management pool comprised of 739 Illinois municipalities. The member agreement provides that IMLRMA's other members, has a contractual obligation to fund any deficit of IMLRMA attributable to a membership year during which it was a member. Supplemental contributions may be required to fund these deficits. There were no supplemental contributions paid in the previous three years.

6. CONTINGENT LIABILITIES

a. Litigation

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. CONTINGENT LIABILITIES (Continued)

b. Grants

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

7. INDIVIDUAL FUND DISCLOSURES

a. Interfund Transfers

Interfund transfers between funds for the year ended April 30, 2023, were as follows:

	Transfers In	Transfers Out
General	\$ -	\$ 2,291,533
Nonmajor Governmental Special Service Area #3	3,245	-
Capital Projects	2,291,533	3,245
Governmental Activities	-	608,547
Business-Type Activities	608,547	-
TOTAL	\$ 2,903,325	\$ 2,903,325

The purpose of significant transfers is as follows:

- \$2,291,533 transferred to the Capital Projects Fund from the General Fund to fund capital projects. This transfer will not be repaid.
- \$608,547 transfer of capital assets from Governmental Activities to Business-Type Activities

b. Deficit Fund Balance

The following fund reported a deficit fund balance at April 30, 2023:

Fund	Deficit
Farmington SSA#3	\$ 126

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. INDIVIDUAL FUND DISCLOSURES (Continued)

c. Due To/From

Due to/from other funds for the year ended April 30, 2023, were as follows:

	Due To	Due From
	<hr/>	<hr/>
General	\$ -	\$ 100,000
Nonmajor Governmental Capital Projects Fund	<hr/> 100,000	-
TOTAL	<hr/> \$ 100,000	<hr/> \$ 100,000

The purpose of the following due to/from is as follows:

- \$100,000 due to the Nonmajor Governmental (Capital Projects Fund) from the General Fund to reimburse certain capital costs. Repayment is expected within one year.

8. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the City provides postemployment health care and life insurance benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions, and employer contributions are governed by the City and can be amended by the City through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the City's governmental activities.

b. Benefits Provided

The City provides postemployment health care and life insurance benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the City's retirement plans. Elected officials are not eligible for benefits. The City pays for net single coverage for most retirees.

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Benefits Provided (Continued)

All health care benefits are provided through the City’s health insurance plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous, and substance abuse care; vision care; dental care; and prescriptions. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the City’s plan becomes secondary. For certain disabled public safety employees who qualify under the Public Safety Employee Benefits Act (PSEBA), the City is required to pay 100% of the cost of basic health insurance for retirees and their dependents until Medicare eligibility.

c. Membership

At April 30, 2023, membership consisted of:

Retirees and beneficiaries currently receiving benefits	30
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>115</u>
 TOTAL	 <u>145</u>

d. Total OPEB Liability

The City’s total OPEB liability of \$8,221,091 was measured as of April 30, 2023 and was determined by an actuarial valuation as of May 1, 2023.

e. Actuarial Assumptions and Other Inputs

The total OPEB liability at April 30, 2023, as determined by an actuarial valuation as of May 1, 2023, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Actuarial Assumptions and Other Inputs (Continued)

Actuarial cost method	Entry-age
Actuarial value of assets	N/A
Salary increases	3.00%
Discount rate	3.53%
Healthcare cost trend rates	6.00% Initial to 5.00% Ultimate

The discount rate was based on The Bond Buyer 20-Bond GO Index, which is based on an average of certain general obligation municipal bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA.

f. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2022	<u>\$ 9,522,139</u>
Changes for the period	
Service cost	519,113
Interest	298,097
Difference between expected and actual experience	(99,033)
Assumption changes	(1,547,990)
Benefit payments	<u>(471,235)</u>
Net changes	<u>(1,301,048)</u>
BALANCES AT APRIL 30, 2023	<u>\$ 8,221,091</u>

Changes in assumptions related to the discount rate were made since the prior measurement date.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

g. Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the City calculated using the discount rate of 3.53% as well as what the City total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.53%) or 1 percentage point higher (4.53%) than the current rate:

	1% Decrease (2.53%)	Current Discount Rate (3.53%)	1% Increase (4.53%)
Total OPEB liability	\$ 8,910,559	\$ 8,221,091	\$ 7,598,684

The table below presents the total OPEB liability of the City calculated using the healthcare rate of 5% to 6% as well as what the City's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (4% to 5%) or 1 percentage point higher (6% to 7%) than the current rate:

	1% Decrease (4% to 5%)	Current Healthcare Rate (5% to 6%)	1% Increase (6% to 7%)
Total OPEB liability	\$ 7,317,332	\$ 8,221,091	\$ 9,282,936

h. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended April 30, 2023, the City recognized OPEB expense of \$717,970. At April 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,025,392	\$ 1,098,278
Changes in assumptions	879,658	2,170,977
TOTAL	\$ 1,905,050	\$ 3,269,255

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

h. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

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

Year Ending <u>April 30,</u>	
2024	\$ (99,240)
2025	(99,240)
2026	(99,240)
2027	(99,240)
2028	(99,240)
Thereafter	<u>(868,005)</u>
 TOTAL	 <u>\$ (1,364,205)</u>

9. DEFINED BENEFIT PENSION PLANS

The City contributes to four defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF - City) and the Sheriff’s Law Enforcement Personnel (SLEP) (also administered by IMRF) which are an agent multiple-employer public employee retirement system; the Police Pension Plan, which is a single-employer pension plan; and the Firefighters’ Pension Plan, which is also a single-employer pension plan. The benefits, benefit levels, employee contributions, and employer contributions for all five plans are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523. The Police and Firefighters’ Pension Plans do not issue separate reports.

Illinois Municipal Retirement Fund - City and SLEP

a. Plan Administration

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund - City and SLEP (Continued)

b. Plan Membership

At December 31, 2022, the measurement date, IMRF membership consisted of:

	<u>IMRF - City</u>	<u>SLEP</u>
Inactive employees or their beneficiaries currently receiving benefits	62	1
Inactive employees entitled to but not yet receiving benefits	47	-
Active employees	<u>60</u>	<u>-</u>
TOTAL	<u>169</u>	<u>1</u>

c. Benefits Provided

Illinois Municipal Retirement Fund - City

All employees (other than those covered by the Police or Firefighters' Pension Plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions and all are established by state statute.

9. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund - City and SLEP (Continued)

c. Benefits Provided (Continued)

SLEP

SLEP having accumulated at least 20 years of service and terminating IMRF participation or after January 1, 1988, may elect to retire at or after age 50 with no early retirement discount penalty. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. SLEP members meeting the two qualifications described in the first sentence of this paragraph are entitled to an annual retirement benefit payable monthly for life, in an amount equal to 2 1/2% of their final rate of earnings for each year of credited. For SLEP members retiring with less than 20 years of SLEP service, the regular IMRF pension formula applies.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 55 with ten years of Tier 2 service credit are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2 1/2% of their final rate of earnings for each year of credited. The pension for participating members who retire between age 50 and 55 will be reduced by 1/2% for each month under age 55. SLEP also provides death and disability benefits. These benefit provisions and all other requirements are established by ILCS.

d. Contributions

Participating members are required to contribute 4.50% and 7.50% for IMRF - City and SLEP, respectively, of their annual salary to IMRF. There are no contributing employees for the IMRF - ECO. The City is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the IMRF - City for the fiscal year ended April 30, 2023 was 7.44% of covered payroll. The employer contribution for SLEP for the fiscal year ended April 30, 2023 was 0.00% of covered payroll.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund - City and SLEP (Continued)

e. Actuarial Assumptions

The City's net pension liability was measured as of December 31, 2022 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions for IMRF - City and SLEP.

Actuarial valuation date	December 31, 2022
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.25%
Salary increases	2.85% to 13.75%
Interest rate	7.25%
Cost of living adjustments	3.25%
Asset valuation method	Fair Value of Assets

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

f. Discount Rate

Illinois Municipal Retirement Fund - City

The discount rate used to measure the total pension liability at December 31, 2022 was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the city contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund - City and SLEP (Continued)

f. Discount Rate (Continued)

SLEP

The discount rate used to measure the total pension liability at December 31, 2022 was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

g. Changes in the Net Pension Liability (Asset)

Illinois Municipal Retirement Fund - City

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
BALANCES AT JANUARY 1, 2022	\$ 24,300,033	\$ 28,235,664	\$ (3,935,631)
Changes for the period			
Service cost	334,974	-	334,974
Interest	1,721,166	-	1,721,166
Difference between expected and actual experience	473,519	-	473,519
Changes in assumptions	-	-	-
Employer contributions	-	290,480	(290,480)
Employee contributions	-	160,190	(160,190)
Net investment income	-	(3,580,848)	3,580,848
Benefit payments and refunds	(1,454,609)	(1,454,609)	-
Other (net transfer)	-	105,623	(105,623)
Net changes	1,075,050	(4,479,164)	5,554,214
BALANCES AT DECEMBER 31, 2022	\$ 25,375,083	\$ 23,756,500	\$ 1,618,583

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund - City and SLEP (Continued)

g. Changes in the Net Pension Liability (Asset) (Continued)

SLEP

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
BALANCES AT JANUARY 1, 2022	\$ 842,967	\$ 912,855	\$ (69,888)
Changes for the period			
Service cost	-	-	-
Interest	58,639	-	58,639
Difference between expected and actual experience	9,046	-	9,046
Changes in assumptions	-	-	-
Employer contributions	-	7,563	(7,563)
Employee contributions	-	-	-
Net investment income	-	(143,934)	143,934
Benefit payments and refunds	(68,311)	(68,311)	-
Other (net transfer)	-	4,962	(4,962)
Net changes	(626)	(199,720)	199,094
BALANCES AT DECEMBER 31, 2022	\$ 842,341	\$ 713,135	\$ 129,206

Total net pension liability for the City's IMRF and SLEP plans is \$1,747,789 and is reported in the basic financial statements as follows:

Governmental activities - City	\$ 705,705
Governmental activities - SLEP	129,206
Business-type activities/Enterprise Fund	725,114
Discretely presented component unit/IDA Public Library	187,764
TOTAL	<u>\$ 1,747,789</u>

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund - City and SLEP (Continued)

- h. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

Illinois Municipal Retirement Fund - City

For the year ended April 30, 2023, the City recognized pension expense of \$16,956.

At April 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to IMRF - City from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 358,725	\$ 321,694
Changes in assumption	-	36,381
Net difference between projected and actual earnings on pension plan investments	1,906,788	-
Contributions made after measurement date	59,863	-
TOTAL	\$ 2,325,376	\$ 358,075

Amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF - City will be recognized in pension expense as follows:

\$59,863 reported as deferred outflows of resources related to pensions resulting from city contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending April 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

<u>Year Ending April 30,</u>	
2024	\$ (215,905)
2025	285,149
2026	719,120
2027	1,119,074
2028	-
Thereafter	-
TOTAL	\$ 1,907,438

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund - City and SLEP (Continued)

- h. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

SLEP

For the year ended April 30, 2023, the City recognized pension expense (income) of \$8,377.

At April 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to SLEP from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ -
Changes in assumption	-	-
Net difference between projected and actual earnings on pension plan investments	63,675	-
Contributions made after measurement date	1,136	-
TOTAL	\$ 64,811	\$ -

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

\$1,136 reported as deferred outflows of resources related to pensions resulting from city contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending April 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

<u>Year Ending April 30,</u>	
2024	\$ (9,838)
2025	9,451
2026	22,444
2027	41,618
2028	-
Thereafter	-
TOTAL	\$ 63,675

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund - City and SLEP (Continued)

- h. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

SLEP (Continued)

Total net deferred outflows (inflows) for the City's IMRF and SLEP plan is \$2,032,112 and is reported in the basic financial statements as follows:

Governmental activities - City	\$ 868,876
Governmental activities - SLEP	64,811
Business-type activities/Enterprise Fund	887,352
Discretely presented component unit/IDA Public Library	<u>211,073</u>
TOTAL	<u>\$ 2,032,112</u>

- i. Discount Rate Sensitivity

Illinois Municipal Retirement Fund - City

The following is a sensitive analysis of the net pension liability (asset) - City to changes in the discount rate. The table below presents the net pension liability (asset) of the City calculated using the discount rate of 7.25% as well as what the City's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 4,487,290	\$ 1,618,583	\$ (682,371)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund - City and SLEP (Continued)

i. Discount Rate Sensitivity (Continued)

SLEP

The following is a sensitive analysis of the net pension liability - SLEP to changes in the discount rate. The table below presents the net pension liability of the City calculated using the discount rate of 7.25% as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 205,442	\$ 129,206	\$ 63,177

Police Pension Plan

a. Plan Administration

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund.

The plan is governed by a five-member Board of Trustees. Two members of the City Council are appointed by the City Mayor, one member is elected by pension beneficiaries, and two members are elected by active police employees.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

9. DEFINED BENEFIT PENSION PLANS (Continued)

Police Pension Plan (Continued)

b. Plan Membership

At April 30, 2023, the measurement date, membership consisted of:

Inactive plan members currently receiving benefits	33
Inactive plan members entitled to but not yet receiving benefits	6
Active plan members	45
 TOTAL	 84

c. Benefits Provided

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive 2.50% of salary for each year of service. The monthly benefit shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension, and 3% compounded annually thereafter. Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to greater of the average monthly salary obtaining by dividing the total salary during the 48 consecutive months of service within the last of 60 months in which the total salary was the highest by the number of months in that period; or the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

9. DEFINED BENEFIT PENSION PLANS (Continued)

Police Pension Plan (Continued)

d. Contributions

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. The City's policy is to fund the actuarially determined contribution. Effective January 1, 2011, the City has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. However, the City has been funding the plan based on 100% amortization of the past service cost over the same time frame. For the year ended April 30, 2023, the City's contribution was 40.72% of covered payroll.

e. Illinois Police Officers' Pension Investment Fund

The Illinois Police Officers' Pension Investment Fund (IPOPIF) is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate police pension funds. IPOPIF was created by Public Act 101-0610 and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds as defined in 40 ILCS 5/22B-105. Participation in IPOPIF by Illinois suburban and downstate police pension funds is mandatory.

f. Deposits with Financial Institutions

The plan retains all of its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the plan. The excess of available cash is required to be transferred to IPOPIF for purposes of the long-term investment for the plan.

