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**RE-IMAGINED
GROWTH**

2023 ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED DECEMBER 31, 2023



THE CITY OF DES PLAINES, ILLINOIS

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

For the Fiscal Year-Ended
December 31, 2023

Prepared by the Finance Department

Dorothy Wisniewski, City Manager
Agnes Podbial, Director of Finance

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INTRODUCTORY SECTION
(Unaudited)

June 25, 2024

To the Honorable Mayor, Members of the City Council
Citizens of the City of Des Plaines:

The Annual Comprehensive Financial Report of the City of Des Plaines (City) for the year ended December 31, 2023, is hereby submitted as required by the Illinois Compiled Statutes. State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement.

Management staff assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management staff has established a comprehensive internal control framework that is designed to protect the government's assets from loss, theft, or misuse. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable assurance, rather than absolute assurance, that the financial statements will be free of any material misstatements. As management staff, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Crowe LLP, a firm of independent certified public accountants. The independent auditor concluded that there was a reasonable basis for rendering an unmodified ("clean") opinion on the City of Des Plaines' financial statements for the year ended December 31, 2023. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A and this letter of transmittal should be read in conjunction.

Profile of the City of Des Plaines

The City of Des Plaines, Illinois (the City) was founded in 1835 and incorporated in 1869. The City operates under the City Manager form of government approved by voter referendum on November 2, 2004. It is a home rule municipality as defined by the Illinois Constitution. The City is located in northwestern Cook County and covers an area of approximately 15 square miles. The 2020 U.S. Census reports a population of 60,675, an increase from the 2010 Census population of 58,364. The Chicago Metropolitan Agency for Planning (CMAP) population projection for 2050 is 68,877.

The City is located approximately 17 miles northwest of downtown Chicago with O'Hare International Airport bordering on the south. The combination of superior air transportation, good railroads, and a network of interstate highways continues to foster new development in Des Plaines. O'Hare International Airport provides excellent domestic or international travel opportunities for pleasure, trade, and business. As it has throughout its history, Des Plaines continues to be a central hub for transportation.

The City has an above average residential base that is supplemented by substantial commercial and industrial real estate development. As of December 31, 2023, the City contains 14,869,731 square feet of industrial/manufacturing and over 8,184,390 square feet of commercial, retail, and office space, according to CoStar.

The City's governing body is the City Council, consisting of the Mayor and eight Aldermen. This governing body is responsible for passing ordinances, adopting the budget, appointing committees, and other related duties. The Mayor, upon the advice and consent of City Council, appoints the City Manager. The City Manager is responsible for carrying out the policies and ordinances of the City Council, for overseeing the day-to-day operations of the City and for appointing the City's department heads. The Mayor and the City Clerk are elected at large for four-year terms, while the Aldermen are elected from eight wards for staggered four-year terms.

The City provides a full range of municipal services. These services include police, fire, highways and streets, community development, planning and zoning, engineering and inspection, certain social services, and general administrative services. The City operates its own water system providing Lake Michigan water purchased from the City of Chicago and the Northwest Water Commission, with sewage treatment provided by the Metropolitan Water Reclamation District. The Des Plaines Park District, a separate governmental entity, primarily provides recreational opportunities. The Mt. Prospect Park District serves a small portion of the City. The Des Plaines Public Library is a component unit of the City and its financial statements are included in this report.

Local Economy

Building permit volume and construction value increased from 2022 to 2023, and the number of new businesses registering with the City increased from 81 in 2022 to 129 in 2023. The City's resilience is bolstered by the diversity in the tax base. The City's total equalized assessed valuation (EAV) for the 2022 property tax levy collected in 2023 was \$2,703,737,638. This represents a 23.4% increase from the 2021 EAV. The economic base of Des Plaines is diverse as residential property comprises 35.7% of the City, commercial and industrial property represent 7.0% and 9.6% respectively¹.

Major employers located within the City's boundaries include Rivers Casino, Universal Oil Products, Oakton Community College, Kalavara Inc., Sysco Food Services, Acuity Brands Lighting Inc. (Juno Lighting), Family Behavioral Health Clinic, Ascension Holy Family Medical Center, Abbot Molecular Inc., Warehouse Direct, Omnicare, and United Displaycraft. According to the City of Des Plaines Business Registration records, the City has approximately 1,600 retail trade or commercial establishments. According to the December 2023 edition of Where Workers Work (Illinois Department of Employment Security), Des Plaines is comprised of 36,553 private sector jobs; of them, 12.6% are in the manufacturing sector, 10.8% are in the transportation and warehousing sector, 10.6% are in the wholesale sector, 8.1% are in healthcare and social assistance, and 6.7% are in accommodations and food service. Des Plaines' workforce has been relatively stable. The City's resident unemployment rate was 3.5% in December 2023 compared to 5.7% in December 2022 (Bureau of Labor Statistics).

Building permit issuance increased approximately four percent in 2023, with 3,142 issued compared to 3,014 issued in 2022. The declared building permit valuation in 2023 totaled \$208,928,000 representing a substantial increase from the 2022 valuation of \$104,671,067. Long-term trends show construction activity significantly higher than it was a decade ago. For each of the past seven years, permitted construction value has exceeded \$100 million. For comparison, in 2013 construction valuation was at \$39.9 million. Overall, construction investment signals a very strong local economy and validates that the efficient entitlement process and economic development incentives offered in the City are working.

¹ Source: 2018 Chicago Metropolitan Agency for Planning (CMAP) Land Use Inventory

Long-term Financial Planning

The City Council identified four goals and several strategies to achieve those goals that were formalized into the 2022-2026 Strategic Plan adopted by the City Council on March 7, 2022 via Resolution R-55-22.

The following are the primary goals that define the City's long-term financial planning:

1. Community Character: Define and establish Des Plaines as friendly, dynamic, contemporary and smart.
2. Re-imagined growth: Facilitate creation of a built environment that reflects our character and attracts the marketplace that will capitalize on our City's assets and opportunities.
3. Infrastructure and Mobility: Enhance our infrastructure systems and maximize our transportation assets.
4. Municipal Excellence: Maintain focus and stability, lead and serve to create optimal conditions for a flourishing community.

The City utilizes a 5-year Capital Improvement Program (CIP) to address major capital and infrastructure improvements. For a project to be included in the CIP, it must involve the creation or purchase of a tangible asset with an original cost of at least \$25,000 and a useful life of more than one year. Starting with 2011 the City established a funding process necessary to replace the City's vehicles and equipment based on a pre-defined schedule. In addition, capital grants are sought at the state and local level for eligible projects on an on-going basis.

Maintaining a healthy fund balance to ensure the City's financial strength remains one of the City Council's long-term financial goals. At the close of the fiscal year 2023, the City's total General Fund balance was \$83.7 million, of which the unassigned fund balance was \$40.6 million or 57.5% of the General Fund expenditures.

The Water and Sewer fund is the City's major enterprise fund that accounts for revenues and expenses associated with the sale of water and the sanitary sewer system. Prior to 2021, this fund had been operating in an unbalanced position for several years and, as a result, expenses began outpacing revenues. In an effort to reverse the operating spending deficit, preserve the enterprise fund reserves, provide funding for investment in equipment and infrastructure renewal and improve quality of water and sewer service for the long term, the City Council approved an automatic annual adjustment that matches the City of Chicago annual water rate increase and ensures that the cost of water is covered by user fees. To absorb the increase of the delivery cost that includes operation and maintenance expense as well as capital projects, the City completed construction of an alternative water supply source in 2016 and now purchases the majority of its water supply from the Northwest Water Commission. In addition, City Council also approved changes to the utility rate structure which included two new charge categories (Capital Fees and Fixed Facility Charges) being allocated to the Water and Sewer fund and a 5-year rate increase schedule effective January 1st, 2020. At the end of 2023, the unrestricted net position was a positive \$7.2 million, a decrease of \$2.5 million from \$9.8 million in 2022, while the total net position at the end of the year was \$55 million.

Despite experiencing a significant decrease in revenue in 2020 due to the effects of the COVID-19 pandemic, the Gaming Tax fund has rebounded in 2022 and 2023 and continues to provide the City with the additional resources needed for infrastructure projects.

Relevant Financial Policies

To help ensure its continual ability to meet immediate and long-term service objectives, the City adopted and adheres to several financial policies. These policies govern the allocation and management of resources. Some of the more prominent policies include the following:

- An investment policy, providing for a high investment return while protecting principal;
- A purchasing policy, setting forth the procedures for ensuring that the best products and services are received at the lowest possible price;
- A policy requiring a monthly review of revenues and expenditures compared to budget, ensuring that the City Council is aware of major variances;
- A capital policy, setting forth the thresholds for capital assets and providing guidelines in formulating and adopting the Capital Improvement Program;
- An operating budget policy, establishing guidelines in formulating and adopting the operating budget and incorporating GFOA practices;
- A fund balance policy, setting forth the benchmark reserve levels to be maintained in the various funds to ensure proper working capital; i.e. rainy-day funds are maintained to protect against unforeseen economic events; and
- A gaming tax policy, restricting use of funds primarily for infrastructure improvements and debt repayment.

Major Initiatives

The collaboration between elected officials and City staff identified opportunities to deliver smart, efficient services to the taxpayers of Des Plaines. During 2023 some of the City's accomplishments included:

- Community Character:
 - ✓ In 2023, the City added five new events to our event calendar in addition to community favorites like the Taste of Des Plaines and Independence Day celebrations.
 - ✓ The City was awarded \$300,000 in CDBG funds which was used for four (4) emergency home repair improvements, improvements at Seminole Park, street improvements along Irwin Avenue, Koehler Drive, and Wayne Drive, as well as administration costs.
 - ✓ Media Services began offering translations of select print products into multiple languages, making essential information accessible to a wider and more diverse audience.
- Re-imagined Growth:
 - ✓ The City provided \$330,000 in Business Assistance Grants, leveraging more than \$2.3 million in private investment by six businesses to improve their interiors and exteriors.
 - ✓ Bayview-Compasspoint LLC completed their residential construction on the 212-unit mixed-use building known as The Welkin, with an additional 10,000 square feet of commercial/restaurant space expected to be completed in 2024. The total construction value of this project is \$45 million.
 - ✓ Construction continued at Halston Market by M/I Homes, a 125-townhome development at 1050 E. Oakton Street on a long-vacant 11-acre site. At the end of 2023, approximately 40% of the units were either occupied or substantially complete with construction moving to the remaining phase in 2024.
 - ✓ Highlander Transportation initiated construction on their new industrial distribution headquarters at 580 S. Wolf Road to be comprised of 63,000 square feet, a more than \$13 million project.
 - ✓ The City Council also approved support and consent to two new and three renewed Cook County Class 6b Tax Incentives for approximately \$4.4 million in new development and remodeling improvements.

- Infrastructure and Mobility:
 - ✓ Over \$13 million was invested in 2023 for improvements to alleys, streets, drainage systems, water systems, sewer systems and other capital improvement projects.
 - ✓ The Public Works and Engineering Department oversaw improvements to City Hall building renovations, Public Works building renovations, municipal parking structure repairs, repainting of the Dulles Water Tower, Maple Street Water Pumping Station improvements, and participated in various State and regional projects.
 - ✓ The City completed over half a million dollars in sidewalk and curb repairs throughout the City.
 - ✓ Completed required initial Lead Service Line Inventory in connection with the Lead Service Line Replacement and Notification Act. Approximately 50 lead service lines have been replaced in connection with water main replacement work of the Capital Improvement Program and lead service lines affected by water main breaks.

- Municipal Excellence:
 - ✓ Developed the 2023 Budget document while maintaining a 25% fund balance.
 - ✓ Implemented a new asset management software solution within the Public Works and Engineering Department with integration to the current city-wide Geographical Information System.
 - ✓ Began implementation of a city-wide urban forestry parkway tree inventory and management plan for planting opportunities and routine tree maintenance. Planted over 400 parkway trees.
 - ✓ Completed the Oakton Side-path project between Des Plaines River Road and the Des Plaines River Trail with Illinois Transportation Enhancement Program grant funds. Pedestrians and bicyclists can now safely access the river trail via the Oakton Street Bridge and connecting side-path.
 - ✓ The City Council in coordination with the Community and Economic Development Department restructured its Business Assistance Grant program establishing two categories of awards, one each focused on small businesses and/or small scale improvements and another focused at large development and investment projects. Six businesses were awarded a combined \$330,000 in grants under the new program structure which were used to leverage \$2.3 million in private investment.
 - ✓ The CED Department migrated business registrations to a new software platform including supporting business owners in the set-up, application, and renewal of registrations for 2024, providing local businesses a more transparent and streamlined business registration and renewal experience.
 - ✓ Increased the level of Police and Fire pension funding based on the current actuarial reports.
 - ✓ During the 2023 fiscal year, the City began the Police station addition and link between City Hall and the Police Department.

- The Finance Department, for the eleventh straight year, submitted a Popular Annual Financial Report (PAFR) to the certification program and once again received the award for outstanding achievement in popular annual financial reporting for its 2022 PAFR. The PAFR Award Program encourages state and local governments to extract information from their annual financial report and produce a report specifically designed to be readily accessible and easily understandable to the general public and other interested parties without a background in public finance.

- For fifteen consecutive years, the City has been a recipient of the Government Finance Officers Association of the United States and Canada's (GFOA) Distinguished Budget Presentation Award in recognition that the City's budget document meets or exceeds the guidelines established by the National Advisory Council of State and Local Budgeting and the GFOA's best practices.

Awards

The GFOA awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Des Plaines for its annual comprehensive financial report for the fiscal year ended December 31, 2022. This was the forty third consecutive year the City has achieved this prestigious award. This award is nationally recognized and represents a significant accomplishment for the City and its management. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine eligibility for another certificate.

Acknowledgments

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the Finance Department staff. Timely and fairly presented financial statements and reports are essential to legislative compliance, creditors, financial analysts, the general public and others having need for government financial information. We would like to thank the City Council and Management Staff for their support in planning and conducting the financial operations of the City in a professional and responsible manner.

Respectfully submitted,



Dorothy Wisniewski
City Manager



Agnes Podbial
Director of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Des Plaines
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

Christopher P. Morill

Executive Director/CEO



2023 ANNUAL COMPREHENSIVE FINANCIAL REPORT

As of December 31, 2023

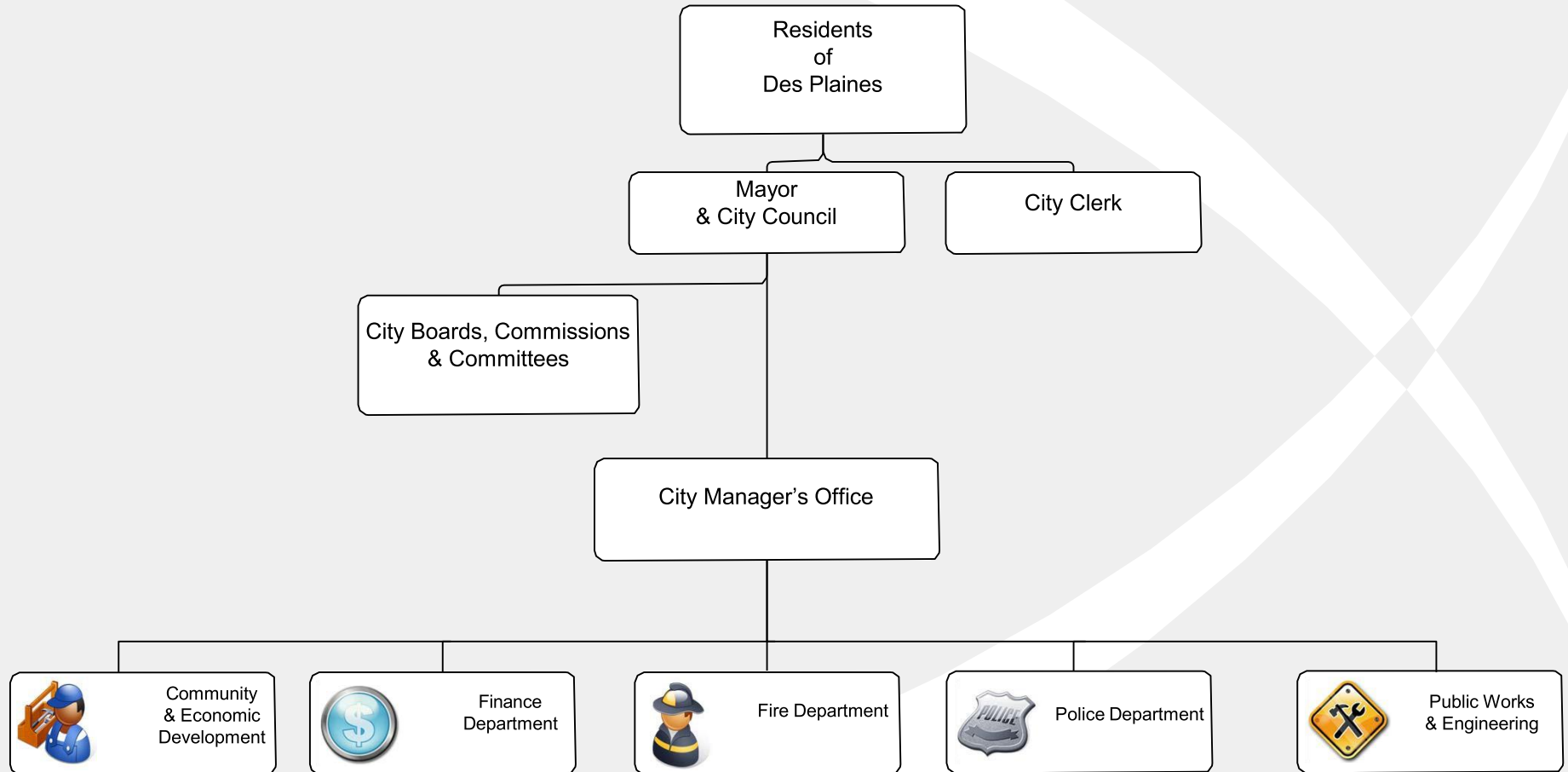
ELECTED OFFICIALS & CITY COUNCIL

- Mayor—Andrew Goczkowski
- City Clerk—Jessica M. Mastalski
- Ward 1—Mark A. Lysakowski
- Ward 2—Colt Moylan
- Ward 3—Sean Oskerka
- Ward 4—Dick Sayad
- Ward 5—Carla Brookman
- Ward 6—Mark Walsten
- Ward 7—Patsy Smith
- Ward 8—Mike Charewicz

ADMINISTRATION

- City Manager—Michael G. Bartholomew
- Assistant City Manager/Director of Finance—Dorothy Wisniewski
- Chief of Police—David Anderson
- Fire Chief—Daniel Anderson
- Director of Public Works & Engineering—Timothy Oakley
- Director of Community & Economic Development—Jeffrey Rogers
- General Counsel—Peter Friedman, Elrod Friedman LLP

City of Des Plaines



FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor
and Members of the City Council
City of Des Plaines, Illinois
Des Plaines, Illinois 60016

Report on the Audit of the Financial Statements

Opinions

We have audited 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 Des Plaines, Illinois ("City"), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City, as of December 31, 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 contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedules of revenues, expenditures and changes in fund balance – budget and actual for the General Fund, TIF #6 (Mannheim/Higgins) Fund, and Gaming Tax Fund, and the historical pension and retirees' health plan information as 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.

Supplementary Information

Our audit for the year ended December 31, 2023 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying combining and individual fund financial statements and schedules and other supplementary schedules for the year ended December 31, 2023 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended December 31, 2023 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules and other supplementary schedules for the year ended December 31, 2023 are fairly stated, in all material respects, in relation to the basic financial statements as a whole. The accompanying combining and individual fund financial statements and schedules and other supplementary schedules for the year ended December 31, 2022 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we do not express an opinion or provide any assurance on it.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, statistical section, and Continuing Disclosure – Annual Financial Information, 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 June 25, 2024 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's 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.


Crowe LLP

Oak Brook, Illinois
June 25, 2024

**REQUIRED SUPPLEMENTARY INFORMATION:
MANAGEMENT'S DISCUSSION AND ANALYSIS**

CITY OF DES PLAINES, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2023

The following is a discussion and analysis of the City of Des Plaines' (the "City") financial performance for the fiscal year ended December 31, 2023. Use this section in conjunction with the City's basic financial statements. Comparative data is available and presented for this 2023 report.

FINANCIAL HIGHLIGHTS

Government-Wide

The assets and deferred outflows of resources of the City of Des Plaines exceeded its liabilities and deferred inflows of resources by \$300.0 million (*net position*) as of December 31, 2023. The net position is comprised of \$322.8 million in net investment in capital assets, \$9.7 million in restricted for street and highways, Rebuild Illinois bond funds projects, public safety, and economic development, offset by a negative \$32.5 million in unrestricted net position.

Fund Level

Governmental Funds: As of December 31, 2023, the City's governmental funds reported a combined ending fund balance of \$143.1 million, an increase of \$19.6 million from fiscal 2022. The City reported an unassigned fund balance of \$18.7 million in fiscal 2023.

- The City's General Fund ended the year with total revenues exceeding total expenditures by \$10.4 million. Combined with other financing net uses of \$6.9 million, the December 31, 2023 fund balance increased by \$3.5 million. This increase is mainly the result of a cautious and conservative expenditure strategy. By concentrating on essential spending and optimizing resource utilization, the City successfully lowered its overall expenditures.
- The City received \$30.0 million in taxes generated from the revenues at Rivers Casino, \$3.1 million in admission tax (\$1 per admission) and \$26.9 million in wagering tax (5 percent of all wagering activities), an increase of \$797 thousand or 3 percent in gaming revenue alone. Pursuant to the contractual agreement with Midwest Gaming, the City is required and has distributed \$10.0 million of the total gaming tax revenue to the State of Illinois with an additional \$8 million (40 percent of the total revenue over \$10 million) amongst the 10 benefiting communities named in the agreement. Additionally, pursuant to Section 13 (b-4) of the Illinois Gambling Act, 230 ILCS 10/13 (b-4), the State of Illinois is required to make annual payments to the City in the amount of \$5 million from the tax revenue deposited. Inclusive of the \$5 million received from the State of Illinois, the total of \$17 million in gaming tax revenue will be discussed by the City Council as part of the 2025 Budget process and allocated towards expenditures approved in the gaming tax revenue and expenditure policy such as capital infrastructure projects and early debt payoff. The fund balance of the Gaming Tax Fund increased by \$10.6 million due to funds being saved for future projects anticipated by the City.
- The City's tax increment financing (TIF) redevelopment areas of TIF #6 (Mannheim/Higgins) has a deficit fund balance of \$18.7M. This change is the result of the continuation of low property tax revenues and significant debt service obligations. In 2009, 2011, 2013, and 2014, the City restructured the debt in TIF #6 to provide the General Fund

CITY OF DES PLAINES, ILLINOIS
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 December 31, 2023

relief with the debt service payments that it covered for the TIF district due to a delayed development project.

- The Facilities Replacement Fund, capital project sinking fund, shows a positive \$1.8 million net change in fund balance combined with other financing sources of \$13.4 million, maintaining a fund balance at the end of the year of \$14.6 million. This demonstrates effective allocation of reserves to ensure the systematic replacement and renovation of City facilities.

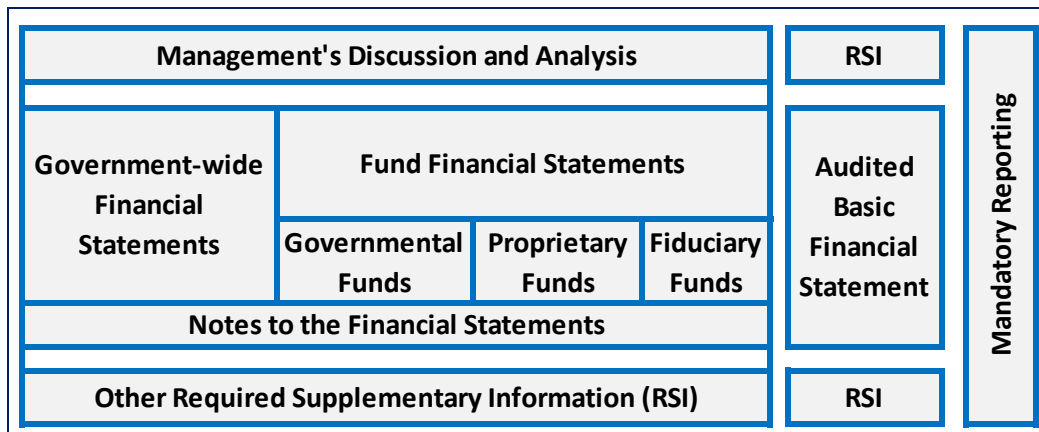
Proprietary Funds: The enterprise funds reported a net position of \$74.9 million as of December 31, 2023, an increase of \$454 thousand from fiscal 2022. This was driven by an increase in both Water/Sewer and Parking System revenues.

Debt Service: The City’s total bonds outstanding decreased by \$2.6 million or 27.1 percent during fiscal 2023. This amount represents the payments made of debt during the year.

More detailed information regarding the government-wide, fund level and long-term debt activities can be found in the debt administration section of this management’s discussion and analysis (MD&A).

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic depicts the flow of components in the Annual Comprehensive Financial Report.



In accordance with generally accepted accounting principles (GAAP), the City presents its financial statements so as to offer two perspectives of its financial position and results of operations. The government-wide perspective presents financial information for the government as a whole. The fund perspective involves the presentation of financial information for individual accounting entities established by the City for specific purposes. The Financial Section of this annual report presents the City’s financial position and activities in four parts:

(See independent auditor's report)

CITY OF DES PLAINES, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2023

- Management Discussion and Analysis (MD&A)
- The Basic Financial Statements
- Required Supplementary Information other than MD&A
- Other Supplementary Information presenting combining statements and schedules

The report also includes statistical and economic data. The basic financial statements include government-wide financial statements, fund financial statements and notes to financial statements, which provide more detailed information to supplement the basic financial statements.

Reporting the City as a Whole

The government-wide financial statements are designed to present an overall picture of the financial position of the City. These statements consist of the *Statement of Net Position* and the *Statement of Activities*, which are prepared using the economic resources measurement focus and the accrual basis of accounting. This means that all the current year's revenues and expenses are included, regardless of when cash is received or paid, producing a view of the financial position similar to that presented by most private sector companies.

The *Statement of Net Position* combines and consolidates governmental funds' current financial resources with capital assets and long-term obligations. This statement includes all of the government's assets, deferred outflows of resources, liabilities and deferred inflows of resources. Net position represents one measure of the City's financial health.

Other indicators of the City's financial health include the condition of its roads and streets (infrastructure) and economic trends affecting the City's future revenues.

The *Statement of Activities* focuses on both the gross and net cost of various activities (including governmental, business-type and component unit). These costs are paid by the City's general taxes and other revenues. This statement summarizes the cost of providing (or the subsidy provided by) specific government services and includes all current year revenues and expenses.

The government-wide *Statement of Net Position* and the *Statement of Activities* divide the City's activities into the following three types:

- *Governmental Activities* – The City's basic services are reported here, including the police, fire, public works, and general administration. Taxes, fees as well as state and federal grants finance most of these activities.
- *Business-type Activities* – The City charges a fee to customers to help it cover all or most of the cost of certain services it provides. The City's water/sewer system and parking facilities are reported here.
- *Component Unit* – The Des Plaines Public Library is the City's only discretely presented component unit. Although legally separate, this "component unit" is important because the City is financially accountable for its operations.

(See independent auditor's report)

CITY OF DES PLAINES, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2023

Reporting the City's Most Significant Funds

Fund financial statements provide additional details about the City's financial position and activities. Some information presented in the fund financial statements differs from the government-wide statements due to the perspective and basis of accounting used. Funds are presented on the fund-level statements as major and non-major based on criteria set by the Governmental Accounting Standards Board (GASB).

A fund is a separate accounting entity with a self-balancing set of accounts. The City uses funds to keep track of sources of funding and spending related to specific activities. All of the City's funds are divided into three categories: *governmental funds, proprietary funds, and fiduciary funds.*

- *Governmental Funds* – A majority of the City's activity is reported in governmental funds. Reporting of these funds focuses on the flow of money into and out of the funds and amounts remaining at fiscal year-end for future spending. Governmental funds are accounted for using the modified accrual basis of accounting, which measures cash and other assets that can be readily converted to cash.

The governmental fund financial statements provide a detailed short-term view of the City's general governmental operations and the basic services it provides. This information helps determine the level of resources available for the City's programs. The reconciliations following the fund financial statements explain the differences between the governmental activities column reported on the government-wide statement of net position and the government-wide statement of activities, and the governmental funds reported on the fund financial statements.

The General fund, TIF #6 fund, Gaming Tax fund, and Facilities Replacement fund are reported as major governmental funds.

- *Proprietary Funds* - When the City charges customers for services it provides, these activities are generally reported in proprietary funds. Services provided to outside (non-governmental) customers are reported in enterprise funds, a component of proprietary funds, and are accounted for using the economic resources measurement focus and the accrual basis of accounting. These are the same business-type activities reported in the government-wide financial statements, but are reported here to provide information at the fund level.

The Risk Management fund and Health Benefits fund are reported as *internal service funds* and provide services on a cost reimbursement basis to other agencies of the financial reporting entity. Water/Sewer System fund and Parking System funds are reported as major proprietary funds.

CITY OF DES PLAINES, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2023

- *Fiduciary Funds* – The City is the trustee or fiduciary for the Police Pension fund and the Firefighters Pension fund. It is also responsible for other assets that can be used only for trust beneficiaries. All City fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position. The activities are reported separately from other financial activities because the City cannot use the assets to finance its operations. The City's fiduciary responsibilities include ensuring that the assets reported in these funds are used for their intended purposes.
- *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.
- *Other information* - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees.

CITY OF DES PLAINES, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2023

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Net Position: The following analysis reviewed the net position and expenses of governmental activities and business-type activities separately. The table below represents a condensed Statement of Net Position. For comparison purposes, the prior fiscal year is provided. The total net position of governmental activities increased by \$36.8 million from \$187.6 million in fiscal year 2022 to \$224.4 million in fiscal year 2023, and the business-type activities increased by \$602 thousand to \$75.6 million.

	Governmental Activities		Business-type Activities		Total Primary Government	
	2023	2022	2023	2022	2023	2022
ASSETS						
Current & Other Assets	\$ 207,881,308	\$ 189,153,206	\$ 14,869,328	\$ 17,120,568	\$ 222,750,636	\$ 206,273,774
Capital Assets	265,621,922	251,345,822	67,816,423	64,710,989	333,438,345	316,056,811
Total Assets	473,503,230	440,499,028	82,685,751	81,831,557	556,188,981	522,330,585
DEFERRED OUTFLOWS OF RESOURCES	30,794,978	45,483,397	2,323,047	2,898,364	33,118,025	48,381,761
LIABILITIES						
Current Liabilities	25,531,035	27,786,555	3,792,511	2,610,670	29,323,546	30,397,225
Noncurrent Liabilities	216,652,661	231,301,043	1,973,966	3,290,863	218,626,627	234,591,906
Total Liabilities	242,183,696	259,087,598	5,766,477	5,901,533	247,950,173	264,989,131
DEFERRED INFLOWS OF RESOURCES	37,746,636	39,293,499	3,655,924	3,844,430	41,402,560	43,137,929
NET POSITION						
Net Investment in Capital Assets	256,172,858	240,095,840	66,586,096	63,520,256	322,758,954	303,616,096
Restricted	9,674,089	9,179,708	-	-	9,674,089	9,179,708
Unrestricted	(41,479,071)	(61,674,220)	9,000,301	11,463,702	(32,478,770)	(50,210,518)
Total Net Position	\$ 224,367,876	\$ 187,601,328	\$ 75,586,397	\$ 74,983,958	\$ 299,954,273	\$ 262,585,286

The increase in net position of governmental activities was primarily attributable to an increase in total assets of \$33.0 million and a decrease in deferred inflows of \$1.5 million. Total assets of the City as of December 31, 2023, were \$556.2 million, an increase of \$33.9 million or 6.5 percent. Total liabilities as of December 31, 2023, were \$248.0 million, a decrease of \$17.0 million or 6.4 percent. Fluctuations to these amounts are explained in further detail below.

Of the City's net position, \$322.8 million was net investment in capital assets, while \$9.7 million was restricted by the source of funding or other legal requirements and was not available to finance day-to-day operations of the City. Unrestricted net position increased \$17.7 million to negative \$32.5 million due to an increase in unrestricted net position within governmental activities in the amount of \$20.2 million, and a decrease in business type activities unrestricted net position of \$2.5 million.