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the plan's deposits may not be returned to it. The plan's investment policy requires pledging of collateral for all bank balances held in the plan's name in excess of federal depository insurance, at amounts ranging from 110% to 115% of the fair market value of the funds secured, with the collateral held by an independent third party or the Federal Reserve Bank.

9. DEFINED BENEFIT PENSION PLANS (Continued)

Police Pension Plan (Continued)

g. Investments

Investments of the plan are combined in a commingled external investment pool and held by IPOPIF. A schedule of investment expenses is included in IPOPIF's annual report. For additional information on IPOPIF's investments, please refer to their annual report as of June 30, 2022. A copy of that report can be obtained from IPOPIF at 456 Fulton Street, Suite 402, Peoria, Illinois 61602 or at www.ipopif.org.

h. Fair Value Measurement

The plan categorizes fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The plan held no investments subject to fair value measurement at April 30, 2023.

i. Net Asset Value

The net asset value (NAV) of the plan's pooled investment in IPOPIF was \$26,352,002 at April 30, 2023. Investments in IPOPIF are valued at IPOPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at April 30, 2023. The plan may redeem shares with a seven calendar day notice. IPOPIF may, at its sole discretion and based on circumstances, process redemption requests with fewer than a seven calendar day notice. Regular redemptions of the same amount on a particular day of the month may be arranged with IPOPIF.

j. Investment 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 3.39%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Police Pension Plan (Continued)

k. Discount Rate

The discount rate used to measure the total pension liability was 6.75% at April 30, 2023. The discount rate used to measure the total pension liability was 7% at April 30, 2022. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the City's contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

l. Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT MAY 1, 2022	\$ 41,569,873	\$ 27,513,333	\$ 14,056,540
Changes for the period			
Service cost	861,705	-	861,705
Interest	2,843,373	-	2,843,373
Difference between expected and actual experience	1,619,912	-	1,619,912
Change in assumptions	1,536,608	-	1,536,608
Changes of benefit terms	229,636	-	229,636
Employer contributions	-	1,513,794	(1,513,794)
Employee contributions	-	368,482	(368,482)
Net investment income	-	417,666	(417,666)
Benefit payments and refunds	(1,857,193)	(1,857,193)	-
Administrative expense	-	(115,808)	115,808
Net changes	5,234,041	326,941	4,907,100
BALANCES AT APRIL 30, 2023	\$ 46,803,914	\$ 27,840,274	\$ 18,963,640

The funded status of the plan as of April 30, 2023 is 59.50%.

9. DEFINED BENEFIT PENSION PLANS (Continued)

Police Pension Plan (Continued)

1. Changes in the Net Pension Liability (Continued)

There were changes with respect to actuarial assumptions from the prior year. The assumed rate on High Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.21% to 3.53% for the current year. Additionally, the discount rate and expected rate of return on investments changed from 7.00% to 6.75%. Lastly, Tier II disabled Members are entitled to an initial COLA increase on the later of the January 1st after the pensioner turns age 60 or the January 1st after the benefit date anniversary equal to the lesser of 3% of the original benefit or ½ CPI-U. The prior interpretation was that Tier II disabled members were entitled to an initial COLA increase on the later of the January 1st after the pensioner turns age 60 or the January 1st after the benefit date anniversary equal to 3% of the original monthly benefit for each full year that has passed since the pension began. In accordance with the new opinion, the impact of this change has been quantified as Changes of Benefit Terms in the current valuation.

m. Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation using the following actuarial methods and assumptions.

Actuarial valuation date	April 30, 2023
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.25%
Salary increases	2.25% to 13.95%
Interest rate	6.75%
Cost of living adjustments	3.00% (Tier 1) 2.00% (Tier 2)
Asset valuation method	Fair value

Mortality rates were based on the Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Police Pension Plan (Continued)

n. Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the City calculated using the discount rate of 6.75% as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.75%) or 1 percentage point higher (7.75%) than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net pension liability	\$ 25,989,415	\$ 18,963,640	\$ 13,260,781

o. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2023, the City recognized pension expense of \$2,377,070. At April 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to the Police Pension Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,620,782	\$ 923,149
Changes in assumptions	1,610,028	205,620
Net difference between projected and actual earnings on pension plan investments	<u>2,127,167</u>	<u>-</u>
TOTAL	<u>\$ 5,357,977</u>	<u>\$ 1,128,769</u>

Changes in the net pension liability related to the difference in actual and expected experience, or changes in assumptions regarding future events, are recognized in pension expense over the expected remaining service life of all employees (active and retired) in the plan. Differences in projected and actual earnings over the measurement period are recognized over a five-year period.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Police Pension Plan (Continued)

- o. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Police Pension Plan will be recognized in pension expense as follows:

<u>Year Ending</u> <u>April 30,</u>	
2024	\$ 742,446
2025	539,441
2026	1,491,536
2027	668,092
2028	365,866
Thereafter	<u>421,827</u>
 TOTAL	 <u>\$ 4,229,208</u>

Firefighters' Pension Plan

- a. Plan Administration

Firefighter sworn personnel are covered by the Firefighters' Pension Plan, a single-employer defined benefit pension plan sponsored by the City. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-101) and may be amended only by the Illinois legislature. The City accounts for the Firefighters' Pension Plan as a pension trust fund.

The plan is governed by a five-member Board of Trustees. Two members of the City Council are appointed by the City Mayor, one member is elected by pension beneficiaries, and two members are elected by active firefighter employees.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

9. DEFINED BENEFIT PENSION PLANS (Continued)

Firefighters' Pension Plan (Continued)

b. Plan Membership

At April 30, 2023, the measurement date, membership consisted of:

Inactive plan members currently receiving benefits	33
Inactive plan members entitled to but not yet receiving benefits	6
Active plan members	28
 TOTAL	 67

c. Benefits Provided

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held at the date of retirement. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension, and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the greater of the average monthly salary obtaining by dividing the total salary during the 48 consecutive months of service within the last of 60 months in which the total salary was the highest by the number of months in that period; or the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

9. DEFINED BENEFIT PENSION PLANS (Continued)

Firefighters' Pension Plan (Continued)

d. Contributions

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with fewer than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to finance the Firefighters' Pension Plan as actuarially determined by an enrolled actuary. The City's policy is to fund the actuarially determined contribution. Effective January 1, 2011, the City has until the year 2040 to fund 90% of the past service cost for the Firefighters' Pension Plan. The City has chosen a policy to fund 100% of the past service costs by 2040. For the year ended April 30, 2023, the City's contribution was 57.18% of covered payroll.

e. Illinois Firefighters' Pension Investment Fund

The Illinois Firefighters' Pension Investment Fund (IFPIF) is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate firefighter pension funds. IFPIF was created by Public Act 101-0610, and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds. Participation in IFPIF by Illinois suburban and downstate firefighter pension funds is mandatory.

f. Deposits with Financial Institutions

The plan retains all of its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the plan. The excess of available cash is required to be transferred to IFPIF for purposes of the long-term investment for the plan.

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the fund's deposits may not be returned to it. The fund's investment policy requires that any funds deposited directly in financial institutions should be made with fully federally insured financial institutions and that any deposits in excess of FDIC insurance should be collateralized at 110% of the fair market value of the deposits. The collateral will be held in a safekeeping by a third party and evidenced by a written agreement.

9. DEFINED BENEFIT PENSION PLANS (Continued)

Firefighters' Pension Plan (Continued)

g. Investments

Investments of the plan are combined in a commingled external investment pool and held by IFPIF. A schedule of investment expenses is included in IFPIF's annual comprehensive financial report. For additional information on IFPIF's investments, please refer to their annual report as of June 30, 2022. A copy of that report can be obtained from IFPIF at 1919 South Highland Avenue, Building A, Suite 237, Lombard, Illinois 60148 or at www.ifpif.org.

h. Fair Value Measurement

The plan categorizes fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The plan held no investments subject to fair value measurement at April 30, 2023.

i. Net Asset Value

The net asset value (NAV) of the plan's pooled investment in IFPIF was \$18,787,873 at April 30, 2023. The pooled investments consist of the investments as noted in the target allocation table available at www.ifpif.org. Investments in IFPIF are valued at IFPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at April 30, 2023. The plan may redeem shares by giving notice by 5:00 pm central time on the 1st of each month. Requests properly submitted on or before the 1st of each month will be processed for redemption by the 14th of the month. Expedited redemptions may be processed at the sole discretion of IFPIF.

j. Investment Policy

IFPIF's current investment policy was adopted by the Board of Trustees on June 17, 2022. IFPIF is authorized to invest in all investments allowed by ILCS. The IFPIF shall not be subject to any of the limitations applicable to investments of pension fund assets currently held by the transferor pension funds under Sections 1-113.1 through 1-113.12 or Article 4 of the Illinois Pension Code.

k. 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 2.52%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Firefighters' Pension Plan (Continued)

l. Discount Rate

The discount rate used to measure the total pension liability was 6.75% at April 30, 2023. The discount rate used to measure the total pension liability was 7% at April 30, 2022. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the City's contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

m. Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT MAY 1, 2022	\$ 30,881,293	\$ 19,408,870	\$ 11,472,423
Changes for the period			
Service cost	576,770	-	576,770
Interest	2,099,545	-	2,099,545
Difference between expected and actual experience	746,394	-	746,394
Changes in assumptions	1,014,536	-	1,014,536
Changes of benefit terms	(51,853)	-	(51,853)
Employer contributions	-	1,303,571	(1,303,571)
Employee contributions	-	216,783	(216,783)
Contributions - other	-	-	-
Net investment income	-	147,709	(147,709)
Benefit payments and refunds	(1,728,918)	(1,728,918)	-
Administrative expense	-	(43,325)	43,325
Net changes	2,656,474	(104,180)	2,760,654
BALANCES AT APRIL 30, 2023	\$ 33,537,767	\$ 19,304,690	\$ 14,233,077

The funded status of the plan as of April 30, 2023 is 57.60%.

9. DEFINED BENEFIT PENSION PLANS (Continued)

Firefighters' Pension Plan (Continued)

m. Changes in the Net Pension Liability (Continued)

There were changes with respect to actuarial assumptions from the prior year. The assumed rate on High Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.21% to 3.53% for the current year. Additionally, the discount rate and expected rate of return on investments changed from 7.00% to 6.75%. Lastly, Tier II disabled Members are entitled to an initial COLA increase on the later of the January 1st after the pensioner turns age 60 or the January 1st after the benefit date anniversary equal to the lesser of 3% of the original benefit or ½ CPI-U. The prior interpretation was that Tier II disabled members were entitled to an initial COLA increase on the later of the January 1st after the pensioner turns age 60 or the January 1st after the benefit date anniversary equal to 3% of the original monthly benefit for each full year that has passed since the pension began. In accordance with the new opinion, the impact of this change has been quantified as Changes of Benefit Terms in the current valuation.

n. Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation using the following actuarial methods and assumptions.

Actuarial valuation date	April 30, 2023
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.25%
Salary increases	2.25% to 10.56%
Interest rate	6.75%
Cost of living adjustments	3.00% (Tier 1) 2.00% (Tier 2)
Asset valuation method	Fair value

Mortality rates were based on the Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Firefighters' Pension Plan (Continued)

o. Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the City calculated using the discount rate of 6.75% as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.75%) or 1 percentage point higher (7.75%) than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net pension liability	\$ 18,844,416	\$ 14,233,077	\$ 10,455,743

p. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2023, the City recognized pension expense of \$1,623,965. At April 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to the Firefighters' Pension Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 905,825	\$ 749,548
Changes in assumption	987,311	24,103
Net difference between projected and actual earnings on pension plan investments	1,388,906	-
TOTAL	\$ 3,282,042	\$ 773,651

Changes in the net pension liability related to the difference in actual and expected experience, or changes in assumptions regarding future events, are recognized in pension expense over the expected remaining service life of all employees (active and retired) in the plan. Differences in projected and actual earnings over the measurement period are recognized over a five-year period.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Firefighters' Pension Plan (Continued)

p. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Firefighters' Pension Plan will be recognized in pension expense as follows:

<u>Year Ending April 30,</u>		
2024	\$	485,424
2025		351,457
2026		955,599
2027		456,350
2028		259,561
Thereafter		<u>-</u>
TOTAL	\$	<u>2,508,391</u>

Police Pension Plan and Firefighters' Pension Plan

a. Plan Net Position

	<u>Police Pension</u>	<u>Firefighters' Pension</u>	<u>Total</u>
ASSETS			
Cash and short-term investments	\$ 9,968	\$ 515,842	\$ 525,810
Investments at fair value			
Money market mutual funds	1,489,124	122	1,489,246
Held in the Illinois Police Officers' Pension Investment Fund	26,352,002	-	26,352,002
Held in the Illinois Firefighters' Pension Investment Fund	-	18,787,873	18,787,873
Prepaid items	3,850	3,673	7,523
	<hr/>		
Total assets	27,854,944	19,307,510	47,162,454
<hr/>			
LIABILITIES			
Accounts payable	14,670	2,820	17,490
	<hr/>		
Total liabilities	14,670	2,820	17,490
<hr/>			
NET POSITION RESTRICTED FOR PENSION	\$ 27,840,274	\$ 19,304,690	\$ 47,144,964

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

Police Pension Plan and Firefighters' Pension Plan (Continued)

b. Changes in Plan Net Position

	Police Pension	Firefighters' Pension	Total
ADDITIONS			
Contributions			
Employer	\$ 1,513,794	\$ 1,303,571	\$ 2,817,365
Employee	368,482	216,783	585,265
Total contributions	1,882,276	1,520,354	3,402,630
Investment income			
Net appreciation (depreciation) in fair value of investments	241,481	(24,703)	216,778
Interest	215,926	187,049	402,975
Total investment income	457,407	162,346	619,753
Less investment expense	(39,741)	(14,637)	(54,378)
Net investment income	417,666	147,709	565,375
Total additions	2,299,942	1,668,063	3,968,005
DEDUCTIONS			
Benefits and refunds	1,857,193	1,728,918	3,586,111
Administrative expenses	115,808	43,325	159,133
Total deductions	1,973,001	1,772,243	3,745,244
NET INCREASE (DECREASE)	326,941	(104,180)	222,761
NET POSITION RESTRICTED FOR PENSIONS			
May 1	27,513,333	19,408,870	46,922,203
April 30	\$ 27,840,274	\$ 19,304,690	\$ 47,144,964

10. SPECIAL ITEM

Special items are significant transactions within the control of management that are unusual in nature or infrequent in occurrence. The Tax Increment Financing Revenue Notes, Series 2003, matured March 31, 2023 without sufficient funds in the Kishwaukee TIF #1 Fund to pay the remaining amount owed on the Notes. As a result, the City recognized a gain on forgiveness of debt and accreted interest in the amount of \$3,036,000 and \$4,550,533, respectively, on the statement of activities for the year ended April 30, 2023.