CITY OF DES PLAINES, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2023

Changes in Net Position: The following table shows the revenue and expenses of the City's activities and their impact on the change in net position:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
REVENUES						
Program Revenues:						
Fees, Fines & Charges for Services	\$ 9,438,493	\$ 10,210,272	\$ 20,054,599	\$ 18,894,213	\$ 29,493,092	\$ 29,104,485
Operating Grants & Contributions	5,414,699	3,904,920	6,176	5,534	5,420,875	3,910,454
Capital Grants & Contributions	3,422,090	13,784,449	-	-	3,422,090	13,784,449
Total Program Revenues	<u>18,275,282</u>	<u>27,899,641</u>	<u>20,060,775</u>	<u>18,899,747</u>	<u>38,336,057</u>	<u>46,799,388</u>
General Revenues:						
Property Taxes	29,279,190	29,417,542	-	-	29,279,190	29,417,542
Other Taxes	84,548,535	84,053,193	-	-	84,548,535	84,053,193
Investment Income	4,605,376	529,740	-	-	4,605,376	529,740
Miscellaneous Revenue	1,952,973	1,077,832	35,018	41	1,987,991	1,077,873
Total General Revenues	<u>120,386,074</u>	<u>115,078,307</u>	<u>35,018</u>	<u>41</u>	<u>120,421,092</u>	<u>115,078,348</u>
Total Revenues	<u>138,661,356</u>	<u>142,977,948</u>	<u>20,095,793</u>	<u>18,899,788</u>	<u>158,757,149</u>	<u>161,877,736</u>
EXPENSES						
General Government	32,035,288	33,400,641	-	-	32,035,288	33,400,641
Public Safety	47,686,365	58,197,033	-	-	47,686,365	58,197,033
Public Works	7,683,331	7,654,523	-	-	7,683,331	7,654,523
Streets and Highways	12,790,766	12,849,537	-	-	12,790,766	12,849,537
Economic Development	1,430,009	1,753,998	-	-	1,430,009	1,753,998
Interest	269,049	385,263	-	-	269,049	385,263
Water/Sewer	-	-	17,849,398	14,097,709	17,849,398	14,097,709
Parking System	-	-	1,643,956	1,024,232	1,643,956	1,024,232
Emergency Comm. System	-	-	-	-	-	-
Total Expenses	<u>101,894,808</u>	<u>114,240,995</u>	<u>19,493,354</u>	<u>15,121,941</u>	<u>121,388,162</u>	<u>129,362,936</u>
Excess (Deficiency) Before Transfers						
	36,766,548	28,736,953	602,439	3,777,847	37,368,987	32,514,800
Transfers	-	(14,225,574)	-	14,225,574	-	-
Changes in Net Position	<u>36,766,548</u>	<u>14,511,379</u>	<u>602,439</u>	<u>18,003,421</u>	<u>37,368,987</u>	<u>32,514,800</u>
Net Position, Beginning Balance	<u>187,601,328</u>	<u>173,089,949</u>	<u>74,983,958</u>	<u>56,980,537</u>	<u>262,585,286</u>	<u>230,070,486</u>
Change in Accounting Principle	-	-	-	-	-	-
Net Position, As Restated	<u>187,601,328</u>	<u>173,089,949</u>	<u>74,983,958</u>	<u>56,980,537</u>	<u>262,585,286</u>	<u>230,070,486</u>
Net Position, Ending Balance	<u>\$ 224,367,876</u>	<u>\$ 187,601,328</u>	<u>\$ 75,586,397</u>	<u>\$ 74,983,958</u>	<u>\$ 299,954,273</u>	<u>\$ 262,585,286</u>

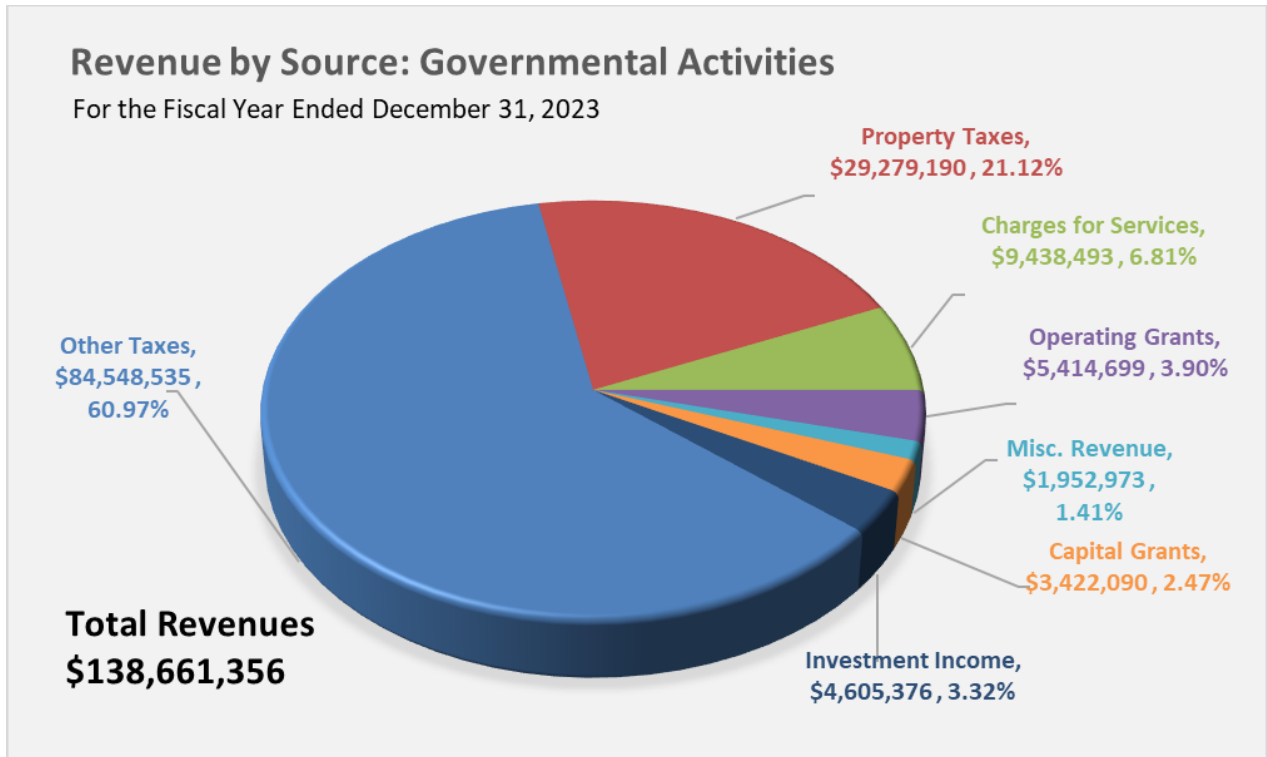
The City's net position as of December 31, 2023, increased by \$37.4 million. The City earned program revenues of \$38.3 million and general revenues of \$120.4 million, for total revenues of \$158.8 million, a decrease of \$3.1 million or 1.9 percent from fiscal year 2022. The expenses of the City were \$121.4 million, a decrease of \$8.0 million or 6.2 percent from fiscal year 2022.

The significant increase in the City's net position can be primarily attributed to a conservative and careful expense approach. This strategic financial management led to a decrease in expenses by prioritizing essential spending and optimizing resource allocation. Consequently, the City has enhanced its financial stability and positioned itself for sustained long-term growth and resilience.

CITY OF DES PLAINES, ILLINOIS
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 December 31, 2023

Governmental Activities: The governmental activities program revenue was \$18.3 million, including charges for services of \$9.4 million, operating grants and contributions of \$5.4 million and capital grants and contributions of \$3.4 million. This represents a decrease of \$9.6 million compared to the previous year, primarily due to the timing of capital grant funding.

The general revenue was \$120.4 million, including property taxes of \$29.3 million and other taxes revenue of \$84.5 million. General revenue increased by \$5.3 million, driven by a rise in investment income. This growth is the result of a moderate investment strategy that adapts to current market conditions. The following chart represents revenues from governmental activities by source.



The equalized assessed value (EAV) for 2022 increased by 23.4 percent compared to 2021. This increase was driven by postponed changes in individual property assessments due to COVID-19 and higher tax levies imposed by various taxing bodies.

	Tax Levy 2022	Tax Levy 2021	Increase / (Decrease)	Change (%)
Equalized Assessed Valuation (EAV)	\$ 2,703,737,638	\$ 2,191,255,966	\$ 512,481,672	23.4%

(See independent auditor's report)

CITY OF DES PLAINES, ILLINOIS
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 December 31, 2023

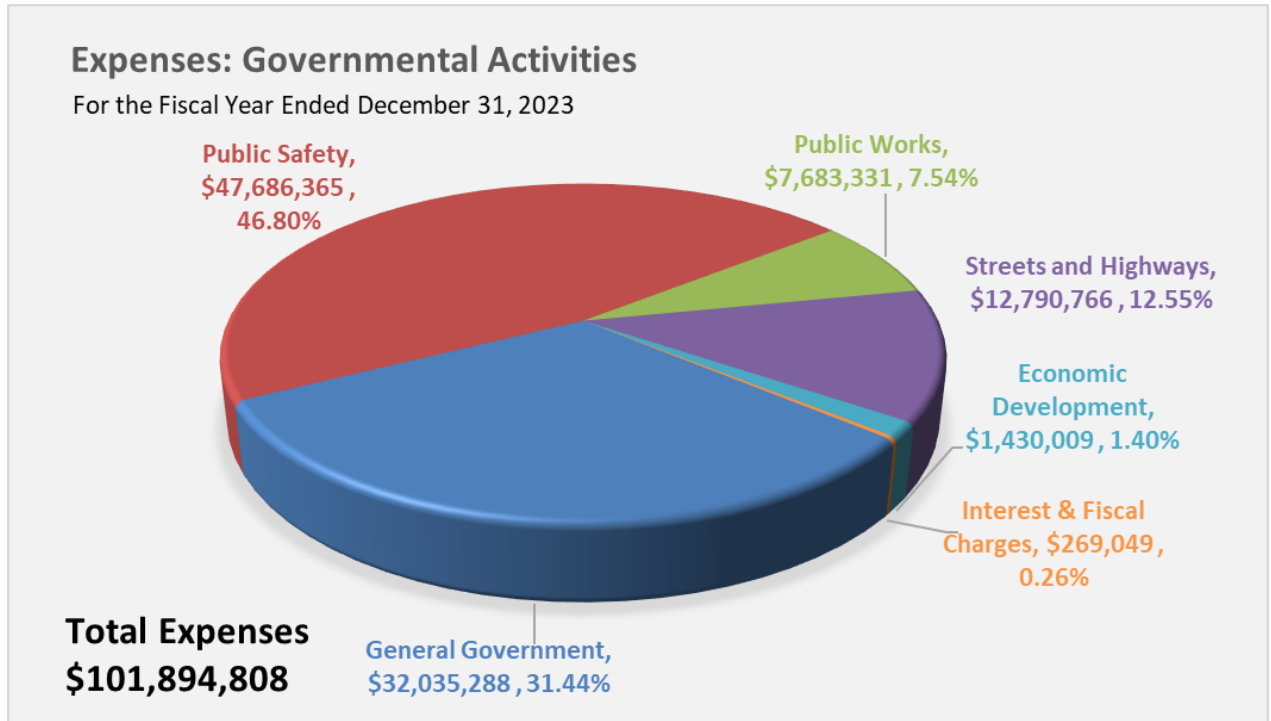
The *General Fund* state per-capita shared revenues from *income tax* and *use tax* decreased by 1.0 percent, primarily driven by a decline in use tax revenue. This is seen as a leveling off for the income and use tax revenue which is in line with prior years.

Illinois State Shared Tax Revenue	Fiscal Year 2023	Fiscal Year 2022	Increase / (Decrease)	Change (%)
State Income Tax	\$ 9,778,492	\$ 9,825,188	\$ (46,696)	-0.5%
Use Tax	\$ 2,480,944	\$ 2,554,563	(73,619)	-2.9%
Total	\$ 12,259,436	\$ 12,379,751	\$ (120,315)	-1.0%

The City's *municipal sales tax* revenue representing a one percent share of the State collected tax (excluding home rule tax), increased by \$928 thousand or approximately 6.3 percent from the previous year. This surge can be attributed to heightened consumer spending within the city and the expansion of taxable transactions, indicating positive economic activity and financial growth.

	Fiscal Year 2023	Fiscal Year 2022	Increase / (Decrease)	Change (%)
Municipal Sales Tax Revenue	\$ 15,726,617	\$ 14,798,322	\$ 928,295	6.3%

The following chart represents expenses from governmental activities.



(See independent auditor's report)

CITY OF DES PLAINES, ILLINOIS
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 December 31, 2023

Governmental activities expenses were \$101.9 million. All functions of governmental activities in the government-wide statement of activities have a net cost. The general government, public safety and streets and highways account for 90.8 percent of governmental activities expenses and 89.3 percent of the net cost. The property tax and tax collections of the state shared revenues provide the primary source of funding, which when added to program revenues, support payment for governmental services.

Business-type Activities: Business-type activities generated program revenue of \$20.1 million from fees, fines and charges for services. The total expenses for business-type activities were \$19.5 million. Compared to December 31, 2022, business-type revenues increased by \$1.2 million, and expenses increased by \$4.4 million. The net position increased by \$602 thousand to \$75.6 million.

The following chart summarizes expenses and program revenues from the City’s business-type activities during the year.

Expenses and Program Revenues: Business-type Activities		
For the Fiscal Year Ended December 31, 2023		
<u>Activities</u>	<u>Expenses</u>	<u>Program Revenues</u>
Water	\$ 17,849,398	\$ 19,650,975
Parking	1,643,956	409,800
	<u>\$ 19,493,354</u>	<u>\$ 20,060,775</u>

FINANCIAL ANALYSIS OF THE CITY’S FUNDS

Governmental Funds

As of December 31, 2023, governmental funds reported fund balances of \$143.1 million.

General Fund: The fund balance for the general fund as of December 31, 2023, was \$83.7 million, an increase of \$3.5 million from fiscal year 2022. The nonspendable fund balance was \$22.2 million, and the assigned fund balance was \$20.8 million, resulting in the unassigned fund balance of \$40.6 million. The unassigned balance of the general fund can be used to cover the day-to-day service delivery and was at 57.5 percent of the 2023 general fund expenditures.

Gaming Tax Fund: The fund balance for the gaming tax fund as of December 31, 2023, was \$38.8 million, showing a \$10.6 million increase from fiscal year 2022. This growth was mainly driven by new State of Illinois legislation as discussed above along with favorable income earned from current investment market conditions.

CITY OF DES PLAINES, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2023

Tax Increment Financing Funds: The City maintains six separate funds created to account for the revenues and expenditures related to the City's tax increment financing (TIF) redevelopment areas. The negative impact on the City's 2023 total governmental fund balance is primarily due to deficit fund balances in TIF #3 (Wille Road) of \$2.0 million and TIF #6 (Mannheim/Higgins) of \$18.7 million related to an outstanding debt burden. TIF #7 (Mannheim/Higgins South) has accumulated a deficit of \$683 thousand which is \$377 thousand less than the 2022 deficit. For financial purposes, the City maintains a financial TIF #1 (Downtown) fund to monitor tax refunds generated from tax appeals, however, the TIF is no longer open or active.

Capital Projects Fund: The four capital projects funds maintained by the City include capital projects, equipment replacement, I.T. replacement, and facilities replacement funds. The capital projects fund accounts for the acquisition and construction of major capital facilities and improvements and was classified as a major governmental fund of the City. The fund balance for the capital projects fund as of December 31, 2023, totaled \$12.6 million, an increase of \$676 thousand since December 31, 2022 due to a surplus of revenues over expenditures in 2023 of \$705 thousand offset by other financing net uses of \$29 thousand.

Proprietary Funds

The City's proprietary funds statements provide the same type of information found in the government-wide financial statements, but in more detail. The City reports the Water/Sewer and Parking Systems funds as Major Enterprise funds. Enterprise funds reported a net position of \$74.9 million as of December 31, 2023.

Water/Sewer Fund: Water and sewer fund's net position as of December 31, 2023, totaled \$55.0 million, an increase of \$1.7 million from the prior year as a result of a conscious effort to set fees at levels that are adequate to cover expenses. The unrestricted net position has decreased from \$9.8 million to \$7.2 million.

Parking System Fund: Net position of \$19.9 million is a decrease of \$1.2 million from fiscal 2022 and is primarily attributable to the depreciation expense associated with city-owned parking garages.

CITY OF DES PLAINES, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2023

GENERAL FUND BUDGETARY HIGHLIGHTS

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Fund Budget Positive (Negative)</u>
Revenues	\$ 61,572,318	\$ 81,011,244	\$ 19,438,926
Expenditures	<u>74,640,125</u>	<u>70,609,485</u>	<u>4,030,640</u>
Excess of Revenues Over Expenditures	<u>(13,067,807)</u>	<u>10,401,759</u>	<u>23,469,566</u>
Other Financing Sources (Uses)	(6,931,000)	(6,919,030)	11,970
Net Changes in Fund Balance	<u>\$ (19,998,807)</u>	<u>\$ 3,482,729</u>	<u>\$ 23,481,536</u>

General fund actual revenues were \$19.4 million or 31.6 percent greater than the budgeted amount while general fund actual expenditures were \$4.0 million or 5.4 percent lower than the budgeted amount. The intergovernmental revenues, especially from state income tax, personal property replacement taxes, municipal sales tax, and additional categories such as hotel tax, exceeded the conservative budget projections for 2023. Moreover, favorable income derived from current investment market conditions contributed significantly, amounting to \$1.5 million. Post-pandemic consumer trends indicated a remarkable 170 percent increase in permit application revenues compared to the budgeted amount. Expenditures remained below the budget expectations, aligning with the City's conservative approach to spending.

CAPITAL ASSETS

As of December 31, 2023, the City had \$333.4 million in net capital assets. This total represents an increase of \$17.4 million in total capital assets or 5.5 percent from fiscal 2022. The following table illustrates the changes in capital assets.

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Land	\$ 34,530,920	\$ 32,112,420	\$ 1,891,770	\$ 1,891,770	\$ 36,422,690	\$ 34,004,190
Land right of way	52,128,780	52,128,780	-	-	52,128,780	52,128,780
Buildings	13,966,274	10,253,365	17,170,783	18,331,406	31,137,057	28,584,771
Building improvements	29,029,939	26,280,047	46,957,056	42,778,770	75,986,995	69,058,817
Equipment	2,339,060	2,311,691	526,902	430,500	2,865,962	2,742,191
Vehicles	6,777,406	5,175,336	1,269,912	1,278,543	8,047,318	6,453,879
Infrastructure	120,289,292	122,903,668	-	-	120,289,292	122,903,668
Construction in progress	6,560,251	180,515	-	-	6,560,251	180,515
Total Capital Assets	<u>\$ 265,621,922</u>	<u>\$ 251,345,822</u>	<u>\$ 67,816,423</u>	<u>\$ 64,710,989</u>	<u>\$ 333,438,345</u>	<u>\$ 316,056,811</u>

(See independent auditor's report)

CITY OF DES PLAINES, ILLINOIS
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 December 31, 2023

Major capital projects are completed based on the City’s Capital Improvement Program (CIP) that is a multi-year plan that prioritizes the City’s street, utility, and drainage infrastructure project needs for the next five years given current financial resources. The capital improvements during the 2023 fiscal year included streets and alley reconstruction, water and sewer system improvements of drainage system, and other miscellaneous projects like sewer lining and curb replacements.

The governmental-type capital assets activities included construction of the Police station addition and link between City Hall and the Police Department.

Note 5 – Capital Assets provides details about the City’s capital assets and Note 11 – Commitments and Contingencies details the City’s significant commitments related to future capital expenditures.

DEBT OUTSTANDING

The City, under its home rule authority, does not have a legal debt limit. The City’s outstanding general obligation debt rating of “Aa2” has been reaffirmed as part of the annual comment in January 2023 by Moody's Investors Service. The City continues to look for opportunities to pay debt off early or refinance debt at lower interest rates.

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
General obligation bonds	\$ 6,840,000	\$ 9,388,600	\$ -	\$ -	\$ 6,840,000	\$ 9,388,600
Total Bonded Debt	<u>\$ 6,840,000</u>	<u>\$ 9,388,600</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,840,000</u>	<u>\$ 9,388,600</u>

The City had \$6.8 million in principal outstanding general obligation debt from governmental activities and no principal outstanding from business-type activities as of December 31, 2023. The majority of the City’s debt burden is supported by TIF revenues, sales and utility taxes, sewer fees and other fees. The City does not have any property tax supported debt. The City’s net direct debt ratio to equalized assessed value (EAV) continues to be less than 1 percent. Additional information on the City’s long-term debt can be found in Note 7 – Long-Term Obligations of the 2023 Annual Comprehensive Financial Report.

CITY OF DES PLAINES, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2023

ECONOMIC FACTORS

The 2023 fiscal year ended on a positive note with the General Fund ending in a surplus position. The City realizes the importance of fiscal stability and continuously strives to maintain a healthy fund balance and conservative approach to spending. Some of the economic factors related to the recent year are as follows:

- Property taxes imposed on property within the City's corporate limits provide a stable revenue source. The property of the City's ten largest taxpayers accounted for only 11.6 percent of the City's total 2022 EAV.
- The City has a diverse revenue base with only 21.1 percent of its revenue derived from property taxes.
- The median household income is on solid ground with an estimated median household income at \$86,552, which is higher than Cook County's median household income at \$76,632.
- Building permit issuance increased approximately four percent in 2023, with 3,142 permits issued compared to 3,014 issued in 2022. The declared building permit valuation in 2023 totaled \$208,928,000 representing a substantial increase from the 2022 valuation of \$104,671,067. Long-term trends show construction activity significantly higher than it was a decade ago. For each of the past seven years, permitted construction value has exceeded \$100 million. For comparison, in 2013 construction valuation was at \$39.9 million. Overall, construction investment signals a very strong local economy and validates that the efficient entitlement process and economic development incentives offered in the City are working.
- Building permit volume and construction value increased from 2022 to 2023; the number of new businesses registering with the City increased from 81 in 2022 to 129 in 2023.
- Cost containment and the use of budgetary reserves remains key to the continued improvement of financial position. FY 2024 will see additional accomplishments in the area of infrastructure improvements supported by state and federal funding.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Agnes Podbial, Director of Finance, City of Des Plaines, 1420 Miner Street, Des Plaines, IL 60016 or access the City's website at www.desplaines.org.

BASIC FINANCIAL STATEMENTS

CITY OF DES PLAINES, ILLINOIS
STATEMENT OF NET POSITION
December 31, 2023

	Primary Government			Component Unit (Library)
	Governmental Activities	Business-Type Activities	Total Primary Government	
ASSETS				
Cash and Investments	\$ 153,362,302	\$ 6,996,424	\$ 160,358,726	\$ 5,870,597
Receivables (Net)				
Property Taxes	29,456,265	-	29,456,265	6,350,464
Accounts	230,979	3,508,897	3,739,876	-
Accrued Interest	302,458	-	302,458	-
Other Taxes	1,272,262	-	1,272,262	-
Other	220,535	50,874	271,409	133,586
Leases	523,523	3,451,349	3,974,872	-
Prepaid Items	5,159,846	11,897	5,171,743	36,960
Inventories	-	325,086	325,086	-
Due from Other Governmental Units	17,877,939	-	17,877,939	-
Internal Balances	(524,801)	524,801	-	-
Capital Assets Not Being Depreciated	93,219,951	1,891,770	95,111,721	95,151
Capital Assets Being Depreciated, Net	172,401,971	65,924,653	238,326,624	2,475,073
TOTAL ASSETS	<u>473,503,230</u>	<u>82,685,751</u>	<u>556,188,981</u>	<u>14,961,831</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Amounts from Refunding of Debt	24,380	-	24,380	-
Deferred Pension Outflows	26,997,925	1,929,014	28,926,939	1,779,032
Deferred OPEB Outflows	3,772,673	394,033	4,166,706	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>30,794,978</u>	<u>2,323,047</u>	<u>33,118,025</u>	<u>1,779,032</u>
LIABILITIES				
Accounts Payable	23,411,261	3,530,617	26,941,878	69,354
Accrued Payroll	1,897,506	2,723	1,900,229	50,209
Accrued Liabilities	5,796	120,054	125,850	-
Accrued Interest Payable	17,100	-	17,100	-
Unearned Revenue	174,438	139,117	313,555	-
Deposits Payable	24,934	-	24,934	-
Long-Term Obligations				
Due Within One Year	4,670,136	247,188	4,917,324	120,699
Due in More Than One Year	211,982,525	1,726,778	213,709,303	731,457
TOTAL LIABILITIES	<u>242,183,696</u>	<u>5,766,477</u>	<u>247,950,173</u>	<u>971,719</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Property Tax Revenue	29,321,282	-	29,321,282	6,251,585
Deferred Lease Revenue	421,100	3,292,888	3,713,988	-
Deferred Pension Inflows	3,478,228	13,456	3,491,684	66,424
Deferred OPEB Inflows	4,526,026	349,580	4,875,606	-
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>37,746,636</u>	<u>3,655,924</u>	<u>41,402,560</u>	<u>6,318,009</u>
NET POSITION				
Net Investment in Capital Assets	256,172,858	66,586,096	322,758,954	2,570,224
Restricted for				
Streets and Highways	2,423,593	-	2,423,593	-
Rebuild Illinois Bond Funds Projects	185,079	-	185,079	-
Public Safety	1,961,232	-	1,961,232	-
Economic Development	5,104,185	-	5,104,185	-
Library Creative Space	-	-	-	305,257
Culture and Recreation	-	-	-	6,575,654
Unrestricted	(41,479,071)	9,000,301	(32,478,770)	-
TOTAL NET POSITION	<u>\$ 224,367,876</u>	<u>\$ 75,586,397</u>	<u>\$ 299,954,273</u>	<u>\$ 9,451,135</u>

CITY OF DES PLAINES, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2023

	Major Governmental Funds				Nonmajor Governmental Funds	Total Governmental Funds
	General	TIF #6 (Mannheim/ Higgins)	Gaming Tax	Facilities Replacement		
ASSETS						
Cash and Investments	\$ 55,459,626	\$ -	\$ 49,085,247	\$ 16,440,278	\$ 27,607,001	\$ 148,592,152
Receivables (net)						
Property Tax Receivable	25,103,551	120,018	-	-	4,232,696	29,456,265
Other Taxes	1,022,378	-	-	-	249,884	1,272,262
Accounts Receivable	100,503	-	-	9,072	168,799	278,374
Accrued Interest	144,872	-	124,114	8,368	25,104	302,458
Other	226,810	-	-	-	23,894	250,704
Leases	-	-	-	523,523	-	523,523
Prepaid Items	444,276	-	-	-	64,541	508,817
Due from Other Governments	8,369,327	-	7,549,288	-	1,959,324	17,877,939
Due from Other Funds	154,077	-	-	-	-	154,077
Advances to Other Funds	21,753,992	-	-	-	-	21,753,992
TOTAL ASSETS	\$ 112,779,412	\$ 120,018	\$ 56,758,649	\$ 16,981,241	\$ 34,331,243	\$ 220,970,563
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities						
Accounts Payable	\$ 1,721,831	\$ -	\$ 18,008,369	\$ 1,811,610	\$ 1,810,562	\$ 23,352,372
Accrued Payroll	1,897,506	-	-	-	-	1,897,506
Accrued Liabilities	5,796	-	-	-	-	5,796
Deposits Payable	-	-	-	61,654	40,844	102,498
Due to Other Funds	-	-	-	-	16,314	16,314
Advances from Other Funds	-	18,736,932	-	-	3,017,060	21,753,992
Unearned Revenue	116,152	-	-	52,077	-	168,229
Total Liabilities	3,741,285	18,736,932	18,008,369	1,925,341	4,884,780	47,296,707
Deferred Inflows of Resources						
Deferred Property Tax Revenue	24,971,586	120,018	-	-	4,229,678	29,321,282
Deferred Lease Revenue	-	-	-	421,100	-	421,100
Unavailable Other Revenue	406,186	-	-	-	455,846	862,032
Total Deferred Inflows of Resources	25,377,772	120,018	-	421,100	4,685,524	30,604,414
Fund Balances						
Nonspendable						
Prepaid Items	444,276	-	-	-	64,541	508,817
Long-Term Interfund Advances	21,753,992	-	-	-	-	21,753,992
Restricted						
Economic Development	-	-	-	-	5,104,185	5,104,185
Debt Retirement/Infrastructure	-	-	38,750,280	-	-	38,750,280
Streets and Highways	-	-	-	-	2,423,593	2,423,593
Rebuild Illinois Bond Funds Projects	-	-	-	-	185,079	185,079
Public Safety	-	-	-	-	1,961,232	1,961,232
Assigned						
Infrastructure	16,500,000	-	-	-	12,629,122	29,129,122
Economic Development	1,000,000	-	-	-	-	1,000,000
Capital Acquisitions	3,335,000	-	-	14,634,800	5,553,284	23,523,084
Unassigned	40,627,087	(18,736,932)	-	-	(3,160,097)	18,730,058
Total Fund Balances	83,660,355	(18,736,932)	38,750,280	14,634,800	24,760,939	143,069,442
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 112,779,412	\$ 120,018	\$ 56,758,649	\$ 16,981,241	\$ 34,331,243	\$ 220,970,563

CITY OF DES PLAINES, ILLINOIS
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
December 31, 2023

Total Fund Balances - Governmental Funds \$ 143,069,442

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 funds:

	\$	437,618,620	
Capital Assets		437,618,620	
Accumulated Depreciation		<u>(171,996,698)</u>	
Net Capital Assets			265,621,922

Some receivables that are not currently available are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide statements. 862,032

Gains/Losses related to the refunding of long-term debt are deferred and amortized over the life of the debt issue in the statement of net position. 24,380

Generally, interest on long-term debt is not accrued in governmental funds, but rather is recognized when due. (17,100)

Deferred outflows of resources related to pensions do not involve available financial resources and accordingly are not reported on the fund financial statements. 26,997,925

Deferred outflows of resources related to OPEB do not involve available financial resources and accordingly are not reported on the fund financial statements. 3,772,673

Deferred inflows of resources related to pensions do not involve available financial resources and accordingly are not reported on the fund financial statements. (3,478,228)

Deferred inflows of resources related to OPEB do not involve available financial resources and accordingly are not reported on the fund financial statements. (4,526,026)

Some liabilities reported in the statement of net position do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds. These liabilities consist of:

	(4,444,311)		
Compensated Absences Payable	(4,444,311)		
TIF General Obligation Bonds Payable	(6,840,000)		
Unamortized Bond Premiums and Discounts	(61,926)		
Net Pension Liabilities	(190,234,343)		
Other Post Employment Benefits (OPEB) Liability	<u>(15,072,081)</u>		
Total Long-Term Liabilities			(216,652,661)

Internal service funds are reported in the Statement of Net Position as Governmental Activities. 8,693,517

Net Position of Governmental Activities \$ 224,367,876

CITY OF DES PLAINES, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year-Ended December 31, 2023

	Major Governmental Funds				Nonmajor Governmental Funds	Total Governmental Funds
	TIF #6		Gaming Tax	Facilities Replacement		
	General	(Mannheim/ Higgins)				
Revenues						
Property Taxes	\$ 24,528,612	\$ 102,627	\$ -	\$ -	\$ 4,647,951	\$ 29,279,190
Other Taxes	15,289,378	-	30,020,923	-	7,178,509	52,488,810
Licenses and Permits	2,821,094	-	-	-	-	2,821,094
Intergovernmental	32,271,850	-	-	-	9,439,849	41,711,699
Charges for Services	3,935,848	-	-	-	-	3,935,848
Fines, Forfeitures and Penalties	485,806	-	-	-	100,373	586,179
Developer Fees	-	-	-	-	285,710	285,710
Investment Income	1,481,635	90	2,121,618	40,462	961,571	4,605,376
Lease Revenue	-	-	-	365,338	-	365,338
Miscellaneous	197,021	-	-	385	2,324	199,730
Total Revenues	<u>81,011,244</u>	<u>102,717</u>	<u>32,142,541</u>	<u>406,185</u>	<u>22,616,287</u>	<u>136,278,974</u>
Expenditures						
Current						
General Government	9,959,821	-	13,123,185	1,670,493	189,307	24,942,806
Public Safety	50,415,409	-	-	-	401,908	50,817,317
Public Works	4,867,083	-	-	-	-	4,867,083
Streets and Highways	4,821,554	-	-	-	1,207,187	6,028,741
Economic Development	545,618	3,030	-	-	3,288,233	3,836,881
Debt Service						
Principal	-	745,000	-	-	1,845,000	2,590,000
Interest and Fiscal Charges	-	29	-	-	261,024	261,053
Capital Outlay	-	-	-	10,299,251	13,193,635	23,492,886
Total Expenditures	<u>70,609,485</u>	<u>748,059</u>	<u>13,123,185</u>	<u>11,969,744</u>	<u>20,386,294</u>	<u>116,836,767</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>10,401,759</u>	<u>(645,342)</u>	<u>19,019,356</u>	<u>(11,563,559)</u>	<u>2,229,993</u>	<u>19,442,207</u>
Other Financing Sources (Uses)						
Proceeds from Sale of Capital Assets	11,970	-	-	15,855	125,149	152,974
Transfer In	69,000	-	-	13,400,000	2,044,715	15,513,715
Transfer Out	(7,000,000)	(4,000)	(8,400,000)	-	(109,715)	(15,513,715)
Total Other Financing Sources (Uses)	<u>(6,919,030)</u>	<u>(4,000)</u>	<u>(8,400,000)</u>	<u>13,415,855</u>	<u>2,060,149</u>	<u>152,974</u>
Net Change in Fund Balances	3,482,729	(649,342)	10,619,356	1,852,296	4,290,142	19,595,181
Fund Balances at Beginning of Year	<u>80,177,626</u>	<u>(18,087,590)</u>	<u>28,130,924</u>	<u>12,782,504</u>	<u>20,470,797</u>	<u>123,474,261</u>
Fund Balances at End of Year	<u>\$ 83,660,355</u>	<u>\$ (18,736,932)</u>	<u>\$ 38,750,280</u>	<u>\$ 14,634,800</u>	<u>\$ 24,760,939</u>	<u>\$ 143,069,442</u>

CITY OF DES PLAINES, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year-Ended December 31, 2023

Net Change in Fund Balances - Total Governmental Funds \$ 19,595,181

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation and other transactions that impact capital assets in the current year.

Capital Expenditures	\$	24,742,302	
Depreciation		(10,086,692)	
Loss on Disposal of Capital Assets		<u>(379,510)</u>	
Capital Expenditures in Excess of Depreciation and Other Transactions			14,276,100

Some revenues were not collected for several months after the close of the fiscal year and therefore were not considered to be "available" and are not reported as revenue in the governmental funds. (885,796)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported in the governmental funds.