11. DISCRETELY PRESENTED COMPONENT UNIT - IDA PUBLIC LIBRARY

The Library is authorized to invest in all investments allowed by ILCS. These include deposits/investments insured by the FDIC, obligations or securities guaranteed by the United States of America, direct obligations of any bank as defined by the Illinois Banking Act, certain money market mutual funds, and The Illinois Funds (a money market fund created by the State Legislature under the control of the State Treasurer that maintains a \$1 share value).

a. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank failure, the Library's deposit may not be returned. The Library's policy requires that funds on deposits in excess of FDIC coverage must be secured at least 100% of the fair market value of the net amount of the funds secured. Pledged collateral is to be held by an independent third party depository. At April 30, 2023, all of the Library's deposits with financial institutions were covered by either FDIC or pledged collateral held by an independent third party in the Library's name.

b. Investments

As of April 30, 2023, the Library had investments and maturities as follows:

The Library holds 1,608 shares of Consolidated Edison common stock with a fair value of \$118,349 at April 30, 2023 that are valued using quoted prices in active markets for identical assets (Level 1 inputs).

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Library will not be able to recover the value of its investments that are in the possession of an outside party. To limit its exposure, the Library's investment policy requires all security transactions that are exposed to custodial credit risk to be processed with the underlying investments held by the Library or a third party custodian and held in the Library's name.

11. DISCRETELY PRESENTED COMPONENT UNIT - IDA PUBLIC LIBRARY
(Continued)

b. Investments (Continued)

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Library limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

Credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment in securities allowed under the investment policy. The Library's investment policy does not address credit risk.

Concentration of the credit risk is the risk that the Library has a high percentage of their investments invested in one investment. The Library's investment policy requires diversification of investments to avoid unreasonable risk but does not contain any specific diversification targets.

c. Property Taxes

Property taxes for 2022 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically.

d. Capital Assets

Capital assets purchased or acquired with an original cost in excess of \$2,500 are reported at historical cost or estimated historical cost. Donated assets are reported at acquisition value as of the date of donation. Addition, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Library as a whole. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DISCRETELY PRESENTED COMPONENT UNIT - IDA PUBLIC LIBRARY
(Continued)

d. Capital Assets (Continued)

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

	<u>Years</u>
Improvements	5
Building	40
Equipment	5

The Library's capital asset activity for the year ended April 30, 2023 was as follows:

	<u>Beginning</u>			<u>Ending</u>
	<u>Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balances</u>
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 290,999	\$ -	\$ -	\$ 290,999
Construction in progress	94,548	47,346	141,894	-
Total capital assets being depreciated	<u>385,547</u>	<u>47,346</u>	<u>141,894</u>	<u>290,999</u>
Capital assets being depreciated				
Land Improvements	8,697	-	-	8,697
Buildings	1,702,637	141,894	-	1,844,531
Equipment	137,181	-	-	137,181
Total capital assets being depreciated	<u>1,848,515</u>	<u>141,894</u>	<u>-</u>	<u>1,990,409</u>
Less accumulated depreciation for				
Land improvements	8,697	-	-	8,697
Buildings	1,249,450	42,460	-	1,291,910
Equipment	76,367	17,702	-	94,069
Total accumulated depreciation	<u>1,334,514</u>	<u>60,162</u>	<u>-</u>	<u>1,394,676</u>
Total capital assets being depreciated, net	<u>514,001</u>	<u>81,732</u>	<u>-</u>	<u>595,733</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 899,548</u>	<u>\$ 129,078</u>	<u>\$ 141,894</u>	<u>\$ 886,732</u>

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DISCRETELY PRESENTED COMPONENT UNIT - IDA PUBLIC LIBRARY
(Continued)

e. Long-Term Debt

Mortgage Loans Payable

The Library has one outstanding mortgage loan payable as of April 30, 2023. Mortgages have been issued for capital acquisitions and have interest rates at 4.25%.

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

	May 1	Additions	Reductions	April 30	Current Portion
DISCRETELY PRESENTED COMPONENT UNIT					
Mortgage notes payable	\$ 243,965	\$ -	\$ 22,170	\$ 221,795	\$ 23,121
Compensated absences	7,366	1,433	1,473	7,326	1,465
Net pension liability - IMRF	-	187,764	-	187,764	-
Other postemployment benefit liability	91,594	-	25,101	66,493	2,164
TOTAL DISCRETELY PRESENTED COMPONENT UNIT	\$ 342,925	\$ 189,197	\$ 48,744	\$ 483,378	\$ 26,750

f. Debt Service Requirements to Maturity

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

Year Ending	Principal	Interest
2024	\$ 23,121	\$ 9,119
2025	24,160	8,080
2026	25,220	7,018
2027	149,294	1,066
TOTAL	\$ 221,795	\$ 25,283

11. DISCRETELY PRESENTED COMPONENT UNIT - IDA PUBLIC LIBRARY
(Continued)

g. Other Postemployment Benefits

Plan Description

In addition to providing the pension benefits described, the Library provides postemployment health care and life insurance benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions, and employer contributions are governed by the Library and can be amended by the Library through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

Benefits Provided

The Library provides postemployment health care and life insurance benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the Library's retirement plans. Elected officials are not eligible for benefits. The Library pays for net single coverage for most retirees.

All health care benefits are provided through the Library's health insurance plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous, and substance abuse care; vision care; dental care; and prescriptions. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the Library's plan becomes secondary.

Membership

At April 30, 2023, membership consisted of:

Retirees and beneficiaries currently receiving benefits	-
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>9</u>
TOTAL	<u>9</u>

11. DISCRETELY PRESENTED COMPONENT UNIT - IDA PUBLIC LIBRARY
(Continued)

g. Other Postemployment Benefits (Continued)

Total OPEB Liability

The Library's total OPEB liability of \$66,493 was measured as of April 30, 2023 and was determined by an actuarial valuation as of May 1, 2023.

Actuarial Assumptions and Other Inputs

The total OPEB liability at April 30, 2023, as determined by an actuarial valuation as of May 1, 2023, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Actuarial cost method	Entry-age normal
Actuarial value of assets	N/A
Salary increases	3.00%
Discount rate	3.53%
Healthcare cost trend rates	6.00% Initial to 5.00% Ultimate

The discount rate was based on The Bond Buyer 20-Bond GO Index, which is based on an average of certain general obligation municipal bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA.

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DISCRETELY PRESENTED COMPONENT UNIT - IDA PUBLIC LIBRARY
(Continued)

g. Other Postemployment Benefits (Continued)

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2022	<u>\$ 91,594</u>
Changes for the period	
Service cost	6,064
Interest	2,905
Difference between expected and actual experience	(19,127)
Assumption changes	(12,779)
Benefit payments	<u>(2,164)</u>
Net changes	<u>(25,101)</u>
BALANCES AT APRIL 30, 2023	<u>\$ 66,493</u>

Changes in assumptions related to the discount rate were made since the prior measurement date.

Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the Library calculated using the discount rate of 3.53% as well as what the Library total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.53%) or 1 percentage point higher (4.53%) than the current rate:

	1% Decrease (2.53%)	Current Discount Rate (3.53%)	1% Increase (4.53%)
Total OPEB liability	\$ 72,330	\$ 66,493	\$ 61,058

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DISCRETELY PRESENTED COMPONENT UNIT - IDA PUBLIC LIBRARY
(Continued)

g. Other Postemployment Benefits (Continued)

The table below presents the total OPEB liability of the Library calculated using the healthcare rate of 5% to 6% as well as what the Library's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (4% to 5%) or 1 percentage point higher (6% to 7%) than the current rate:

	1% Decrease (4% to 5%)	Current Healthcare Rate (5% to 6%)	1% Increase (6% to 7%)
Total OPEB liability	\$ 57,644	\$ 66,493	\$ 77,213

h. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended April 30, 2023, the Library recognized OPEB expense (income) of \$(317). At April 30, 2023, the Library reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 82,227
Changes in assumptions	11,576	32,829
TOTAL	\$ 11,576	\$ 115,056

CITY OF BELVIDERE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DISCRETELY PRESENTED COMPONENT UNIT - IDA PUBLIC LIBRARY
(Continued)

- h. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

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

Year Ending April 30,	
2024	\$ (9,286)
2025	(9,286)
2026	(9,286)
2027	(9,286)
2028	(9,286)
Thereafter	<u>(57,050)</u>
TOTAL	<u>\$ (103,480)</u>

12. SUBSEQUENT EVENT

On September 5, 2023, the City Council approved Ordinance #638H authorizing the City of Belvidere to borrow funds from the Illinois Public Water Supply Loan Program. The primary purpose of this loan is for the drilling and construction of a new potable water well (Well #11). The estimated costs of construction and installation of the project is \$1,800,000.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND - REGULAR

Last Eight Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially determined contribution	\$ 434,831	\$ 463,542	\$ 430,485	\$ 388,534	\$ 348,059	\$ 376,781	\$ 338,875	\$ 268,569
Contributions in relation to the actuarially determined contribution	434,831	463,542	430,485	388,534	348,059	376,781	338,875	268,569
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 2,986,664	\$ 3,101,404	\$ 3,177,606	\$ 3,377,434	\$ 3,436,657	\$ 3,563,273	\$ 3,444,064	\$ 3,612,086
Contributions as a percentage of covered payroll	14.56%	14.95%	13.55%	11.50%	10.13%	10.57%	9.84%	7.44%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 21 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.85% to 13.75% compounded annually, and postretirement benefit increases of 2.50% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND - SLEP

Last Eight Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially determined contribution	\$ 18,619	\$ 19,277	\$ 17,757	\$ 107	\$ 3,917	\$ 10,791	\$ 9,292	\$ 6,178
Contributions in relation to the actuarially determined contribution	18,619	19,277	17,757	107	3,917	10,791	9,292	6,178
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 102,873	\$ 103,686	\$ 96,858	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions as a percentage of covered payroll	18.10%	18.59%	18.33%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 21 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.85% to 13.75% compounded annually, and postretirement benefit increases of 2.50% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

Last Nine Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2015	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially determined contribution	\$ 1,007,631	\$ 1,072,241	\$ 1,089,027	\$ 1,150,677	\$ 1,246,427	\$ 1,304,118	\$ 1,393,328	\$ 1,545,285	\$ 1,513,794
Contribution in relation to the actuarially determined contribution	1,011,718	1,079,608	1,092,429	1,152,636	1,250,966	1,304,119	1,393,328	1,545,285	1,513,794
CONTRIBUTION DEFICIENCY (Excess)	\$ (4,087)	\$ (7,367)	\$ (3,402)	\$ (1,959)	\$ (4,539)	\$ (1)	\$ -	\$ -	\$ -
Covered payroll	\$ 2,932,915	\$ 3,608,001	\$ 3,711,365	\$ 3,831,984	\$ 3,383,915	\$ 3,586,222	\$ 3,416,964	\$ 3,559,742	\$ 3,717,811
Contributions as a percentage of covered payroll	34.50%	29.92%	29.43%	30.08%	36.97%	36.36%	40.78%	43.41%	40.72%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of May 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 18.89 years; the asset valuation method was at five-year smoothed market value; and the significant actuarial assumptions were an investment rate of return of 7.00% annually, projected salary increase assumption of 2.25% to 13.95% annually, and postretirement benefit increases of 3.00% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
FIREFIGHTERS' PENSION FUND**

Last Nine Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2015	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially determined contribution	\$ 781,938	\$ 775,947	\$ 861,063	\$ 1,032,926	\$ 1,065,291	\$ 1,103,286	\$ 1,154,950	\$ 1,238,702	\$ 1,303,571
Contribution in relation to the actuarially determined contribution	786,258	783,447	864,148	1,035,510	1,070,269	1,103,287	1,154,950	1,238,702	1,303,571
CONTRIBUTION DEFICIENCY (Excess)	\$ (4,320)	\$ (7,500)	\$ (3,085)	\$ (2,584)	\$ (4,978)	\$ (1)	\$ -	\$ -	\$ -
Covered payroll	\$ 1,871,647	\$ 2,202,000	\$ 2,200,810	\$ 2,272,336	\$ 2,077,740	\$ 2,182,622	\$ 2,253,557	\$ 2,170,284	\$ 2,279,836
Contributions as a percentage of covered payroll	42.01%	35.58%	39.26%	45.57%	51.51%	50.55%	51.25%	57.08%	57.18%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of May 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 18.94 years; the asset valuation method was at five-year smoothed market value; and the significant actuarial assumptions were an investment rate of return of 7.00% annually, projected salary increase assumption of 2.25% to 10.56% annually, and postretirement benefit increases of 3.00% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND - REGULAR