Change in Compensated Absences Liability		117,311	
Accretion of Interest on Capital Appreciation Bonds		(41,400)	
Change in Accrued Interest Payable		4,613	
Change in OPEB and Deferral Items		(488,455)	
Change in Pension Liability and Deferral Items		<u>(583,576)</u>	
Total Expenses of Noncurrent Resources			(991,507)

Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

TIF General Obligation Bonds Payable		2,590,000	
Amortization of Premiums, Discounts, and Loss on Refunding		<u>28,791</u>	
Net Adjustment			2,618,791

Internal service funds are used by management to charge self-insurance costs to individual funds. The change in net position of the internal service fund (net of current look back adjustment) reported with the governmental activities. 2,153,779

Change in Net Position of Governmental Activities \$ 36,766,548

CITY OF DES PLAINES, ILLINOIS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2023

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Funds			Internal Service Funds
	Water/Sewer	Parking System	Total Enterprise Funds	
ASSETS				
Current Assets				
Cash and Investments	\$ 5,975,673	\$ 1,020,751	\$ 6,996,424	\$ 4,770,150
Receivables (Net)				
Accounts	3,508,897	-	3,508,897	-
Other	24,245	26,629	50,874	-
Leases	-	57,761	57,761	-
Prepaid Items	2,873	9,024	11,897	4,651,029
Inventories	325,086	-	325,086	-
Total Current Assets	<u>9,836,774</u>	<u>1,114,165</u>	<u>10,950,939</u>	<u>9,421,179</u>
Noncurrent Assets				
Capital Assets				
Capital Assets Not Being Depreciated	233,828	1,657,942	1,891,770	-
Capital Assets Being Depreciated, Net	48,776,144	17,148,509	65,924,653	-
Leases Receivable	-	3,393,588	3,393,588	-
Total Noncurrent Assets	<u>49,009,972</u>	<u>22,200,039</u>	<u>71,210,011</u>	<u>-</u>
TOTAL ASSETS	<u>58,846,746</u>	<u>23,314,204</u>	<u>82,160,950</u>	<u>9,421,179</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Pension Outflows	1,929,014	-	1,929,014	-
Deferred OPEB Outflows	394,033	-	394,033	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>2,323,047</u>	<u>-</u>	<u>2,323,047</u>	<u>-</u>
LIABILITIES				
Current Liabilities				
Accounts Payable	3,419,659	110,958	3,530,617	58,889
Accrued Liabilities	122,777	-	122,777	-
Unearned Revenue	139,117	-	139,117	6,209
Due to Other Funds	137,763	-	137,763	-
Long-Term Obligations, Due Within One Year				
Total OPEB Liability	70,146	-	70,146	-
Compensated Absences	177,042	-	177,042	-
Total Current Liabilities	<u>4,066,504</u>	<u>110,958</u>	<u>4,177,462</u>	<u>65,098</u>
Noncurrent Liabilities				
Long-Term Obligations, Due in More Than One Year				
Total OPEB Liability	1,329,011	-	1,329,011	-
Net Pension Liability	258,735	-	258,735	-
Compensated Absences	139,032	-	139,032	-
Total Noncurrent Liabilities	<u>1,726,778</u>	<u>-</u>	<u>1,726,778</u>	<u>-</u>
TOTAL LIABILITIES	<u>5,793,282</u>	<u>110,958</u>	<u>5,904,240</u>	<u>65,098</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Lease Revenue	-	3,292,888	3,292,888	-
Deferred Pension Inflows	13,456	-	13,456	-
Deferred OPEB Inflows	349,580	-	349,580	-
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>363,036</u>	<u>3,292,888</u>	<u>3,655,924</u>	<u>-</u>
NET POSITION				
Net Investment in Capital Assets	47,779,645	18,806,451	66,586,096	-
Unrestricted	7,233,830	1,103,907	8,337,737	9,356,081
TOTAL NET POSITION	<u>\$ 55,013,475</u>	<u>\$ 19,910,358</u>	<u>74,923,833</u>	<u>\$ 9,356,081</u>
Adjustment to Reflect the Consolidation of Internal Service Funds Activities:				
Related to Enterprise Funds			662,564	
Net Position of Business-Type Activities			<u>\$ 75,586,397</u>	

CITY OF DES PLAINES, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
Year-Ended December 31, 2023

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Funds		Total Enterprise Funds	Internal Service Funds
	Water/Sewer	Parking System		
Operating Revenues				
Charges for Services	\$ 19,462,123	\$ 305,484	\$ 19,767,607	\$ 10,377,141
Miscellaneous	200,744	-	200,744	1,225,968
Total Operating Revenues	<u>19,662,867</u>	<u>305,484</u>	<u>19,968,351</u>	<u>11,603,109</u>
Operating Expenses				
Salaries	3,684,947	-	3,684,947	-
Benefits	597,794	-	597,794	-
Contractual Services	3,275,367	334,575	3,609,942	-
Commodities	8,029,899	160,255	8,190,154	-
Capital Outlay	134,211	-	134,211	-
Claims Expense	-	-	-	7,813,227
Insurance and Processing Fees	-	-	-	1,259,625
Miscellaneous	-	-	-	228,526
Depreciation	2,274,458	1,149,800	3,424,258	-
Total Operating Expenses	<u>17,996,676</u>	<u>1,644,630</u>	<u>19,641,306</u>	<u>9,301,378</u>
Operating Income (Loss)	<u>1,666,191</u>	<u>(1,339,146)</u>	<u>327,045</u>	<u>2,301,731</u>
Nonoperating Revenues and (Expenses)				
Interest	-	104,316	104,316	-
Intergovernmental	6,176	-	6,176	-
Gain (Loss) on Disposal of Assets	16,950	-	16,950	-
Total Nonoperating Revenues and (Expenses)	<u>23,126</u>	<u>104,316</u>	<u>127,442</u>	<u>-</u>
Change in Net Position	1,689,317	(1,234,830)	454,487	2,301,731
Net Position at Beginning of Year	<u>53,324,158</u>	<u>21,145,188</u>	<u>74,469,346</u>	<u>7,054,350</u>
Net Position at End of Year	<u>\$ 55,013,475</u>	<u>\$ 19,910,358</u>	74,923,833	<u>\$ 9,356,081</u>
Adjustment to Reflect the Consolidation of Internal Service Funds Activities:				
Related to Enterprise Funds			<u>147,952</u>	
Change in Net Position of Business-Type Activities			<u>\$ 602,439</u>	

CITY OF DES PLAINES, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year-Ended December 31, 2023

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Funds			Internal Service Funds
	Water/Sewer	Parking System	Total Enterprise Funds	
Cash Flows from Operating Activities				
Cash Received from Customers	\$ 19,023,875	\$ 220,965	\$ 19,244,840	\$ 10,380,520
Receipts from Miscellaneous Revenues	170,066	-	170,066	1,225,968
Cash Payments to Suppliers for Goods and Services	(10,458,431)	(419,823)	(10,878,254)	(9,380,498)
Cash Payments to Employees for Services	(5,065,425)	-	(5,065,425)	-
Net Cash Provided/(Used) by Operating Activities	<u>3,670,085</u>	<u>(198,858)</u>	<u>3,471,227</u>	<u>2,225,990</u>
Cash Flows from Noncapital Financing Activities				
Interfund Balances	6,505	-	6,505	-
Proceeds from Grants	6,176	-	6,176	-
Net Cash Provided/(Used) by Noncapital Financing Activities	<u>12,681</u>	<u>-</u>	<u>12,681</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities				
Interest from Leases	-	104,316	104,316	-
Acquisition and Construction of Capital Assets	(6,473,148)	-	(6,473,148)	-
Net Cash Provided/(Used) by Capital and Related Financing Activities	<u>(6,473,148)</u>	<u>104,316</u>	<u>(6,368,832)</u>	<u>-</u>
Net Increase (Decrease) in Cash & Investments Cash & Investments, Beginning of Year	<u>(2,790,382)</u>	<u>(94,542)</u>	<u>(2,884,924)</u>	<u>2,225,990</u>
Cash & Investments, End of Year	<u>\$ 5,975,673</u>	<u>\$ 1,020,751</u>	<u>\$ 6,996,424</u>	<u>\$ 4,770,150</u>
Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities				
Operating Income/(Loss)	\$ 1,666,191	\$ (1,339,146)	\$ 327,045	\$ 2,301,731
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities				
Depreciation	2,274,458	1,149,800	3,424,258	-
Decrease (Increase) in Receivables	(438,248)	(8,860)	(447,108)	4,042
Decrease (Increase) in Other Receivables	(21,480)	-	(21,480)	-
Decrease (Increase) in Lease Receivables	-	56,056	56,056	-
Decrease (Increase) in Prepaid Items	8,334	(4,237)	4,097	(120,616)
Decrease (Increase) in Inventories	(83,802)	-	(83,802)	-
Decrease (Increase) in Deferred Outflows - Pension	(1,540,543)	-	(1,540,543)	-
Decrease (Increase) in Deferred Outflows - OPEB	2,115,860	-	2,115,860	-
(Decrease) Increase in Accounts Payable	1,056,514	79,244	1,135,758	41,496
(Decrease) Increase in Accrued Liabilities	15,687	-	15,687	-
(Decrease) Increase in Unearned Revenue	(9,198)	-	(9,198)	(663)
(Decrease) Increase in Total OPEB Liability	79,327	-	79,327	-
(Decrease) Increase in Net Pension Liability	(1,329,985)	-	(1,329,985)	-
(Decrease) Increase in Deferred Inflows - Pension	(18,829)	-	(18,829)	-
(Decrease) Increase in Deferred Lease Revenue	-	(131,715)	(131,715)	-
(Decrease) Increase in Deferred Inflows - OPEB	(37,962)	-	(37,962)	-
(Decrease) Increase in Compensated Absences Payable	(66,239)	-	(66,239)	-
Total Adjustments	<u>2,003,894</u>	<u>1,140,288</u>	<u>3,144,182</u>	<u>(75,741)</u>
Net Cash Provided/(Used) by Operating Activities	<u>\$ 3,670,085</u>	<u>\$ (198,858)</u>	<u>\$ 3,471,227</u>	<u>\$ 2,225,990</u>
Noncash Capital and Related Financing Activities				
Capital Assets Included in Accounts Payable	\$ 1,230,327	\$ -	\$ 1,230,327	\$ -

See accompanying notes to the financial statements.

CITY OF DES PLAINES, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
December 31, 2023

	Pension Trust Funds
ASSETS	
Cash and Cash Equivalents	\$ 11,228,492
Investments	
Insurance Contracts	1,619
Pooled Investments	175,471,941
Prepaid Items	<u>21,135</u>
TOTAL ASSETS	<u>\$ 186,723,187</u>
LIABILITIES AND NET POSITION	
Liabilities	
Accounts Payable	<u>\$ 7,418</u>
Total Liabilities	<u>7,418</u>
Net Position	
Restricted for Pensions	<u>186,715,769</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 186,723,187</u>

CITY OF DES PLAINES, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
Year-Ended December 31, 2023

	Pension Trust Funds
Additions	
Contributions	
Employer	\$ 16,338,479
Plan Members	1,964,169
Other	<u>146,671</u>
Total Contributions	<u>18,449,319</u>
Investment Income (Loss)	22,818,621
Less Investment Expense	<u>(206,250)</u>
Net Investment Income (Loss)	<u>22,612,371</u>
Total Additions	<u>41,061,690</u>
Deductions	
Administration	160,492
Benefits and Refunds	<u>20,889,296</u>
Total Deductions	<u>21,049,788</u>
Net Increase in Net Position	20,011,902
Plan Net Position at Beginning of Year	<u>166,703,867</u>
Plan Net Position at End of Year	<u><u>\$ 186,715,769</u></u>

CITY OF DES PLAINES, ILLINOIS
INDEX TO NOTES TO FINANCIAL STATEMENTS
December 31, 2023

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Des Plaines, Illinois (the City) was founded in 1835 and incorporated in 1869. The City is a home rule municipality, under the 1970 Illinois Constitution, located in Cook County, Illinois. The City operates under a City Manager form of government and provides the following services as authorized by its charter: public safety (police and fire protection), highways and streets, sanitation (water and sewer), health and social services, public improvements, planning and zoning, civic and cultural, and general administrative services.

The accounting policies of the City of Des Plaines, Illinois conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

Reporting Entity:

This report includes all of the funds of the City of Des Plaines. The reporting entity for the City consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement Nos. 14, 39, and 61.

The primary criterion for including a potential component unit within the reporting entity under GASB Statement No. 14, as amended by GASB Statement No. 61, is the financial accountability that the elected officials of the primary government have for the component unit. The criteria used in assessing financial accountability consist of (1) the primary government is financially accountable if it appoints a voting majority of the organization's governing body *and* (a) it is able to impose its will on that organization *or* (b) there is a potential for the organization to provide specific financial benefits or impose specific financial burdens on the primary government; *and* (2) the primary government is financially accountable if the organization is fiscally dependent on *and* there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) The primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Component units that are fiduciary in nature are reported in the primary government's fund financial statements only. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. The discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the primary government.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fiduciary Component Units – Police and Firefighters’ Pension Funds - The Police Pension Employees’ Retirement System (PPERS) is established for the City’s police employees. PPERS functions for the benefit of these employees and is governed by a five member pension board. Two members appointed by the City’s Mayor, one pension beneficiary elected by the membership, and two police employees elected by the membership constitute the pension board. The City and the PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many characteristics of a legally separate government, PPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the City’s police employees and because of the fiduciary nature of such activities. PPERS is reported as a pension trust fund. No separate annual financial report is issued for the PPERS.

The Firefighters’ Pension Employees’ Retirement System (FPERS) is established for the City’s firefighters. 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 pension beneficiary elected by the membership, and two firefighter employees elected by the membership constitute the pension board. The City and the 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. Although it possesses many of the characteristics of a legally separate government, FPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the City’s firefighters and because of the fiduciary nature of such activities. FPERS is reported as a pension trust fund. No separate annual financial report is issued for the FPERS.

Discretely Presented Component Unit – Des Plaines Public Library – The government-wide financial statements include the Des Plaines Public Library (Library) as a component unit. The Library is a legally separate organization. The board of the Library is appointed by the City Council. Illinois Statutes provide for circumstances whereby the City can impose its will on the Library, and also create a potential financial benefit to or burden on the City. See Note 8. As a component unit, the Library’s financial statements have been presented as a discrete column in the financial statements. The Library does not issue a separate audit report.

Blended Component Unit – Foreign Fire Insurance Tax – The Foreign Fire Insurance Tax Board was established pursuant to the Illinois Compiled Statutes, Chapter 65, Article 11 and is included as a blended component unit within the City’s nonmajor governmental funds. A separate component unit financial statement is not issued.

Government-Wide and Fund Financial Statements:

Government-Wide Financial Statements – The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business type activities are financed in whole or in part by fees charged to external parties for goods or services. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The City does not allocate indirect expenses to functions in the statement of activities. 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 included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

Fund Financial Statements – Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position/fund balance, revenues, and expenditure/expenses.

Separate financial statements are provided for governmental funds and 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.

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets & deferred outflows of resources, liabilities & deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and,
- b. The same element of the individual governmental fund or enterprise fund that met the 10 percent test is at least 5 percent of the corresponding total for all governmental and enterprise funds combined.
- c. In addition, any other governmental or enterprise fund that the City believes is particularly important to financial statement users may be reported as a major fund.

The City reports the following major governmental funds:

- General: Accounts for the City's primary operating activities. It is used to account for all financial resources except those required to be accounted for in another fund.
- TIF #6 (Mannheim/Higgins): A special revenue fund that accounts for restricted incremental property tax revenues and expenditures related to the tax increment finance district located near Mannheim and Higgins Roads.
- Gaming Tax: A special revenue fund that accounts for the revenues of a \$1 admissions tax and 5% wagering tax collected at the Rivers Casino in Des Plaines, Illinois that are legally restricted for contractual obligations.
- Facilities Replacement: A capital projects fund that accounts for the replacement or renovation of capital assets (facilities) of the City.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City reports the following major enterprise funds:

- Water/Sewer: Accounts for operations of the water and sewer system. The fund accounts for the provision of water and sewer to the residents and businesses of the City. All activities necessary to provide such services are accounted for in this fund including administration, operations, maintenance, debt service, financing, billing and collection.
- Parking System: Accounts for operations of the Parking System. The fund accounts for provision of parking in the City. All activities necessary to provide such services are accounted for in this fund including administration, operations, maintenance and related debt service, billing and collection.

The City reports the following nonmajor governmental funds:

- Special Revenue Funds: Used to account for the proceeds of specific revenue sources (other than debt service and major capital projects) that are legally restricted to expenditures for specified purposes.

Motor Fuel Tax	Community Development Block Grant
Asset Seizure	Foreign Fire Insurance Tax
TIF #1 (Downtown)	TIF #3 (Wille Road)
TIF #5 (Perry/Lee)	TIF #7(Mannheim/Higgins South)
Escrow	TIF #8 (Oakton)

- Capital Projects Funds: Used to account for financial resources to be used for the acquisition or construction of equipment and/or major capital facilities.

Grant Funded Projects	Equipment Replacement
I.T. Replacement	Capital Projects

In addition, the City reports the following fund types:

- Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, on a cost reimbursement basis.

Risk Management
Health Benefits

- Pension (and other employee benefit) trust funds are used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, other post-employment benefit plans, or other employee benefit plans.

Firefighters' Pension
Police Pension

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation:

Government-Wide Financial Statements – The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows of resources. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Unbilled receivables are recorded as revenues when services are provided.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. However, the interfund services provided and used are not eliminated in the process of consolidation.

Fund Financial Statements – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, with the exception of sales taxes, which the City considers revenues to be available if they are collected within 90 days. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred inflows of resources. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the City is entitled the resources and the amounts are available. Amounts owed to the City which are not available are recorded as receivables and deferred inflows of resources. Amounts received prior to the entitlement period are also recorded as deferred inflows of resources.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, and interest. Other general revenues such as fines and forfeitures, inspection fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

The City reports deferred inflows of resources and unearned revenues on its financial statements. Deferred inflows of resources arise from taxes levied in the current year which are for the subsequent year's operations. For governmental fund financial statements, deferred inflows of resources arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues arise when resources are received before the City has a legal claim to them, 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, deferred inflows of resources and unearned revenue are removed from the balance sheet or statement of net position and revenue is recognized.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note.

The proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water/Sewer and Parking System funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

All Financial Statements: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and 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.

Deposits and Investments: For purposes of the statement of cash flows, the City considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

The City has adopted an investment policy. That policy follows the state statute for allowable investments.

Illinois Statutes authorize the City to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Investment Pool.

Pension Funds may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, and the Illinois insurance company general and separate accounts, mutual funds and equity securities. The Police Pension Fund's investment policy allows investments in all of the above listed accounts, but does exclude any repurchase agreements. The Firefighters' Pension Fund allows funds to be invested in any type of security authorized by the Illinois Pension Code.

Additional restrictions may arise from local charters, ordinances, resolutions and grant resolutions.

The Police and Firefighters' Pension Funds' policies are to maintain long-term focus on its investment decision making process. Specifically, the Pension Fund's benefit liabilities extend many years into the future. As such, the investment focus should be on long-term results.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Interest Rate Risk: The City's and Pension Funds' investment policies seek to ensure preservation of capital in the City's and Pension Funds' overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. In accordance with the City's investment policy, unless matched to a specific anticipated expenditure, the City will not directly invest in securities maturing more than three years from the date of purchase. However, reserve funds may be invested in securities exceeding three years if the maturity of such investments are made to coincide as nearly as practicable with the expected use of the funds. The Pension Funds' policy does not limit investment maturities except as part of statutory requirements, as a means of managing its exposure to fair value losses arising from increasing interest rates. However, all of the policies require the City's and Pension Funds' investment portfolio to be sufficiently liquid to enable the City and Pension Funds to meet all operating requirements as they come due.

The City will minimize interest risk that the market value of securities in the portfolio will fall due to changes in general interest rates by: (1) structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and (2) investing operating funds primarily in short-term securities or investment pools.

Credit Risk: State Statutes limit the investments in commercial paper to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The City's and Pension Funds' investment policy authorizes investments in any type of security allowed for in Illinois statutes regarding the investment of public funds.

The City's general investment policy is to apply the prudent person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The City's investment policy minimizes credit risk by: (1) limiting investments to the safest type of securities, (2) pre-qualifying the financial institutions, brokers/dealers, intermediaries, and advisors with which the City will do business, and (3) diversifying the investment portfolio so that potential losses on individual securities will be minimized.

The Police and Firefighters' Pension Funds' policies require all fixed income investments to be of investment grade quality or higher at purchase. Also, according to the provisions of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed as to principal and interest by the U.S. government or any agency or instrumentality thereof, or to corporate and municipal issues. All securities shall be of "investment grade" quality; that is, at the time of purchases, rated no lower than "Baa" by Moody's and no lower than "BBB" by Standard and Poor's. The Boards, at their discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate.

Concentration of Credit Risk: The City's and Pension Funds' investment policies require diversification of the investment portfolio to minimize risk of loss resulting from over concentration in a particular type of security, risk factor, issuer, or maturity. The City's and Police Pension Fund's policy further states that no financial institution shall hold more than 50% of the City's investment portfolio at the current time of investment placement. The City operates its investments as an internal investment pool where each fund reports its pro rata share of the investments made by the City. In this internal investment pool there were no investments which are subject to concentration of credit risk that represent more than 50% of the portfolio as of December 31, 2023.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Per the investment policy, no financial institution shall have more than 75% of the City's total investment portfolio including all monies of the City. No more than 33% of the City's investment portfolio may be commercial paper, no more than 50% of the City's portfolio may be invested in U.S. Government Agencies, and no more than 25% of the investment portfolio may be invested in the obligations of a single agency. As of December 31, 2023, the City had 36% invested in cash, 46% invested in Illinois Funds and money market mutual funds, 3% invested in IMET, 14% invested in fixed income securities, and 1% invested in certificates of deposit.

The Police Pension Fund investment policy places a minimum of 2% and maximum of 20% concentration on cash, a minimum of 30% and maximum of 68% on fixed income securities, a minimum of 0% and maximum of 10% on mutual funds, a minimum of 10% and maximum of 20% on foreign equities, and a minimum of 20% and maximum of 35% on equities. As of December 31, 2023, the Police Pension Trust Fund had 5% invested in cash and 95% invested in the Illinois Police Officers' Pension Investment Fund.

The Firefighters' Pension Fund investment policy places a minimum of 2% and maximum of 20% concentration on cash, a minimum of 30% and maximum of 68% on fixed income securities, a minimum of 0% and maximum of 10% on mutual funds, a minimum of 10% and maximum of 20% on foreign equities, and a minimum of 20% and maximum of 40% on equities. As of December 31, 2023, the Firefighters' Pension Trust Fund had 7% invested in cash and 93% invested in the Illinois Firefighters' Pension Investment Fund.

Custodial Credit Risk – Deposits: The City's and Pension Funds' investment policies limit the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured with collateralization pledged by the applicable financial institution to the extent of 105% of the value of the deposit for the City and 100% of the value of the deposit for Pension Funds.

Custodial Credit Risk – Investments: Custodial credit risk is the risk that, in the event of the failure of the counterparty, the City and Pension Funds will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's and Pension Funds' investment policies require that all amounts in excess of any insurance limits be collateralized by securities eligible for City and Pension Funds investment or any other high quality, interest bearing security rated at least AA/Aa by one or more standard rating service to include Standard & Poor's, Moody's or Fitch. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization.

The City's and Pension Funds' investment policies require all securities to be held by a third party custodian designated by the Treasurer and evidenced by safekeeping receipts.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank balance and carrying value is due to outstanding checks and/or deposits in transit.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Fund's share price, the price for which the investments could be sold. See Note 3 for further information.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Receivables: Property taxes for levy year 2022 attach as an enforceable lien on January 1, 2022, on property values assessed as of the same date. Taxes are levied by December following the lien date (by passage of a Tax Levy Ordinance). The taxes for levy year 2022 are collected during the 2023 calendar year.

Tax bills are prepared by the County and issued on or about February 1, 2023 and August 1, 2023, and are payable in two installments, on or about March 1, 2023 and September 1, 2023 or within 30 days of the tax bills being issued. In 2023, the second installment was delayed and was not payable until December 1, 2023.

The County collects such taxes and remits them periodically. The 2023 property tax levy is recognized as a receivable and deferred inflow of resources in fiscal year 2023, net the allowance for uncollectible. The 2023 property tax levy is intended to finance fiscal year 2024. At December 31, 2023, the property taxes receivable and deferred inflow of resources consisted of the estimated amount collectible from the 2023 levy.

The property tax receivable is shown net of an allowance for uncollectibles. The allowance is equal to 1% of outstanding property taxes at December 31, 2023.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

The City is a lessor for leases of a theatre and space in a parking garage. At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term. Key estimates and judgments include how the City determines (a) the discount rate it uses to discount the expected lease receipts to present value, (b) lease term, and (c) lease receipts. The City uses its estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee. The City monitors changes in circumstances that would require a remeasurement of its leases, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Inventories and Prepaid Items: Governmental fund inventories, if material, are recorded at cost based on the FIFO method using the purchases method of accounting. Proprietary fund inventories are generally used for construction and/or for operation and maintenance work. They are not for resale. They are valued at cost based on weighted average and charged to construction and/or operation and maintenance expense when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows/Inflows of Resources: In addition to assets, the statement of financial 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. The City reports deferred loss on refunding of debt, differences between expected and actual experience, change in pension and OPEB assumptions and loss on pension investments. The deferred loss on debt refunding is reported in the government-wide statement of net position. A deferred loss on debt refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Differences between expected and actual experience and changes in pension and OPEB assumptions are deferred and amortized over the average of the expected remaining service lives of employees that are provided with benefits through the pension or OPEB plan. Losses on pension investments are deferred and amortized over five years.

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. The City reports resources associated with imposed nonexchange revenue transactions that are received or reported as a receivable before the period for which property taxes are levied as deferred inflows of resources. Additionally, certain amounts related to pensions, OPEB, and leases must be deferred. Differences between expected and actual experience and change in pension and OPEB assumptions are deferred and amortized over the average of the expected remaining service lives of all employees that are provided with benefits through the pension or OPEB plan. The City also has another type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Capital Assets: *Government-Wide Statements* – Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$25,000 for general capital assets and \$25,000 for infrastructure assets, and an estimated useful life in excess of 1 year. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their acquisition value at the date of donation.

Additions to and replacements of capital assets of business type activities are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. For tax exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. No net interest was capitalized during the current year. The cost of renewals betterments relating to retirement units is added to plant accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from plant accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

Included with the City's equipment capital assets, the City has capitalized an intangible asset, computer software. The City follows the same capitalization policy and estimated useful life for its intangible asset as it does for its equipment capital assets. The City also amortizes the intangible asset utilizing the straight-line method.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Building, Improvements and Infrastructure	30 - 50 Years
Equipment	5 - 25 Years
Vehicles	5 - 20 Years

Fund Financial Statements – In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

Compensated Absences: The liability for vested or accumulated vacation leave of the City (primary government), at December 31, 2023 of \$4,760,385, is recorded in the government-wide financial statements.

For governmental fund financial statements, the portion of the liability which has matured and is currently due and payable, such as a result of employee resignations and retirements, is recorded as a liability in the appropriate fund. The government-wide financial statements record unused vacation and sick leave as expenses and liabilities when earned by employees. The long-term portion of compensated absences will be paid from the fund which the employee is paid. The accumulated vacation and sick leave time liability of employees charged to the proprietary fund types is reported as an expense and as a liability of those funds as the benefits accrue to the employees.

In accordance with the provisions of Governmental Accounting Standards Board Statement No. 16, Accounting for Compensated Absences, no liability is recorded for non-vesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as "terminal leave" prior to retirement.

Long-Term Obligations: All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable and accrued compensated absences.

Long-Term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are amortized over the life of the issue using the effective interest method. Gains or losses on prior refundings are amortized over the remaining life of the old debt, or the life of the new debt, whichever is shorter. The balance at year-end for premiums/discounts is shown as an increase or decrease in the liability section of the statement of net position. The balance at year-end for gains/losses is shown as a deferred inflow/outflow of resources on the statement of net position. Debt issuance costs are expensed when incurred.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pensions: For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Illinois Municipal Retirement Plan (IMRF) and additions to/deductions from IMRF's fiduciary net position have been determined on the same basis as they are reported by IMRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Claims and Judgments: Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental funds if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred. Refer to Note 11 on commitments and contingencies.

Equity Classifications: *Government-Wide Statements* – Equity is classified as net position and displayed in three components:

- Net Investment in Capital Assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent bond proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted Net Position – Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- Unrestricted Net Position – All other net position that do not meet the definitions of "restricted" or "net investment in capital assets."

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

Governmental Funds Statements – The components of the fund balance section of the balance sheet of the governmental funds include the following line items:

- a) Nonspendable fund balance is inherently nonspendable, such as portions of net resources that cannot be spent because of their form and portions of net resources that cannot be spent because they must be maintained intact.
- b) Restricted fund balance has externally enforceable limitations on use, such as limitations imposed by creditors, grantors, contributors, or laws and regulations of other government as well as limitations imposed by law through constitutional provision or enabling legislation. Restricted fund balances reported on the City's Governmental Funds Balance Sheet mainly include restricted property tax levies, bond proceeds, and grant awards.
- c) Committed fund balance has self-imposed limitations set in place prior to the end of the period. The limitations are imposed at the highest level of decision making that requires formal action at the same level to remove. For the City, the City Council is the highest level of decision making. As of December 31, 2023, the City does not have any commitments of fund balance.
- d) Assigned fund balance has limitations resulting from intended use consisting of amounts where the intended use is established by the City Council designated for that purpose. The intent of funds would be determined by a City official (Finance Director and approved by the City Manager, per the City's Fund Balance Policy) that the City Council has delegated the authority to assign amounts to be used for a specific purpose. GASB 54 has also outlined that fund balance outside of the general fund is to fall in this category if there is not a deficit fund balance for the fund.

(Continued)

CITY OF DES PLAINES, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- e) Unassigned fund balance is the total fund balance in the general fund in excess of nonspendable, restricted, committed, and assigned fund balance. In addition, if there is a deficit balance in another governmental fund, it will be reported as a negative amount in that fund's unassigned classification.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

Proprietary fund equity is classified the same as in the government-wide statements.

Fiduciary fund equity for the pension plans is legally restricted for pensions and the City believes it is in compliance with this restriction.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information: Annual budgets are adopted. Budget amounts are as originally adopted by the City Council. All annual appropriations lapse at fiscal year-end.

Prior to December 31, the City Director of Finance submits to the City Council a proposed operating budget for the fiscal year commencing January 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to March 31, the budget is legally enacted through passage of an ordinance. Formal budgetary integration is employed as a management control device during the year.

The City is authorized to change budgeted amounts within any fund; however, revision must be approved by two thirds of the members of the City Council. No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. The appropriated budget is prepared by fund, function, and department. The City Director of Finance is authorized to transfer budget amounts between departments within any fund; however, the City Council must approve revisions that alter the total expenditures of any fund.

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America and modified accrual basis of accounting for all governmental funds and accrual basis of accounting for all proprietary funds, except the Asset Seizure, Foreign Fire Insurance Tax, and Escrow funds, which are not budgeted.

Excess Expenses/Expenditures over Appropriations:

<u>Funds</u>	<u>Budgeted Expenses/ Expenditures</u>	<u>Actual Expenses/ Expenditures</u>	<u>Excess Expenses/ Expenditures Over Budget</u>
Motor Fuel Tax Fund	\$ 3,089,000	\$ 3,558,421	\$ (469,421)
TIF #7 (Mannheim/Higgins South) Fund	28,140	332,489	(304,349)
Parking System Fund	490,590	494,830	(4,240)

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

The City controls expenditures at the object level. Some individual departments experienced expenditures that exceeded budgeted amounts. The detail of those items can be found in the City's year-end budget to actual report.

Deficit Balances: Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year-end.

As of December 31, 2023, the following individual funds held a deficit balance:

<u>Fund</u>	<u>Amount</u>
TIF #6 (Mannheim/Higgins)	\$ 18,736,932
Community Development Block Grant	2,293
TIF #1 (Downtown)	488,325
TIF #3 (Wille Road)	1,986,423
TIF #7 (Mannheim/Higgins South)	683,056

T.I.F. District deficits are anticipated to be funded with future incremental taxes levied over the life of the districts. The Community Development Block Grant will be funded by grant money receivable from the Federal government.

NOTE 3 - DEPOSITS AND INVESTMENTS

The City's deposits and investments at year-end were comprised of the following:

	<u>Carrying Value</u>	<u>Statement Balance</u>	<u>Associated Risks</u>
Petty cash	\$ 2,950	\$ -	N/A
CD	946,069	946,069	Custodial, credit, interest rate
Deposits	63,253,668	63,396,890	Custodial
Illinois funds	73,204,296	73,204,296	Credit, interest rate
U.S. government and agency obligations	3,749,509	3,749,509	Custodial, credit, interest rate, concentration of credit
State and local obligations	4,558,157	4,558,157	Custodial, credit, interest rate, concentration of credit
Money market mutual funds	11,609,572	11,609,572	Interest rate, concentration of credit
Commercial paper	609,077	609,077	Interest rate, concentration of credit
Corporate bonds	13,653,920	13,653,920	Custodial, credit, interest rate, concentration of credit
Insurance contracts	1,619	1,619	N/A
Pooled investments	<u>175,471,941</u>	<u>175,471,941</u>	Interest rate, concentration of credit
Total deposits and investments	<u>\$ 347,060,778</u>	<u>\$ 347,201,050</u>	

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

Reconciliation to Financial Statements:

Per statement of net position	
Cash and investments	\$ 160,358,726
Per statement of fiduciary net position - pension trust funds	
Cash and cash equivalents	11,228,492
Insurance contracts	1,619
Pooled investments	<u>175,471,941</u>
 Total deposits and investments	 <u>\$ 347,060,778</u>

Investments: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The City does not have any investments or deposits exposed to custodial credit risk.

Credit Risk: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

As of December 31, 2023, credit ratings for the City investments in debt securities are as follows:

<u>City</u>	<u>Standard and Poor's Ratings</u>						<u>Total</u>
<u>Investment Type</u>	<u>AAA</u>	<u>AA</u>	<u>A</u>	<u>BBB</u>	<u>NR</u>		
Certificates of Deposit	\$ -	\$ -	\$ -	\$ -	\$ 946,069	\$	946,069
Municipal Bonds	92,166	3,300,696	1,165,295	-	-	-	4,558,157
Illinois Funds	73,204,296	-	-	-	-	-	73,204,296
U.S. Government Agencies	499,850	3,249,659	-	-	-	-	3,749,509
Corporate Bonds	-	-	5,926,321	7,727,599	-	-	13,653,920

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer.

At December 31, 2023, the City did had the following investments (other than investments in United States Government and United States Government Guaranteed Obligations, investment pools, state and local obligations, and mutual funds) in a single issuer that exceeded 5% of total investments.

<u>City</u>	
Bank of America Corporation MTN	7%

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NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

Pooled Investments: 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. Participation in IFPIF by Illinois suburban and downstate firefighter pension funds is mandatory. Investments of IFPIF are combined in a commingled external investment pool and held by IFPIF. A schedule of investment expenses is included in IFPIF's annual report. For additional information on IFPIF's investments, please refer to their annual report as of June 30, 2023. A copy of that report can be obtained from IFPIF at 1919 South Highland Avenue, Building A, Suite 237, Lombard, IL 60148 or at www.ifpif.org.

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 Illinois Compiled Statutes (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.

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. Participation in IPOPIF by Illinois suburban and downstate police pension funds is mandatory. Investments of IPOPIF 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, 2023. A copy of that report can be obtained from IPOPIF at www.ipopif.org.

IPOPIF's current investment policy was adopted by the Board of Trustees on December 17, 2021. IPOPIF is authorized to invest in all investments allowed by Illinois Compiled Statutes (ILCS). The IPOPIF 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 3 of the Illinois Pension Code.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment.

As of December 31, 2023, the City and Pension Funds' investments were as follows:

<u>Investment Type</u>	<u>Total</u>	<u>Maturity (in years)</u>		
		<u>Less Than One Year</u>	<u>One to Five Years</u>	<u>Over Five Years</u>
City				
Certificate of deposit	\$ 946,069	\$ 449,821	\$ 496,248	\$ -
State and local obligations	4,558,157	883,365	3,674,792	-
Money market mutual funds	477,818	477,818	-	-
Commercial paper	609,077	609,077	-	-
Corporate bonds	13,653,920	4,877,690	8,776,230	-
Other U.S. government agencies	3,749,509	1,498,720	2,250,789	-
Illinois funds	<u>73,204,296</u>	<u>73,204,296</u>	-	-
City investment total	<u>97,198,846</u>	<u>82,000,787</u>	<u>15,198,059</u>	-
Police Pension				
Money market mutual funds	<u>4,105,141</u>	<u>4,105,141</u>	-	-
Police pension investment total	<u>4,105,141</u>	<u>4,105,141</u>	-	-
Firefighters' Pension				
Money market mutual funds	<u>7,026,613</u>	<u>7,026,613</u>	-	-
Firefighters' pension investment total	<u>7,026,613</u>	<u>7,026,613</u>	-	-
Totals	<u>108,330,600</u>	<u>\$ 93,132,541</u>	<u>\$ 15,198,059</u>	<u>\$ -</u>
Investments not sensitive to risk:				
Insurance contracts	1,619			
Pooled investments				
Illinois Police Officers' Pension Investment Fund	85,123,816			
Illinois Firefighters' Pension Investment Fund	<u>90,348,125</u>			
Total investments	<u>\$ 283,804,160</u>			

See Note 1 for further information on deposit and investment policies.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

The City and Pension Funds categorize their 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 are valued using a matrix pricing model; Level 3 inputs are significant unobservable inputs. The City and Pension Funds have the following recurring fair value measurements as of December 31, 2023:

Investment Type	Fair Value	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
City				
Certificates of deposit	\$ 946,069	\$ 946,069	\$ -	\$ -
State and local obligations	4,558,157	-	4,558,157	-
Money market mutual fund	477,818	477,818	-	-
Commercial paper	609,077	-	609,077	-
Corporate bonds	13,653,920	-	13,653,920	-
Other U.S. government agencies	3,749,509	-	3,749,509	-
City investment total	<u>23,994,550</u>	<u>1,423,887</u>	<u>22,570,663</u>	<u>-</u>
Police Pension				
Money market mutual funds	<u>4,105,141</u>	<u>4,105,141</u>	<u>-</u>	<u>-</u>
Police pension investment total	<u>4,105,141</u>	<u>4,105,141</u>	<u>-</u>	<u>-</u>
Firefighters' Pension				
Money market mutual funds	<u>7,026,613</u>	<u>7,026,613</u>	<u>-</u>	<u>-</u>
Firefighters' pension investment total	<u>7,026,613</u>	<u>7,026,613</u>	<u>-</u>	<u>-</u>
Totals	<u>\$ 35,126,304</u>	<u>\$ 12,555,641</u>	<u>\$ 22,570,663</u>	<u>\$ -</u>

The investments in IFPIF and IPOPIF are measured at net asset value (NAV). There are no unfunded commitments at December 31, 2023. The Police Pension Plan may request withdrawals at any time and multiple transactions can be entered up to 13 months in advance. Cash withdrawal requests are to be submitted at least seven calendar days prior to the requested transfer date to ensure availability, although IPOPIF may, in its sole discretion, process a cash withdrawal request with fewer than seven calendar days' notice. The Firefighters' Pension Plan may redeem shares by giving notice by 5:00 central time on the 1st of each month. Expedited redemptions may be processed at the sole discretion of IFPIF.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 4 - DETAILS OF RECEIVABLES – UNAVAILABLE/DEFERRED/UNEARNED

Aside from leases, all of the receivables on the balance sheet are expected to be collected within one year.

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also delay revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred inflows of resources and unearned revenue reported in the governmental funds were as follows:

	<u>Deferred Inflows of Resources</u>			<u>Totals</u>
	<u>Unavailable</u>	<u>Deferred</u>	<u>Unearned</u>	
Property taxes receivable for subsequent year	\$ -	\$ 29,321,282	\$ -	\$ 29,321,282
Lease receivables	-	421,100	-	421,100
Other receivables	408,378	-	168,229	576,607
Grant receivables	<u>453,654</u>	<u>-</u>	<u>-</u>	<u>453,654</u>
 Total deferred inflows/unearned revenue for governmental funds	 <u>\$ 862,032</u>	 <u>\$ 29,742,382</u>	 <u>\$ 168,229</u>	 <u>\$ 30,772,643</u>

The City is a lessor in contracts that convey control of the right to use property owned by the City to other parties. During the fiscal year, the City recognized lease revenue of \$280,339 and interest revenue of \$122,335. Future payments that are included in the measurement of the lease receivables are as follows.

	<u>Theatre</u>		<u>Parking Garage</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 158,411	\$ 13,589	\$ 57,761	\$ 102,751
2025	187,562	8,438	59,518	100,994
2026	177,550	2,450	61,329	99,183
2027	-	-	63,194	97,318
2028	-	-	83,609	95,143
2029-2033	-	-	476,266	435,734
2034-2038	-	-	651,502	351,698
2039-2043	-	-	862,456	239,240
2044-2048	-	-	<u>1,135,714</u>	<u>90,015</u>
	<u>\$ 523,523</u>	<u>\$ 24,477</u>	<u>\$ 3,451,349</u>	<u>\$ 1,612,076</u>

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year-ended December 31, 2023, was as follows:

	<u>Beginning Balance</u>	<u>Additions/ Transfers In</u>	<u>Deletions/ Transfers Out</u>	<u>Ending Balance</u>
<u>Governmental Activities</u>				
Capital assets not being depreciated				
Land	\$ 9,382,560	\$ 870,000	\$ (321,000)	\$ 9,931,560
Land Improvement	22,729,860	1,869,500	-	24,599,360
Land right of way	52,128,780	-	-	52,128,780
Construction in Progress	<u>180,515</u>	<u>6,560,251</u>	<u>(180,515)</u>	<u>6,560,251</u>
Total capital assets not being depreciated	<u>84,421,715</u>	<u>9,299,751</u>	<u>(501,515)</u>	<u>93,219,951</u>
Capital assets being depreciated				
Buildings	23,148,539	4,283,835	-	27,432,374
Improvements	53,703,253	4,287,142	(56,273)	57,934,122
Equipment	6,690,356	524,310	(138,905)	7,075,761
Vehicles	11,766,488	2,508,305	(184,427)	14,090,366
Infrastructure	<u>233,959,341</u>	<u>4,340,474</u>	<u>(433,769)</u>	<u>237,866,046</u>
Total capital assets being depreciated	<u>329,267,977</u>	<u>15,944,066</u>	<u>(813,374)</u>	<u>344,398,669</u>
Total capital assets	<u>413,689,692</u>	<u>25,243,817</u>	<u>(1,314,889)</u>	<u>437,618,620</u>
Less accumulated depreciation for				
Buildings	(12,895,174)	(570,926)	-	(13,466,100)
Improvements	(27,423,206)	(1,483,791)	2,814	(28,904,183)
Equipment	(4,378,665)	(461,549)	103,513	(4,736,701)
Vehicles	(6,591,152)	(906,235)	184,427	(7,312,960)
Infrastructure	<u>(111,055,673)</u>	<u>(6,664,191)</u>	<u>143,110</u>	<u>(117,576,754)</u>
Total accumulated depreciation	<u>(162,343,870)</u>	<u>(10,086,692)</u>	<u>433,864</u>	<u>(171,996,698)</u>
Net capital assets being depreciated	<u>166,924,107</u>	<u>5,857,374</u>	<u>(379,510)</u>	<u>172,401,971</u>
Total governmental activities capital assets, net of accumulated depreciation	<u>\$ 251,345,822</u>	<u>\$ 15,157,125</u>	<u>\$ (881,025)</u>	<u>\$ 265,621,922</u>

Depreciation expense was charged to functions as follows:

<u>Governmental activities</u>	
General government	\$ 386,065
Public safety	845,660
Public works	1,483,690
Streets and highways	7,166,459
Economic development	204,818
	<u>\$ 10,086,692</u>

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 5 - CAPITAL ASSETS (Continued)

	<u>Beginning Balance</u>	<u>Additions/ Transfers In</u>	<u>Deletions/ Transfers Out</u>	<u>Ending Balance</u>
<u>Business-type Activities</u>				
Capital assets not being depreciated				
Land	\$ 1,891,770	\$ -	\$ -	\$ 1,891,770
Total capital assets not being depreciated	<u>1,891,770</u>	<u>-</u>	<u>-</u>	<u>1,891,770</u>
Capital assets being depreciated				
Buildings	33,932,212	-	-	33,932,212
Improvements	70,859,514	6,281,928	(85,893)	77,055,549
Equipment	1,015,783	155,618	(241,235)	930,166
Vehicles	<u>2,870,256</u>	<u>174,225</u>	<u>(93,991)</u>	<u>2,950,490</u>
Total capital assets being depreciated	<u>108,677,765</u>	<u>6,611,771</u>	<u>(421,119)</u>	<u>114,868,417</u>
Total capital assets	<u>110,569,535</u>	<u>6,611,771</u>	<u>(421,119)</u>	<u>116,760,187</u>
Less accumulated depreciation for				
Buildings	(15,600,806)	(1,160,623)	-	(16,761,429)
Improvements	(28,080,743)	(2,021,562)	3,813	(30,098,492)
Equipment	(585,283)	(59,216)	241,235	(403,264)
Vehicles	<u>(1,591,714)</u>	<u>(182,856)</u>	<u>93,991</u>	<u>(1,680,579)</u>
Total accumulated depreciation	<u>(45,858,546)</u>	<u>(3,424,258)</u>	<u>339,039</u>	<u>(48,943,764)</u>
Net capital assets being depreciated	<u>62,819,219</u>	<u>3,187,513</u>	<u>(82,080)</u>	<u>65,924,653</u>
Total business-type activities capital assets, net of accumulated depreciation	<u>\$ 64,710,989</u>	<u>\$ 3,187,513</u>	<u>\$ (82,080)</u>	<u>\$ 67,816,423</u>

Depreciation expense was charged to functions as follows:

<u>Business-type Activities</u>	
Parking	\$ 1,149,800
Water/Sewer	2,274,458
Depreciation expense	<u>\$ 3,424,258</u>

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 6 - INTERFUND RECEIVABLES/PAYABLES, ADVANCES AND TRANSFERS

Interfund Receivables/Payables and Advances: The following is a schedule of interfund receivables, payables, and advances including any overdrafts on pooled cash and investment accounts:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Advances To/From</u>	<u>Due To/From</u>
			Amount Not Due Within One Year	Amount Due Within One Year
General	TIF #6 (Mannheim/Higgins)	\$ 18,736,932	\$ 18,736,932	\$ -
General	Non-major Governmental	3,033,374	3,017,060	16,314
General	Water/Sewer	137,763	-	137,763
Total - Fund financial statements		<u>\$ 21,908,069</u>	<u>\$ 21,753,992</u>	<u>\$ 154,077</u>
Less: Fund eliminations		(21,770,306)		
Less: Interfund receivables created with internal service fund eliminations		<u>(662,564)</u>		
Total internal balances - Government-wide statement of net position		<u>\$ (524,801)</u>		

Amounts due to the General fund from the TIF #6 (Mannheim/Higgins), Non-major Governmental, and Water/Sewer funds are for cash overdrafts in those funds.

For the statement of net position, interfund balances, which are owed within the governmental activities or business-type activities, are netted and eliminated.

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CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 6 - INTERFUND RECEIVABLES/PAYABLES, ADVANCES AND TRANSFERS (Continued)

The following is a schedule of interfund transfers:

Transferred To	Transferred From	Amount	Principal Purpose
<u>Fund financial statements</u>			
General	Non-major governmental	\$ 65,000	To transfer unrestricted revenues to finance programs
General	TIF #6	4,000	To transfer unrestricted revenues to finance programs
Non-major governmental	Non-major governmental	44,715	To transfer the City's share of grant expenses
Non-major governmental	General	1,500,000	Transfer per budget for future equipment and depreciation
Non-major governmental	General	500,000	Transfer per budget for future IT equipment and depreciation
Facilities replacement	Gaming tax	8,400,000	Transfer per budget for systematic replacement or renovation of capital assets
Facilities replacement	General	<u>5,000,000</u>	Transfer per budget amendment for acquisition of properties
Total - Fund financial statements		15,513,715	
Less: Fund eliminations		<u>(15,513,715)</u>	
Total - Government-Wide statement of activities		<u>\$ -</u>	

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

For the statement of activities, interfund transfers within the governmental activities or business-type activities are netted and eliminated.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 7 – LONG-TERM OBLIGATIONS

Long-Term Obligations: Long-term obligations activity for the year-ended December 31, 2023, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<u>Governmental Activities</u>					
Bonds and loans payable					
General obligation debt	\$ 9,388,600	\$ 41,400	\$ 2,590,000	\$ 6,840,000	\$ 1,905,000
Unamortized (discounts)/premiums	95,593	-	33,667	61,926	-
Total bonds and notes payable	9,484,193	41,400	2,623,667	6,901,926	1,905,000
Other liabilities					
Vested compensated absences	4,561,622	1,795,166	1,912,477	4,444,311	2,009,508
Net pension liability - Police pension	105,296,427	-	5,625,083	99,671,344	-
Net pension liability - Firefighters' pension	93,530,297	-	3,613,120	89,917,177	-
Net pension liability - IMRF	4,438,668	-	3,792,846	645,822	-
Total OPEB liability	13,989,836	1,082,245	-	15,072,081	755,628
Total other liabilities	221,816,850	2,877,411	14,943,526	209,750,735	2,765,136
Total governmental activities	<u>\$ 231,301,043</u>	<u>\$ 2,918,811</u>	<u>\$ 17,567,193</u>	<u>\$ 216,652,661</u>	<u>\$ 4,670,136</u>

Governmental activities general obligation debt increases includes \$41,400 of accretion on the 2009A capital appreciation bonds.

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<u>Business-Type Activities</u>					
Other liabilities					
Vested compensated absences	\$ 382,313	\$ 85,325	\$ 151,564	\$ 316,074	\$ 177,042
Net pension liability - IMRF	1,588,720	-	1,329,985	258,735	-
Total OPEB liability	1,319,830	79,327	-	1,399,157	70,146
Total business-type activities	<u>\$ 3,290,863</u>	<u>\$ 164,652</u>	<u>\$ 1,481,549</u>	<u>\$ 1,973,966</u>	<u>\$ 247,188</u>

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 7 - LONG-TERM OBLIGATIONS (Continued)

General Obligation Debt: All general obligation notes and bonds payable are backed by the full faith and credit of the City. Notes and bonds in the governmental funds will be retired by future property tax levies or tax increments accumulated by the debt service fund. Business type activities debt is payable by revenues from user fees of those funds or, if the revenues are not sufficient, by future tax levies.

	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates (Fixed)</u>	<u>Original Indebtedness</u>	<u>Balance Outstanding</u>
Governmental Activities					
Series 2009A Taxable GO Refunding (Capital Appreciation) Bonds, due in annual installments of \$170,000 to \$1,575,000 Debt retired from TIF #6 fund	November 3, 2009	December 1, 2023	3.00%-5.80%	\$ 5,430,000	\$ -
Series 2018 GO Refunding Bonds, due in annual installments of \$440,000 to \$2,135,000 Debt retired from TIF #3 fund	March 5, 2018	December 1, 2028	3.00%	12,410,000	<u>6,840,000</u>
Total governmental activities general obligation debt					<u>\$ 6,840,000</u>

Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Governmental Activities General Obligation Debt</u>	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 1,905,000	\$ 205,200
2025	1,960,000	148,050
2026	2,160,000	89,250
2027	400,000	24,450
2028	415,000	12,450
	<u>\$ 6,840,000</u>	<u>\$ 479,400</u>

Legal Debt Margin: The City is a home rule municipality. Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin.

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

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

Net Pension Liability and Total Other Post-Employment Benefit Liability: The fund where salary is paid from for an employee has typically been used to liquidate the net pension liability and total other post-employment benefit liability. See notes 9 and 12 for more information.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 8 - COMPONENT UNIT

Component Unit:

Des Plaines Public Library – This report contains the Des Plaines Public Library (the "Library"), which is included as a component unit. Financial information is presented as a discrete column in the statement of net position, statement of activities.

In addition to the basic financial statements and the preceding notes to financial statements which apply, the following additional disclosures are considered necessary for a fair presentation.

Basis of Accounting/Measurement Focus: The Library follows the modified accrual basis of accounting and the flow of current financial resources measurement focus.

Deposits and Investments:

	<u>Carrying Value</u>	<u>Statement Balance</u>	<u>Associated Risks</u>
Deposits	\$ 628,958	\$ 993,336	Custodial
Stocks	341,166	341,166	Credit, interest rate, concentration of credit
Illinois funds	4,899,973	4,899,973	Credit, interest rate
Petty cash	<u>500</u>	<u>-</u>	N/A
Total deposits and investments	<u>\$5,870,597</u>	<u>\$6,234,475</u>	

Deposits: Statutes authorize the Library to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds.

Cash: The carrying amount of deposits was \$628,958 at December 31, 2023, while the bank balances were \$993,336. All deposits were either insured by the Federal Deposit Insurance Corporation (FDIC) for \$250,000, or collateralized with securities of the U.S. Government or with letters of credit issued by the Federal Home Loan Bank held in the Library's name by financial institutions acting as the Library's agent.

Investments: Illinois Statutes authorize the Library to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Investment Pool. As of December 31, 2023, the Library held \$4,899,973 in the Illinois Funds Investment Pool. \$341,166 was invested in McDonald's Corporation stock, which is fair valued using Level 1 inputs.

Interest Rate Risk. The Library does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. At year-end, the Illinois Funds balance was due upon demand.

(Continued)

NOTE 8 - COMPONENT UNIT (Continued)

Credit Risk. The Library's general investment policy is to apply the prudent person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Library's investment policy requires that all amounts in excess of any insurance limits be collateralized by securities eligible for Library investment or any other high quality, interest bearing security rated at least AA/Aa by one or more standard rating service to include Standard & Poor's, Moody's or Fitch. The market value of the pledge securities shall equal or exceed the portion of the deposit requiring collateralization.

Concentration of Credit Risk. The Library places no limit on the amount that may be invested in any one issuer.

Receivables and 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 outflow of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Library reports change in pension assumptions and differences between projected and actual experience, which are deferred and amortized over the average of the expected remaining service lives of employees who are provided with benefits through the pension plan.

In addition to liabilities, the statement of net 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 position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Certain amounts related to pensions must be deferred. Differences between expected and actual experience, changes in pension assumptions, and change in proportionate share are deferred and amortized over the average of the expected remaining service lives of employees who are provided with benefits through the pension plan. The net difference between projected and actual earnings on pension plan investments is deferred and amortized over five years.

Property taxes for 2022 attach as an enforceable lien on January 1, 2022, on property values assessed as of the same date. Taxes are levied by December following the lien date (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2023 and August 1, 2023 and are payable in two installments, on or about March 1, 2023 and September 1, 2023 or within 30 days of the tax bills being issued. In 2023, the second installment was delayed and was not payable until December 1, 2023. The County collects such taxes and remits them periodically.

The Library recognizes property tax revenues in the fiscal year that the tax levy is intended to finance. Therefore, the entire 2023 tax levy has been recorded as a deferred inflow of resources.

The Library recognizes grant revenues when they become both measurable and available in the fiscal year that the grant is intended to finance. Therefore, any portion of grant revenue that is not received within the first 60 days after year-end is recorded as a deferred inflow of resources.

Prepaid Items: Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 8 - COMPONENT UNIT (Continued)

Capital Assets:

<u>Component Unit</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Capital assets not being depreciated				
Construction in progress	\$ -	\$ 95,151	\$ -	\$ 95,151
Total capital assets not being depreciated	<u>-</u>	<u>95,151</u>	<u>-</u>	<u>95,151</u>
Capital assets being depreciated				
Improvements	2,507,715	-	(107,544)	2,400,171
Equipment	1,682,002	117,643	(140,836)	1,658,809
Vehicles	24,954	-	-	24,954
Total capital assets being depreciated	<u>4,214,671</u>	<u>117,643</u>	<u>(248,380)</u>	<u>4,083,934</u>
Less accumulated depreciation for				
Improvements	(675,567)	(80,123)	82,865	(672,825)
Equipment	(986,956)	(64,962)	140,836	(911,082)
Vehicles	(24,954)	-	-	(24,954)
Total accumulated depreciation	<u>(1,687,477)</u>	<u>(145,085)</u>	<u>223,701</u>	<u>(1,608,861)</u>
Total component unit capital assets, net of accumulated depreciation	<u>\$ 2,527,194</u>	<u>\$ 67,709</u>	<u>\$ (24,679)</u>	<u>\$ 2,570,224</u>

The Library has a construction commitment of \$578,880 outstanding at the end of the fiscal year related to The Canvas creative space.

The title to the Library land and building is in the name of the City and is reported in the City's capital assets used in governmental activities.

Compensated Absences: The liability balance at January 1, 2023 was \$87,235. During 2023 there were additions of \$90,421 and reductions of \$87,235 leaving the liability balance as of December 31, 2023 at \$90,421. The current portion of this liability is \$90,421.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 8 - COMPONENT UNIT (Continued)

Total Other Post-Employment Benefits Liability: See Note 12 for further details on the plan.

Changes in the Total OPEB Liability:

	Increase (Decrease)
	Total OPEB
	Liability
Balances at January 1, 2023	\$ 474,625
Changes for the year:	
Service cost	63,581
Interest	17,093
Actuarial experience	-
Assumptions changes	24,552
Contributions - employer	-
Contributions - employee	-
Net investment income	-
Benefit payments, including refunds	(30,278)
Administrative expense	-
Net changes	74,948
Balances at December 31, 2023	\$ 549,573

Illinois Municipal Retirement Fund: The net pension liability for the Library's portion at January 1, 2023 was \$1,432,359. During 2023, there were additions of \$1,220,197 leaving a liability balance as of December 31, 2023 at \$212,162. See Note 9 for further details on the plan.

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM

Illinois Municipal Retirement Fund

Plan Description: The City's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The City's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. Benefit and contribution provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Annual Comprehensive Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

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

(Continued)

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

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

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

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

Employees Covered by Benefit Terms: As of December 31, 2023 the following employees were covered by the benefit terms:

Inactive Plan Members or Beneficiaries Currently Receiving Benefits	588
Active Plan Members	<u>207</u>
Total	<u>795</u>

Contributions: As set by statute, the City's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City's annual required contribution rate for calendar year 2023 was 3.73%. For the fiscal year-ended December 31, 2023, the City contributed \$598,661 to the plan. The City also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability (Asset)

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

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Actuarial assumptions: The total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2023 valuation pursuant to an experience study of the period 2020-2022.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108.0%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2023 Illinois Municipal Retirement Fund annual actuarial valuation. The investment rate of return of 7.25% did not change from the prior year rate of 7.25%. Mortality and other demographic assumptions used to calculate the total pension liability were updated after the December 31, 2022 valuation, based on the experience study results published in the January 4, 2024 experience study report. There were no significant changes in assumptions. There were no benefit changes during the year. The City is not aware of any changes that have occurred subsequent to the measurement date that are expected to have a significant effect on the net pension liability (asset).

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CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equities	34.5%	5.00%
International Equities	18.0%	6.35%
Fixed Income	24.5%	4.75%
Real Estate	10.5%	6.30%
Alternatives	11.5%	6.05%-8.65%
Cash Equivalents	1.0%	3.80%
	100.0%	

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

- (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits and
- (2) the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was not blended with the AA rated general obligation bond index at December 31, 2023 to arrive at the discount rate used to determine the total pension liability. For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, which is unchanged from the prior year. The fund is expected to be fully funded through December 31, 2123.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Changes in the Net Pension Liability:

	Increase (Decrease)		
	Total Pension	Plan Fiduciary	Net Pension
	Liability	Net Position	Liability (Asset)
	(a)	(b)	(a) - (b)
Primary government:			
Balances at January 1, 2023	\$ 111,034,875	\$ 105,007,487	\$ 6,027,388
Changes for the year:			
Service cost	1,112,958	-	1,112,958
Interest	7,624,520	-	7,624,520
Actuarial experience	1,575,240	-	1,575,240
Assumption changes	(73,855)	-	(73,855)
Contributions - Employer	-	484,923	(484,923)
Contributions - Employee	-	585,053	(585,053)
Net investment income	-	11,405,693	(11,405,693)
Benefit payments, including refunds	(6,719,498)	(6,719,498)	-
Change in proportionate share	15,106	-	15,106
Other (net transfer)	-	2,901,131	(2,901,131)
Net changes	<u>3,534,471</u>	<u>8,657,302</u>	<u>(5,122,831)</u>
Balances at December 31, 2023	<u>\$ 114,569,346</u>	<u>\$ 113,664,789</u>	<u>\$ 904,557</u>

	Increase (Decrease)		
	Total Pension	Plan Fiduciary	Net Pension
	Liability	Net Position	Liability (Asset)
	(a)	(b)	(a) - (b)
Component unit:			
Balances at January 1, 2023	\$ 22,258,076	\$ 20,825,717	\$ 1,432,359
Changes for the year:			
Service cost	261,042	-	261,042
Interest	1,788,313	-	1,788,313
Actuarial experience	369,469	-	369,469
Assumption changes	(17,322)	-	(17,322)
Contributions - Employer	-	113,738	(113,738)
Contributions - Employee	-	137,223	(137,223)
Net investment income	-	2,675,179	(2,675,179)
Benefit payments, including refunds	(1,576,043)	(1,576,043)	-
Change in proportionate share	(15,106)	-	(15,106)
Other (net transfer)	-	680,453	(680,453)
Net changes	<u>810,353</u>	<u>2,030,550</u>	<u>(1,220,197)</u>
Balances at December 31, 2023	<u>\$ 23,068,429</u>	<u>\$ 22,856,267</u>	<u>\$ 212,162</u>

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

As reported in	
City's governmental activities	\$ 645,822
City's business-type activities	258,735
Library	212,162
	\$ 1,116,719

Sensitivity of the net pension liability (asset) to changes in the discount rate: The following 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) for IMRF plan 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:

	Current		
	1% Decrease	Discount Rate	1% Increase
	6.25%	7.25%	8.25%
Primary government	\$ 12,285,972	\$ 904,557	\$ (8,201,794)
Component unit	2,881,646	212,162	(1,923,712)
City's net pension liability (asset) for the IMRF plan	\$ 15,167,618	\$ 1,116,719	\$(10,125,506)

Pension Income/Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the year-ended December 31, 2023, the primary government and component unit recognized pension income of \$2,560,108 and \$600,467 respectively, for the IMRF plan. At December 31, 2023, the City reported deferred inflows of resources and deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary government:		
Differences between expected and actual experience	\$ 1,272,880	\$ -
Assumption changes	-	47,042
Net difference between projected and actual earnings on pension plan investments	5,729,061	-
Change in proportionate share between City and discretely presented component unit	134,714	79,324
	\$ 7,136,655	\$ 126,366
Component unit:		
Differences between expected and actual experience	\$ 299,385	\$ -
Assumption changes	-	11,034
Net difference between projected and actual earnings on pension plan investments	1,479,647	-
Change in proportionate share between City and discretely presented component unit	-	55,390
	\$ 1,779,032	\$ 66,424

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

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

Year-Ending December 31	Primary Government	Component Unit
2024	\$ 1,340,185	\$ 337,675
2025	2,347,382	580,221
2026	4,145,853	987,775
2027	(823,131)	(193,063)
Total	<u>\$ 7,010,289</u>	<u>\$ 1,712,608</u>

Police Pension Plan

Plan Description: Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single employer pension plan. Although this is a single employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes (Chapter 40 ILCS 5/3) and may be amended only by the Illinois legislature. Administrative costs are financed with current investment income. The City accounts for the plan as a pension trust fund. The City does not issue separate financial statements for the pension plan.

At January 1, 2023, the date of the latest actuarial valuation, the Police Pension Plan membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	126
Inactive plan members entitled to but not yet receiving benefits	13
Active plan members	<u>91</u>
Total	<u>230</u>

The following is a summary of the Police Pension Plan as provided for in Illinois Compiled Statutes. The police pension fund 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 2.5% 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 a reduced benefit of 2.5% of final salary for each year of service.

The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.0% of the original pension and 3.0% compounded annually thereafter.

(Continued)

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

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 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 shall not exceed \$106,800, however, that amount shall increase annually by the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3.0% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.0% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e. $\frac{1}{2}$ % 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. Non-compounding increases occur annually, each January thereafter. The increase is the lesser of 3.0% or $\frac{1}{2}$ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions: Covered employees are required 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 plans as actuarially determined by an enrolled actuary. Effective January 1, 2011, the City has until the year 2040 to fund 90% of the past service costs for the Police Pension Plan. For the year-ended December 31, 2023, the City's contribution was 78.49% of covered payroll.

Basis of Accounting: The financial statements of the pension fund are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. The City's contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments: Plan investments are reported at fair value. Short-term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair values.

Net Pension Liability

The City's net pension liability for the Police Pension plan was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2023.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Actuarial assumptions: The total pension liability in the January 1, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Assumptions (economic)

Discount rate used for the total pension liability	6.75%
Long-Term expected rate of return on plan assets	6.75%
High quality 20-year tax-exempt G.O. bond rate	3.26%
Projected individual salary increases	3.25% - 11.25%
Projected increase in total payroll	3.25%
Consumer price index (urban)	2.25%
Inflation rate included	2.25%

Actuarial Assumptions (demographic)

Mortality table	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described
Retirement rates	100% L&A 2020 Illinois Police Retirement Rates Capped at age 65
Disability rates	100% L&A 2020 Illinois Police Disability Rates
Termination rates	100% L&A 2020 Illinois Police Termination Rates
Percent married	80.00%

All rates shown in the assumptions are assumed to be annual rates, compounded on an annual basis. Mortality rates are based on the assumption study prepared by Lauterbach & Amen, LLP in 2020. The rates are experience weighted with the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study improved to 2017 using MP-2019 Improvement Rates. These rates are then improved fully generationally using MP-2019 Improvement Rates. Other demographic assumption rates are based on a review of assumptions in the L&A 2020 study for Police.

Assumption changes: The High Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.72% to 3.26% for the current year. The underlying index used is The Bond Buyer 20-Year Bond GO Index. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year-end based on changes in market conditions as reflected in the Index.

Post-employment benefit changes: Eligibility for post-employment benefit increases is determined based on the Illinois Pension code. Tier 1 Police retirees are provided with an annual 3.0% increase in retirement benefits by statute when eligible. Tier 2 Police retirees are provided post-employment benefit increases based on the lesser of 3.0% of the original retirement benefits or one-half of the Consumer Price Index - Urban (CPI-U) for the prior September. The CPI-U for September 1993 was 145.10. The CPI-U for September 2023 was 307.79. The average increase in the CPI-U for September 1993 through September 2023 was 2.54% (on a compounded basis).