Last Eight Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018	2019	2020	2021	2022
TOTAL PENSION LIABILITY								
Service cost	\$ 333,951	\$ 346,118	\$ 344,572	\$ 320,080	\$ 352,156	\$ 363,572	\$ 333,013	\$ 334,974
Interest	1,525,504	1,572,488	1,579,309	1,588,927	1,634,521	1,666,431	1,717,120	1,721,166
Differences between expected and actual experience	(129,658)	(667,839)	67,547	(55,841)	(376,751)	51,120	(656,164)	473,519
Changes of assumptions	50,861	(103,106)	(683,393)	621,248	-	(161,277)	-	-
Benefit payments, including refunds of member contributions	(1,104,619)	(1,099,880)	(1,236,855)	(1,098,234)	(1,163,842)	(1,187,144)	(1,223,678)	(1,454,609)
Net change in total pension liability	676,039	47,781	71,180	1,376,180	446,084	732,702	170,291	1,075,050
Total pension liability - beginning	20,779,776	21,455,815	21,503,596	21,574,776	22,950,956	23,397,040	24,129,742	24,300,033
TOTAL PENSION LIABILITY - ENDING	\$ 21,455,815	\$ 21,503,596	\$ 21,574,776	\$ 22,950,956	\$ 23,397,040	\$ 24,129,742	\$ 24,300,033	\$ 25,375,083
PLAN FIDUCIARY NET POSITION								
Contributions - employer	\$ 448,219	\$ 452,185	\$ 413,418	\$ 410,245	\$ 333,813	\$ 387,001	\$ 368,509	\$ 290,480
Contributions - member	138,625	139,563	140,724	149,602	156,112	153,844	154,980	160,190
Net investment income	89,709	1,259,537	3,322,307	(1,173,375)	3,714,142	3,171,366	4,256,314	(3,580,848)
Benefit payments, including refunds of member contributions	(1,104,619)	(1,099,880)	(1,236,855)	(1,098,234)	(1,163,842)	(1,187,144)	(1,223,678)	(1,454,609)
Other	296,584	(71,807)	(166,593)	252,176	(312,697)	214,978	(550,345)	105,623
Net change in plan fiduciary net position	(131,482)	679,598	2,473,001	(1,459,586)	2,727,528	2,740,045	3,005,780	(4,479,164)
Plan fiduciary net position - beginning	18,200,780	18,069,298	18,748,896	21,221,897	19,762,311	22,489,839	25,229,884	28,235,664
PLAN FIDUCIARY NET POSITION - ENDING	\$ 18,069,298	\$ 18,748,896	\$ 21,221,897	\$ 19,762,311	\$ 22,489,839	\$ 25,229,884	\$ 28,235,664	\$ 23,756,500
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ 3,386,517	\$ 2,754,700	\$ 352,879	\$ 3,188,645	\$ 907,201	\$ (1,100,142)	\$ (3,935,631)	\$ 1,618,583

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018	2019	2020	2021	2022
Plan fiduciary net position as a percentage of the total pension liability	84.20%	87.20%	98.40%	86.10%	96.10%	104.60%	116.20%	93.60%
Covered payroll	\$ 2,986,664	\$ 3,101,404	\$ 3,127,220	\$ 3,324,512	\$ 3,466,383	\$ 3,418,747	\$ 3,444,005	\$ 3,559,792
Employer's net pension liability (asset) as a percentage of covered payroll	113.40%	88.80%	11.30%	95.90%	26.20%	(32.20%)	(114.30%)	45.50%

Notes to Required Supplementary Information

2020: Changes in assumptions related to price inflation, salary increases, retirement age, and mortality rates

2018: Changes in assumptions related to the discount rate were made since the prior measurement date.

2017: Changes in assumptions related to inflation rates, salary rates, and mortality were made since the prior measurement date.

2016: Changes in assumptions related to retirement age, mortality, and the discount rate were made since the prior measurement date.

2015: Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND - SLEP

Last Eight Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018	2019	2020	2021	2022
TOTAL PENSION LIABILITY								
Service cost	\$ 19,739	\$ 19,843	\$ 19,142	\$ 18,954	\$ -	\$ -	\$ -	\$ -
Interest	41,167	45,912	46,711	46,638	58,141	58,287	58,659	58,639
Differences between expected and actual experience	4,739	(57,413)	(29,744)	161,267	7,736	8,404	8,485	9,046
Changes of assumptions	9,797	(13,244)	(11,953)	19,252	-	4,093	-	-
Benefit payments, including refunds of member contributions	-	-	-	(50,069)	(62,979)	(64,766)	(66,533)	(68,311)
Net change in total pension liability	75,442	(4,902)	24,156	196,042	2,898	6,018	611	(626)
Total pension liability - beginning	542,702	618,144	613,242	637,398	833,440	836,338	842,356	842,967
TOTAL PENSION LIABILITY - ENDING	\$ 618,144	\$ 613,242	\$ 637,398	\$ 833,440	\$ 836,338	\$ 842,356	\$ 842,967	\$ 842,341
PLAN FIDUCIARY NET POSITION								
Contributions - employer	\$ 18,857	\$ 18,932	\$ 20,068	\$ 3,783	\$ 321	\$ 11,108	\$ 10,157	\$ 7,563
Contributions - member	7,866	7,730	7,884	1,774	-	-	-	-
Net investment income	2,536	35,599	81,766	(31,887)	141,815	116,989	152,933	(143,934)
Benefit payments, including refunds of member contributions	-	-	-	(50,069)	(62,979)	(64,766)	(66,533)	(68,311)
Other	(24,973)	(106)	(2,437)	64,021	4,128	12,270	2,307	4,962
Net change in plan fiduciary net position	4,286	62,155	107,281	(12,378)	83,285	75,601	98,864	(199,720)
Plan fiduciary net position - beginning	493,761	498,047	560,202	667,483	655,105	738,390	813,991	912,855
PLAN FIDUCIARY NET POSITION - ENDING	\$ 498,047	\$ 560,202	\$ 667,483	\$ 655,105	\$ 738,390	\$ 813,991	\$ 912,855	\$ 713,135
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ 120,097	\$ 53,040	\$ (30,085)	\$ 178,335	\$ 97,948	\$ 28,365	\$ (69,888)	\$ 129,206

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018	2019	2020	2021	2022
Plan fiduciary net position as a percentage of the total pension liability	80.60%	91.40%	104.70%	78.60%	88.30%	96.60%	108.30%	84.70%
Covered payroll	\$ 104,881	\$ 103,060	\$ 105,121	\$ 23,653	\$ -	\$ -	\$ -	\$ -
Employer's net pension liability (asset) as a percentage of covered payroll	114.50%	51.50%	(28.60%)	754.00%	0.00%	0.00%	0.00%	0.00%

Notes to Required Supplementary Information

2020: Changes in assumptions related to price inflation, salary increases, retirement age, and mortality rates

2018: Changes in assumptions related to the discount rate were made since the prior measurement date.

2017: Changes in assumptions related to inflation rates, salary rates, and mortality were made since the prior measurement date.

2016: Changes in assumptions related to retirement age, mortality, and the discount rate were made since the prior measurement date.

2015: Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION FUND

Last Eight Fiscal Years

MEASUREMENT DATE APRIL 30,	2016	2017	2018	2019	2020	2021	2022	2023
TOTAL PENSION LIABILITY								
Service cost	\$ 636,905	\$ 691,067	\$ 720,229	\$ 770,645	\$ 794,169	\$ 845,217	\$ 806,439	\$ 861,705
Interest	2,197,905	2,195,513	2,305,373	2,386,069	2,519,366	2,621,839	2,677,575	2,843,373
Change in benefit terms*	-	-	-	-	165,394	-	-	229,636
Differences between expected and actual experience	(1,063,512)	743,564	(184,562)	239,788	(457,500)	(130,176)	(670,992)	1,619,912
Changes to actuarial assumptions*	(558,820)	(638,384)	(201,388)	-	531,753	-	-	1,536,608
Benefit payments, including refunds of member contributions	(1,151,208)	(1,342,076)	(1,502,599)	(1,471,094)	(1,513,424)	(1,611,398)	(1,756,045)	(1,857,193)
Net change in total pension liability	61,270	1,649,684	1,137,053	1,925,408	2,039,758	1,725,482	1,056,977	5,234,041
Total pension liability - beginning	31,974,241	32,035,511	33,685,195	34,822,248	36,747,656	38,787,414	40,512,896	41,569,873
TOTAL PENSION LIABILITY - ENDING	\$ 32,035,511	\$ 33,685,195	\$ 34,822,248	\$ 36,747,656	\$ 38,787,414	\$ 40,512,896	\$ 41,569,873	\$ 46,803,914
PLAN FIDUCIARY NET POSITION								
Contributions - employer	\$ 1,079,609	\$ 1,092,429	\$ 1,152,636	\$ 1,250,966	\$ 1,304,119	\$ 1,393,328	\$ 1,545,285	\$ 1,513,794
Contributions - member	291,901	295,545	310,449	331,743	341,551	355,843	353,005	368,482
Contributions - other	-	60,493	-	-	-	-	-	-
Net investment income	(151,962)	1,249,839	1,317,562	1,522,124	239,123	6,404,339	(2,195,221)	417,666
Benefit payments, including refunds of member contributions	(1,151,208)	(1,342,076)	(1,502,599)	(1,471,094)	(1,513,424)	(1,611,398)	(1,756,045)	(1,857,193)
Administrative expense	(29,572)	(28,411)	(27,020)	(34,988)	(44,942)	(66,557)	(61,936)	(115,808)
Net change in plan fiduciary net position	38,768	1,327,819	1,251,028	1,598,751	326,427	6,475,555	(2,114,912)	326,941
Plan fiduciary net position - beginning	18,609,897	18,648,665	19,976,484	21,227,512	22,826,263	23,152,690	29,628,245	27,513,333
PLAN FIDUCIARY NET POSITION - ENDING	\$ 18,648,665	\$ 19,976,484	\$ 21,227,512	\$ 22,826,263	\$ 23,152,690	\$ 29,628,245	\$ 27,513,333	\$ 27,840,274
EMPLOYER'S NET PENSION LIABILITY	\$ 13,386,846	\$ 13,708,711	\$ 13,594,736	\$ 13,921,393	\$ 15,634,724	\$ 10,884,651	\$ 14,056,540	\$ 18,963,640

MEASUREMENT DATE APRIL 30,	2016	2017	2018	2019	2020	2021	2022	2023
Plan fiduciary net position as a percentage of the total pension liability	58.20%	59.30%	61.00%	62.10%	59.70%	73.10%	66.20%	59.50%
Covered payroll	\$ 3,608,001	\$ 3,711,365	\$ 3,831,984	\$ 3,383,915	\$ 3,586,222	\$ 3,416,941	\$ 3,559,742	\$ 3,717,811
Employer's net pension liability as a percentage of covered payroll	371.00%	369.40%	354.80%	411.40%	436.00%	318.50%	394.90%	510.10%

Notes to Required Supplementary Information

*2016: There was a change with respect to actuarial assumptions from the prior year. The assumed rate on Hg Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.62% to 3.32% for the current year. The discount rate used in the determination of the total pension liability was changed from 6.48% to 7.00%. The demographic assumptions were changed based on a study of police officers and police pension funds in Illinois. The changes were made to better reflect the future anticipated experience of the fund. The assumptions impacted include mortality rates, mortality improvement rates, retirement rates, disability rates, and termination rates.

*2017: There was a change with respect to actuarial assumptions from the prior year. The assumed rate on High Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.32% to 3.82% for the current year. The mortality assumption was updated to include mortality improvements as stated in the most recently released MP-2016 table. In addition, the rates are being applied on a fully generational basis.

*2018: There was a change with respect to actuarial assumptions from the prior year. The assumed rate on High Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.82% to 3.97% for the current year. The total payroll increase assumption was also decreased in the current year.

*2020: There were changes in plan benefits required under PA-101-0610 (SB 1300). Changes in assumptions related to individual pay increases, inflation rate, mortality rate, mortality improvement rates, retirement rates, termination rates, and disability rates were made since the previous measurement date.

*2023: There were changes with respect to actuarial assumptions from the prior year. The assumed rate on High Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.21% to 3.53% for the current year. Additionally, the discount rate and expected rate of return on investments changed from 7.00% to 6.75%. Lastly, Tier II disabled Members are entitled to an initial COLA increase on the later of the January 1st after the pensioner turns age 60 or the January 1st after the benefit date anniversary equal to the lesser of 3% of the original benefit or ½ CPI-U. The prior interpretation was that Tier II disabled members were entitled to an initial COLA increase on the later of the January 1st after the pensioner turns age 60 or the January 1st after the benefit date anniversary equal to 3% of the original monthly benefit for each full year that has passed since the pension began. In accordance with the new opinion, the impact of this change has been quantified as Changes of Benefit Terms in the current valuation.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
FIREFIGHTERS' PENSION FUND

Last Eight Fiscal Years

MEASUREMENT DATE APRIL 30,	2016	2017	2018	2019	2020	2021	2022	2023
TOTAL PENSION LIABILITY								
Service cost	\$ 477,887	\$ 498,539	\$ 508,606	\$ 544,208	\$ 529,349	\$ 597,607	\$ 618,903	\$ 576,770
Interest	1,602,246	1,747,535	1,787,737	1,842,898	1,939,180	1,969,486	1,987,825	2,099,545
Changes in benefit terms*	-	-	-	-	113,275	-	-	(51,853)
Differences between expected and actual experience	540,219	(591,688)	(61,697)	416,680	(720,228)	297,955	(625,934)	746,394
Changes to actuarial assumptions*	705,653	203,038	(121,354)	(14,778)	332,202	-	-	1,014,536
Benefit payments, including refunds of member contributions	(1,221,018)	(1,279,880)	(1,286,360)	(1,364,173)	(1,462,932)	(1,500,638)	(1,628,797)	(1,728,918)
Net change in total pension liability	2,104,987	577,544	826,932	1,424,835	730,846	1,364,410	351,997	2,656,474
Total pension liability - beginning	23,499,742	25,604,729	26,182,273	27,009,205	28,434,040	29,164,886	30,529,296	30,881,293
TOTAL PENSION LIABILITY - ENDING	\$ 25,604,729	\$ 26,182,273	\$ 27,009,205	\$ 28,434,040	\$ 29,164,886	\$ 30,529,296	\$ 30,881,293	\$ 33,537,767
PLAN FIDUCIARY NET POSITION								
Contributions - employer	\$ 783,447	\$ 864,148	\$ 1,035,510	\$ 1,070,269	\$ 1,103,287	\$ 1,154,950	\$ 1,238,702	\$ 1,303,571
Contributions - member	175,173	178,195	191,818	194,621	200,958	213,678	206,203	216,783
Contributions - other	-	-	-	42,872	2,555	-	194	-
Net investment income	(278,241)	1,278,591	1,095,097	1,033,752	314,719	4,343,014	(1,115,393)	147,709
Benefit payments, including refunds of member contributions	(1,221,018)	(1,279,880)	(1,286,360)	(1,364,173)	(1,462,932)	(1,500,638)	(1,628,797)	(1,728,918)
Administrative expense	(33,155)	(37,289)	(36,932)	(39,887)	(39,184)	(40,876)	(49,824)	(43,325)
Net change in plan fiduciary net position	(573,794)	1,003,765	999,133	937,454	119,403	4,170,128	(1,348,915)	(104,180)
Plan fiduciary net position - beginning	14,101,696	13,527,902	14,531,667	15,530,800	16,468,254	16,587,657	20,757,785	19,408,870
PLAN FIDUCIARY NET POSITION - ENDING	\$ 13,527,902	\$ 14,531,667	\$ 15,530,800	\$ 16,468,254	\$ 16,587,657	\$ 20,757,785	\$ 19,408,870	\$ 19,304,690
EMPLOYER'S NET PENSION LIABILITY	\$ 12,076,827	\$ 11,650,606	\$ 11,478,405	\$ 11,965,786	\$ 12,577,229	\$ 9,771,511	\$ 11,472,423	\$ 14,233,077

MEASUREMENT DATE APRIL 30,	2016	2017	2018	2019	2020	2021	2022	2023
Plan fiduciary net position as a percentage of the total pension liability	52.80%	55.50%	57.50%	57.90%	56.90%	68.00%	62.80%	57.60%
Covered payroll	\$ 2,202,000	\$ 2,200,810	\$ 2,272,336	\$ 2,077,740	\$ 2,182,622	\$ 2,253,557	\$ 2,170,284	\$ 2,279,836
Employer's net pension liability as a percentage of covered payroll	548.40%	529.40%	505.10%	575.90%	576.20%	433.60%	528.60%	624.30%

Notes to Required Supplementary Information

*2016: There was a change with respect to actuarial assumptions from the prior year. The assumed rate on Hg Quality 20-Year Tax-Exempt G.O Bonds was changed from 3.62% to 3.32% for the current year. The discount rate used in the determination of the total pension liability was changed from 6.91% to 7.00%. The demographic assumptions were changed based on a study of firefighters and firefighters' pension funds in Illinois. The changed were made to better reflect the future anticipated experience of the fund. The assumptions impacted include mortality rates, mortality improvement rates, retirement rates, disability rates, and termination rates.