Expected return on pension plan investments: The long-term expected rate of return on assets is intended to represent the best-estimate of future real rates of return and is shown for each of the major asset classes in the investment policy. The expected rates of return shown below have been provided by the investment professionals that work with the Pension Fund. The best-estimate of future real rates of return are developed for each of the major asset classes. Expected inflation is added back in. Adjustment is made to reflect geometric returns.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 – EMPLOYEES’ RETIREMENT SYSTEM (Continued)

The target allocation and best estimates of arithmetic real rate of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Large	23%	4.15%
US Small	5%	4.54%
International Developed	18%	4.64%
International Developed Small	5%	-0.25%
Emerging Markets	7%	5.31%
Private Equity (Direct)	7%	7.15%
Bank Loans	3%	2.48%
High Yield Corp. Credit	3%	2.48%
Emerging Market Debt	3%	2.82%
Private Credit	5%	4.37%
US TIPS	3%	-0.12%
Real Estate/Infrastructure	8%	4.00%
Cash	1%	-0.27%
Short-Term Govt/Credit	3%	0.73%
US Treasury	3%	-0.60%
Core Plus Fixed Income	3%	0.73%
	<u>100%</u>	

Long-Term expected real rates of return are expected to reflect the period of time that begins when a plan member begins to provide service to the employer and ends at the point when all benefits to the plan member have been paid. The rates provided are intended to estimate those figures. The expected inflation rate is 2.50% and is not included in the long-term rate of return on investments presented. The inflation rate is from the same source as the long-term real rates of return and is not necessarily reflective of the inflation measures used for other purposes. Geometric rates of return are equal to arithmetic rates of return when the annual returns exhibit no volatility over time. When arithmetic returns are volatile on a year-to-year basis, the actual realized geometric returns over time will be lower. The higher the volatility, the greater the difference.

Municipal bond rate: The municipal bond rate assumption is based on The Bond Buyer 20-Bond GO Index. The rate shown earlier in the Actuarial Assumption section is the December 28, 2023 rate. The 20-Bond GO Index 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. The 20-Bond GO Index consists of 20 general obligation bonds that mature in 20 years. The average rating of the 20 bonds is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp.'s AA. The indexes represent theoretical yields rather than actual price or yield quotations. Municipal bond traders are asked to estimate what a current-coupon bond for each issuer in the indexes would yield if the bond was sold at par value. The indexes are simple averages of the average estimated yields of the bonds.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 – EMPLOYEES’ RETIREMENT SYSTEM (Continued)

Discount rate: The discount rate used to measure the total pension liability was 6.75%. The discount rate used is based only on the expected long-term rate of return on plan investments. Cash flow projections, including contributions from the City and employees, were used to determine the extent to which the plan’s future net position will be able to cover future benefit payments. The projection of cash flow used to determine this single discount rate assumed that the plan members’ contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. To the extent future benefit payments are covered by the plan’s projected net position, the expected rate of return on plan investments is used to determine the portion of the net pension liability associated with those payments. To the extent future benefit payments are not covered by the plan’s projected net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments. In the current year, all future benefit payments are covered by the plan’s projected net position.

Sensitivity of the net pension liability to changes in the discount rate: The following 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 for Police Pension Plan 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%
City’s net pension liability for the police pension	\$ 125,390,163	\$ 99,671,344	\$ 78,646,465

Changes in the Net Pension Liability for the Police Pension Plan:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at January 1, 2023	\$ 185,153,092	\$ 79,856,665	\$ 105,296,427
Changes for the year:			
Service cost	2,221,272	-	2,221,272
Interest	12,127,234	-	12,127,234
Actuarial experience	(254,342)	-	(254,342)
Assumptions changes	-	-	-
Changes of benefit terms	-	-	-
Contributions - employer	-	8,497,495	(8,497,495)
Contributions - employee	-	1,017,475	(1,017,475)
Contributions - other	-	146,671	(146,671)
Net investment income	-	10,134,841	(10,134,841)
Benefit payments, including refunds	(10,287,425)	(10,287,425)	-
Administrative expense	-	(77,235)	77,235
Net changes	3,806,739	9,431,822	(5,625,083)
Balances at December 31, 2023	\$ 188,959,831	\$ 89,288,487	\$ 99,671,344

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 – EMPLOYEES’ RETIREMENT SYSTEM (Continued)

At December 31, 2023, the Police Pension Plan’s fiduciary net position is 47.25% of the total pension liability.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the year-ended December 31, 2023 the City recognized pension expense of \$9,518,053 for the Police Pension Plan. At December 31, 2023, the City reported deferred inflows of resources and deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,145,433	\$ 485,507
Changes of assumptions	1,402,435	371,679
Net difference between projected and actual earnings on investments	5,492,330	-
Total	\$ 10,040,198	\$ 857,186

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

Year-Ended December 31	
2024	\$ 3,445,639
2025	3,119,488
2026	3,351,505
2027	(713,053)
2028	(20,567)
Total	\$ 9,183,012

Rate of return: For the year-ended December 31, 2023, the annual money-weighted rate of return on the Police Pension Plan’s assets, net of pension plan investment expense, was 11.98%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Firefighters’ Pension:

Plan Description: Fire sworn personnel are covered by the Firefighters’ Pension Plan, which is a defined benefit single employer pension plan. Although this is a single employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes (Chapter 40 ILCS 5/3) and may be amended only by the Illinois legislature. Administrative costs are financed with current investment income. The City accounts for the plan as a pension trust fund. The City does not issue separate financial statements for the pension plan.

At January 1, 2023, the date of the latest actuarial valuation, the Firefighters’ Pension Plan membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	136
Inactive plan members entitled to but not yet receiving benefits	7
Active plan members	92
Total	235

(Continued)

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

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

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 on the last day of service. The annual benefit shall be increased by 2.5% 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 of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.0% of the original pension and 3.0% 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 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 3.0% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.0% 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. Non-compounding increases occur annually, each January thereafter. The increase is the lesser of 3.0% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions: Participants contribute a fixed percentage of their base salary to the plans. At December 31, 2023, the contribution percentage was 9.45%. If a participant leaves covered employment with less than 20 years of service, accumulated participant contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plans as actuarially determined by an enrolled actuary. Effective January 1, 2011, the City has until the year 2040 to fund 90% of the past service costs for the Firefighters' Pension Plan. For the year-ended December 31, 2023, the City's contribution was 78.22% of covered payroll.

Basis of Accounting: The financial statements of the pension fund are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. The City's contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments: Plan investments are reported at fair value. Short-term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair values.

(Continued)

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Net Pension Liability

The City's net pension liability for the Firefighters' Pension plan was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2023.

Actuarial assumptions: The total pension liability in the January 1, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement

Actuarial Assumptions (economic)

Discount rate used for the total pension liability	6.75%
Long-Term expected rate of return on plan assets	6.75%
High quality 20-year tax-exempt G.O. bond rate	3.26%
Projected individual salary increases	3.25-7.99%
Projected increase in total payroll	3.25%
Consumer price index (urban)	2.25%
Inflation rate included	2.25%

Actuarial Assumptions (demographic)

Mortality table	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as described
Retirement rates	100% of L&A 2020 Illinois Firefighters Retirement Rates Capped at age 65
Disability rates	100% of L&A 2020 Illinois Firefighters Disability Rates
Termination rates	100% of L&A 2020 Illinois Firefighters Termination Rates
Percent married	80.00%

All rates shown in the assumptions are assumed to be annual rates, compounded on an annual basis. Mortality rates are based on the assumption study prepared by Lauterbach & Amen, LLP in 2020. The rates are experience weighted with the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study improved to 2017 using the MP-2019 Improvement Rates. These rates are then improved fully generationally using MP-2019 Improvement Rates. Other demographic assumption rates are based on a review of assumptions in the L&A 2020 study for Firefighters.

Assumption changes: The High Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.72% to 3.26% for the current year. The underlying index used is The Bond Buyer 20-Bond GO Index. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year-end based on changes in market conditions as reflected in the Index.

Post-employment benefit changes: Eligibility for post-employment benefit increases is determined based on the Illinois Pension code. Tier 1 Firefighter retirees are provided with an annual 3.0% increase in retirement benefits by statute when eligible. Tier 2 Firefighter retirees are provided post-employment benefit increases based on the lesser of 3.0% of the original retirement benefits or one-half of the Consumer Price Index - Urban (CPI-U) for the prior September. The CPI-U for September 1993 was 145.10. The CPI-U for September 2023 was 307.79. The average increase in the CPI-U for September 1993 through September 2023 was 2.54% (on a compounded basis).

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Expected return on pension plan investments: The long-term expected rate of return on assets is intended to represent the best-estimate of future real rates of return and is shown for each of the major asset classes in the investment policy. The expected rates of return shown below have been provided by the investment professionals that work with the Firefighters' Pension Fund. The best-estimate of future real rates of return are developed for each of the major asset classes. Expected inflation is added back in. Adjustment is made to reflect geometric returns.

The target allocation and best estimates of arithmetic real rate of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	25.00%	5.20%
Developed Market Equity (non-US)	13.00%	5.60%
Emerging Market Equity	7.00%	5.50%
Private Equity	10.00%	8.60%
Public Credit	3.00%	1.90%
Private Credit	7.00%	7.00%
Core Fixed Income	9.00%	1.80%
Core Plus Fixed Income	9.00%	2.40%
Short-Term Treasuries	3.00%	0.30%
Real Estate	10.00%	4.90%
Infrastructure	4.00%	5.10%
	<u>100%</u>	

Long-Term expected real rates of return are expected to reflect the period of time that begins when a plan member begins to provide service to the employer and ends at the point when all benefits to the plan member have been paid. The rates provided are intended to estimate those figures. The expected inflation rate is 2.50% and is not included in the long-term rate of return on investments presented. The inflation rate is from the same source as the long-term real rates of return, and is not necessarily reflective of the inflation measures used for other purposes. Geometric rates of return are equal to arithmetic rates of return when the annual returns exhibit no volatility over time. When arithmetic returns are volatile on a year-to-year basis, the actual realized geometric returns over time will be lower. The higher the volatility, the greater the difference.

Municipal bond rate: The municipal bond rate assumption is based on The Bond Buyer 20-Bond GO Index. The rate shown earlier in the Actuarial Assumption section is the December 28, 2023 rate. The 20-Bond GO Index 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. The 20-Bond GO Index consists of 20 general obligation bonds that mature in 20 years. The average rating of the 20 bonds is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp.'s AA. The indexes represent theoretical yields rather than actual price or yield quotations. Municipal bond traders are asked to estimate what a current-coupon bond for each issuer in the indexes would yield if the bond was sold at par value. The indexes are simple averages of the average estimated yields of the bonds.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Discount rate: The discount rate used to measure the total pension liability was 6.75%. The discount rate used is based only on the expected long-term rate of return on plan investments. Cash flow projections, including contributions from the City and employees, were used to determine the extent to which the plan's future net position will be able to cover future benefit payments. The projection of cash flow used to determine this single discount rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. To the extent future benefit payments are covered by the plan's projected net position, the expected rate of return on plan investments is used to determine the portion of the net pension liability associated with those payments. To the extent future benefit payments are not covered by the plan's projected net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments. In the current year, all future benefit payments are covered by the plan's projected net position.

Sensitivity of the net pension liability to changes in the discount rate: The following 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 for the Firefighters' Pension plan 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%
City's net pension liability for the firefighters' pension	\$ 114,284,040	\$ 89,917,177	\$ 69,829,147

Changes in the Net Pension Liability for the Firefighters' Pension Plan:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at January 1, 2023	\$ 180,377,499	\$ 86,847,202	\$ 93,530,297
Changes for the year:			
Service cost	2,422,451	-	2,422,451
Interest	12,021,725	-	12,021,725
Actuarial experience	3,124,655	-	3,124,655
Assumptions changes	-	-	-
Changes of benefit terms	-	-	-
Contributions - employer	-	7,840,984	(7,840,984)
Contributions - employee	-	946,694	(946,694)
Contributions - other	-	-	-
Net investment income	-	12,477,530	(12,477,530)
Benefit payments, including refunds	(10,601,871)	(10,601,871)	-
Administrative expense	-	(83,257)	83,257
Net changes	6,966,960	10,580,080	(3,613,120)
Balances at December 31, 2023	\$ 187,344,459	\$ 97,427,282	\$ 89,917,177

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

At December 31, 2023, the Firefighters' Pension Plan's fiduciary net position is 52.00% of the total pension liability.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the year-ended December 31, 2023 the City recognized pension expense of \$9,666,501 for the Firefighters' Pension Plan. At December 31, 2023, the City reported deferred inflows of resources and deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 6,406,555	\$ 2,508,132
Changes of assumptions	1,218,646	-
Net difference between projected and actual earnings on investments	4,124,885	-
Total	\$ 11,750,086	\$ 2,508,132

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

Year-Ended December 31			
2024	\$	3,277,338	
2025		2,849,734	
2026		3,260,604	
2027		(524,632)	
2028		378,910	
Total	\$	9,241,954	

Rate of return: For the year-ended December 31, 2023, the annual money-weighted rate of return on the Firefighters' Pension Plan's assets, net of pension plan investment expense, was 13.54%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Pension Information:

Fiduciary Net Position:

	<u>Firefighters' Pension</u>	<u>Police Pension</u>	<u>Total Pension Trust Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 7,073,638	\$ 4,154,854	\$ 11,228,492
Investments			
Insurance Contracts	-	1,619	1,619
Pooled Investments	90,348,125	85,123,816	175,471,941
Prepaid Items	<u>8,772</u>	<u>12,363</u>	<u>21,135</u>
TOTAL ASSETS	<u><u>\$ 97,430,535</u></u>	<u><u>\$ 89,292,652</u></u>	<u><u>\$ 186,723,187</u></u>
LIABILITIES AND NET POSITION			
Liabilities			
Accounts Payable	<u>\$ 3,253</u>	<u>\$ 4,165</u>	<u>\$ 7,418</u>
Total Liabilities	<u>3,253</u>	<u>4,165</u>	<u>7,418</u>
Net Position			
Restricted for Pensions	<u>97,427,282</u>	<u>89,288,487</u>	<u>186,715,769</u>
TOTAL LIABILITIES AND NET POSITION	<u><u>\$ 97,430,535</u></u>	<u><u>\$ 89,292,652</u></u>	<u><u>\$ 186,723,187</u></u>

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CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 9 - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Changes in Plan Net Position:

	<u>Firefighters' Pension</u>	<u>Police Pension</u>	<u>Total Pension Trust Funds</u>
Additions			
Contributions			
Employer	\$ 7,840,984	\$ 8,497,495	\$ 16,338,479
Plan Members	946,694	1,017,475	1,964,169
Other	<u>-</u>	<u>146,671</u>	<u>146,671</u>
Total Contributions	<u>8,787,678</u>	<u>9,661,641</u>	<u>18,449,319</u>
Investment Income (Loss)	12,566,810	10,251,811	22,818,621
Less Investment Expense	<u>(89,280)</u>	<u>(116,970)</u>	<u>(206,250)</u>
Net Investment Income (Loss)	<u>12,477,530</u>	<u>10,134,841</u>	<u>22,612,371</u>
Total Additions	<u>21,265,208</u>	<u>19,796,482</u>	<u>41,061,690</u>
Deductions			
Administration	83,257	77,235	160,492
Benefits and Refunds	<u>10,601,871</u>	<u>10,287,425</u>	<u>20,889,296</u>
Total Deductions	<u>10,685,128</u>	<u>10,364,660</u>	<u>21,049,788</u>
Net Increase (Decrease) in Net Position	10,580,080	9,431,822	20,011,902
Plan Net Position at Beginning of Year	<u>86,847,202</u>	<u>79,856,665</u>	<u>166,703,867</u>
Plan Net Position at End of Year	<u>\$ 97,427,282</u>	<u>\$ 89,288,487</u>	<u>\$ 186,715,769</u>

Summary of pension items as of and for the year-ended December 31, 2023:

	<u>IMRF</u>	<u>Police</u>	<u>Firefighters'</u>	<u>Total</u>
Net Pension Liability (Asset)	\$ 1,116,719	\$ 99,671,344	\$ 89,917,177	\$ 190,705,240
Deferred Outflows of Resources	8,915,687	10,040,198	11,750,086	30,705,971
Deferred Inflows of Resources	192,790	857,186	2,508,132	3,558,108
Pension Expense (Income)	(3,160,575)	9,518,053	9,666,501	16,023,979

	<u>Primary Government</u>	<u>Component Unit</u>	<u>Total</u>
Net Pension Liability (Asset)	\$ 190,493,078	\$ 212,162	\$ 190,705,240
Deferred Outflows of Resources	28,926,939	1,779,032	30,705,971
Deferred Inflows of Resources	3,491,684	66,424	3,558,108
Pension Expense (Income)	16,624,446	(600,467)	16,023,979

(Continued)

NOTE 10 - RISK MANAGEMENT

Risk Management: The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. The City participates in a public entity risk pool to provide coverage for losses from torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation and health insurance. These risks are accounted for and financed by the City in its internal service funds – the Risk Management Fund and Health Benefits Fund. Settled claims have not exceeded coverage for the past 3 years. There was no significant reduction in coverage from the prior year. The City has seen a reduction in claim cost.

Self-Insurance: The City is self-insured for Dental. For dental claims, the City offers optional dental insurance to all of its employees and any dependents. Employees opting for this coverage pay 12% of the premium. The annual maximum benefit is \$1,500 per employee.

All funds of the City participate in the risk management program. Amounts payable to the fund are based on actuarial estimates of the amounts necessary to pay prior and current year claims and to establish a reserve for catastrophic losses.

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an amount for claims that have been incurred but not reported. The City does not allocate overhead costs or other non-incremental costs to the claims liability.

	<u>Prior Year</u>	<u>Current Year</u>
Unpaid claims - beginning of year	\$ -	\$ -
Current year claims and changes in estimates	541,990	511,496
Claim payments	(541,990)	(511,496)
Unpaid claims - end of year	\$ -	\$ -

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; illness of employees; and natural disasters.

Intergovernmental Personnel Benefit Cooperative: The Health Benefits Fund was established to account for the financial transactions of self-insured employee and retiree health benefits. In 2003 the City joined the Intergovernmental Personnel Benefit Cooperative (IPBC), a self-insured governmental insurance pool consisting of 158 municipalities. The IPBC provides the City with consulting, legal, and auditing services for its health (i.e., PPO and HMO), dental, optical, and life insurance programs. The City pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Management consists of a Board of Directors comprised of one appointed representative from each member.

Municipal Insurance Cooperative Agency: The City participates in the Municipal Insurance Cooperative Agency (MICA). MICA is a public entity risk pool whose members are Illinois municipalities. MICA manages and funds first party property losses, third party liability claims, workers' compensation claims and public officials' liability claims of its members. MICA also has a third party administrator that works on behalf of the MICA members to administer claims. MICA provides \$15,000,000 of coverage after a \$1,000 deductible. MICA also provides crime and cyber coverage. The City pays an annual contribution to MICA based upon the City's share of liability exposure and prior experience within the pool to cover potential claims to the total loss aggregate. Amounts paid into the pool in excess of claims for any coverage year can be returned to the members in the form of a dividend in subsequent periods. The City records such dividends as miscellaneous revenue in the Risk Management Fund in the year in which they are received.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 10 - RISK MANAGEMENT (Continued)

High Level Excess Liability Pool: The City participated in the High Level Excess Liability Pool (HELP). HELP was a public entity risk pool established by certain municipalities (the Members) in Illinois to provide excess liability coverage. The City was a charter member when it commenced operations in 1985 with 15 members.

The member communities opted to close HELP down effective April 30, 2018. HELP closed out all claims and returned the surplus to members in May 2023.

NOTE 11 - COMMITMENTS AND CONTINGENCIES

Construction Contracts

The City has entered into various contracts for construction within the City. Below is a schedule outlining the various projects that are currently under contract:

<u>Project Description</u>	<u>Expended To Date</u>	<u>Remaining Commitment</u>
Ballard Rd Sidewalk / Sidepath (R-28-18)	\$ 86,731	\$ 20,404
Touhy Ave Reconstruction Cost Share (R-171-19)	-	125,324
Creek Improvements Ballard Rd @ Farmers (IDOT 62J27) (R-95-20)	97,818	51,682
Construction-Lee-Forest Signalization (R-67-19)	433,680	26,320
Task Order #1-Alg Rd Grade Separation Phase 1 Engr (R-171-21)	382,032	639,310
US14 @ Mt. Prospect Rd Intersection Improvements (R-141-21)	108,606	27,152
IGA for Northwest Highway Improvements (R-201-21)	805,000	201,250
Improvements - Rand Rd Sidepath (R-197-20 & R-26-21)	-	400,000
Maple Street Pumping Station, VFD's (R-10-23)	-	170,636
CH/PD Link & PD Addition and Renovation (R-55-23)	5,917,183	9,681,607
Dulles Water Tank Painting (R-63-23 & R-145-23)	1,468,268	344,409
CIP Contract A - Water Main Improvements (R-89-23)	5,597,340	656,550
CIP MFT 23-00228-00-RS - Street Improvements (R-88-23)	2,642,729	198,496
Halston Market Turn Lane Improvements (R-115-23)	121,761	23,229
Central Rd Pump Station MCC Replacement (R-158-23)	-	90,900
Central Rd Pump Station VFD Purchase (R-159-23)	-	73,000
	<u>\$ 17,661,148</u>	<u>\$ 12,730,269</u>

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

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS

City of Des Plaines, Illinois Post-Retirement Health Plan: The City administers a single employer defined benefit healthcare plan "the Retiree Health Plan". The plan provides health insurance contributions for eligible retirees and their spouses through the City's group health insurance plan which covers both active and retired members. A retiree is eligible to receive benefits if they fall into any one of four categories. IMRF participants are eligible at age 55 with at least 8 years of service, or if they are totally and permanently disabled. Police officers and firefighters are eligible at age 50 with 20 years of service, or if they are medically disabled and unable to perform the duties as a police officer or firefighter. Police officers are eligible for a reduced benefit at age 60 with at least 10 years of service, but less than 20 years. Police officers and firefighters that terminate with a vested benefit are eligible for post-retirement healthcare benefits commencing at the time of separation. Spouses and dependents of retirees are eligible to continue healthcare coverage while the retiree is alive if they were enrolled at the time of retirement. Surviving spouses of employees are eligible for COBRA coverage. Surviving spouses and dependent children of police officers and firefighters that were injured in the line of duty, during an emergency, and surviving spouses of all retirees are eligible to continue healthcare coverage. Retirees, spouses, and dependents opting out of the retiree health program cannot re-enter into the program. A separate stand-alone report is not issued for the plan.

At January 1, 2023, the date of the latest actuarial valuation, the OPEB's Plan membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	80
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	<u>330</u>
Total	<u><u>410</u></u>

Contributions: The City's plan does not have an actuarially determined contribution as the current total OPEB Liability is an unfunded obligation. The City does not have a trust dedicated to the payment of OPEB benefits. The City did make contributions from other City resources for the year-ended December 31, 2023 of \$825,774.

Total OPEB Liability: The City's total OPEB liability was measured as of December 31, 2023 and the total OPEB liability was determined by an actuarial valuation as of January 1, 2023 using the following actuarial methods and assumptions:

<u>Actuarial Assumptions (economic)</u>	
Discount rate used for the total OPEB liability	3.26%
Long-Term expected rate of return on plan assets	N/A
High quality 20-year tax-exempt G.O. bond rate	3.26%
Projected individual salary increases	3.00%
Consumer price index (urban)	N/A
Inflation rate included	2.25%
Initial Healthcare cost trend rate	-3.40% - 4.50%
Ultimate Healthcare cost trend rate	4.75% - 5.00%

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions (demographic)

Mortality table	PubG-2010(B) Improved Generationally using MP-2020 Improvement Rates, weighted per IMRF Experience Study dated December 14, 2020.
Retirement rates	Based on rates from IMRF Experience Study dated December 14, 2020. 100% of the L&A Assumption Study Cap Age 65 for Firefighters and Police 2020 as follows: 7.00% at age 50, scaling up to 17.20% at age 55 for Firefighters and 11.00% at age 50, scaling up to 14.00% at age 55 for Police.
Termination rates	Based on rates from IMRF Experience Study dated December 14, 2020. 100% of the L&A Assumption Study for Firefighters and Police 2020 as follows: 7.00% at age 25, scaling down to 0.00% at age 50 for Firefighters and 8.00% at age 25, scaling down to 0.50% at age 50 for Police.
Disability rates	Based on rates from IMRF Experience Study dated December 14, 2020. 100% of the L&A Assumption Study for Firefighters and Police 2020 as follows: 0.07% at age 25, scaling up to 0.97% at age 50 for Firefighters and 0.00% at age 25, scaling up to 0.48% at age 50 for Police.
Marriage	50.00% of employees were assumed to elect spousal coverage and females were assumed to be three years younger than males.
Participation rate	60.00% of employees currently enrolled in medical plans were assumed to participate in the plan. If an employee has waived active medical coverage, it is assumed they will elect coverage in the retiree medical plan as one-third the rate of active employees, 20.00%.

All rates shown in the economic assumptions are assumed to be annual rates, compounded on an annual basis. Mortality rates are based on the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study improved to 2017 using MP-2019 Improvement Rates. These rates are then improved generationally using MP-2019 Improvement Rates. Other demographic assumption rates are based on a review of assumptions in the L&A 2020 study for retiree Illinois Firefighters and Police.

Assumption changes: The assumed rate on High Quality 20-Year Tax-Exempt G.O. Bonds was changed from 3.72% to 3.26% for the current year. The underlying index used is The Bond Buyer 20-Bond GO Index as discussed in more detail later. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year-end based on changes in market conditions as reflected in the Index. The following assumptions were changed in the current year: projected salary increases, healthcare cost trend rates, marriage rates, and participation rates.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

Discount rate: The discount rate used to measure the total OPEB liability was 3.26%, a decrease of 0.46% from the prior year for determining the liability. The discount rate for unfunded plans must be based on a yield or index rate for a 20-year, tax-exempt general obligation municipal bonds. The underlying index used is the Bond Buyer 20-Bond GO Index as of December 28, 2023. The 20-Bond GO Index 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. The 20-Bond Index consists of 20 general obligation bonds that mature in 20 years. The average rating of the 20 bonds is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp.'s AA. The indexes represent theoretical yields rather than actual price or yield quotations. Municipal bond traders are asked to estimate what a current-coupon bond for each issuer in the indexes would yield if the bond was sold at par value. The indexes are simple averages of the average estimated yields of the bonds.

Changes in the Total OPEB Liability:

	Increase (Decrease)
	Total OPEB Liability
Balance at January 1, 2023	\$ 15,309,666
Changes for the year:	
Service cost	672,163
Interest	554,161
Change of Benefit Terms	-
Actuarial experience	-
Assumptions changes	761,022
Contributions - employer	-
Contributions - employee	-
Net investment income	-
Benefit payments, including refunds	(825,774)
Administrative expense	-
Net changes	1,161,572
Balance at December 31, 2023	\$ 16,471,238

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB: For the year-ended, December 31, 2023, the City recognized OPEB expense of \$1,350,032. At December 31, 2023, the City reported deferred inflows of resources and deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,309,293	\$ 698,838
Changes of assumptions	2,857,413	4,176,768
Total	\$ 4,166,706	\$ 4,875,606

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Year-Ended December 31	Deferred Outflows of Resources
2024	\$ 123,708
2025	123,708
2026	131,195
2027	211,183
2028	(46,276)
Thereafter	<u>(1,252,418)</u>
Total	<u>\$ (708,900)</u>

Rate Sensitivity: The table below presents the total OPEB liability of the City calculated using the discount rate of 3.26% as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate.

	1% Decrease 2.26%	Current Rate 3.26%	1% Increase 4.26%
Total OPEB Liability	\$ 18,365,598	\$ 16,471,238	\$ 14,891,253

The table below presents the total OPEB liability of the City calculated using the variable healthcare cost trend rates disclosed in the actuary report, as well as what the City's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current rate.

	1% Decrease (Varies)	Current Healthcare Cost Trend Rate (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 14,294,985	\$ 16,471,238	\$ 19,204,335

Des Plaines Library Postretirement Health Plan: The Library provides certain healthcare insurance benefits for retired employees. In accordance with the personnel policy, retired employees may continue to participate at their own expense in the Library's health and life insurance programs. This is a single employer plan. The Plan does not issue its own stand-alone financial statements. This option is limited as follows:

- a. It may be exercised only once, with the employee forfeiting any renewed participation upon cancellation.
- b. Participation may be in either the life and health insurance programs, or both.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

At January 1, 2023, the date of the latest actuarial valuation, the OPEB's Plan membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	2
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	39
Total	41

Contributions: The Library's plan does not have an actuarially determined contribution as the current total OPEB Liability is an unfunded obligation. The Library does not have a trust dedicated to the payment of OPEB benefits. The Library did make contributions from other Library resources for the year-ended December 31, 2023 of \$30,278.

Total OPEB Liability: The Library's total OPEB liability was measured as of December 31, 2023 and the total OPEB liability was determined by an actuarial valuation as of the prior year using the following actuarial methods and assumptions:

Actuarial Assumptions (economic)

Discount rate used for the total OPEB liability	3.26%
Long-Term expected rate of return on plan assets	N/A
High quality 20-year tax-exempt G.O. bond rate	3.26%
Projected individual salary increases	2.50%
Consumer price index (urban)	N/A
Inflation rate included	2.25%
Initial Healthcare cost trend rate	6.78%-7.13%
Ultimate Healthcare cost trend rate	5.00%

Actuarial Assumptions (demographic)

Mortality table	PubG-2010(B) Improved Generationally using MP-2020 Improvement Rates, weighted per IMRF Experience Study dated December 14, 2020; Age 83 for Males, Age 87 for Females
Retirement rates	Based on Rates from IMRF Experience Study dated December 14, 2020; Age 61 for Tier I, Age 62 for Tier II
Disability rates	Based on Rates from IMRF Experience Study dated December 14, 2020
Withdrawal rates	80.00% for retirees receiving medical coverage at age 65.
Marriage	25.00% of employees were assumed to elect spousal coverage and females were assumed to be three years younger than males.
Participation rate	35.00% of employees currently enrolled in medical plans were assumed to participate in the plan. If an employee has waived active active medical coverage, it is assumed they will elect coverage in the retiree medical plan as one-third the rate of active employees.

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

All mortality rates are adjusted for retirement status. Spouses use the same mortality tables as retirees. For any active participant who will not meet the service requirement necessary to retire at assumed retirement ages, it is assumed they have prior service with a different Employer and therefore will be eligible to retire. In the current valuation, there are 3 participants impacted by this assumption. Retirement rates shown above were used to estimate assumed retirement ages. Termination and disability rates were used to estimate probabilities of working to retirement age. Mortality rates shown on the previous page were used to estimate assumed ages at death.

Assumption changes: The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.72% to 3.26% for the current year. The underlying index used is The Bond Buyer 20-Bond GO Index. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year-end based on changes in market conditions as reflected in the Index. The above assumptions were changed in the current year: mortality rates, mortality improvement rates, retirement rates, termination rates and disability rates.

Discount rate: The discount rate used to measure the total OPEB liability was 3.26% a decrease of 0.46% from the prior year for determining the liability. The discount rate for unfunded plans must be based on a yield or index rate for a 20-year, tax-exempt general obligation municipal bonds. The underlying index used is the Bond Buyer 20-Bond GO Index as of December 28, 2023. The 20-Bond GO Index 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. The 20-Bond Index consists of 20 general obligation bonds that mature in 20 years. The average rating of the 20 bonds is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp.'s AA. The indexes represent theoretical yields rather than actual price or yield quotations. Municipal bond traders are asked to estimate what a current-coupon bond for each issuer in the indexes would yield if the bond was sold at par value. The indexes are simple averages of the average estimated yields of the bonds.

Changes in the Total OPEB Liability:

	Increase (Decrease)
	Total OPEB
	Liability
Balances at January 1, 2023	\$ 474,625
Changes for the year:	
Service cost	63,581
Interest	17,093
Actuarial experience	-
Assumptions changes	24,552
Contributions - employer	-
Contributions - employee	-
Net investment income	-
Benefit payments, including refunds	(30,278)
Administrative expense	-
Net changes	74,948
Balances at December 31, 2023	\$ 549,573

(Continued)

CITY OF DES PLAINES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB: For the year-ended December 31, 2023, the Library recognized OPEB expense of \$105,226. At December 31, 2023, the Library did not report deferred inflows of resources or deferred outflows of resources related to OPEB.

Rate Sensitivity: The table below presents the total OPEB liability of the Library calculated using the discount rate of 3.26% as well as what the Library's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate.

	1% Decrease 2.26%	Current Rate 3.26%	1% Increase 4.26%
Total OPEB Liability	\$ 608,731	\$ 549,573	\$ 498,108

The table below presents the total OPEB liability of the Library calculated using variable healthcare cost trend rates disclosed in the actuary report, as well as what the Library's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point lower or 1 percentage point higher than the current rate.

	1% Decrease (Varies)	Current Healthcare Cost Trend Rate (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 477,506	\$ 549,573	\$ 638,004

NOTE 13 – TAX INCREMENT FINANCING DISTRICT

Tax Increment Financing District: The City of Des Plaines has established several Tax Increment Redevelopment Project Areas (RPA's) to encourage redevelopment of certain sites for more market-oriented commercial uses of the properties that will enhance their value and improve their contributions to the City and its surrounding areas. As part of the redevelopment plans, the City has made significant improvements to utilities, public parking, intersections, and traffic signalization, streets and landscaping. The redevelopment plans also include site preparation, land acquisition and assembly, and demolition/clearance.

Several funds have been established to record the revenues generated in the RPA's that relate directly to servicing the debt issued to make public improvements in the RPA's.

NOTE 14 – TAX ABATEMENTS

Tax abatements are a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

(Continued)

NOTE 14 – TAX ABATEMENTS (Continued)

The City is affected by Cook County's Class 6b, 7a, and 7b property tax incentive programs. The purpose of the Class 6b program is to encourage industrial development throughout Cook County by offering a real estate tax incentive for the development of new industrial facilities, the rehabilitation of existing industrial structures, and the industrial reutilization of abandoned buildings. The goal of the program is to attract new industry, stimulate expansion and retention of existing industry, and increase employment opportunities. The purpose of the Class 7a and 7b programs is to encourage commercial projects in areas determined to be in need of commercial development; these projects would not be economically feasible without the incentive.