*2017: There was a change with respect to actuarial assumptions from the prior year. The assumed rate on High Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.32% to 3.82% for the current year. The mortality assumption was updated to include mortality improvements as stated in the most recently released MP-2016 table. In addition, the rates are being applied on a fully generational basis.

*2018: There was a change with respect to actuarial assumptions from the prior year. The assumed rate on High Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.82% to 3.97% for the current year. The total payroll increase assumption was also decreased in the current year.

*2019: There was a change with respect to actuarial assumptions from the prior year. The assumed rate on High Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.97% to 3.79% for the current year. The total payroll increase assumption was also changed in the current year.

*2020: There were changes in plan benefits required under PA-101-0610 (SB 1300). Changes in assumptions related to individual pay increases, inflation rate, mortality rate, mortality improvement rates, retirement rates, termination rates, and disability rates were made since the previous measurement date.

*2023: There were changes with respect to actuarial assumptions from the prior year. The assumed rate on High Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.21% to 3.53% for the current year. Additionally, the discount rate and expected rate of return on investments changed from 7.00% to 6.75%. Lastly, Tier II disabled Members are entitled to an initial COLA increase on the later of the January 1st after the pensioner turns age 60 or the January 1st after the benefit date anniversary equal to the lesser of 3% of the original benefit or ½ CPI-U. The prior interpretation was that Tier II disabled members were entitled to an initial COLA increase on the later of the January 1st after the pensioner turns age 60 or the January 1st after the benefit date anniversary equal to 3% of the original monthly benefit for each full year that has passed since the pension began. In accordance with the new opinion, the impact of this change has been quantified as Changes of Benefit Terms in the current valuation.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
CITY OTHER POSTEMPLOYMENT BENEFIT PLAN

Last Five Fiscal Years

MEASUREMENT DATE APRIL 30,	2019	2020	2021	2022	2023
TOTAL OPEB LIABILITY					
Service cost	\$ 373,427	\$ 419,463	\$ 520,098	\$ 583,063	\$ 519,113
Interest	298,747	360,003	281,937	217,611	298,097
Changes of benefit terms	-	-	(107,757)	-	-
Differences between expected and actual experience	-	1,508,500	(1,341,722)	-	(99,033)
Changes of assumptions	147,077	1,183,805	(298,888)	(635,916)	(1,547,990)
Benefit payments	(295,231)	(403,960)	(502,835)	(458,010)	(471,235)
Net change in total OPEB liability	524,020	3,067,811	(1,449,167)	(293,252)	(1,301,048)
Total OPEB liability - beginning	7,672,727	8,196,747	11,264,558	9,815,391	9,522,139
TOTAL OPEB LIABILITY - ENDING	\$ 8,196,747	\$ 11,264,558	\$ 9,815,391	\$ 9,522,139	\$ 8,221,091
Covered-employee payroll	\$ 8,341,323	\$ 8,369,148	\$ 8,417,775	\$ 8,453,856	\$ 8,813,957
Employer's total OPEB liability as a percentage of covered-employee payroll	98.27%	134.60%	116.60%	112.64%	93.27%

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

2019-2022: Changes in assumptions related to the discount rate were made in 2019, 2020, and 2021.

2021: Changes in benefit terms were made specific to the City paying 86% of the single retiree premium

2022: Changes in assumptions related to the discount rate, mortality rates, mortality improvement rates, retirement rates, termination rates, and disability rates were made since the prior measurement date.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
IDA PUBLIC LIBRARY OTHER POSTEMPLOYMENT BENEFIT PLAN

Last Five Fiscal Years

MEASUREMENT DATE APRIL 30,	2019	2020	2021	2022	2023
TOTAL OPEB LIABILITY					
Service cost	\$ 6,242	\$ 11,155	\$ 12,293	\$ 6,857	\$ 6,064
Interest	5,847	3,404	2,921	2,418	2,905
Changes of benefit terms	-	-	(1,195)	-	-
Differences between expected and actual experience	-	(68,895)	(23,341)	-	(19,127)
Changes of assumptions	2,652	11,168	3,217	(23,724)	(12,779)
Benefit payments	(5,752)	(901)	(1,930)	(990)	(2,164)
Net change in total OPEB liability	8,989	(44,069)	(8,035)	(15,439)	(25,101)
Total OPEB liability - beginning	150,148	159,137	115,068	107,033	91,594
TOTAL OPEB LIABILITY - ENDING	\$ 159,137	\$ 115,068	\$ 107,033	\$ 91,594	\$ 66,493
Covered-employee payroll	\$ 125,479	\$ 220,314	\$ 279,037	\$ 287,408	\$ 368,125
Employer's total OPEB liability as a percentage of covered-employee payroll	126.82%	52.23%	38.36%	31.87%	18.06%

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

2019-2023: Changes in assumptions related to the discount rate were made in 2019, 2020, 2021 and 2023.

2021: Changes in benefit terms were made specific to the City paying 86% of the single retiree premium.

2022: Changes in assumptions related mortality rates, mortality improvement rates, retirement rates, termination rates, and disability rates were made since the prior measurement date.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS
SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND

Last Eight Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2016	2017	2018	2019	2020	2021	2022	2023
Annual money-weighted rate of return, net of investment expense	(0.96%)	6.76%	6.64%	7.15%	1.01%	27.52%	(7.20%)	3.39%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS
SCHEDULE OF INVESTMENT RETURNS
FIREFIGHTERS' PENSION FUND

Last Eight Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2016	2017	2018	2019	2020	2021	2022	2023
Annual money-weighted rate of return, net of investment expense	(1.95%)	9.45%	7.50%	6.65%	1.93%	26.17%	(5.48%)	2.52%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 18,727,942	\$ 18,727,942	\$ 21,826,262
Licenses and permits	517,342	517,342	950,348
Intergovernmental	2,204,198	2,204,198	429,097
Fines and forfeits	607,831	607,831	1,075,463
Charges for services	457,574	457,574	744,118
Investment income	18,000	18,000	564,933
Miscellaneous	552,956	552,956	486,088
	<hr/>	<hr/>	<hr/>
Total revenues	23,085,843	23,085,843	26,076,309
EXPENDITURES			
General government	2,894,582	2,894,582	2,811,599
Public safety	14,354,205	14,354,205	13,364,484
Highways and streets	1,920,778	1,920,778	2,064,408
Health and social services	4,500	4,500	3,229
Community and economic development	121,641	121,641	87,057
	<hr/>	<hr/>	<hr/>
Total expenditures	19,295,706	19,295,706	18,330,777
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	<hr/>	<hr/>	<hr/>
	3,790,137	3,790,137	7,745,532
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of capital assets	-	-	242,000
Transfers (out)	(3,668,474)	(3,668,474)	(2,291,533)
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(3,668,474)	(3,668,474)	(2,049,533)
NET CHANGE IN FUND BALANCE			
	<hr/>	<hr/>	<hr/>
	\$ 121,663	\$ 121,663	5,695,999
FUND BALANCE, MAY 1			
			<hr/>
			19,674,116
FUND BALANCE, APRIL 30			
			<hr/>
			\$ 25,370,115

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOTOR FUEL TAX FUND**

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental			
Motor fuel tax allotments	\$ 1,058,715	\$ 1,058,715	\$ 1,037,637
REBUILD Illinois	-	-	281,025
Investment income	372	372	25,485
	<hr/>		
Total revenues	1,059,087	1,059,087	1,344,147
	<hr/>		
EXPENDITURES			
Highways and streets			
Street maintenance	2,984,152	2,984,152	2,948,029
	<hr/>		
Total expenditures	2,984,152	2,984,152	2,948,029
	<hr/>		
NET CHANGE IN FUND BALANCE	<u>\$ (1,925,065)</u>	<u>\$ (1,925,065)</u>	(1,603,882)
FUND BALANCE, MAY 1			<u>2,467,716</u>
FUND BALANCE, APRIL 30			<u>\$ 863,834</u>

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2023

Budgets are adopted on a basis consistent with GAAP. Annual budgets are adopted for the General, Special Revenue, Capital Projects, and Enterprise Funds, except for the Kishwaukee TIF #2 Fund, the Police Restricted Fund, and the Foreign Fire Insurance Fund. The appropriation ordinance represents the legal spending limits for the City. The budget is used to control those limits. All annual appropriations lapse at fiscal year end. One budget amendment was made for the current fiscal year.

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

The City Finance/Budget Officer submits to the City Council a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.

Public hearings are conducted by the City to obtain taxpayer comments.

Subsequently, the budget is legally enacted through passage of an ordinance.

The legal level of budgetary control is at the fund level. The City Council can transfer budgeted amounts between line items; however, any revision altering both revenues and budgeted expenditures for any fund must be approved by a two-thirds council action.

Budgetary authority lapses at year end.

Expenditures exceeded budget in the Kishwaukee TIF #1 Fund by \$3,779.

SUPPLEMENTARY INFORMATION

MAJOR GOVERNMENTAL FUNDS

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 40,000	\$ 40,000	\$ 40,062
Intergovernmental	-	-	1,040,551
Investment income	494	494	1,403
Miscellaneous	-	-	13,531
	<hr/>	<hr/>	<hr/>
Total revenues	40,494	40,494	1,095,547
	<hr/>	<hr/>	<hr/>
EXPENDITURES			
Current			
Highways and streets			
Miscellaneous	250,000	250,000	258,368
Capital outlay			
Vehicles	517,153	517,153	729,802
Infrastructure	1,570,000	1,570,000	2,342,339
Buildings and improvements	1,449,250	1,449,250	73,590
Equipment	191,495	191,495	111,865
Debt service			
Principal	64,134	64,134	127,147
Interest and fiscal charges	-	-	4,918
	<hr/>	<hr/>	<hr/>
Total expenditures	4,042,032	4,042,032	3,648,029
	<hr/>	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,001,538)	(4,001,538)	(2,552,482)
	<hr/>	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES)			
Issuance of installment contract	-	-	356,528
Transfers in	2,014,782	2,014,782	2,291,533
Transfers (out)	-	-	(3,245)
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	2,014,782	2,014,782	2,644,816
	<hr/>	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	<u>\$ (1,986,756)</u>	<u>\$ (1,986,756)</u>	92,334
FUND BALANCE (DEFICIT), MAY 1			<hr/> (41,133)
FUND BALANCE, APRIL 30			<u><u>\$ 51,201</u></u>

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
TAXES			
Property taxes	\$ 5,203,934	\$ 5,203,934	\$ 5,228,309
Personal property replacement tax	718,714	718,714	1,650,012
Income tax	3,136,002	3,136,002	4,094,235
Sales tax	6,039,612	6,039,612	6,645,161
State use tax	921,967	921,967	1,044,400
Hotel/motel tax	2,076	2,076	3,980
Video gambling tax	500,000	500,000	542,460
Cannabis tax	36,386	36,386	39,895
Auto rental tax	8,000	8,000	8,170
Telecommunications tax	74,088	74,088	70,885
Utility tax	2,087,163	2,087,163	2,498,755
Total taxes	18,727,942	18,727,942	21,826,262
INTERGOVERNMENTAL			
Grants	2,204,198	2,204,198	429,097
Total intergovernmental	2,204,198	2,204,198	429,097
LICENSES AND PERMITS			
Liquor licenses	154,000	154,000	168,800
Business licenses	9,980	9,980	9,365
Building permits	200,000	200,000	490,324
Electrical permits	19,393	19,393	79,267
Plumbing permits	2,500	2,500	16,562
HVAC permits	9,000	9,000	36,231
Amusement machine permits	102,000	102,000	106,640
Planning fees	14,000	14,000	24,599
Other	6,469	6,469	18,560
Total licenses and permits	517,342	517,342	950,348

(This schedule is continued on the following pages.)

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)
GENERAL FUND**

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
FINES AND FORFEITS			
Circuit court fines	\$ 116,000	\$ 116,000	\$ 145,439
Parking fines	5,353	5,353	3,660
Engineering fees	-	-	119,833
Electrician certification fees	3,000	3,000	1,800
Plan review fees	10,000	10,000	216,033
Police fines and fees	53,250	53,250	32,076
Sidewalk/lot grading	12,000	12,000	36,737
Franchise fees	271,769	271,769	247,824
Death and birth certificates	23,835	23,835	22,478
Accident/fire reports	4,900	4,900	3,175
Seized vehicle fees	41,208	41,208	45,950
Tipping fees	19,989	19,989	21,609
Sex offender registration fee	3,100	3,100	2,500
Violent offender	-	-	-
Code enforcement	3,000	3,000	3,200
Forced mowing reimbursement	-	-	233
Police court fines	33,677	33,677	52,628
E-Citation fees	-	-	2,141
Asset forfeiture	-	-	8,859
Fire review fees	2,750	2,750	44,702
Annexation/plat fees	-	-	59,298
Zoning review fee	4,000	4,000	5,288
Total fines and forfeits	607,831	607,831	1,075,463
CHARGES FOR SERVICES			
School resource officer reimbursement	107,574	107,574	85,147
COSSAP reimbursement	-	-	135,570
County fuel charges	350,000	350,000	523,401
Total charges for services	457,574	457,574	744,118

(This schedule is continued on the following page.)