Properties receiving a Class 6b incentive are assessed at 10% of market value for the first 10 years, 15% in the 11th year, and 20% in the 12th year. This constitutes a substantial reduction in the level of assessment and results in significant tax savings. In the absence of this incentive, industrial real estate would normally be assessed at 25% of its market value. Properties receiving a Class 7a or 7b incentive are assessed at 10% of market value for the first 10 years, 15% in the 11th year, and 20% in the 12th year. This constitutes a substantial reduction in the level of assessment and results in significant tax savings. In the absence of this incentive, industrial and commercial real estate would normally be assessed at 25% of its market value.

Municipalities within the City area have granted Class 6b, 7a, or 7b incentives to businesses that, as a result, have occupied abandoned properties, constructed new buildings, or expanded existing facilities. In many instances, the program has produced more property tax revenue for the City and the other impacted taxing districts than would have been generated if the development had not occurred. The City's tax revenues are reduced due to the agreements entered into by these municipalities.

For the fiscal year ending December 31, 2023, the City's share of the abatement granted to the Class 6b, 7a, and 7b properties was \$1,483,197.

REQUIRED SUPPLEMENTARY INFORMATION:

**BUDGETARY COMPARISON SCHEDULE AND HISTORICAL PENSION AND RETIREES' HEALTH
PLAN INFORMATION**

CITY OF DES PLAINES, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 GENERAL FUND
 Year-Ended December 31, 2023
 With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023			Variance from Final Budget Positive (Negative)	2022 Actual
	Original Budget	Final Budget	Actual		
Revenues					
Property Taxes					
Property Taxes	\$ 8,190,198	\$ 8,190,198	\$ 8,198,122	\$ 7,924	\$ 8,259,324
Police Pension	8,475,455	8,475,455	8,493,427	17,972	8,530,594
Fire Pension	7,823,497	7,823,497	7,837,063	13,566	8,220,692
Total Property Taxes	24,489,150	24,489,150	24,528,612	39,462	25,010,610
Local Taxes					
Utility Taxes	2,900,000	2,900,000	3,057,764	157,764	3,397,284
Gas and Use Tax	365,000	365,000	346,627	(18,373)	369,920
Franchise Tax	780,000	780,000	718,574	(61,426)	799,614
Food and Beverage Tax	1,300,000	1,300,000	1,752,133	452,133	1,669,947
Telecommunication Tax	912,971	912,971	1,117,104	204,133	1,132,358
Hotel/Motel Tax	1,450,000	1,450,000	2,701,455	1,251,455	2,448,062
Auto Rental Tax	30,000	30,000	135,041	105,041	92,568
Parking Tax	-	-	51,824	51,824	52,885
Real Estate Transfer Tax	700,000	700,000	848,726	148,726	1,051,129
Home Rule Sales Tax	3,000,000	3,000,000	4,516,123	1,516,123	4,388,470
PEG Fees Tax	18,000	18,000	44,007	26,007	45,523
Total Local Taxes	11,455,971	11,455,971	15,289,378	3,833,407	15,447,760
Licenses					
Business	275,000	275,000	379,927	104,927	342,706
Liquor	225,000	225,000	246,027	21,027	263,542
Other Licenses	153,000	153,000	162,938	9,938	197,019
Total Licenses	653,000	653,000	788,892	135,892	803,267
Permits					
Building	750,000	750,000	2,015,992	1,265,992	981,142
Other Permits	3,000	3,000	16,210	13,210	20,450
Total Permits	753,000	753,000	2,032,202	1,279,202	1,001,592
Intergovernmental					
State Income Tax	5,750,000	5,750,000	9,778,492	4,028,492	9,825,188
Local Use Tax	1,750,000	1,750,000	2,480,944	730,944	2,554,563
Personal Property Replacement Tax	1,500,000	1,500,000	3,776,110	2,276,110	5,203,063
Municipal Sales Tax	11,250,000	11,250,000	15,726,617	4,476,617	14,798,322
Road and Bridge Tax	225,000	225,000	316,354	91,354	209,703
Federal, State, and Local Grants	110,000	110,000	161,864	51,864	190,029
Fire Training	-	-	31,469	31,469	7,990
Total Intergovernmental	20,585,000	20,585,000	32,271,850	11,686,850	32,788,858
Charges for Services					
Ambulance Fees	2,700,000	2,700,000	3,542,782	842,782	4,931,719
Refuse Collection (Refunds)	-	-	-	-	(148)
Other Fees	175,000	175,000	393,066	218,066	470,422
Total Charges for Services	2,875,000	2,875,000	3,935,848	1,060,848	5,401,993

(Continued)

CITY OF DES PLAINES, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 GENERAL FUND
 Year-Ended December 31, 2023
 With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023			Variance from Final Budget Positive (Negative)	2022
	Original Budget	Final Budget	Actual		Actual
Fines and Forfeits					
Court Costs, Fees & Charges	\$ 200,000	\$ 200,000	\$ 247,768	\$ 47,768	\$ 245,012
Other Fines and Forfeits	<u>355,000</u>	<u>355,000</u>	<u>238,038</u>	<u>(116,962)</u>	<u>243,249</u>
Total Fines and Forfeits	<u>555,000</u>	<u>555,000</u>	<u>485,806</u>	<u>(69,194)</u>	<u>488,261</u>
Investment Income					
Investment Income	<u>50,000</u>	<u>50,000</u>	<u>1,481,635</u>	<u>1,431,635</u>	<u>234,158</u>
Miscellaneous					
Miscellaneous	<u>156,197</u>	<u>156,197</u>	<u>197,021</u>	<u>40,824</u>	<u>406,780</u>
Total Revenues	<u>61,572,318</u>	<u>61,572,318</u>	<u>81,011,244</u>	<u>19,438,926</u>	<u>81,583,279</u>
Expenditures					
General Government					
Elected Office					
Salaries	220,805	220,805	221,370	(565)	217,439
Benefits	238,088	238,088	193,161	44,927	250,064
Contractual Services	273,400	273,400	222,177	51,223	218,755
Commodities	<u>7,425</u>	<u>7,425</u>	<u>4,404</u>	<u>3,021</u>	<u>3,668</u>
Total Elected Office	<u>739,718</u>	<u>739,718</u>	<u>641,112</u>	<u>98,606</u>	<u>689,926</u>
City Manager Division					
Salaries	402,376	402,376	369,227	33,149	346,693
Benefits	106,049	106,049	66,315	39,734	95,494
Contractual Services	640,565	640,565	537,415	103,150	401,319
Commodities	4,400	4,400	1,745	2,655	1,903
Capital Outlay	<u>5,500</u>	<u>5,500</u>	<u>285</u>	<u>5,215</u>	<u>1,369</u>
Total City Manager Division	<u>1,158,890</u>	<u>1,158,890</u>	<u>974,987</u>	<u>183,903</u>	<u>846,778</u>
Media Services					
Salaries	559,830	559,830	544,104	15,726	439,038
Benefits	150,545	150,545	92,196	58,349	140,877
Contractual Services	216,294	216,294	169,829	46,465	135,122
Commodities	33,900	33,900	23,964	9,936	40,808
Capital Outlay	<u>6,250</u>	<u>6,250</u>	<u>37,312</u>	<u>(31,062)</u>	<u>42,439</u>
Total Media Services	<u>966,819</u>	<u>966,819</u>	<u>867,405</u>	<u>99,414</u>	<u>798,284</u>
Department of Finance - Fiscal Services					
Salaries	976,610	976,610	920,322	56,288	928,322
Benefits	295,760	295,760	257,577	38,183	302,079
Contractual Services	104,090	104,090	77,955	26,135	88,396
Commodities	13,550	13,550	10,018	3,532	10,830
Capital Outlay	<u>2,500</u>	<u>2,500</u>	<u>1,537</u>	<u>963</u>	<u>3,085</u>
Total Department of Finance - Fiscal Services	<u>1,392,510</u>	<u>1,392,510</u>	<u>1,267,409</u>	<u>125,101</u>	<u>1,332,712</u>

(Continued)

CITY OF DES PLAINES, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 GENERAL FUND
 Year-Ended December 31, 2023
 With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023			Variance from Final Budget Positive (Negative)	2022 Actual
	Original Budget	Final Budget	Actual		
Information Technologies					
Salaries	\$ 617,768	\$ 617,768	\$ 564,903	\$ 52,865	\$ 533,713
Benefits	152,169	152,169	167,145	(14,976)	149,820
Contractual Services	1,021,874	1,021,874	779,329	242,545	553,788
Commodities	46,050	46,050	66,737	(20,687)	60,249
Capital Outlay	5,000	5,000	308	4,692	6,292
Total Information Technologies	<u>1,842,861</u>	<u>1,842,861</u>	<u>1,578,422</u>	<u>264,439</u>	<u>1,303,862</u>
Overhead Division - Contractual Services					
Contractual Services	996,692	996,692	947,756	48,936	623,685
Commodities	65,600	65,600	40,238	25,362	29,003
Capital Outlay	-	-	-	-	20,556
Total Overhead Division - Contractual Services	<u>1,062,292</u>	<u>1,062,292</u>	<u>987,994</u>	<u>74,298</u>	<u>673,244</u>
Building and Code Enforcement					
Salaries	1,244,309	1,244,309	1,186,258	58,051	1,060,370
Benefits	460,938	460,938	417,526	43,412	427,955
Contractual Services	383,730	383,730	603,645	(219,915)	537,265
Commodities	7,550	7,550	11,156	(3,606)	9,144
Capital Outlay	10,000	10,000	1,739	8,261	1,250
Total Building and Code Enforcement	<u>2,106,527</u>	<u>2,106,527</u>	<u>2,220,324</u>	<u>(113,797)</u>	<u>2,035,984</u>
Planning and Zoning					
Salaries	299,378	299,378	266,131	33,247	315,572
Benefits	82,085	82,085	47,372	34,713	90,168
Contractual Services	34,530	34,530	39,505	(4,975)	22,156
Commodities	2,450	2,450	1,912	538	2,153
Capital Outlay	-	-	250	(250)	-
Total Planning and Zoning	<u>418,443</u>	<u>418,443</u>	<u>355,170</u>	<u>63,273</u>	<u>430,049</u>
Human Resources					
Salaries	380,190	380,190	395,960	(15,770)	327,588
Benefits	127,953	127,953	108,993	18,960	113,304
Contractual Services	157,970	157,970	124,805	33,165	96,535
Commodities	19,600	19,600	26,190	(6,590)	24,656
Total Human Resources	<u>685,713</u>	<u>685,713</u>	<u>655,948</u>	<u>29,765</u>	<u>562,083</u>
Health and Human Services					
Salaries	69,711	69,711	45,866	23,845	65,943
Benefits	9,983	9,983	5,296	4,687	10,259
Contractual Services	370,720	370,720	359,406	11,314	310,920
Commodities	575	575	482	93	380
Total Health and Human Services	<u>450,989</u>	<u>450,989</u>	<u>411,050</u>	<u>39,939</u>	<u>387,502</u>
Total General Government	<u>10,824,762</u>	<u>10,824,762</u>	<u>9,959,821</u>	<u>864,941</u>	<u>9,060,424</u>

(Continued)

CITY OF DES PLAINES, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 GENERAL FUND
 Year-Ended December 31, 2023
 With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023			Variance from Final Budget Positive (Negative)	2022 Actual
	Original Budget	Final Budget	Actual		
Public Safety					
Police Department - Administration					
Salaries	\$ 250,983	\$ 250,983	\$ 252,334	\$ (1,351)	\$ 241,914
Benefits	92,110	92,110	90,291	1,819	94,310
Contractual Services	9,015	9,015	6,685	2,330	6,877
Commodities	300	300	476	(176)	31
Total Police Department - Administration	352,408	352,408	349,786	2,622	343,132
Police Department - Uniformed Patrol					
Salaries	8,240,194	8,240,194	8,176,437	63,757	8,345,209
Benefits	7,828,428	7,828,428	7,815,731	12,697	8,029,888
Contractual Services	219,680	219,680	209,791	9,889	160,719
Commodities	28,100	28,100	38,975	(10,875)	26,361
Total Police Department - Uniformed Patrol	16,316,402	16,316,402	16,240,934	75,468	16,562,177
Police Department - Criminal Investigation					
Salaries	2,610,168	2,610,168	2,547,008	63,160	2,159,546
Benefits	2,367,407	2,367,407	2,457,297	(89,890)	2,391,270
Contractual Services	93,785	93,785	100,582	(6,797)	84,308
Commodities	4,450	4,450	8,612	(4,162)	4,930
Total Police Department - Criminal Investigation	5,075,810	5,075,810	5,113,499	(37,689)	4,640,054
Police Department - Supporting Services					
Salaries	2,118,650	2,118,650	1,857,965	260,685	1,734,261
Benefits	1,273,120	1,273,120	1,179,238	93,882	1,207,757
Contractual Services	1,887,402	1,887,402	1,416,137	471,265	1,269,052
Commodities	102,030	102,030	85,324	16,706	102,328
Capital Outlay	206,000	206,000	47,843	158,157	-
Total Police Department - Supporting Services	5,587,202	5,587,202	4,586,507	1,000,695	4,313,398
Fire Department - Administration					
Salaries	850,568	850,568	858,369	(7,801)	818,753
Benefits	639,972	639,972	633,819	6,153	674,525
Contractual Services	34,774	34,774	34,202	572	40,471
Commodities	6,660	6,660	8,617	(1,957)	6,579
Capital Outlay	5,000	5,000	18,875	(13,875)	851
Total Fire Department - Administration	1,536,974	1,536,974	1,553,882	(16,908)	1,541,179
Fire Department - Emergency Services					
Salaries	10,254,365	10,254,365	9,883,677	370,688	9,735,238
Benefits	10,031,634	10,031,634	10,156,422	(124,788)	10,750,434
Contractual Services	1,469,458	1,469,458	1,271,761	197,697	1,299,599
Commodities	417,410	417,410	272,495	144,915	291,395
Capital Outlay	31,500	31,500	4,497	27,003	211,968
Total Fire Department - Emergency Services	22,204,367	22,204,367	21,588,852	615,515	22,288,634

(Continued)

CITY OF DES PLAINES, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 GENERAL FUND
 Year-Ended December 31, 2023
 With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023			Variance from Final Budget Positive (Negative)	2022 Actual
	Original Budget	Final Budget	Actual		
Fire Department - Fire Prevention Services					
Salaries	\$ 433,072	\$ 433,072	\$ 354,858	\$ 78,214	\$ 344,203
Benefits	337,871	337,871	328,061	9,810	350,667
Contractual Services	20,015	20,015	16,757	3,258	15,875
Commodities	16,745	16,745	13,159	3,586	12,219
Total Fire Department - Fire Prevention Services	807,703	807,703	712,835	94,868	722,964
Emergency Management Agency					
Salaries	86,616	86,616	85,021	1,595	86,814
Benefits	37,978	37,978	35,900	2,078	40,405
Contractual Services	42,375	42,375	35,941	6,434	25,683
Commodities	12,775	12,775	16,192	(3,417)	6,972
Total Emergency Management Agency	179,744	179,744	173,054	6,690	159,874
Board of Police and Fire Commission					
Contractual Services	140,970	140,970	95,963	45,007	53,433
Commodities	1,200	1,200	97	1,103	423
Total Board of Police and Fire Commission	142,170	142,170	96,060	46,110	53,856
Total Public Safety	52,202,780	52,202,780	50,415,409	1,787,371	50,625,268
Public Works					
Geographic Information Systems (GIS) Division					
Contractual Services	276,950	276,950	280,073	(3,123)	263,742
Commodities	200	200	-	200	121
Total GIS Division	277,150	277,150	280,073	(2,923)	263,863
Vehicle Maintenance Division					
Salaries	497,009	497,009	511,533	(14,524)	462,651
Benefits	202,273	202,273	193,904	8,369	207,101
Contractual Services	208,670	208,670	174,885	33,785	188,245
Commodities	781,400	781,400	698,761	82,639	802,735
Capital Outlay	-	-	-	-	25,396
Total Vehicle Maintenance Division	1,689,352	1,689,352	1,579,083	110,269	1,686,128
Public Works Administration					
Salaries	203,112	203,112	232,636	(29,524)	195,845
Benefits	84,611	84,611	81,594	3,017	86,200
Contractual Services	301,370	301,370	139,493	161,877	40,225
Commodities	5,650	5,650	280	5,370	1,131
Total Public Works Administration	594,743	594,743	454,003	140,740	323,401
Facilities and Grounds Division					
Salaries	966,737	966,737	859,528	107,209	730,962
Benefits	457,778	457,778	380,789	76,989	379,797
Contractual Services	1,370,575	1,370,575	999,087	371,488	623,302
Commodities	317,725	317,725	305,401	12,324	377,549
Capital Outlay	10,000	10,000	9,119	881	47,016
Total Facilities and Grounds Division	3,122,815	3,122,815	2,553,924	568,891	2,158,626

(Continued)

CITY OF DES PLAINES, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 GENERAL FUND
 Year-Ended December 31, 2023
 With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023			Variance from Final Budget Positive (Negative)	2022
	Original Budget	Final Budget	Actual		Actual
Total Public Works	\$ 5,684,060	\$ 5,684,060	\$ 4,867,083	\$ 816,977	\$ 4,432,018
Streets and Highways					
Engineering Department					
Salaries	452,109	452,109	285,803	166,306	279,605
Benefits	131,303	131,303	71,002	60,301	79,489
Contractual Services	30,170	30,170	24,218	5,952	29,958
Commodities	4,400	4,400	2,970	1,430	3,914
Capital Outlay	-	-	-	-	514
Total Engineering Department	<u>617,982</u>	<u>617,982</u>	<u>383,993</u>	<u>233,989</u>	<u>393,480</u>
Street Department					
Salaries	1,649,390	1,649,390	1,497,543	151,847	1,307,669
Benefits	719,631	719,631	670,401	49,230	651,129
Contractual Services	1,969,195	1,969,195	1,963,711	5,484	1,911,340
Commodities	288,775	288,775	221,471	67,304	180,287
Capital Outlay	90,000	90,000	84,435	5,565	15,399
Total Street Department	<u>4,716,991</u>	<u>4,716,991</u>	<u>4,437,561</u>	<u>279,430</u>	<u>4,065,824</u>
Total Streets and Highways	<u>5,334,973</u>	<u>5,334,973</u>	<u>4,821,554</u>	<u>513,419</u>	<u>4,459,304</u>
Economic Development					
Economic Development					
Salaries	147,049	147,049	130,911	16,138	87,336
Benefits	42,641	42,641	34,361	8,280	31,594
Contractual Services	398,510	398,510	379,850	18,660	67,164
Commodities	5,350	5,350	496	4,854	437
Total Economic Development	<u>593,550</u>	<u>593,550</u>	<u>545,618</u>	<u>47,932</u>	<u>186,531</u>
Total Economic Development	<u>593,550</u>	<u>593,550</u>	<u>545,618</u>	<u>47,932</u>	<u>186,531</u>
Total Expenditures	<u>74,640,125</u>	<u>74,640,125</u>	<u>70,609,485</u>	<u>4,030,640</u>	<u>68,763,545</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(13,067,807)</u>	<u>(13,067,807)</u>	<u>10,401,759</u>	<u>23,469,566</u>	<u>12,819,734</u>
Other Financing Sources (Uses)					
Proceeds from Sale of Capital Assets	-	-	11,970	11,970	-
Transfers In	69,000	69,000	69,000	-	53,000
Transfers Out	<u>(2,000,000)</u>	<u>(7,000,000)</u>	<u>(7,000,000)</u>	<u>-</u>	<u>(1,900,000)</u>
Total Other Financing Sources (Uses)	<u>(1,931,000)</u>	<u>(6,931,000)</u>	<u>(6,919,030)</u>	<u>11,970</u>	<u>(1,847,000)</u>
Net Change in Fund Balance	<u>\$ (14,998,807)</u>	<u>\$ (19,998,807)</u>	<u>3,482,729</u>	<u>\$ 23,481,536</u>	<u>10,972,734</u>
Fund Balance at Beginning of Year			<u>80,177,626</u>		<u>69,204,892</u>
Fund Balance at End of Year			<u>\$ 83,660,355</u>		<u>\$ 80,177,626</u>

CITY OF DES PLAINES, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 TIF #6 (MANNHEIM/HIGGINS) FUND
 Year-Ended December 31, 2023
 With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022 Actual
	Original and Final Budget	Actual		
Revenues				
Property Taxes	\$ 142,722	\$ 102,627	\$ (40,095)	\$ 102,201
Investment Income	25	90	65	1
Total Revenues	<u>142,747</u>	<u>102,717</u>	<u>(40,030)</u>	<u>102,202</u>
Expenditures				
Economic Development				
Contractual Services	8,030	3,030	5,000	2,040
Commodities	52	-	52	-
Total Economic Development	<u>8,082</u>	<u>3,030</u>	<u>5,052</u>	<u>2,040</u>
Debt Service				
Principal	745,000	745,000	-	1,575,000
Interest and Fiscal Charges	350	29	321	350
Total Debt Service	<u>745,350</u>	<u>745,029</u>	<u>321</u>	<u>1,575,350</u>
Total Expenditures	<u>753,432</u>	<u>748,059</u>	<u>5,373</u>	<u>1,577,390</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(610,685)</u>	<u>(645,342)</u>	<u>(34,657)</u>	<u>(1,475,188)</u>
Other Financing Sources (Uses)				
Transfer Out	(4,000)	(4,000)	-	(1,000)
Total Other Financing Sources (Uses)	<u>(4,000)</u>	<u>(4,000)</u>	<u>-</u>	<u>(1,000)</u>
Net Change in Fund Balances	<u>\$ (614,685)</u>	<u>(649,342)</u>	<u>\$ (34,657)</u>	<u>(1,476,188)</u>
Fund Balances at Beginning of Year		<u>(18,087,590)</u>		<u>(16,611,402)</u>
Fund Balances at End of Year		<u>\$ (18,736,932)</u>		<u>\$ (18,087,590)</u>

CITY OF DES PLAINES, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 GAMING TAX FUND
 Year-Ended December 31, 2023
 With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Revenues				
Gaming Tax	\$ 21,600,000	\$ 30,020,923	\$ 8,420,923	\$ 29,223,842
Investment Income	50,000	2,121,618	2,071,618	111,258
Total Revenues	<u>21,650,000</u>	<u>32,142,541</u>	<u>10,492,541</u>	<u>29,335,100</u>
Expenditures				
General Government				
Contractual Services	14,640,000	13,123,185	1,516,815	17,709,180
Total Expenditures	<u>14,640,000</u>	<u>13,123,185</u>	<u>1,516,815</u>	<u>17,709,180</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>7,010,000</u>	<u>19,019,356</u>	<u>12,009,356</u>	<u>11,625,920</u>
Other Financing Sources (Uses)				
Transfers Out	(8,400,000)	(8,400,000)	-	(3,700,000)
Total Other Financing Sources (Uses)	<u>(8,400,000)</u>	<u>(8,400,000)</u>	<u>-</u>	<u>(3,700,000)</u>
Net Change in Fund Balance	<u>\$ (1,390,000)</u>	10,619,356	<u>\$ 12,009,356</u>	7,925,920
Fund Balance at Beginning of Year		<u>28,130,924</u>		<u>20,205,004</u>
Fund Balance at End of Year		<u>\$ 38,750,280</u>		<u>\$ 28,130,924</u>

CITY OF DES PLAINES, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN FIREFIGHTERS' PENSION FUND NET PENSION
LIABILITY AND RELATED RATIOS
December 31, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability										
Service cost	\$ 2,422,451	\$ 2,284,465	\$ 2,290,427	\$ 2,373,109	\$ 2,148,094	\$ 2,101,377	\$ 1,845,967	\$ 1,725,203	\$ 1,693,381	\$ 2,300,527
Interest	12,021,725	11,582,249	11,155,091	11,218,807	10,113,399	9,720,687	9,513,008	9,118,538	8,520,291	7,744,456
Changes of benefit terms	-	(143,036)	-	-	452,965	-	-	-	-	-
Differences between expected and actual experience	3,124,655	3,174,264	(5,254,266)	4,231,700	2,320,892	2,142,077	4,328	361,031	4,451,348	1,651,529
Changes of assumptions	-	-	-	1,298,538	4,689,323	-	4,343,417	1,587,093	596,180	5,636,351
Benefit payments, including refunds of member contributions	(10,601,871)	(10,520,122)	(9,609,002)	(9,038,052)	(8,438,967)	(7,853,384)	(7,339,931)	(6,973,210)	(6,456,438)	(6,042,592)
Net change in total pension liability	6,966,960	6,377,820	(1,417,750)	10,084,102	11,285,706	6,110,757	8,366,789	5,818,655	8,804,762	11,290,271
Total pension liability - beginning	<u>180,377,499</u>	<u>173,999,679</u>	<u>175,417,429</u>	<u>165,333,327</u>	<u>154,047,621</u>	<u>147,936,864</u>	<u>139,570,075</u>	<u>133,751,420</u>	<u>124,946,658</u>	<u>113,656,387</u>
Total pension liability - ending (a)	<u>\$ 187,344,459</u>	<u>\$ 180,377,499</u>	<u>\$ 173,999,679</u>	<u>\$ 175,417,429</u>	<u>\$ 165,333,327</u>	<u>\$ 154,047,621</u>	<u>\$ 147,936,864</u>	<u>\$ 139,570,075</u>	<u>\$ 133,751,420</u>	<u>\$ 124,946,658</u>
Plan fiduciary net position										
Contributions - employer	\$ 7,840,984	\$ 8,220,773	\$ 7,265,996	\$ 5,697,690	\$ 5,708,218	\$ 5,141,314	\$ 4,916,225	\$ 4,433,104	\$ 4,304,044	\$ 4,155,983
Contributions - employee	946,694	890,946	872,622	915,532	878,682	878,172	867,424	828,889	836,027	883,723
Net investment income (loss)	12,477,530	(13,862,936)	10,894,360	11,042,008	14,266,878	(6,754,749)	11,548,953	4,601,922	(1,048,749)	4,411,965
Benefit payments, including refunds of member contributions	(10,601,871)	(10,520,122)	(9,609,002)	(9,038,052)	(8,438,967)	(7,853,384)	(7,339,931)	(6,973,210)	(6,456,438)	(6,042,592)
Administrative expense	(83,257)	(88,012)	(75,770)	(77,140)	(95,047)	(71,027)	(103,917)	(67,265)	(76,989)	(327,080)
Other	-	-	146	-	-	-	-	787	-	-
Net change in plan fiduciary net position	10,580,080	(15,359,351)	9,348,352	8,540,038	12,319,764	(8,659,674)	9,888,754	2,824,227	(2,442,105)	3,081,999
Plan fiduciary net position - beginning	<u>86,847,202</u>	<u>102,206,553</u>	<u>92,858,201</u>	<u>84,318,163</u>	<u>71,998,399</u>	<u>80,658,073</u>	<u>70,769,319</u>	<u>67,945,092</u>	<u>70,387,197</u>	<u>67,305,198</u>
Plan fiduciary net position - ending (b)	<u>\$ 97,427,282</u>	<u>\$ 86,847,202</u>	<u>\$ 102,206,553</u>	<u>\$ 92,858,201</u>	<u>\$ 84,318,163</u>	<u>\$ 71,998,399</u>	<u>\$ 80,658,073</u>	<u>\$ 70,769,319</u>	<u>\$ 67,945,092</u>	<u>\$ 70,387,197</u>
City's net pension liability (a-b)	<u>\$ 89,917,177</u>	<u>\$ 93,530,297</u>	<u>\$ 71,793,126</u>	<u>\$ 82,559,228</u>	<u>\$ 81,015,164</u>	<u>\$ 82,049,222</u>	<u>\$ 67,278,791</u>	<u>\$ 68,800,756</u>	<u>\$ 65,806,328</u>	<u>\$ 54,559,461</u>
Plan fiduciary net position as a percentage of the total pension liability	52.00%	48.15%	58.74%	52.94%	51.00%	46.74%	54.52%	50.71%	50.80%	56.33%
Covered payroll	\$ 10,023,952	\$ 9,401,657	\$ 9,208,702	\$ 9,668,809	\$ 9,279,992	\$ 9,268,972	\$ 9,243,675	\$ 8,931,087	\$ 8,480,084	\$ 8,694,151
Plan's net pension liability (asset) as a percentage of covered payroll	897.02%	994.83%	779.62%	853.87%	873.01%	885.20%	727.84%	770.35%	776.01%	627.54%

CITY OF DES PLAINES, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FIREFIGHTERS' PENSION FUND CONTRIBUTIONS
 December 31, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined contribution	\$ 7,506,349	\$ 7,997,490	\$ 7,349,577	\$ 6,294,838	\$ 5,731,966	\$ 5,110,496	\$ 4,893,942	\$ 4,356,282	\$ 3,953,299	\$ 3,941,652
Contributions in relation to the actuarially determined contribution	<u>7,840,984</u>	<u>8,220,773</u>	<u>7,265,996</u>	<u>5,697,690</u>	<u>5,708,218</u>	<u>5,141,314</u>	<u>4,916,225</u>	<u>4,433,104</u>	<u>4,304,044</u>	<u>4,155,983</u>
Contribution deficiency (excess)	<u>\$ (334,635)</u>	<u>\$ (223,283)</u>	<u>\$ 83,581</u>	<u>\$ 597,148</u>	<u>\$ 23,748</u>	<u>\$ (30,818)</u>	<u>\$ (22,283)</u>	<u>\$ (76,822)</u>	<u>\$ (350,745)</u>	<u>\$ (214,331)</u>
Covered payroll	\$ 10,023,952	\$ 9,401,657	\$ 9,208,702	\$ 9,668,809	\$ 9,279,992	\$ 9,268,972	\$ 9,243,675	\$ 8,931,087	\$ 8,480,084	\$ 8,694,151
Contributions as a percentage of covered payroll	78.22%	87.44%	78.90%	58.93%	61.51%	55.47%	53.18%	49.64%	50.75%	47.80%

Notes to Schedule

Valuation date:

Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine 2023 contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll
Remaining amortization period	19 years
Asset valuation method	5-Year smoothed market value
Salary increases	3.25% - 7.99%
Expected return on investments	6.75%
Inflation	2.25%
Mortality	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described
Retirement	L&A 2020 Illinois Firefighters' Retirement Rates Capped at age 65
Disability Rates	L&A 2020 Illinois Firefighters' Disability Rates
Termination Rates	L&A 2020 Illinois Firefighters' Termination Rates

CITY OF DES PLAINES, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FIREFIGHTERS' PENSION FUND
INVESTMENT RATE OF RETURN
December 31, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual money-weighted rate of return net of investment expense	13.54%	-14.67%	11.87%	13.17%	19.88%	-8.46%	16.41%	6.93%	-1.36%	6.62%

CITY OF DES PLAINES, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN POLICE PENSION FUND NET PENSION LIABILITY AND RELATED RATIOS
December 31, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability										
Service cost	\$ 2,221,272	\$ 2,252,460	\$ 2,092,958	\$ 2,338,064	\$ 2,215,022	\$ 2,103,061	\$ 1,595,813	\$ 1,491,414	\$ 1,493,985	\$ 1,844,421
Interest	12,127,234	11,880,012	11,433,340	11,172,354	10,119,530	9,905,568	9,682,644	9,322,073	9,073,872	8,114,249
Changes of benefit terms	-	(101,642)	-	-	546,413	-	-	-	-	-
Differences between expected and actual experience	(254,342)	2,642,710	(674,686)	4,533,043	1,039,948	(1,007,568)	108,103	598,432	2,089,866	2,610,112
Changes of assumptions	-	-	-	(1,369,479)	6,796,425	-	4,617,721	1,089,686	(2,109,469)	7,749,079
Benefit payments, including refunds of member contributions	(10,287,425)	(9,852,516)	(9,417,982)	(8,427,154)	(7,969,389)	(7,693,120)	(7,464,094)	(7,237,087)	(6,767,978)	(6,449,930)
Net change in total pension liability	3,806,739	6,821,024	3,433,630	8,246,828	12,747,949	3,307,941	8,540,187	5,264,518	3,780,276	13,867,931
Total pension liability - beginning	<u>185,153,092</u>	<u>178,332,068</u>	<u>174,898,438</u>	<u>166,651,610</u>	<u>153,903,661</u>	<u>150,595,720</u>	<u>142,055,533</u>	<u>136,791,015</u>	<u>133,010,739</u>	<u>119,142,808</u>
Total pension liability - ending (a)	<u>\$ 188,959,831</u>	<u>\$ 185,153,092</u>	<u>\$ 178,332,068</u>	<u>\$ 174,898,438</u>	<u>\$ 166,651,610</u>	<u>\$ 153,903,661</u>	<u>\$ 150,595,720</u>	<u>\$ 142,055,533</u>	<u>\$ 136,791,015</u>	<u>\$ 133,010,739</u>
Plan fiduciary net position										
Contributions - employer	\$ 8,497,495	\$ 8,530,681	\$ 7,772,633	\$ 6,019,107	\$ 6,061,959	\$ 5,484,051	\$ 5,262,020	\$ 5,036,133	\$ 4,304,873	\$ 4,154,166
Contributions - employee	1,017,475	1,002,705	946,194	1,028,868	971,640	975,468	908,895	866,905	904,527	879,904
Contributions - other	146,671	343	45,370	2,518	221,446	39,596	175,479	-	-	-
Net investment income (loss)	10,134,841	(13,164,890)	9,514,715	9,316,921	12,639,325	(6,810,962)	10,123,404	4,420,807	(1,057,767)	3,504,259
Benefit payments, including refunds of member contributions	(10,287,425)	(9,852,516)	(9,417,982)	(8,427,154)	(7,969,389)	(7,693,120)	(7,464,094)	(7,237,087)	(6,767,978)	(6,449,930)
Administrative expense	(77,235)	(79,924)	(68,873)	(90,658)	(82,709)	(76,463)	(96,092)	(86,218)	(94,146)	(356,479)
Other	-	-	-	-	-	-	-	-	-	-
Net change in plan fiduciary net position	9,431,822	(13,563,601)	8,792,057	7,849,602	11,842,272	(8,081,430)	8,909,612	3,000,540	(2,710,491)	1,731,920
Plan fiduciary net position - beginning	<u>79,856,665</u>	<u>93,420,266</u>	<u>84,628,209</u>	<u>76,778,607</u>	<u>64,936,335</u>	<u>73,017,765</u>	<u>64,108,153</u>	<u>61,107,613</u>	<u>63,818,104</u>	<u>62,086,184</u>
Plan fiduciary net position - ending (b)	<u>\$ 89,288,487</u>	<u>\$ 79,856,665</u>	<u>\$ 93,420,266</u>	<u>\$ 84,628,209</u>	<u>\$ 76,778,607</u>	<u>\$ 64,936,335</u>	<u>\$ 73,017,765</u>	<u>\$ 64,108,153</u>	<u>\$ 61,107,613</u>	<u>\$ 63,818,104</u>
City's net pension liability (a-b)	<u>\$ 99,671,344</u>	<u>\$ 105,296,427</u>	<u>\$ 84,911,802</u>	<u>\$ 90,270,229</u>	<u>\$ 89,873,003</u>	<u>\$ 88,967,326</u>	<u>\$ 77,577,955</u>	<u>\$ 77,947,380</u>	<u>\$ 75,683,402</u>	<u>\$ 69,192,635</u>
Plan fiduciary net position as a percentage of the total pension liability	47.25%	43.13%	52.39%	48.39%	46.07%	42.19%	48.49%	45.13%	44.67%	47.98%
Covered payroll	\$ 10,826,098	\$ 10,118,141	\$ 9,547,866	\$ 10,382,108	\$ 9,804,262	\$ 9,843,268	\$ 8,881,617	\$ 8,581,272	\$ 8,461,825	\$ 8,532,924
Plan's net pension liability (asset) as a percentage of covered payroll	920.66%	1040.67%	889.33%	869.48%	916.67%	903.84%	873.47%	908.34%	894.41%	810.89%

CITY OF DES PLAINES, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF POLICE PENSION FUND CONTRIBUTIONS
 December 31, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined contribution	\$ 8,196,613	\$ 8,301,462	\$ 7,856,751	\$ 6,656,557	\$ 6,093,933	\$ 5,442,364	\$ 5,237,462	\$ 4,877,047	\$ 4,011,887	\$ 3,895,329
Contributions in relation to the actuarially determined contribution	<u>8,497,495</u>	<u>8,530,681</u>	<u>7,772,633</u>	<u>6,019,107</u>	<u>6,061,959</u>	<u>5,484,051</u>	<u>5,262,020</u>	<u>5,036,133</u>	<u>4,304,873</u>	<u>4,154,166</u>
Contribution deficiency (excess)	<u>\$ (300,882)</u>	<u>\$ (229,219)</u>	<u>\$ 84,118</u>	<u>\$ 637,450</u>	<u>\$ 31,974</u>	<u>\$ (41,687)</u>	<u>\$ (24,558)</u>	<u>\$ (159,086)</u>	<u>\$ (292,986)</u>	<u>\$ (258,837)</u>
Covered payroll	\$ 10,826,098	\$ 10,118,141	\$ 9,547,866	\$ 10,382,108	\$ 9,804,262	\$ 9,843,268	\$ 8,881,617	\$ 8,581,272	\$ 8,461,825	\$ 8,532,924
Contributions as a percentage of covered payroll	78.49%	84.31%	81.41%	57.98%	61.83%	55.71%	59.25%	58.69%	50.87%	48.68%

Notes to Schedule

Valuation date:

Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine 2023 contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll
Remaining amortization period	19 years
Asset valuation method	5-Year smoothed market value
Salary increases	3.25% - 11.25%
Expected return on investments	6.75%
Inflation	2.25%
Mortality	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described
Retirement	L&A 2020 Illinois Police Retirement Rates Capped at age 65
Disability Rates	L&A 2020 Illinois Police Disability Rates
Termination Rates	L&A 2020 Illinois Police Termination Rates

CITY OF DES PLAINES, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF POLICE PENSION FUND
INVESTMENT RATE OF RETURN
December 31, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual money-weighted rate of return net of investment expense	11.98%	-15.19%	11.32%	12.00%	19.38%	-9.33%	15.80%	7.40%	-1.57%	5.73%

CITY OF DES PLAINES, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN ILLINOIS MUNICIPAL RETIREMENT FUND NET PENSION LIABILITY/(ASSET)
AND RELATED RATIOS
December 31, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability										
Service cost	\$ 1,374,000	\$ 1,272,490	\$ 1,294,795	\$ 1,471,344	\$ 1,471,710	\$ 1,424,254	\$ 1,495,731	\$ 1,528,647	\$ 1,655,441	\$ 1,838,415
Interest	9,412,833	9,156,134	8,971,124	8,751,863	8,483,359	8,327,421	8,276,408	8,127,770	7,847,845	7,396,361
Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	1,944,709	1,272,402	165,165	1,006,485	476,501	(565,583)	386,968	(2,115,982)	(300,852)	(1,614,019)
Changes of assumptions	(91,177)	-	-	(842,055)	-	3,119,435	(3,524,106)	(256,324)	128,456	3,699,751
Benefit payments, including refunds of member contributions	(8,295,541)	(8,126,659)	(7,609,489)	(6,940,657)	(6,515,109)	(6,184,253)	(5,653,936)	(5,497,208)	(5,273,001)	(4,866,050)
Net change in total pension liability	4,344,824	3,574,367	2,821,595	3,446,980	3,916,461	6,121,274	981,065	1,786,903	4,057,889	6,454,458
Total pension liability - beginning	133,292,951	129,718,584	126,896,989	123,450,009	119,533,548	113,412,274	112,431,209	110,644,306	106,586,417	100,131,959
Total pension liability - ending (a)	<u>\$ 137,637,775</u>	<u>\$ 133,292,951</u>	<u>\$ 129,718,584</u>	<u>\$ 126,896,989</u>	<u>\$ 123,450,009</u>	<u>\$ 119,533,548</u>	<u>\$ 113,412,274</u>	<u>\$ 112,431,209</u>	<u>\$ 110,644,306</u>	<u>\$ 106,586,417</u>
Plan fiduciary net position										
Contributions - employer	\$ 598,661	\$ 1,122,350	\$ 1,440,176	\$ 1,580,499	\$ 1,228,045	\$ 1,641,785	\$ 1,738,214	\$ 1,695,162	\$ 1,796,025	\$ 2,256,489
Contributions - employee	722,276	646,821	619,338	648,365	651,222	646,373	656,293	617,687	718,234	737,722
Net investment income (loss)	14,080,872	(19,951,857)	23,121,940	17,384,730	20,000,331	(6,430,893)	18,185,816	6,817,667	495,909	5,843,461
Benefit payments, including refunds of member contributions	(8,295,541)	(8,126,659)	(7,609,489)	(6,940,657)	(6,515,109)	(6,184,253)	(5,653,936)	(5,497,208)	(5,273,001)	(4,866,050)
Other	3,581,584	72,265	(91,241)	716,881	157,986	1,241,151	(2,491,038)	22,444	373,765	(140,913)
Net change in plan fiduciary net position	10,687,852	(26,237,080)	17,480,724	13,389,818	15,522,475	(9,085,837)	12,435,349	3,655,752	(1,889,068)	3,830,709
Plan fiduciary net position - beginning	125,833,204	152,070,284	134,589,560	121,199,742	105,677,267	114,763,104	102,327,755	98,672,003	100,561,071	96,730,362
Plan fiduciary net position - ending (b)	<u>\$ 136,521,056</u>	<u>\$ 125,833,204</u>	<u>\$ 152,070,284</u>	<u>\$ 134,589,560</u>	<u>\$ 121,199,742</u>	<u>\$ 105,677,267</u>	<u>\$ 114,763,104</u>	<u>\$ 102,327,755</u>	<u>\$ 98,672,003</u>	<u>\$ 100,561,071</u>
City's net pension liability (asset) (a-b)	<u>\$ 1,116,719</u>	<u>\$ 7,459,747</u>	<u>\$ (22,351,700)</u>	<u>\$ (7,692,571)</u>	<u>\$ 2,250,267</u>	<u>\$ 13,856,281</u>	<u>\$ (1,350,830)</u>	<u>\$ 10,103,454</u>	<u>\$ 11,972,303</u>	<u>\$ 6,025,346</u>
Plan fiduciary net position as a percentage of the total pension liability	99.19%	94.40%	117.23%	106.06%	98.18%	88.41%	101.19%	91.01%	89.18%	94.35%
Covered payroll	\$ 16,051,059	\$ 14,338,734	\$ 13,783,987	\$ 14,329,104	\$ 14,363,106	\$ 14,363,816	\$ 14,485,115	\$ 13,681,698	\$ 14,379,703	\$ 14,547,339
Plan's net pension liability (asset) as a percentage of covered payroll	6.96%	52.03%	-162.16%	-53.68%	15.67%	96.47%	-9.33%	73.85%	83.26%	41.42%

CITY OF DES PLAINES, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF ILLINOIS MUNICIPAL RETIREMENT FUND CONTRIBUTIONS
December 31, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined contribution	\$ 598,705	\$ 1,122,723	\$ 1,448,697	\$ 1,580,500	\$ 1,228,046	\$ 1,641,784	\$ 1,738,214	\$ 1,695,162	\$ 1,844,916	\$ 2,071,541
Contributions in relation to the actuarially determined contribution	<u>598,661</u>	<u>1,122,350</u>	<u>1,440,176</u>	<u>1,580,499</u>	<u>1,228,045</u>	<u>1,641,785</u>	<u>1,738,214</u>	<u>1,695,162</u>	<u>1,796,025</u>	<u>2,256,489</u>
Contribution deficiency (excess)	<u>\$ 44</u>	<u>\$ 373</u>	<u>\$ 8,521</u>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ (1)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,891</u>	<u>\$ (184,948)</u>
Covered payroll	\$ 16,051,059	\$ 14,338,734	\$ 13,783,987	\$ 14,329,104	\$ 14,363,106	\$ 14,363,816	\$ 14,485,115	\$ 13,681,698	\$ 14,379,703	\$ 14,547,339
Contributions as a percentage of covered payroll	3.73%	7.83%	10.45%	11.03%	8.55%	11.43%	12.00%	12.39%	12.49%	15.51%

Notes to Schedule

Valuation Date Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine 2023 contribution rates:

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	20-year closed period
Asset valuation method	5-year smoothed market, 20% corridor
Wage growth	2.75%
Price inflation	2.25%
Salary increases	2.75% to 13.75% including inflation
Investment rate of return	7.25%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	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.

Other information:

There were no benefit changes during the year

The 2023 contribution rate was based on valuation assumptions used in the December 31, 2021 actuarial valuation.

CITY OF DES PLAINES, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S TOTAL OTHER POST-EMPLOYMENT BENEFITS LIABILITY AND RELATED RATIOS
Year-Ended December 31, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<u>Total OPEB Liability</u>						
Service Cost	\$ 672,163	\$ 816,817	\$ 810,790	\$ 421,046	\$ 334,684	\$ 371,585
Interest on the Total OPEB Liability	554,161	399,994	420,297	433,060	542,495	483,284
Changes of Benefit Terms	-	-	-	423,885	-	-
Differences Between Expected and Actual Experience of the Total OPEB Liability	-	(832,206)	-	2,061,765	-	-
Changes of Assumptions	761,022	(4,073,420)	(610,894)	1,684,002	2,472,154	(954,199)
Benefit Payments, Including Refunds of Employee Contributions	(825,774)	(837,454)	(1,219,206)	(787,779)	(761,679)	(658,812)
Net Change in Total OPEB Liability	<u>1,161,572</u>	<u>(4,526,269)</u>	<u>(599,013)</u>	<u>4,235,979</u>	<u>2,587,654</u>	<u>(758,142)</u>
Total OPEB Liability - Beginning	<u>15,309,666</u>	<u>19,835,935</u>	<u>20,434,948</u>	<u>16,198,969</u>	<u>13,611,315</u>	<u>14,369,457</u>
Total OPEB Liability - Ending	<u>\$ 16,471,238</u>	<u>\$ 15,309,666</u>	<u>\$ 19,835,935</u>	<u>\$ 20,434,948</u>	<u>\$ 16,198,969</u>	<u>\$ 13,611,315</u>
Covered Employee Payroll	\$ 33,658,496	\$ 32,678,152	\$ 33,308,679	\$ 32,338,523	\$ 30,673,435	\$ 31,016,497
Total OPEB Liability as a Percentage of Covered Employee Payroll	48.94%	46.85%	59.55%	63.19%	52.81%	43.88%

Notes to Schedule: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

There are no assets accumulated in a trust to pay related benefits for the City's OPEB plan.

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FACILITIES REPLACEMENT FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023			Variance from Final Budget Positive (Negative)	2022
	Original Budget	Final Budget	Actual		Actual
Revenues					
Investment Income	\$ -	\$ -	\$ 40,462	\$ 40,462	\$ -
Lease Revenue	223,753	223,753	365,338	141,585	264,357
Miscellaneous Revenues	-	-	385	385	274,047
Total Revenues	<u>223,753</u>	<u>223,753</u>	<u>406,185</u>	<u>182,432</u>	<u>538,404</u>
Expenditures					
General Government					
Contractual Services	2,555,000	2,555,000	1,654,076	900,924	3,292,827
Commodities	80,000	80,000	16,417	63,583	31,090
Capital Outlay	14,400,000	14,400,000	10,299,251	4,100,749	33,583
Total Expenditures	<u>17,035,000</u>	<u>17,035,000</u>	<u>11,969,744</u>	<u>5,065,256</u>	<u>3,357,500</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(16,811,247)</u>	<u>(16,811,247)</u>	<u>(11,563,559)</u>	<u>5,247,688</u>	<u>(2,819,096)</u>
Other Financing Sources (Uses)					
Proceeds from Sale of Capital Assets	-	-	15,855	15,855	-
Transfers In	8,400,000	13,400,000	13,400,000	-	3,700,000
Total Other Financing Sources (Uses)	<u>8,400,000</u>	<u>13,400,000</u>	<u>13,415,855</u>	<u>15,855</u>	<u>3,700,000</u>
Net Change in Fund Balance	<u>\$ (8,411,247)</u>	<u>\$ (3,411,247)</u>	1,852,296	<u>\$ 5,263,543</u>	880,904
Fund Balance at Beginning of Year			<u>12,782,504</u>		<u>11,901,600</u>
Fund Balance at End of Year			<u>\$ 14,634,800</u>		<u>\$ 12,782,504</u>

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds are governmental funds used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for particular purposes.

- Motor Fuel Tax Fund – to account for the City's share of restricted state gasoline taxes. All projects require the advance approval of the Illinois Department of Transportation.
- Community Development Block Grant Fund - to account for the disbursement of the restricted Federal Community Block Grant. Financing is provided by the Federal Government.
- Asset Seizure Fund – to account for the restricted monies received from the federal, state, and county related to the seizure of assets by the Des Plaines Police Department.
- Foreign Fire Insurance Tax Fund – to account for restricted monies received from the foreign fire insurance tax, and disbursements by the Foreign Fire Insurance Tax Board.
- Escrow Fund – to account for the restricted revenues and repayment of deposits made in conformance with local ordinances to ensure that work performed meets local code requirements.
- TIF Tax Allocation #1 Fund – to account for restricted revenues and expenditures related to the tax increment finance district located near Miner Road.
- TIF Tax Allocation #3 Fund – to account for restricted revenues and expenditures related to the tax increment finance district located near Wille Road.
- TIF Tax Allocation #5 Fund – to account for restricted revenues and expenditures related to the tax increment finance district located near Lee and Perry Streets in downtown Des Plaines.
- TIF Tax Allocation #7 Fund – to account for restricted revenues and expenditures related to the tax increment finance district located near Higgins Road and Pratt Avenue.
- TIF Tax Allocation #8 Fund – to account for restricted revenues and expenditures related to the tax increment finance district located near Oakton Street.

Capital Project Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

- Grant Funded Projects Fund – to account for restricted revenues and expenditures related to public safety, capital, and other miscellaneous grants.
- Equipment Replacement Fund – to account for the acquisition of major capital equipment (rolling stock).
- I.T. Replacement Fund – to account for the replacement of the City's computer and copier equipment.
- Capital Projects Fund – to account for resources legally restricted to supporting expenditures for the capital projects program.

CITY OF DES PLAINES, ILLINOIS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 December 31, 2023

	Special Revenue Funds					
	Motor Fuel Tax	Community Development Block Grant	Asset Seizure	Foreign Fire Insurance Tax	Escrow	TIF #1 (Downtown)
ASSETS						
Cash and Investments	\$ 2,542,631	\$ -	\$ 1,471,559	\$ 603,790	\$ 523,416	\$ -
Receivables (Net)						
Property Taxes	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-
Accounts Receivable	-	-	-	-	7,745	-
Accrued Interest	-	-	-	-	-	-
Other	-	-	3,980	-	-	-
Prepaid Items	-	-	41,661	-	-	-
Due from Other Governments	236,812	82,895	-	-	-	-
TOTAL ASSETS	<u>\$ 2,779,443</u>	<u>\$ 82,895</u>	<u>\$ 1,517,200</u>	<u>\$ 603,790</u>	<u>\$ 531,161</u>	<u>\$ -</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities						
Accounts Payable	\$ 170,771	\$ 15,112	\$ 3,572	\$ 99,310	\$ 11,525	\$ -
Deposits Payable	-	-	15,215	-	-	19,232
Due to Other Funds	-	-	-	-	-	-
Advances from Other Funds	-	54,964	-	-	-	469,093
Total Liabilities	<u>170,771</u>	<u>70,076</u>	<u>18,787</u>	<u>99,310</u>	<u>11,525</u>	<u>488,325</u>
Deferred Inflows of Resources						
Deferred Property Tax Revenue	-	-	-	-	-	-
Unavailable Other Revenue	-	15,112	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>15,112</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances						
Nonspendable						
Prepaid Items	-	-	41,661	-	-	-
Restricted						
Economic Development	-	-	-	-	519,636	-
Streets & Highways	2,423,593	-	-	-	-	-
Rebuild Illinois Bond Funds Projects	185,079	-	-	-	-	-
Public Safety	-	-	1,456,752	504,480	-	-
Assigned						
Infrastructure	-	-	-	-	-	-
Capital Acquisitions	-	-	-	-	-	-
Unassigned	-	(2,293)	-	-	-	(488,325)
Total Fund Balances	<u>2,608,672</u>	<u>(2,293)</u>	<u>1,498,413</u>	<u>504,480</u>	<u>519,636</u>	<u>(488,325)</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 2,779,443</u>	<u>\$ 82,895</u>	<u>\$ 1,517,200</u>	<u>\$ 603,790</u>	<u>\$ 531,161</u>	<u>\$ -</u>

(Continued)

Special Revenue Funds				Capital Projects Funds				Total Nonmajor Governmental Funds
TIF #3 (Wille Road)	TIF #5 (Perry/Lee)	TIF #7 (Mannheim/ Higgins South)	TIF #8 (Oakton)	Grant Funded Projects	Equipment Replacement	I.T. Replacement	Capital Projects	
\$ -	\$ 532,542	\$ -	\$ 4,046,834	\$ 348,113	\$ 4,598,374	\$ 467,757	\$ 12,471,985	\$ 27,607,001
2,391,213	157,534	410,563	1,271,759	-	-	-	1,627	4,232,696
-	-	-	-	-	-	-	249,884	249,884
-	-	-	-	47,395	105,325	-	8,334	168,799
-	-	-	-	-	16,736	-	8,368	25,104
-	-	-	19,914	-	-	-	-	23,894
-	-	-	-	-	-	14,963	7,917	64,541
-	-	-	-	446,712	-	-	1,192,905	1,959,324
<u>\$ 2,391,213</u>	<u>\$ 690,076</u>	<u>\$ 410,563</u>	<u>\$ 5,338,507</u>	<u>\$ 842,220</u>	<u>\$ 4,720,435</u>	<u>\$ 482,720</u>	<u>\$ 13,941,020</u>	<u>\$ 34,331,243</u>
\$ -	\$ -	\$ 176,476	\$ 17,759	\$ 5,766	\$ 25,212	\$ 7,608	\$ 1,277,451	\$ 1,810,562
-	-	-	-	-	-	-	6,397	40,844
-	-	-	-	-	-	-	16,314	16,314
1,986,423	-	506,580	-	-	-	-	-	3,017,060
<u>1,986,423</u>	<u>-</u>	<u>683,056</u>	<u>17,759</u>	<u>5,766</u>	<u>25,212</u>	<u>7,608</u>	<u>1,300,162</u>	<u>4,884,780</u>
2,391,213	157,534	410,563	1,268,741	-	-	-	1,627	4,229,678
-	-	-	-	438,542	-	-	2,192	455,846
<u>2,391,213</u>	<u>157,534</u>	<u>410,563</u>	<u>1,268,741</u>	<u>438,542</u>	<u>-</u>	<u>-</u>	<u>3,819</u>	<u>4,685,524</u>
-	-	-	-	-	-	14,963	7,917	64,541
-	532,542	-	4,052,007	-	-	-	-	5,104,185
-	-	-	-	-	-	-	-	2,423,593
-	-	-	-	-	-	-	-	185,079
-	-	-	-	-	-	-	-	1,961,232
-	-	-	-	-	-	-	12,629,122	12,629,122
-	-	-	-	397,912	4,695,223	460,149	-	5,553,284
(1,986,423)	-	(683,056)	-	-	-	-	-	(3,160,097)
<u>(1,986,423)</u>	<u>532,542</u>	<u>(683,056)</u>	<u>4,052,007</u>	<u>397,912</u>	<u>4,695,223</u>	<u>475,112</u>	<u>12,637,039</u>	<u>24,760,939</u>
<u>\$ 2,391,213</u>	<u>\$ 690,076</u>	<u>\$ 410,563</u>	<u>\$ 5,338,507</u>	<u>\$ 842,220</u>	<u>\$ 4,720,435</u>	<u>\$ 482,720</u>	<u>\$ 13,941,020</u>	<u>\$ 34,331,243</u>

CITY OF DES PLAINES, ILLINOIS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 Year-Ended December 31, 2023

	Special Revenue Funds					
	Motor Fuel Tax	Community Development Block Grant	Asset Seizure	Foreign Fire Insurance Tax	Escrow	TIF #1 (Downtown)
Revenues						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Taxes	-	-	-	164,179	-	-
Intergovernmental	2,618,823	506,263	489,436	-	-	-
Fines, Forfeitures and Penalties	-	-	100,373	-	-	-
Developer Fees	-	-	-	-	285,710	-
Investment Income	173,014	-	3,503	4,621	-	1
Miscellaneous	-	-	-	-	1,350	-
Total Revenues	<u>2,791,837</u>	<u>506,263</u>	<u>593,312</u>	<u>168,800</u>	<u>287,060</u>	<u>1</u>
Expenditures						
Current:						
General Government	-	-	-	-	-	-
Public Safety	-	-	129,423	271,779	706	-
Streets and Highways	1,207,187	-	-	-	-	-
Economic Development	-	161,679	-	-	498,820	-
Debt Service						
Principal	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
Capital Outlay	2,351,234	345,000	216,184	-	-	-
Total Expenditures	<u>3,558,421</u>	<u>506,679</u>	<u>345,607</u>	<u>271,779</u>	<u>499,526</u>	<u>-</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(766,584)</u>	<u>(416)</u>	<u>247,705</u>	<u>(102,979)</u>	<u>(212,466)</u>	<u>1</u>
Other Financing Sources (Uses)						
Proceeds from Sale of Capital Assets	-	-	3,980	-	-	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>3,980</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(766,584)	(416)	251,685	(102,979)	(212,466)	1
Fund Balances at Beginning of Year	<u>3,375,256</u>	<u>(1,877)</u>	<u>1,246,728</u>	<u>607,459</u>	<u>732,102</u>	<u>(488,326)</u>
Fund Balances at End of Year	<u>\$ 2,608,672</u>	<u>\$ (2,293)</u>	<u>\$ 1,498,413</u>	<u>\$ 504,480</u>	<u>\$ 519,636</u>	<u>\$ (488,325)</u>

(Continued)

Special Revenue Funds				Capital Projects Funds				Total Nonmajor Governmental Funds
TIF #3 (Wille Road)	TIF #5 (Perry/Lee)	TIF #7 (Mannheim/ Higgins South)	TIF #8 (Oakton)	Grant Funded Projects	Equipment Replacement	I.T. Replacement	Capital Projects	
\$ 2,344,933	\$ 65,641	\$ 726,452	\$ 1,509,109	\$ -	\$ -	\$ -	\$ 1,816	\$ 4,647,951
-	-	-	-	-	-	-	7,014,330	7,178,509
-	-	-	-	4,804,238	-	-	1,021,089	9,439,849
-	-	-	-	-	-	-	-	100,373
-	-	-	-	-	-	-	-	285,710
505	30	358	418	19,966	112,658	4,579	641,918	961,571
-	-	-	-	-	-	-	974	2,324
<u>2,345,438</u>	<u>65,671</u>	<u>726,810</u>	<u>1,509,527</u>	<u>4,824,204</u>	<u>112,658</u>	<u>4,579</u>	<u>8,680,127</u>	<u>22,616,287</u>
-	-	-	-	101,857	-	87,450	-	189,307
-	-	-	-	-	-	-	-	401,908
-	-	-	-	-	-	-	-	1,207,187
40	-	332,489	191,627	-	-	-	2,103,578	3,288,233
1,845,000	-	-	-	-	-	-	-	1,845,000
261,024	-	-	-	-	-	-	-	261,024
-	-	-	-	1,406,290	2,696,353	306,923	5,871,651	13,193,635
<u>2,106,064</u>	<u>-</u>	<u>332,489</u>	<u>191,627</u>	<u>1,508,147</u>	<u>2,696,353</u>	<u>394,373</u>	<u>7,975,229</u>	<u>20,386,294</u>
<u>239,374</u>	<u>65,671</u>	<u>394,321</u>	<u>1,317,900</u>	<u>3,316,057</u>	<u>(2,583,695)</u>	<u>(389,794)</u>	<u>704,898</u>	<u>2,229,993</u>
-	-	-	-	-	105,325	-	15,844	125,149
-	-	-	-	44,715	1,500,000	500,000	-	2,044,715
(2,000)	-	(17,000)	(46,000)	-	-	-	(44,715)	(109,715)
<u>(2,000)</u>	<u>-</u>	<u>(17,000)</u>	<u>(46,000)</u>	<u>44,715</u>	<u>1,605,325</u>	<u>500,000</u>	<u>(28,871)</u>	<u>2,060,149</u>
237,374	65,671	377,321	1,271,900	3,360,772	(978,370)	110,206	676,027	4,290,142
<u>(2,223,797)</u>	<u>466,871</u>	<u>(1,060,377)</u>	<u>2,780,107</u>	<u>(2,962,860)</u>	<u>5,673,593</u>	<u>364,906</u>	<u>11,961,012</u>	<u>20,470,797</u>
<u>\$ (1,986,423)</u>	<u>\$ 532,542</u>	<u>\$ (683,056)</u>	<u>\$ 4,052,007</u>	<u>\$ 397,912</u>	<u>\$ 4,695,223</u>	<u>\$ 475,112</u>	<u>\$ 12,637,039</u>	<u>\$ 24,760,939</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MOTOR FUEL TAX FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Revenues				
Intergovernmental	\$ 1,950,000	\$ 2,618,823	\$ 668,823	\$ 3,664,730
Investment Income	5,000	173,014	168,014	25,123
Total Revenues	<u>1,955,000</u>	<u>2,791,837</u>	<u>836,837</u>	<u>3,689,853</u>
Expenditures				
Streets and Highways				
Contractual Services	584,000	660,962	(76,962)	550,631
Commodities	655,000	546,225	108,775	570,001
Capital Outlay	<u>1,850,000</u>	<u>2,351,234</u>	<u>(501,234)</u>	<u>2,902,154</u>
Total Expenditures	<u>3,089,000</u>	<u>3,558,421</u>	<u>(469,421)</u>	<u>4,022,786</u>
Net Change in Fund Balance	<u>\$ (1,134,000)</u>	(766,584)	<u>\$ 367,416</u>	(332,933)
Fund Balance at Beginning of Year		<u>3,375,256</u>		<u>3,708,189</u>
Fund Balance at End of Year		<u>\$ 2,608,672</u>		<u>\$ 3,375,256</u>