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)
GENERAL FUND**

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
INVESTMENT INCOME			
Investment income	\$ 18,000	\$ 18,000	\$ 564,933
MISCELLANEOUS			
Reimbursements	407,256	407,256	200,910
Other	145,700	145,700	285,178
Total miscellaneous	552,956	552,956	486,088
TOTAL REVENUES	\$ 23,085,843	\$ 23,085,843	\$ 26,076,309

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Personnel services			
Salaries - elected officials	\$ 215,889	\$ 215,889	\$ 215,888
Salaries - regular	234,708	234,708	226,443
Group health insurance	506,331	506,331	465,619
Unemployment compensation	-	-	2,507
Dental insurance claims paid	30,000	30,000	31,642
Group life insurance	1,652	1,652	1,369
IMRF	160,771	160,771	104,094
FICA	236,273	236,273	53,189
Medicare	147,420	147,420	148,126
Total personnel services	<u>1,533,044</u>	<u>1,533,044</u>	<u>1,248,877</u>
Contractual services			
Accounting and auditing	47,000	47,000	45,390
Codification	6,200	6,200	3,560
Legal	115,500	115,500	9,785
Liability insurance	470,600	470,600	470,305
Telephone	23,550	23,550	21,043
Other professional services	92,000	92,000	115,419
Total contractual services	<u>754,850</u>	<u>754,850</u>	<u>665,502</u>
Commodities			
Meetings and conferences	8,075	8,075	3,150
Office supplies	105,350	105,350	109,621
Other communications	2,250	2,250	1,802
Heritage days	-	-	96,131
Subscriptions and educational materials	1,500	1,500	755
Repairs and maintenance - building	28,108	28,108	33,866
Repairs and maintenance - equipment	5,000	5,000	4,109
Gas and oil	400,000	400,000	507,957
Other supplies	3,100	3,100	1,503
Disaster relief	-	-	42,033
Miscellaneous	53,305	53,305	96,293
Total commodities	<u>606,688</u>	<u>606,688</u>	<u>897,220</u>
Total general government	<u>2,894,582</u>	<u>2,894,582</u>	<u>2,811,599</u>
PUBLIC SAFETY			
Police department			
Personnel services			
Salaries	4,112,439	4,112,439	3,890,735
Overtime	350,000	350,000	290,874
Police pension	1,446,926	1,446,926	1,513,794
Unemployment compensation	-	-	1,043
Group health insurance	1,094,763	1,094,763	833,456
Dental insurance claims paid	51,735	51,735	53,897
Uniform allowance	85,663	85,663	81,644
Training	88,780	88,780	60,916
Physical exams	11,840	11,840	14,018
Total personnel services	<u>7,242,146</u>	<u>7,242,146</u>	<u>6,740,377</u>

(This schedule is continued on the following pages.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Police department (Continued)			
Contractual services			
Telephone	\$ 46,000	\$ 46,000	\$ 38,465
Total contractual services	46,000	46,000	38,465
Commodities			
Community policing	10,000	10,000	4,871
K-9 expenses	7,266	7,266	28,524
Repairs and maintenance - vehicle	99,800	99,800	57,408
Police equipment - maintenance	30,375	30,375	16,785
Sex offender state disbursement	3,600	3,600	1,625
Violent offender state disbursement	-	-	60
Office supplies	8,550	8,550	3,495
Gas and oil	126,000	126,000	108,872
Operating supplies	52,025	52,025	23,822
Miscellaneous	33,800	33,800	21,175
Total commodities	371,416	371,416	266,637
Capital outlay			
Equipment	66,400	66,400	47,278
Total capital outlay	66,400	66,400	47,278
Total police department	7,725,962	7,725,962	7,092,757
Public safety building			
Contractual services			
Public safety building expenses	1,187,434	1,187,434	1,040,292
Total contractual services	1,187,434	1,187,434	1,040,292
Total public safety building	1,187,434	1,187,434	1,040,292
Fire department			
Personnel services			
Salaries	2,480,719	2,480,719	2,315,719
Overtime	153,720	153,720	216,496
Fire pension	1,236,703	1,236,703	1,303,571
Group health insurance	651,405	651,405	532,529
Dental insurance claims paid	30,000	30,000	29,063
Uniform allowance	41,000	41,000	35,397
Training	22,600	22,600	12,115
Physical exams	1,000	1,000	519
Total personnel services	4,617,147	4,617,147	4,445,409
Contractual services			
Telephone	10,470	10,470	11,558
Total contractual services	10,470	10,470	11,558

(This schedule is continued on the following pages.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Fire department (Continued)			
Commodities			
Gas and oil	\$ 20,000	\$ 20,000	\$ 27,796
Fire prevention	8,300	8,300	6,919
Repairs and maintenance - building	39,000	39,000	43,947
Repairs and maintenance - vehicle	55,000	55,000	46,993
Repairs and maintenance - equipment	17,000	17,000	17,905
Emergency medical supplies	11,500	11,500	11,595
Office supplies	31,200	31,200	30,651
Operating supplies	8,500	8,500	8,917
Miscellaneous	750	750	10,464
Total commodities	<u>191,250</u>	<u>191,250</u>	<u>205,187</u>
Capital outlay			
Equipment	<u>20,000</u>	<u>20,000</u>	<u>20,635</u>
Total capital outlay	<u>20,000</u>	<u>20,000</u>	<u>20,635</u>
Total fire department	<u>4,838,867</u>	<u>4,838,867</u>	<u>4,682,789</u>
Police and fire commission			
Personnel services			
Physical exams	<u>5,600</u>	<u>5,600</u>	<u>13,391</u>
Total personnel services	<u>5,600</u>	<u>5,600</u>	<u>13,391</u>
Contractual services			
Miscellaneous contractual services	<u>12,250</u>	<u>12,250</u>	<u>12,753</u>
Total contractual services	<u>12,250</u>	<u>12,250</u>	<u>12,753</u>
Total police and fire commission	<u>17,850</u>	<u>17,850</u>	<u>26,144</u>
Building department			
Personnel services			
Salaries	277,305	277,305	339,618
FICA	21,214	21,214	19,641
IMRF	22,628	22,628	15,665
Community development health	93,102	93,102	57,672
Community development dental	4,000	4,000	2,169
Training	<u>2,000</u>	<u>2,000</u>	<u>1,270</u>
Total personnel services	<u>420,249</u>	<u>420,249</u>	<u>436,035</u>
Contractual services			
Telephone	2,400	2,400	1,789
Other contractual services	36,400	36,400	-
Other professional services	<u>97,000</u>	<u>97,000</u>	<u>61,252</u>
Total contractual services	<u>135,800</u>	<u>135,800</u>	<u>63,041</u>

(This schedule is continued on the following pages.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Building department (Continued)			
Commodities			
Postage	\$ 3,700	\$ 3,700	\$ 5,202
Printing and publishing	2,743	2,743	4,524
Office supplies	5,000	5,000	5,908
Repairs and maintenance - equipment	3,300	3,300	2,859
Gas and oil	2,000	2,000	1,839
Maintenance of vehicles	3,000	3,000	1,606
Miscellaneous	1,500	1,500	1,488
Total commodities	21,243	21,243	23,426
Total building department	577,292	577,292	522,502
Civil defense			
Commodities			
Miscellaneous	6,800	6,800	-
Total commodities	6,800	6,800	-
Total civil defense	6,800	6,800	-
Total public safety	14,354,205	14,354,205	13,364,484
HIGHWAYS AND STREETS			
Street department			
Personnel services			
Salaries	802,629	802,629	713,714
Overtime	45,000	45,000	60,235
Group health insurance	215,049	215,049	222,402
Uniform allowance	16,700	16,700	20,804
Training	1,500	1,500	1,836
Total personnel services	1,080,878	1,080,878	1,018,991
Contractual services			
Telephone	9,200	9,200	10,447
Leaf cleanup	12,000	12,000	973
Total contractual services	21,200	21,200	11,420
Commodities			
Office supplies	6,000	6,000	6,198
Gas and oil	70,000	70,000	85,118
Repairs and maintenance - storm	30,000	30,000	26,450
Repairs and maintenance - sidewalk	40,000	40,000	94,965
Repairs and maintenance - building	10,000	10,000	17,280
Repairs and maintenance - equipment	110,000	110,000	152,594
Repairs and maintenance - traffic	30,000	30,000	30,974
Parking lot maintenance	97,500	97,500	129,221
Operating supplies	30,000	30,000	29,827
Miscellaneous	2,000	2,000	2,372
Total commodities	425,500	425,500	574,999
Total street department	1,527,578	1,527,578	1,605,410

(This schedule is continued on the following pages.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
HIGHWAYS AND STREETS (Continued)			
Street lighting			
Contractual services			
Electric	\$ 230,000	\$ 230,000	\$ 271,733
Total contractual services	230,000	230,000	271,733
Commodities			
Repairs and maintenance - street lighting	10,000	10,000	26,071
Total commodities	10,000	10,000	26,071
Total street lighting	240,000	240,000	297,804
Garbage			
Commodities			
Miscellaneous	66,000	66,000	54,217
Total commodities	66,000	66,000	54,217
Total garbage	66,000	66,000	54,217
Forestry			
Contractual services			
Tree removal/purchase	43,000	43,000	53,491
Total contractual services	43,000	43,000	53,491
Total forestry	43,000	43,000	53,491
City engineering			
Commodities			
Office supplies	7,200	7,200	7,493
Engineering	27,000	27,000	7,658
Subdivision expenses	10,000	10,000	38,335
Total commodities	44,200	44,200	53,486
Total city engineering	44,200	44,200	53,486
Total highways and streets	1,920,778	1,920,778	2,064,408
HEALTH AND SOCIAL SERVICES			
Health regulations and inspections			
Commodities			
Demolition	4,500	4,500	3,229
Total commodities	4,500	4,500	3,229
Total health regulations and inspections	4,500	4,500	3,229
Total health and social services	4,500	4,500	3,229

(This schedule is continued on the following page.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
COMMUNITY AND ECONOMIC DEVELOPMENT			
Economic development			
Commodities			
Planning department services	\$ 2,500	\$ 2,500	\$ 2,201
Economic development	109,591	109,591	80,430
Tourism	5,000	5,000	-
Historic preservation	4,550	4,550	4,426
Total commodities	<u>121,641</u>	<u>121,641</u>	<u>87,057</u>
Total economic development	<u>121,641</u>	<u>121,641</u>	<u>87,057</u>
Total community and economic development	<u>121,641</u>	<u>121,641</u>	<u>87,057</u>
TOTAL EXPENDITURES	<u><u>\$ 19,295,706</u></u>	<u><u>\$ 19,295,706</u></u>	<u><u>\$ 18,330,777</u></u>

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

CITY OF BELVIDERE, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2023

	Special Revenue		
	Kishwaukee TIF	Kishwaukee TIF #2	Farmington SSA #2
ASSETS			
Cash and investments	\$ 47,242	\$ 4,915	\$ 2,186
Receivables			
Property taxes	18,867	-	24,335
Other	-	-	-
Due from other funds	-	-	-
TOTAL ASSETS	\$ 66,109	\$ 4,915	\$ 26,521
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ 67
Due to other funds	-	-	-
Total liabilities	-	-	67
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	18,867	-	24,335
Total deferred inflows of resources	18,867	-	24,335
Total liabilities and deferred inflows of resources	18,867	-	24,402
FUND BALANCES			
Restricted			
Public safety	-	-	-
Capital projects	-	-	2,119
Economic development	47,242	4,915	-
Unassigned (deficit)	-	-	-
Total fund balances (deficit)	47,242	4,915	2,119
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 66,109	\$ 4,915	\$ 26,521

Special Revenue			
Farmington SSA #3	Foreign Fire Insurance	Police Restricted	Total
\$ -	\$ 44,217	\$ 243,435	\$ 341,995
10,491	-	-	53,693
-	-	-	-
-	-	-	-
\$ 10,491	\$ 44,217	\$ 243,435	\$ 395,688

\$ 126	\$ -	\$ -	\$ 193
-	-	-	-
126	-	-	193

10,491	-	-	53,693
--------	---	---	--------

10,491	-	-	53,693
--------	---	---	--------

10,617	-	-	53,886
--------	---	---	--------

-	44,217	243,435	287,652
-	-	-	2,119
-	-	-	52,157
(126)	-	-	(126)

(126)	44,217	243,435	341,802
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\$ 10,491	\$ 44,217	\$ 243,435	\$ 395,688
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(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2023

	Special Revenue		
	Kishwaukee TIF	Kishwaukee TIF #2	Farmington SSA #2
REVENUES			
Taxes	\$ 17,976	\$ -	\$ 1,275
Intergovernmental	-	-	-
Charges for services	-	-	-
Investment income	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>17,976</u>	<u>-</u>	<u>1,275</u>
EXPENDITURES			
Current			
General government	-	-	15,978
Public safety	-	-	-
Highways and streets	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest and fiscal charges	7,779	-	-
Total expenditures	<u>7,779</u>	<u>-</u>	<u>15,978</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>10,197</u>	<u>-</u>	<u>(14,703)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of installment contract	-	-	-
Transfers in	-	-	-
Transfers (out)	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	10,197	-	(14,703)
FUND BALANCES (DEFICIT), MAY 1	<u>37,045</u>	<u>4,915</u>	<u>16,822</u>
FUND BALANCES (DEFICIT), APRIL 30	<u>\$ 47,242</u>	<u>\$ 4,915</u>	<u>\$ 2,119</u>

Special Revenue				
Farmington	Foreign	Police		
SSA #3	Fire Insurance	Restricted	Total	
\$ 491	\$ 53,308	\$ -	\$ 73,050	
-	-	-	-	
-	-	22,976	22,976	
-	-	-	-	
-	-	-	-	
491	53,308	22,976	96,026	
5,077	-	-	21,055	
-	64,209	61,705	125,914	
-	-	-	-	
-	-	-	-	
-	-	-	-	
-	-	-	7,779	
5,077	64,209	61,705	154,748	
(4,586)	(10,901)	(38,729)	(58,722)	
-	-	-	-	
3,245	-	-	3,245	
-	-	-	-	
3,245	-	-	3,245	
(1,341)	(10,901)	(38,729)	(55,477)	
1,215	55,118	282,164	397,279	
\$ (126)	\$ 44,217	\$ 243,435	\$ 341,802	

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
KISHWAUKEE TIF FUND**

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 20,000	\$ 20,000	\$ 17,976
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>17,976</u>
EXPENDITURES			
Capital outlay	4,000	4,000	-
Debt service			
Interest and fiscal charges	-	-	7,779
Total expenditures	<u>4,000</u>	<u>4,000</u>	<u>7,779</u>
NET CHANGE IN FUND BALANCE	<u>\$ 16,000</u>	<u>\$ 16,000</u>	10,197
FUND BALANCE, MAY 1			<u>37,045</u>
FUND BALANCE, APRIL 30			<u>\$ 47,242</u>

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FARMINGTON SSA #2 FUND**

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 16,500	\$ 16,500	\$ 1,275
Total revenues	16,500	16,500	1,275
EXPENDITURES			
General government			
Repairs and maintenance	16,000	16,000	15,978
Total expenditures	16,000	16,000	15,978
NET CHANGE IN FUND BALANCE	<u>\$ 500</u>	<u>\$ 500</u>	(14,703)
FUND BALANCE, MAY 1			<u>16,822</u>
FUND BALANCE, APRIL 30			<u><u>\$ 2,119</u></u>

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FARMINGTON SSA #3 FUND

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 6,700	\$ 6,700	\$ 491
Total revenues	<u>6,700</u>	<u>6,700</u>	<u>491</u>
EXPENDITURES			
General government			
Repairs and maintenance	<u>6,700</u>	<u>6,700</u>	<u>5,077</u>
Total expenditures	<u>6,700</u>	<u>6,700</u>	<u>5,077</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>(4,586)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	<u>-</u>	<u>-</u>	<u>3,245</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>3,245</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>(1,341)</u>
FUND BALANCE, MAY 1			<u>1,215</u>
FUND BALANCE (DEFICIT), APRIL 30			<u><u>\$ (126)</u></u>

(See independent auditor's report.)

MAJOR PROPRIETARY FUNDS

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER FUND

For the Year Ended April 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
OPERATING REVENUES			
Charges for services			
Water sales	\$ 1,963,953	\$ 1,963,953	\$ 1,928,985
Sewer charges	2,874,711	2,874,711	2,718,328
Water connection fees	50,000	50,000	151,508
Sewer connection fees	65,000	65,000	306,257
Water meter sales	93,000	93,000	159,337
Sewer meter sales	93,000	93,000	158,854
Other	26,000	26,000	73,653
	<hr/>	<hr/>	<hr/>
Total operating revenues	5,165,664	5,165,664	5,496,922
OPERATING EXPENSES EXCLUDING DEPRECIATION			
Water	1,761,340	1,761,340	2,030,596
Sewer	1,874,761	1,874,761	4,300,141
Collection system	684,748	684,748	740,992
	<hr/>	<hr/>	<hr/>
Total operating expenses excluding depreciation	4,320,849	4,320,849	7,071,729
OPERATING INCOME (LOSS)	<hr/>	<hr/>	<hr/>
	844,815	844,815	(1,574,807)
NON-OPERATING REVENUES (EXPENSES)			
Investment income	3,700	3,700	144,659
Principal payments	(108,914)	(108,914)	(108,914)
Interest and fiscal charges	(16,547)	(16,547)	(35,663)
	<hr/>	<hr/>	<hr/>
Total non-operating revenues (expenses)	(121,761)	(121,761)	82
INCOME (LOSS) BEFORE CAPITAL GRANTS AND CONTRIBUTIONS	<hr/>	<hr/>	<hr/>
	723,054	723,054	(1,574,725)
CAPITAL GRANTS AND CONTRIBUTIONS			
Capital contributions	-	-	608,547
	<hr/>	<hr/>	<hr/>
Total capital grants and contributions	-	-	608,547
CHANGE IN NET POSITION - BUDGETARY BASIS	<hr/>	<hr/>	<hr/>
	\$ 723,054	\$ 723,054	(966,178)
ADJUSTMENTS TO GAAP BASIS			
Additions to capital assets			2,244,688
Pension items			107,685
OPEB items			(41,213)
Depreciation			(1,942,529)
Principal payments			108,914
			<hr/>
Total adjustment to GAAP basis			477,545
CHANGE IN NET POSITION - GAAP BASIS			<hr/>
			(488,633)
NET POSITION, MAY 1			<hr/>
			42,352,985
NET POSITION, APRIL 30			<hr/> <hr/>
			\$ 41,864,352

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
WATER AND SEWER FUND**

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
WATER			
Personnel services			
Salaries	\$ 516,345	\$ 516,345	\$ 557,646
Overtime	35,000	35,000	59,607
IMRF	49,658	49,658	40,295
FICA/Medicare	42,178	42,178	43,500
Group health insurance	195,159	195,159	207,837
Uniform allowance	12,000	12,000	8,471
Total personnel services	<u>850,340</u>	<u>850,340</u>	<u>917,356</u>
Contractual services			
Utilities	250,000	250,000	153,364
Telephone	10,000	10,000	6,445
Liability insurance	115,000	115,000	114,568
Lab expense	36,000	36,000	17,737
Other professional services	15,000	15,000	7,980
Total contractual services	<u>426,000</u>	<u>426,000</u>	<u>300,094</u>
Commodities			
Chemicals	90,000	90,000	113,313
Gas and oil	20,000	20,000	27,152
Postage	18,000	18,000	24,040
Meters	20,000	20,000	112,041
Repair and maintenance - infrastructure	74,000	74,000	157,602
Repair and maintenance - building	16,000	16,000	15,221
Repair and maintenance - equipment	33,000	33,000	58,481
Repair and maintenance - vehicle	20,000	20,000	13,498
Repair and maintenance - contractual	80,000	80,000	89,942
Office supplies	10,000	10,000	26,592
Office equipment rental/maintenance	30,000	30,000	25,610
Operating supplies	67,000	67,000	83,278
Bad debt expense	2,000	2,000	822
ARO amortization	-	-	1,995
Miscellaneous	5,000	5,000	7,268
Total commodities	<u>485,000</u>	<u>485,000</u>	<u>756,855</u>
Total water	<u>1,761,340</u>	<u>1,761,340</u>	<u>1,974,305</u>

(This schedule is continued on the following pages.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)
WATER AND SEWER FUND

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
SEWER			
Personnel services			
Salaries	\$ 623,584	\$ 623,584	\$ 634,800
Overtime	55,000	55,000	58,146
IMRF	61,118	61,118	48,042
Group health insurance	212,847	212,847	209,367
FICA	51,912	51,912	51,860
Uniform allowance	20,600	20,600	20,606
	<hr/>	<hr/>	<hr/>
Total personnel services	1,025,061	1,025,061	1,022,821
Contractual services			
Utilities	200,000	200,000	191,995
Telephone	12,200	12,200	8,463
Liability insurance	132,000	132,000	136,049
Lab expense	35,000	35,000	54,923
NARP watershed	35,000	35,000	34,232
Other professional services	73,500	73,500	67,101
	<hr/>	<hr/>	<hr/>
Total contractual services	487,700	487,700	492,763
Commodities			
Chemicals	50,000	50,000	123,275
Gas and oil	25,000	25,000	21,483
Postage	17,000	17,000	14,781
Office equipment rental/maintenance	6,000	6,000	7,763
Sludge disposal	15,000	15,000	17,719
Repair and maintenance - lift station	25,000	25,000	51,031
Repair and maintenance - building	95,000	95,000	85,857
Repair and maintenance - equipment	-	-	60,176
Repair and maintenance - vehicle	28,000	28,000	12,073
Repair and maintenance - contractual	50,000	50,000	30,056
Maintenance supplies	-	-	313
Office supplies	12,000	12,000	26,590
Operating supplies	15,000	15,000	28,280
Meters	20,000	20,000	112,041
Bad debt expense	2,000	2,000	1,053
Miscellaneous	2,000	2,000	3,669
	<hr/>	<hr/>	<hr/>
Total commodities	362,000	362,000	596,160
	<hr/>	<hr/>	<hr/>
Total sewer	1,874,761	1,874,761	2,111,744

(This schedule is continued on the following page.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)
WATER AND SEWER FUND

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
COLLECTION SYSTEM			
Personnel services			
Salaries	\$ 329,085	\$ 329,085	\$ 371,183
Overtime	30,000	30,000	42,033
IMRF	32,342	32,342	29,024
FICA	27,740	27,740	31,491
Group health insurance	129,481	129,481	131,838
Uniform allowance	6,600	6,600	6,855
Total personnel services	<u>555,248</u>	<u>555,248</u>	<u>612,424</u>
Commodities			
Gas and oil	9,000	9,000	12,383
Office equipment rental/maintenance	30,000	30,000	16,518
Repair and maintenance - infrastructure	35,000	35,000	16,844
Repair and maintenance - equipment	14,000	14,000	12,857
Repair and maintenance - vehicle	20,000	20,000	7,913
Telephone	-	-	2,758
Operating supplies	20,000	20,000	56,212
Miscellaneous	1,500	1,500	3,083
Total commodities	<u>129,500</u>	<u>129,500</u>	<u>128,568</u>
Total collection system	<u>684,748</u>	<u>684,748</u>	<u>740,992</u>
TOTAL OPERATING EXPENSES EXCLUDING DEPRECIATION	<u>\$ 4,320,849</u>	<u>\$ 4,320,849</u>	<u>\$ 4,827,041</u>

(See independent auditor's report.)

FIDUCIARY FUNDS

CITY OF BELVIDERE, ILLINOIS

**COMBINING STATEMENT OF NET POSITION
PENSION TRUST FUNDS**

April 30, 2023

	Police Pension	Firefighters' Pension	Total
ASSETS			
Cash and short-term investments	\$ 9,968	\$ 515,842	\$ 525,810
Investments, at fair value			
Money market mutual funds	1,489,124	122	1,489,246
Held in the Illinois Police Officers' Pension Investment Fund	26,352,002	-	26,352,002
Held in the Illinois Firefighters' Pension Investment Fund	-	18,787,873	18,787,873
Total investments	27,841,126	18,787,995	46,629,121
Prepaid items	3,850	3,673	7,523
Total assets	27,854,944	19,307,510	47,162,454
LIABILITIES			
Accounts payable	14,670	2,820	17,490
Total liabilities	14,670	2,820	17,490
NET POSITION RESTRICTED FOR PENSIONS	\$ 27,840,274	\$ 19,304,690	\$ 47,144,964

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

**COMBINING STATEMENT OF CHANGES IN PLAN NET POSITION
PENSION TRUST FUNDS**

For the Year Ended April 30, 2023

	Police Pension	Firefighters' Pension	Total
ADDITIONS			
Contributions			
Employer	\$ 1,513,794	\$ 1,303,571	\$ 2,817,365
Employee	368,482	216,783	585,265
Total contributions	<u>1,882,276</u>	<u>1,520,354</u>	<u>3,402,630</u>
Investment income			
Net appreciation (depreciation) in fair value of investments	241,481	(24,703)	216,778
Interest and dividends	215,926	187,049	402,975
Total investment income	457,407	162,346	619,753
Less investment expenses	<u>(39,741)</u>	<u>(14,637)</u>	<u>(54,378)</u>
Net investment income	<u>417,666</u>	<u>147,709</u>	<u>565,375</u>
Total additions	<u>2,299,942</u>	<u>1,668,063</u>	<u>3,968,005</u>
DEDUCTIONS			
Benefits and refunds	1,857,193	1,728,918	3,586,111
Administrative expenses	115,808	43,325	159,133
Total deductions	<u>1,973,001</u>	<u>1,772,243</u>	<u>3,745,244</u>
NET INCREASE (DECREASE)	326,941	(104,180)	222,761
NET POSITION RESTRICTED FOR PENSIONS			
May 1	<u>27,513,333</u>	<u>19,408,870</u>	<u>46,922,203</u>
April 30	<u>\$ 27,840,274</u>	<u>\$ 19,304,690</u>	<u>\$ 47,144,964</u>

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION -
BUDGET AND ACTUAL
POLICE PENSION TRUST FUND

For the Year Ended April 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
ADDITIONS			
Contributions			
Employer	\$ 1,268,285	\$ 1,268,285	\$ 1,513,794
Employee	342,893	342,893	368,482
	<hr/>	<hr/>	<hr/>
Total contributions	1,611,178	1,611,178	1,882,276
	<hr/>	<hr/>	<hr/>
Investment income			
Net appreciation in fair value of investments	-	-	241,481
Interest and dividends	632,000	632,000	215,926
	<hr/>	<hr/>	<hr/>
Total investment income	632,000	632,000	457,407
Less investment expenses	-	-	(39,741)
	<hr/>	<hr/>	<hr/>
Net investment income	632,000	632,000	417,666
	<hr/>	<hr/>	<hr/>
Total additions	2,243,178	2,243,178	2,299,942
	<hr/>	<hr/>	<hr/>
DEDUCTIONS			
Benefits and refunds	1,963,166	1,963,166	1,857,193
Administrative expenses	56,925	56,925	115,808
	<hr/>	<hr/>	<hr/>
Total deductions	2,020,091	2,020,091	1,973,001
	<hr/>	<hr/>	<hr/>
NET INCREASE	<u>\$ 223,087</u>	<u>\$ 223,087</u>	326,941
 NET POSITION RESTRICTED FOR PENSIONS			
May 1			<hr/> 27,513,333
April 30			<hr/> <u>\$ 27,840,274</u>

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION -
BUDGET AND ACTUAL
FIREFIGHTERS' PENSION TRUST FUND**

For the Year Ended April 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
ADDITIONS			
Contributions			
Employer	\$ 1,088,000	\$ 1,088,000	\$ 1,303,571
Employee	217,012	217,012	216,783
	<hr/>	<hr/>	<hr/>
Total contributions	1,305,012	1,305,012	1,520,354
	<hr/>	<hr/>	<hr/>
Investment income			
Net appreciation (depreciation) in fair value of investments	-	-	(24,703)
Interest	484,518	484,518	187,049
	<hr/>	<hr/>	<hr/>
Total investment income	484,518	484,518	162,346
Less investment expenses	-	-	(14,637)
	<hr/>	<hr/>	<hr/>
Net investment income	484,518	484,518	147,709
	<hr/>	<hr/>	<hr/>
Total additions	1,789,530	1,789,530	1,668,063
	<hr/>	<hr/>	<hr/>
DEDUCTIONS			
Benefits and refunds	1,661,158	1,661,158	1,728,918
Administrative expenses	46,575	46,575	43,325
	<hr/>	<hr/>	<hr/>
Total deductions	1,707,733	1,707,733	1,772,243
	<hr/>	<hr/>	<hr/>
NET INCREASE (DECREASE)	<u>\$ 81,797</u>	<u>\$ 81,797</u>	(104,180)
NET POSITION RESTRICTED FOR PENSIONS			
May 1			<hr/> 19,408,870
April 30			<hr/> <u>\$ 19,304,690</u>

(See independent auditor's report.)

COMPONENT UNIT

CITY OF BELVIDERE, ILLINOIS

STATEMENT OF NET POSITION AND BALANCE SHEET
IDA PUBLIC LIBRARY

April 30, 2023

	Balance Sheet	Adjustments	Statement of Net Position
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Current assets			
Cash and investments	\$ 790,176	\$ -	\$ 790,176
Receivables, net where applicable of allowance for uncollectibles			
Property taxes	773,537	-	773,537
Other	37,375	-	37,375
Prepaid expenses	24,145	-	24,145
Total current assets	<u>1,625,233</u>	<u>-</u>	<u>1,625,233</u>
Noncurrent assets			
Capital assets not being depreciated	-	290,999	290,999
Capital assets being depreciated, net of accumulated depreciation	<u>-</u>	<u>595,733</u>	<u>595,733</u>
Total noncurrent assets	<u>-</u>	<u>886,732</u>	<u>886,732</u>
Total assets	<u>1,625,233</u>	<u>886,732</u>	<u>2,511,965</u>
Deferred outflows of resources			
Pension items - IMRF	-	248,940	248,940
OPEB items	<u>-</u>	<u>11,576</u>	<u>11,576</u>
Total deferred outflow of resources	<u>-</u>	<u>260,516</u>	<u>260,516</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 1,625,233</u>	<u>\$ 1,147,248</u>	<u>\$ 2,772,481</u>

(This statement is continued on the following page.)

CITY OF BELVIDERE, ILLINOIS

STATEMENT OF NET POSITION AND BALANCE SHEET (Continued)
IDA PUBLIC LIBRARY

April 30, 2023

	Balance Sheet	Adjustments	Statement of Net Position
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE/ NET POSITION			
LIABILITIES			
Current liabilities			
Accounts payable	\$ 1,770	\$ -	\$ 1,770
Accrued payroll	12,397	-	12,397
Unearned revenue	2,700	-	2,700
Compensated absences payable	-	1,465	1,465
Mortgage loans payable	-	23,121	23,121
Total OPEB liability	-	2,164	2,164
 Total current liabilities	 16,867	 26,750	 43,617
Noncurrent liabilities			
Compensated absences	-	5,861	5,861
Mortgage loans payable	-	198,674	198,674
Net pension liability - IMRF	-	187,764	187,764
Total OPEB liability	-	64,329	64,329
 Total noncurrent liabilities	 -	 456,628	 456,628
 Total liabilities	 16,867	 483,378	 500,245
DEFERRED INFLOWS OF RESOURCES			
Pension items - IMRF	-	37,867	37,867
OPEB items	-	115,056	115,056
Deferred revenue - property taxes	773,537	-	773,537
 Total deferred inflows of resources	 773,537	 152,923	 926,460
 Total liabilities and deferred inflows of resources	 790,404	 636,301	 1,426,705
FUND BALANCE/NET POSITION			
Net investment in capital assets	-	664,937	664,937
Nonspendable - prepaids	24,145	(24,145)	-
Restricted - donor specific	179,744	-	179,744
Unassigned (deficit)	630,940	(129,845)	501,095
 Total fund balance	 834,829	 510,947	 1,345,776
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE/ NET POSITION	 \$ 1,625,233	 \$ 1,147,248	 \$ 2,772,481

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

STATEMENT OF ACTIVITIES AND SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - BUDGET AND ACTUAL
IDA PUBLIC LIBRARY

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual	Adjustments	Statement of Activities
REVENUES					
Taxes					
Property taxes	\$ 744,525	\$ 744,525	\$ 745,071	\$ -	\$ 745,071
Replacement taxes	39,000	39,000	39,562	-	39,562
Grants and contributions	46,025	56,278	60,879	-	60,879
Charges for services	43,200	43,200	37,886	-	37,886
Investment income	30,050	29,550	54,591	-	54,591
Miscellaneous	24,650	51,952	18,727	-	18,727
Total revenues	<u>927,450</u>	<u>964,505</u>	<u>956,716</u>	<u>-</u>	<u>956,716</u>
EXPENDITURES					
Current					
Culture and recreation	773,000	799,902	820,915	114,067	934,982
Capital outlay	155,490	164,450	128,582	(128,582)	-
Debt service					
Principal	-	-	22,170	(22,170)	-
Interest and fiscal charges	-	-	10,069	-	10,069
Total expenditures	<u>928,490</u>	<u>964,352</u>	<u>981,736</u>	<u>(36,685)</u>	<u>945,051</u>
CHANGE IN NET POSITION	<u>\$ (1,040)</u>	<u>\$ 153</u>	(25,020)	36,685	11,665
NET POSITION, MAY 1			<u>859,849</u>	<u>474,262</u>	<u>1,334,111</u>
NET POSITION, APRIL 30			<u>\$ 834,829</u>	<u>\$ 510,947</u>	<u>\$ 1,345,776</u>

(See independent auditor's report.)

SUPPLEMENTAL SCHEDULES

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
INSTALLMENT CONTRACT PAYABLE**

April 30, 2023

Date of Issue	June 21, 2022
Date of Maturity	June 21, 2028
Authorized Issue	\$356,528
Interest Rates	3.50%
Interest Date	June 1
Principal Date	June 1

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Amounts Due		
	Principal	Interest	Total
2024	\$ 54,370	\$ 12,652	\$ 67,022
2025	56,270	10,752	67,022
2026	58,297	8,725	67,022
2027	60,365	6,657	67,022
2028	62,507	4,515	67,022
2029	64,719	2,303	67,022
	<u>\$ 356,528</u>	<u>\$ 45,604</u>	<u>\$ 67,022</u>

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION DEBT CERTIFICATES OF 2005**

April 30, 2023

Date of Issue	July 19, 2005
Date of Maturity	August 1, 2025
Authorized Issue	\$1,000,000
Interest Rates	Variable
Interest Dates	August 1 and February 1
Principal Maturity Date	August 1
Payable at	The Belvidere National Bank and Trust Company

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Amounts Due		
	Principal	Interest	Total
2024	\$ 65,000	\$ 2,357	\$ 67,357
2025	65,000	1,415	66,415
2026	65,098	472	65,570
	<u>\$ 195,098</u>	<u>\$ 4,244</u>	<u>\$ 199,342</u>

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

**SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
IEPA WASTEWATER TREATMENT WORKS LOAN PAYABLE**

April 30, 2023

Date of Issue	December 11, 2012
Date of Maturity	May 1, 2032
Authorized Issue	\$2,885,940
Interest Rates	1.25%
Interest Dates	May 3 and November 3
Principal Maturity Date	May 3 and November 3
Payable at	Illinois Environmental Protection Agency

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Amounts Due		
	Principal	Interest	Total
2024	\$ 110,280	\$ 13,472	\$ 123,752
2025	111,662	12,090	123,752
2026	113,062	10,690	123,752
2027	114,480	9,272	123,752
2028	115,916	7,836	123,752
2029	117,369	6,383	123,752
2030	118,841	4,911	123,752
2031	120,331	3,421	123,752
2032	121,840	1,912	123,752
2033	61,485	384	61,869
	<u>\$ 1,105,266</u>	<u>\$ 70,371</u>	<u>\$ 1,175,637</u>

(See independent auditor's report.)

SUPPLEMENTAL DATA

CITY OF BELVIDERE, ILLINOIS

ASSESSED VALUATIONS, TAX RATES, AND TAX EXTENSIONS

Last Nine Tax Levy Years

Tax Levy Year	2014	2015	2016	2017	2018	2019	2020	2021	2022
Assessed Valuations									
City	\$ 291,335,467	\$ 293,958,710	\$ 308,270,221	\$ 322,311,995	\$ 338,207,857	\$ 352,823,338	\$ 370,011,933	\$ 394,428,173	\$ 418,240,904
Library	\$ 291,335,467	\$ 293,858,710	\$ 308,270,221	\$ 322,311,995	\$ 338,207,857	\$ 352,823,338	\$ 370,011,933	\$ 394,428,173	\$ 418,240,904
Tax Rates - City									
Corporate	0.61271	0.60660	0.56329	0.53972	0.51194	0.48902	0.46196	0.42959	0.40513
IMRF	0.02518	0.02481	0.02178	0.02071	0.01964	0.01876	0.01773	0.01648	0.01555
Fire Protection	0.00700	0.00690	0.00670	0.00638	0.00605	0.00578	0.00546	0.00508	0.00479
Firefighters' Pension	0.25112	0.27457	0.32452	0.31890	0.30248	0.28894	0.27295	0.25382	0.27035
Police Protection	0.00700	0.00689	0.00670	0.00637	0.00605	0.00578	0.00546	0.00508	0.00479
Police Pension	0.35452	0.35311	0.36368	0.37632	0.35695	0.34097	0.32210	0.29953	0.31108
Garbage	0.02273	0.01551	0.01508	0.01593	0.01511	0.01444	0.01364	0.01268	0.01196
Audit	0.00703	0.00690	0.00670	0.00638	0.00605	0.00578	0.00546	0.00508	0.00479
Street Lighting	0.07344	0.07236	0.06700	0.06690	0.06345	0.06061	0.05726	0.05325	0.05022
Public Benefit	0.01399	0.01379	0.01340	0.01275	0.01209	0.01155	0.01091	0.01015	0.00957
Civil Defense	0.00245	0.00242	0.00235	0.00223	0.00212	0.00203	0.01091	0.00178	0.00168
Social Security	0.07869	0.07753	0.06700	0.06371	0.06043	0.05773	0.05453	0.05071	0.04782
Forestry	0.01399	0.01379	0.01173	0.01275	0.01209	0.01155	0.01091	0.01015	0.00957
Special Road and Bridge	0.02099	-	0.02010	0.01912	0.01813	0.01732	0.01636	0.01522	0.01435
Tort Judgment/Liability Insurance	0.11540	0.11026	0.09715	0.09557	0.09065	0.08659	0.02045	0.01902	0.01794
Insurance	0.02798	0.02757	0.02513	0.02390	0.02267	0.02165	0.08180	0.07606	0.07173
	1.63422	1.63369	1.61231	1.58764	1.50590	1.43850	1.36789	1.26368	1.25132
Tax Rates - Library									
Corporate	0.23464	0.23304	0.22999	0.22646	0.21034	0.20594	0.20132	0.18794	0.18495
Total Tax Rates	1.86886	1.8667	1.8423	1.8141	1.7162	1.6444	1.5692	1.4516	1.4363

Tax Levy Year	2014	2015	2016	2017	2018	2019	2020	2021	2022
Tax Extensions - City									
Corporate	\$ 1,752,157	\$ 1,760,579	\$ 1,681,554	\$ 1,694,390	\$ 1,694,409	\$ 1,694,393	\$ 1,694,417	\$ 1,694,424	\$ 1,694,419
IMRF	72,007	72,008	65,018	65,017	65,004	65,001	65,032	65,002	65,036
Fire Protection	20,018	20,026	20,001	20,029	20,024	20,027	20,027	20,037	20,034
Firefighters' Pension	718,124	796,904	968,769	1,001,150	1,001,142	1,001,141	1,001,150	1,001,138	1,130,714
Police Protection	20,018	20,026	20,001	20,029	20,024	20,027	20,027	20,037	20,034
Police Pension	1,013,815	1,024,856	1,085,671	1,181,445	1,181,426	1,181,418	1,181,426	1,181,431	1,301,064
Garbage	65,001	45,016	45,017	50,011	50,011	50,033	50,030	50,013	50,022
Audit	20,103	20,026	20,001	20,029	20,024	20,027	20,027	20,037	20,034
Street Lighting	210,016	210,016	200,011	210,025	210,006	210,006	210,023	210,033	210,041
Public Benefit	40,007	40,024	40,002	40,027	40,015	40,019	40,017	40,034	40,026
Civil Defense	7,006	7,024	7,015	7,001	7,017	7,034	7,006	7,021	7,026
Social Security	225,028	225,021	200,011	200,010	200,010	200,027	200,010	200,015	200,003
Forestry	40,007	40,024	35,017	40,027	40,015	40,019	40,017	40,034	40,026
Special Road and Bridge	60,025	60,021	60,003	60,025	60,006	60,012	60,007	60,032	60,018
Tort Judgment/Liability Insurance	330,007	320,015	290,016	300,031	300,032	300,023	300,033	300,002	300,004
Insurance	80,014	80,018	75,019	75,032	75,033	75,015	75,008	75,020	75,031
	4,673,353	4,741,604	4,813,126	4,984,278	4,984,198	4,984,222	4,984,257	4,984,310	5,233,532
Tax Extensions - Library									
Corporate	683,590	676,369	686,574	710,945	710,950	726,241	744,549	744,554	773,537
Total Tax Extensions	\$ 5,356,943	\$ 5,417,973	\$ 5,499,700	\$ 5,695,223	\$ 5,695,148	\$ 5,710,463	\$ 5,728,806	\$ 5,728,864	\$ 6,007,069

(See independent auditor's report.)

CITY OF BELVIDERE, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Tax Levy Years

Tax Levy Year	Fiscal Year	Tax Levy Extensions	Total Collections to Date	
			Amount*	Percent of Levy Collected
2013	2015	\$ 4,573,916	\$ 4,569,415	99.90%
2014	2016	4,673,353	4,680,978	100.16%
2015	2017	4,741,604	4,748,444	100.14%
2016	2018	4,813,126	4,822,065	100.19%
2017	2019	4,984,278	4,995,340	100.22%
2018	2020	4,984,198	4,988,658	100.09%
2019	2021	4,984,222	4,971,503	99.74%
2020	2022	4,984,257	4,994,783	100.21%
2021	2023	4,984,310	4,987,128	100.06%
2022	2024	5,233,532	-	0.00%

*This amount does not include the Tax Increment Financing property tax received or the property tax passed through the Township to the City for road and bridge purposes since the City does not levy for these amounts.