CITY OF DES PLAINES, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 COMMUNITY DEVELOPMENT BLOCK GRANT FUND
 Year-Ended December 31, 2023
 With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Revenues				
Intergovernmental	\$ 313,366	\$ 506,263	\$ 192,897	\$ 335,277
Total Revenues	<u>313,366</u>	<u>506,263</u>	<u>192,897</u>	<u>335,277</u>
Expenditures				
Economic Development				
Salaries	-	-	-	26,937
Benefits	-	-	-	10,947
Contractual Services	258,012	161,679	96,333	164,896
Capital Outlay	<u>290,000</u>	<u>345,000</u>	<u>(55,000)</u>	<u>72,000</u>
Total Expenditures	<u>548,012</u>	<u>506,679</u>	<u>41,333</u>	<u>274,780</u>
Net Change in Fund Balance	<u>\$ (234,646)</u>	(416)	<u>\$ 234,230</u>	60,497
Fund Balance at Beginning of Year		<u>(1,877)</u>		<u>(62,374)</u>
Fund Balance at End of Year		<u>\$ (2,293)</u>		<u>\$ (1,877)</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
TIF #1 (DOWNTOWN) FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Revenues				
Property Taxes (Refunds)	\$ -	\$ -	\$ -	\$ (56,092)
Investment Income	-	1	1	3
Total Revenues	<u>-</u>	<u>1</u>	<u>1</u>	<u>(56,089)</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>-</u>	<u>1</u>	<u>1</u>	<u>(56,089)</u>
Other Financing Sources (Uses)				
Transfers In	432,237	-	(432,237)	-
Total Other Financing Sources (Uses)	<u>432,237</u>	<u>-</u>	<u>(432,237)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 432,237</u>	1	<u>\$ (432,236)</u>	(56,089)
Fund Balance at Beginning of Year		<u>(488,326)</u>		<u>(432,237)</u>
Fund Balance at End of Year		<u>\$ (488,325)</u>		<u>\$ (488,326)</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
TIF #3 (WILLE ROAD) FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022 Actual
	Original and Final Budget	Actual		
Revenues				
Taxes	\$ 2,389,676	\$ 2,344,933	\$ (44,743)	\$ 2,417,417
Investment Income	50	505	455	19
Total Revenues	<u>2,389,726</u>	<u>2,345,438</u>	<u>(44,288)</u>	<u>2,417,436</u>
Expenditures				
Economic Development				
Contractual Services	10,440	40	10,400	60
Total Economic Development	<u>10,440</u>	<u>40</u>	<u>10,400</u>	<u>60</u>
Debt Service				
Principal	1,845,000	1,845,000	-	1,550,000
Interest and Fiscal Charges	261,050	261,024	26	304,156
Total Debt Service	<u>2,106,050</u>	<u>2,106,024</u>	<u>26</u>	<u>1,854,156</u>
Total Expenditures	<u>2,116,490</u>	<u>2,106,064</u>	<u>10,426</u>	<u>1,854,216</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>273,236</u>	<u>239,374</u>	<u>(33,862)</u>	<u>563,220</u>
Other Financing Sources (Uses)				
Transfers Out	(2,000)	(2,000)	-	(1,000)
Total Other Financing Sources (Uses)	<u>(2,000)</u>	<u>(2,000)</u>	<u>-</u>	<u>(1,000)</u>
Net Change in Fund Balance	<u>\$ 271,236</u>	237,374	<u>\$ (33,862)</u>	562,220
Fund Balance at Beginning of Year		<u>(2,223,797)</u>		<u>(2,786,017)</u>
Fund Balance at End of Year		<u>\$ (1,986,423)</u>		<u>\$ (2,223,797)</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
TIF #5 (PERRY/LEE) FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Revenues				
Taxes	\$ 210,487	\$ 65,641	\$ (144,846)	\$ 126,045
Investment Income	50	30	(20)	2
Total Revenues	<u>210,537</u>	<u>65,671</u>	<u>(144,866)</u>	<u>126,047</u>
Expenditures				
Economic Development				
Contractual Services	400	-	400	-
Total Economic Development	400	-	400	-
Total Expenditures	<u>400</u>	<u>-</u>	<u>400</u>	<u>-</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>210,137</u>	<u>65,671</u>	<u>(144,466)</u>	<u>126,047</u>
Other Financing Sources (Uses)				
Transfers Out	(432,237)	-	432,237	-
Total Other Financing Sources (Uses)	<u>(432,237)</u>	<u>-</u>	<u>432,237</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (222,100)</u>	65,671	<u>\$ 287,771</u>	126,047
Fund Balance at Beginning of Year		<u>466,871</u>		<u>340,824</u>
Fund Balance at End of Year		<u>\$ 532,542</u>		<u>\$ 466,871</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
TIF #7 (MANNHEIM/HIGGINS SOUTH) FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Revenues				
Taxes	\$ 581,818	\$ 726,452	\$ 144,634	\$ 725,534
Investment Income	25	358	333	8
Total Revenues	<u>581,843</u>	<u>726,810</u>	<u>144,967</u>	<u>725,542</u>
Expenditures				
Economic Development				
Contractual Services	<u>28,140</u>	<u>332,489</u>	<u>(304,349)</u>	<u>293,551</u>
Total Expenditures	<u>28,140</u>	<u>332,489</u>	<u>(304,349)</u>	<u>293,551</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>553,703</u>	<u>394,321</u>	<u>(159,382)</u>	<u>431,991</u>
Other Financing Sources (Uses)				
Transfers Out	<u>(17,000)</u>	<u>(17,000)</u>	<u>-</u>	<u>(10,000)</u>
Total Other Financing Sources (Uses)	<u>(17,000)</u>	<u>(17,000)</u>	<u>-</u>	<u>(10,000)</u>
Net Change in Fund Balance	<u>\$ 536,703</u>	377,321	<u>\$ (159,382)</u>	421,991
Fund Balance at Beginning of Year		<u>(1,060,377)</u>		<u>(1,482,368)</u>
Fund Balance at End of Year		<u>\$ (683,056)</u>		<u>\$ (1,060,377)</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
TIF #8 (OAKTON) FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Revenues				
Taxes	\$ 1,534,820	\$ 1,509,109	\$ (25,711)	\$ 1,085,223
Investment Income	25	418	393	13
Total Revenues	<u>1,534,845</u>	<u>1,509,527</u>	<u>(25,318)</u>	<u>1,085,236</u>
Expenditures				
Economic Development				
Contractual Services	501,000	191,627	309,373	46,511
Capital Outlay	768,000	-	768,000	510,402
Total Expenditures	<u>1,269,000</u>	<u>191,627</u>	<u>1,077,373</u>	<u>556,913</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>265,845</u>	<u>1,317,900</u>	<u>1,052,055</u>	<u>528,323</u>
Other Financing Sources (Uses)				
Transfers Out	(46,000)	(46,000)	-	(36,000)
Total Other Financing Sources (Uses)	<u>(46,000)</u>	<u>(46,000)</u>	<u>-</u>	<u>(36,000)</u>
Net Change in Fund Balance	<u>\$ 219,845</u>	1,271,900	<u>\$ 1,052,055</u>	492,323
Fund Balance at Beginning of Year		<u>2,780,107</u>		<u>2,287,784</u>
Fund Balance at End of Year		<u>\$ 4,052,007</u>		<u>\$ 2,780,107</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GRANT FUNDED PROJECTS FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Revenues				
Intergovernmental	\$ 10,930,109	\$ 4,804,238	\$ (6,125,871)	\$ 13,778,332
Investment Income	200	19,966	19,766	6,251
Total Revenues	<u>10,930,309</u>	<u>4,824,204</u>	<u>(6,106,105)</u>	<u>13,784,583</u>
Expenditures				
General Government				
Salaries	35,200	39,573	(4,373)	37,966
Contractual Services	1,313,630	62,284	1,251,346	679,803
Commodities	-	-	-	1,000
Capital Outlay	9,831,279	1,406,290	8,424,989	8,294,105
Total Expenditures	<u>11,180,109</u>	<u>1,508,147</u>	<u>9,671,962</u>	<u>9,012,874</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(249,800)</u>	<u>3,316,057</u>	<u>3,565,857</u>	<u>4,771,709</u>
Other Financing Sources (Uses)				
Transfers In	250,000	44,715	(205,285)	538,105
Total Other Financing Sources (Uses)	<u>250,000</u>	<u>44,715</u>	<u>(205,285)</u>	<u>538,105</u>
Net Change in Fund Balance	<u>\$ 200</u>	3,360,772	<u>\$ 3,360,572</u>	5,309,814
Fund Balance at Beginning of Year		<u>(2,962,860)</u>		<u>(8,272,674)</u>
Fund Balance at End of Year		<u>\$ 397,912</u>		<u>\$ (2,962,860)</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EQUIPMENT REPLACEMENT FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Revenues				
Investment Income	\$ 25,000	\$ 112,658	\$ 87,658	\$ 5,289
Miscellaneous	-	-	-	1
Total Revenues	<u>25,000</u>	<u>112,658</u>	<u>87,658</u>	<u>5,290</u>
Expenditures				
General Government				
Capital Outlay	4,134,188	2,696,353	1,437,835	547,874
Total General Government	4,134,188	2,696,353	1,437,835	547,874
Total Expenditures	<u>4,134,188</u>	<u>2,696,353</u>	<u>1,437,835</u>	<u>547,874</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(4,109,188)</u>	<u>(2,583,695)</u>	<u>1,525,493</u>	<u>(542,584)</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	65,000	105,325	40,325	105,033
Transfers In	1,500,000	1,500,000	-	1,500,000
Total Other Financing Sources (Uses)	<u>1,565,000</u>	<u>1,605,325</u>	<u>40,325</u>	<u>1,605,033</u>
Net Change in Fund Balance	<u>\$ (2,544,188)</u>	<u>(978,370)</u>	<u>\$ 1,565,818</u>	<u>1,062,449</u>
Fund Balance at Beginning of Year		<u>5,673,593</u>		<u>4,611,144</u>
Fund Balance at End of Year		<u>\$ 4,695,223</u>		<u>\$ 5,673,593</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
I.T. REPLACEMENT FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022 Actual
	Original and Final Budget	Actual		
Revenues				
Investment Income	\$ 75	\$ 4,579	\$ 4,504	\$ 1,563
Total Revenues	<u>75</u>	<u>4,579</u>	<u>4,504</u>	<u>1,563</u>
Expenditures				
General Government				
Contractual Services	122,880	87,450	35,430	80,546
Capital Outlay	<u>329,147</u>	<u>306,923</u>	<u>22,224</u>	<u>266,685</u>
Total Expenditures	<u>452,027</u>	<u>394,373</u>	<u>57,654</u>	<u>347,231</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(451,952)</u>	<u>(389,794)</u>	<u>62,158</u>	<u>(345,668)</u>
Other Financing Sources (Uses)				
Transfers In	<u>500,000</u>	<u>500,000</u>	-	<u>400,000</u>
Total Other Financing Sources (Uses)	<u>500,000</u>	<u>500,000</u>	-	<u>400,000</u>
Net Change in Fund Balance	<u>\$ 48,048</u>	110,206	<u>\$ 62,158</u>	54,332
Fund Balance at Beginning of Year		<u>364,906</u>		<u>310,574</u>
Fund Balance at End of Year		<u>\$ 475,112</u>		<u>\$ 364,906</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022 Actual
	Original and Final Budget	Actual		
Revenues				
Property Taxes	\$ 1,643	\$ 1,816	\$ 173	\$ 6,604
Home Rule Option Sales Tax - General	3,000,000	4,516,123	1,516,123	4,388,470
Local Use	1,900,000	2,498,207	598,207	2,290,447
Intergovernmental	-	1,021,089	1,021,089	-
Investment Income	5,000	641,918	636,918	143,626
Miscellaneous	-	974	974	966
Total Revenues	<u>4,906,643</u>	<u>8,680,127</u>	<u>3,773,484</u>	<u>6,830,113</u>
Expenditures				
Public Works				
Salaries	448,144	440,156	7,988	400,983
Benefits	135,225	155,562	(20,337)	138,930
Contractual Services	2,046,190	1,506,622	539,568	1,281,285
Commodities	3,500	1,238	2,262	12,479
Capital Outlay	6,045,000	5,871,651	173,349	1,963,155
Total Public Works	<u>8,678,059</u>	<u>7,975,229</u>	<u>702,830</u>	<u>3,796,832</u>
Total Expenditures	<u>8,678,059</u>	<u>7,975,229</u>	<u>702,830</u>	<u>3,796,832</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(3,771,416)</u>	<u>704,898</u>	<u>4,476,314</u>	<u>3,033,281</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	-	15,844	15,844	-
Transfers Out	(250,000)	(44,715)	205,285	(538,105)
Total Other Financing Sources (Uses)	<u>(250,000)</u>	<u>(28,871)</u>	<u>221,129</u>	<u>(538,105)</u>
Net Change in Fund Balance	<u>\$ (4,021,416)</u>	676,027	<u>\$ 4,697,443</u>	2,495,176
Fund Balance at Beginning of Year		<u>11,961,012</u>		<u>9,465,836</u>
Fund Balance at End of Year		<u>\$ 12,637,039</u>		<u>\$ 11,961,012</u>

ENTERPRISE FUNDS

Enterprise Funds are established to account for the financing of self-supporting activities of the City that render services on a user-charge basis.

- Water/Sewer Fund – 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.
- Parking System Fund – to account for the operation of the City's parking lots, garages and monies received from permit sales. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, and improvements.

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
WATER/SEWER FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Operating Revenues				
Charges for Services				
Water Sales	\$ 12,752,500	\$ 13,579,519	\$ 827,019	\$ 12,877,216
Sewer Sales	1,825,000	2,039,973	214,973	1,975,106
Sales of Water Meters	5,500	28,311	22,811	13,525
Water Permit Fees	1,200	11,950	10,750	900
Service Charges, Cut Off and Connector Fees	85,000	303,858	218,858	296,174
Other Charges for Services	<u>2,800,750</u>	<u>3,498,512</u>	<u>697,762</u>	<u>3,153,591</u>
Total Charges for Services	<u>17,469,950</u>	<u>19,462,123</u>	<u>1,992,173</u>	<u>18,316,512</u>
Miscellaneous	<u>234,705</u>	<u>200,744</u>	<u>(33,961)</u>	<u>209,753</u>
Total Operating Revenues	<u>17,704,655</u>	<u>19,662,867</u>	<u>1,958,212</u>	<u>18,526,265</u>
Operating Expenses				
Salaries	3,854,134	3,684,947	169,187	3,161,546
Benefits	1,369,525	597,794	771,731	1,457,675
Contractual Services	2,210,515	3,275,367	(1,064,852)	1,411,942
Commodities	6,217,850	8,029,899	(1,812,049)	6,013,201
Capital Outlay	10,040,278	134,211	9,906,067	105,462
Depreciation	<u>-</u>	<u>2,274,458</u>	<u>(2,274,458)</u>	<u>2,086,203</u>
Total Operating Expenses	<u>23,692,302</u>	<u>17,996,676</u>	<u>5,695,626</u>	<u>14,236,029</u>
Operating Income (Loss)	<u>(5,987,647)</u>	<u>1,666,191</u>	<u>7,653,838</u>	<u>4,290,236</u>
Nonoperating Revenues and (Expenses)				
Intergovernmental	3,500	6,176	2,676	5,534
Loss on Disposal of Assets	<u>-</u>	<u>16,950</u>	<u>16,950</u>	<u>(23,555)</u>
Total Nonoperating Revenues and (Expenses)	<u>3,500</u>	<u>23,126</u>	<u>19,626</u>	<u>(18,021)</u>
Income (Loss) Before Transfers	<u>(5,984,147)</u>	<u>1,689,317</u>	<u>7,673,464</u>	<u>4,272,215</u>
Transfers				
Transfers In	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
Total Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
Change in Net Position	<u>\$ (5,984,147)</u>	<u>1,689,317</u>	<u>\$ 7,673,464</u>	<u>4,277,215</u>
Net Position at Beginning of Year		<u>53,324,158</u>		<u>49,046,943</u>
Net Position at End of Year		<u>\$ 55,013,475</u>		<u>\$ 53,324,158</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET (BUDGET BASIS) AND ACTUAL
PARKING SYSTEM FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022 Actual
	Original and Final Budget	Actual		
Operating Revenues				
Charges for Services				
Parking Lots, Garages, Permits, and Other	\$ 263,920	\$ 305,484	\$ 41,564	\$ 262,213
Total Operating Revenues	<u>263,920</u>	<u>305,484</u>	<u>41,564</u>	<u>262,213</u>
Operating Expenses				
Contractual Services	324,740	334,575	(9,835)	273,007
Commodities	<u>165,850</u>	<u>160,255</u>	<u>5,595</u>	<u>97,952</u>
Total Operating Expenses	<u>490,590</u>	<u>494,830</u>	<u>(4,240)</u>	<u>370,959</u>
Operating Income (Loss)	<u>(226,670)</u>	<u>(189,346)</u>	<u>37,324</u>	<u>(108,746)</u>
Nonoperating Revenues and (Expenses)				
Interest	-	104,316	104,316	105,776
Total Nonoperating Revenues and (Expenses)	<u>-</u>	<u>104,316</u>	<u>104,316</u>	<u>105,776</u>
Income (Loss) Before Capital Contributions and Transfers - budgetary	<u>(226,670)</u>	<u>(85,030)</u>	<u>141,640</u>	<u>(2,970)</u>
Capital Contributions and Transfers				
Capital Contributions	-	-	-	14,230,574
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>(10,000)</u>
Total Capital Contributions and Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,220,574</u>
Adjustments to GAAP basis - depreciation	<u>-</u>	<u>(1,149,800)</u>	<u>-</u>	<u>(654,225)</u>
Change in Net Position	<u>\$ (226,670)</u>	<u>(1,234,830)</u>	<u>\$ 141,640</u>	<u>13,563,379</u>
Net Position at Beginning of Year		<u>21,145,188</u>		<u>7,581,809</u>
Net Position at End of Year		<u>\$ 19,910,358</u>		<u>\$ 21,145,188</u>

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods and services provided by one department or agency of a government to other departments or agencies on a cost- reimbursement basis.

- Risk Management Fund – to account for the servicing and payment of claims for liability and workmen's compensation. Financing is provided via self-imposed premiums and investment earnings.
- Health Benefits Fund – to account for the operations of the City's self-insured medical plan. Financing is provided via self-imposed premiums and investment earnings.

CITY OF DES PLAINES, ILLINOIS
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS
 December 31, 2023

	<u>Risk Management</u>	<u>Health Benefits</u>	<u>Total Internal Service Funds</u>
ASSETS			
Current Assets			
Cash and Investments	\$ 3,549,860	\$ 1,220,290	\$ 4,770,150
Prepaid Items	<u>2,081,936</u>	<u>2,569,093</u>	<u>4,651,029</u>
Total Current Assets	<u>5,631,796</u>	<u>3,789,383</u>	<u>9,421,179</u>
TOTAL ASSETS	<u>5,631,796</u>	<u>3,789,383</u>	<u>9,421,179</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	58,889	-	58,889
Unearned Revenue	<u>-</u>	<u>6,209</u>	<u>6,209</u>
Total Current Liabilities	<u>58,889</u>	<u>6,209</u>	<u>65,098</u>
TOTAL LIABILITIES	<u>58,889</u>	<u>6,209</u>	<u>65,098</u>
NET POSITION			
Unrestricted	<u>5,572,907</u>	<u>3,783,174</u>	<u>9,356,081</u>
TOTAL NET POSITION	<u>\$ 5,572,907</u>	<u>\$ 3,783,174</u>	<u>\$ 9,356,081</u>

CITY OF DES PLAINES, ILLINOIS
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN NET POSITION
 INTERNAL SERVICE FUNDS
 Year-Ended December 31, 2023

	<u>Risk Management</u>	<u>Health Benefits</u>	<u>Total Internal Service Funds</u>
Operating Revenues			
Charges for Services	\$ 2,460,645	\$ 7,916,496	\$ 10,377,141
Miscellaneous	<u>1,225,968</u>	<u>-</u>	<u>1,225,968</u>
Total Operating Revenues	<u>3,686,613</u>	<u>7,916,496</u>	<u>11,603,109</u>
Operating Expenses			
Claims Expense	-	7,813,227	7,813,227
Insurance and Processing Fees	1,259,625	-	1,259,625
Miscellaneous	<u>214,247</u>	<u>14,279</u>	<u>228,526</u>
Total Operating Expenses	<u>1,473,872</u>	<u>7,827,506</u>	<u>9,301,378</u>
Change in Net Position	2,212,741	88,990	2,301,731
Net Position at Beginning of Year	<u>3,360,166</u>	<u>3,694,184</u>	<u>7,054,350</u>
Net Position at End of Year	<u>\$ 5,572,907</u>	<u>\$ 3,783,174</u>	<u>\$ 9,356,081</u>

CITY OF DES PLAINES, ILLINOIS
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 Year-Ended December 31, 2023

	<u>Risk Management</u>	<u>Health Benefits</u>	<u>Total Internal Service Funds</u>
Cash Flows from Operating Activities			
Cash Received from Customers	\$ 2,463,956	\$ 7,916,564	\$ 10,380,520
Receipts from Miscellaneous Revenues	1,225,968	-	1,225,968
Cash Payments to Suppliers for Goods and Services	<u>(2,040,979)</u>	<u>(7,339,519)</u>	<u>(9,380,498)</u>
Net Cash Provided/(Used) by Operating Activities	<u>1,648,945</u>	<u>577,045</u>	<u>2,225,990</u>
Net Increase (Decrease) in Cash & Investments	1,648,945	577,045	2,225,990
Cash & Investments, Beginning of Year	1,900,915	643,245	2,544,160
Cash & Investments, End of Year	<u>\$ 3,549,860</u>	<u>\$ 1,220,290</u>	<u>\$ 4,770,150</u>
Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities			
Operating Income/(Loss)	\$ 2,212,741	\$ 88,990	\$ 2,301,731
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities			
Decrease (Increase) in Prepaid Items	(610,003)	489,387	(120,616)
Decrease (Increase) in Other Receivables	3,311	731	4,042
(Decrease) Increase in Accounts Payable	42,896	(1,400)	41,496
(Decrease) Increase in Unearned Revenue	<u>-</u>	<u>(663)</u>	<u>(663)</u>
Total Adjustments	<u>(563,796)</u>	<u>488,055</u>	<u>(75,741)</u>
Net Cash Provided/(Used) by Operating Activities	<u>\$ 1,648,945</u>	<u>\$ 577,045</u>	<u>\$ 2,225,990</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
RISK MANAGEMENT FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Operating Revenues				
Charges for Services	\$ 2,418,542	\$ 2,460,645	\$ 42,103	\$ 2,552,512
Miscellaneous	85,000	1,225,968	1,140,968	213,288
Total Operating Revenues	<u>2,503,542</u>	<u>3,686,613</u>	<u>1,183,071</u>	<u>2,765,800</u>
Operating Expenses				
Claims Expense				
Workers' Compensation Claims	25,000	-	25,000	-
Total Claims Expense	<u>25,000</u>	<u>-</u>	<u>25,000</u>	<u>-</u>
Insurance and Processing Fees				
Claims Administrative Fees	2,500	3,501	(1,001)	-
MICA Loss Fund	1,964,088	1,256,124	707,964	995,210
Total Insurance and Processing Fees	<u>1,966,588</u>	<u>1,259,625</u>	<u>706,963</u>	<u>995,210</u>
Miscellaneous				
Insurance Premiums	17,325	16,889	436	12,441
MICA Deductible	50,000	4,000	46,000	12,810
Self-insurance Losses	75,000	65,232	9,768	80,094
Miscellaneous Contractual Services	378,067	128,126	249,941	130,902
Total Miscellaneous	<u>520,392</u>	<u>214,247</u>	<u>306,145</u>	<u>236,247</u>
Total Operating Expenses	<u>2,511,980</u>	<u>1,473,872</u>	<u>1,038,108</u>	<u>1,231,457</u>
Change in Net Position	<u>\$ (8,438)</u>	2,212,741	<u>\$ 2,221,179</u>	1,534,343
Net Position at Beginning of Year		<u>3,360,166</u>		<u>1,825,823</u>
Net Position at End of Year		<u>\$ 5,572,907</u>		<u>\$ 3,360,166</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
HEALTH BENEFITS FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Operating Revenues				
Charges for Services	\$ 8,617,857	\$ 7,916,496	\$ (701,361)	\$ 8,203,736
Total Operating Revenues	<u>8,617,857</u>	<u>7,916,496</u>	<u>(701,361)</u>	<u>8,203,736</u>
Operating Expenses				
Claims Expense				
Claims Paid - City - PPO	6,448,756	5,743,914	704,842	5,697,176
Claims Paid - City - HMO	1,445,921	1,370,289	75,632	1,437,663
Dental Claims and Administration Fee	519,325	511,496	7,829	541,990
Vision Insurance Premium	39,770	37,954	1,816	39,064
Life Insurance Premium	164,085	149,574	14,511	156,974
Total Claims Expense	<u>8,617,857</u>	<u>7,813,227</u>	<u>804,630</u>	<u>7,872,867</u>
Miscellaneous	<u>192,497</u>	<u>14,279</u>	<u>178,218</u>	<u>16,956</u>
Total Operating Expenses	<u>8,810,354</u>	<u>7,827,506</u>	<u>982,848</u>	<u>7,889,823</u>
Change in Net Position	<u>\$ (192,497)</u>	88,990	<u>\$ 281,487</u>	313,913
Net Position at Beginning of Year		<u>3,694,184</u>		<u>3,380,271</u>
Net Position at End of Year		<u>\$ 3,783,174</u>		<u>\$ 3,694,184</u>

FIDUCIARY FUNDS

Fiduciary Funds are used to account for assets held by the City in a trustee capacity for individuals, governmental entities and non-public organizations.

Pension Trust

- Firefighters' and Police Pension Funds – Pension Trust Funds used to account for the accumulation of resources and administration costs to be used for retirement annuity payments at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an annual actuarial study.

CITY OF DES PLAINES, ILLINOIS
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 PENSION TRUST FUNDS
 December 31, 2023

	<u>Firefighters' Pension</u>	<u>Police Pension</u>	<u>Total Pension Trust Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 7,073,638	\$ 4,154,854	\$ 11,228,492
Investments			
Insurance Contracts	-	1,619	1,619
Pooled Investments	90,348,125	85,123,816	175,471,941
Prepaid Items	8,772	12,363	21,135
TOTAL ASSETS	<u>\$ 97,430,535</u>	<u>\$ 89,292,652</u>	<u>\$ 186,723,187</u>
LIABILITIES AND NET POSITION			
Liabilities			
Accounts Payable	\$ 3,253	\$ 4,165	\$ 7,418
Total Liabilities	<u>3,253</u>	<u>4,165</u>	<u>7,418</u>
Net Position			
Restricted for Pensions	<u>97,427,282</u>	<u>89,288,487</u>	<u>186,715,769</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 97,430,535</u>	<u>\$ 89,292,652</u>	<u>\$ 186,723,187</u>

CITY OF DES PLAINES, ILLINOIS
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 PENSION TRUST FUNDS
 Year-Ended December 31, 2023

	<u>Firefighters' Pension</u>	<u>Police Pension</u>	<u>Total Pension Trust Funds</u>
Additions			
Contributions			
Employer	\$ 7,840,984	\$ 8,497,495	\$ 16,338,479
Plan Members	946,694	1,017,475	1,964,169
Other	<u>-</u>	<u>146,671</u>	<u>146,671</u>
Total Contributions	<u>8,787,678</u>	<u>9,661,641</u>	<u>18,449,319</u>
Investment Income (Loss)	12,566,810	10,251,811	22,818,621
Less Investment Expense	<u>(89,280)</u>	<u>(116,970)</u>	<u>(206,250)</u>
Net Investment Income (Loss)	<u>12,477,530</u>	<u>10,134,841</u>	<u>22,612,371</u>
Total Additions	<u>21,265,208</u>	<u>19,796,482</u>	<u>41,061,690</u>
Deductions			
Administration	83,257	77,235	160,492
Benefits and Refunds	<u>10,601,871</u>	<u>10,287,425</u>	<u>20,889,296</u>
Total Deductions	<u>10,685,128</u>	<u>10,364,660</u>	<u>21,049,788</u>
Net Increase (Decrease) in Net Position	10,580,080	9,431,822	20,011,902
Plan Net Position at Beginning of Year	<u>86,847,202</u>	<u>79,856,665</u>	<u>166,703,867</u>
Plan Net Position at End of Year	<u>\$ 97,427,282</u>	<u>\$ 89,288,487</u>	<u>\$ 186,715,769</u>

COMPONENT UNIT

The Component Unit operates and maintains the public library within the governmental unit.

COMPONENT UNIT – LIBRARY

CITY OF DES PLAINES, ILLINOIS
 COMPONENT UNIT - LIBRARY
 STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS
 COMBINING BALANCE SHEET
 December 31, 2023

	General	Capital Projects	Total
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets			
Cash	\$ 4,198,941	\$ 1,671,656	\$ 5,870,597
Property Tax Receivable	6,350,464	-	6,350,464
Other Receivable	133,586	-	133,586
Due from Other Funds	-	-	-
Prepaid Items	36,960	-	36,960
Capital Assets, Net	-	-	-
Total Assets	<u>10,719,951</u>	<u>1,671,656</u>	<u>12,391,607</u>
Deferred Outflows of Resources			
Deferred Pension Outflows	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 10,719,951</u>	<u>\$ 1,671,656</u>	<u>\$ 12,391,607</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES/NET POSITION			
Liabilities			
Accounts Payable	\$ 69,354	\$ -	\$ 69,354
Accrued Payroll	50,209	-	50,209
Due to Other Funds	90,421	-	90,421
Noncurrent Liabilities			
Due within One Year	-	-	-
Due in More than One Year	-	-	-
Total Liabilities	<u>209,984</u>	<u>-</u>	<u>209,984</u>
Deferred Inflows of Resources			
Unavailable Property Tax Revenue	6,251,585	-	6,251,585
Deferred Pension Inflows	-	-	-
Total Deferred Inflows of Resources	<u>6,251,585</u>	<u>-</u>	<u>6,251,585</u>
Fund Balances/Net Position			
Nonspendable - Prepaid Items	36,960	-	36,960
Net Investment in Capital Assets	-	-	-
Restricted for Creative Space	305,257	-	305,257
Restricted for Culture and Recreation	3,916,165	1,671,656	5,587,821
Total Fund Balances/Net Position	<u>4,258,382</u>	<u>1,671,656</u>	<u>5,930,038</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES/NET POSITION	<u>\$ 10,719,951</u>	<u>\$ 1,671,656</u>	<u>\$ 12,391,607</u>

The assets and liabilities of the internal service fund are included in the governmental activities in the statement of net position.

Some liabilities and deferred items are reported in the statement of net position do not require the use of current financial resources and therefore are not reported as liabilities and deferred items in governmental funds.

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.

Adjustments						
Internal Service Fund Compensated Absences	Internal Balances	Net Position	Total OPEB Obligation	Net Pension Asset/ Liability	Long-Term Assets	Statement of Net Position
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,870,597
-	-	-	-	-	-	6,350,464
-	-	-	-	-	-	133,586
90,421	(90,421)	-	-	-	-	-
-	-	-	-	-	-	36,960
<u>90,421</u>	<u>(90,421)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,570,224</u>	<u>2,570,224</u>
<u>90,421</u>	<u>(90,421)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,570,224</u>	<u>14,961,831</u>
-	-	-	-	1,779,032	-	1,779,032
<u>\$ 90,421</u>	<u>\$ (90,421)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,779,032</u>	<u>\$ 2,570,224</u>	<u>\$ 16,740,863</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 69,354
-	-	-	-	-	-	50,209
-	(90,421)	-	-	-	-	-
90,421	-	-	30,278	-	-	120,699
-	-	-	519,295	212,162	-	731,457
<u>90,421</u>	<u>(90,421)</u>	<u>-</u>	<u>549,573</u>	<u>212,162</u>	<u>-</u>	<u>971,719</u>
-	-	-	-	-	-	6,251,585
-	-	-	-	66,424	-	66,424
-	-	-	-	66,424	-	6,318,009
-	-	(36,960)	-	-	-	-
-	-	-	-	-	2,570,224	2,570,224
-	-	-	-	-	-	305,257
-	-	36,960	(549,573)	1,500,446	-	6,575,654
-	-	-	(549,573)	1,500,446	2,570,224	9,451,135
<u>\$ 90,421</u>	<u>\$ (90,421)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,779,032</u>	<u>\$ 2,570,224</u>	<u>\$ 16,740,863</u>
<u>\$ 90,421</u>	<u>\$ (90,421)</u>					
			<u>\$ 549,573</u>	<u>\$ (1,500,446)</u>		
					<u>\$ 2,570,224</u>	

CITY OF DES PLAINES, ILLINOIS
 COMPONENT UNIT - LIBRARY
 STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES/NET POSITION
 Year-Ended December 31, 2023

	General	Capital Projects	Total
Revenues			
Property Taxes	\$ 6,234,483	\$ -	\$ 6,234,483
Intergovernmental	331,067	-	331,067
Charges for Services	3,352	-	3,352
Fines	31,492	-	31,492
Investment Income	149,271	95,199	244,470
Miscellaneous	278,367	-	278,367
Total Revenues	<u>7,028,032</u>	<u>95,199</u>	<u>7,123,231</u>
Expenditures			
Civic and Cultural	6,128,778	1,701	6,130,479
Capital Outlay	197,981	233,710	431,691
Total Expenditures	<u>6,326,759</u>	<u>235,411</u>	<u>6,562,170</u>
Net Change in Fund Balance/Net Position	701,273	(140,212)	561,061
Fund Balance/Net Position, Beginning of Year	<u>3,557,109</u>	<u>1,811,868</u>	<u>5,368,977</u>
Fund Balance/Net Position, End of Year	<u>\$ 4,258,382</u>	<u>\$ 1,671,656</u>	<u>\$ 5,930,038</u>

Governmental funds report capital outlays as expenditures. However, in the statement of net position the costs of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the statement of activities. Adjustment necessary to record depreciation, to reclassify capital asset additions to the statement of net position, and to reclassify capital outlay that did not have an initial cost of \$25,000 to civic and cultural expense function.

In the Statement of Activities, operating expenses are measured by the amounts incurred during the year. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources.

Adjustments				
Long-Term Assets	Internal Balances	Total OPEB Obligation	Net Pension Asset/ Liability	Statement of Activities
\$ -	\$ -	\$ -	\$ -	\$ 6,234,483
-	-	-	-	331,067
-	-	-	-	3,352
-	-	-	-	31,492
-	-	-	-	244,470
-	-	-	-	278,367
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,123,231</u>
147,263	-	74,948	(728,802)	5,623,888
<u>(190,293)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>241,398</u>
<u>(43,030)</u>	<u>-</u>	<u>74,948</u>	<u>(728,802)</u>	<u>5,865,286</u>
43,030	-	(74,948)	728,802	1,257,945
<u>2,527,194</u>	<u>-</u>	<u>(474,625)</u>	<u>771,644</u>	<u>8,193,190</u>
<u>\$ 2,570,224</u>	<u>\$ -</u>	<u>\$ (549,573)</u>	<u>\$ 1,500,446</u>	<u>\$ 9,451,135</u>
<u>\$ 43,030</u>				
		<u>\$ (74,948)</u>	<u>\$ 728,802</u>	

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
LIBRARY - GENERAL FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Revenues				
Property Taxes	\$ 8,751,036	\$ 6,234,483	\$ (2,516,553)	\$ 6,176,877
Replacement Taxes	92,988	203,327	110,339	92,988
State Grants	99,495	127,740	28,245	119,737
Charges for Services	20,000	3,352	(16,648)	4,318
Fines	29,700	31,492	1,792	27,957
Investment Income	17,000	149,271	132,271	29,335
Miscellaneous	<u>685,000</u>	<u>278,367</u>	<u>(406,633)</u>	<u>469,337</u>
Total Revenues	<u>9,695,219</u>	<u>7,028,032</u>	<u>(2,667,187)</u>	<u>6,920,549</u>
Expenditures				
Civic and Cultural				
Salaries	3,397,588	3,174,912	222,676	3,026,755
Benefits	1,152,604	893,360	259,244	946,415
Contractual Services	1,249,412	1,168,507	80,905	1,062,127
Commodities	<u>1,028,580</u>	<u>891,999</u>	<u>136,581</u>	<u>862,522</u>
Total Civic and Cultural	<u>6,828,184</u>	<u>6,128,778</u>	<u>699,406</u>	<u>5,897,819</u>
Capital Outlay	<u>199,697</u>	<u>197,981</u>	<u>1,716</u>	<u>149,905</u>
Total Expenditures	<u>7,027,881</u>	<u>6,326,759</u>	<u>701,122</u>	<u>6,047,724</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>2,667,338</u>	<u>701,273</u>	<u>(1,966,065)</u>	<u>872,825</u>
Other Financing Sources (Uses)				
Transfers Out	<u>(1,000,000)</u>	<u>-</u>	<u>1,000,000</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(1,000,000)</u>	<u>-</u>	<u>1,000,000</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 1,667,338</u>	<u>701,273</u>	<u>\$ (966,065)</u>	<u>872,825</u>
Fund Balance at Beginning of Year		<u>3,557,109</u>		<u>2,684,284</u>
Fund Balance at End of Year		<u>\$ 4,258,382</u>		<u>\$ 3,557,109</u>

CITY OF DES PLAINES, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
LIBRARY - CAPITAL PROJECTS FUND
Year-Ended December 31, 2023
With Comparative Actual Amounts for the Year-Ended December 31, 2022

	2023		Variance from Final Budget Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Revenues				
Investment Income	\$ 11,500	\$ 95,199	\$ 83,699	\$ 26,391
Total Revenues	<u>11,500</u>	<u>95,199</u>	<u>83,699</u>	<u>26,391</u>
Expenditures				
Capital Outlay	1,415,100	233,710	1,181,390	111,458
Contractual Services	-	1,701	(1,701)	-
Total Expenditures	<u>1,415,100</u>	<u>235,411</u>	<u>1,179,689</u>	<u>111,458</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(1,403,600)</u>	<u>(140,212)</u>	<u>1,263,388</u>	<u>(85,067)</u>
Other Financing Sources (Uses)				
Transfers In	1,000,000	-	(1,000,000)	-
Total Other Financing Sources (Uses)	<u>1,000,000</u>	<u>-</u>	<u>(1,000,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (403,600)</u>	<u>(140,212)</u>	<u>\$ 263,388</u>	<u>(85,067)</u>
Fund Balance at Beginning of Year		<u>1,811,868</u>		<u>1,896,935</u>
Fund Balance at End of Year		<u>\$ 1,671,656</u>		<u>\$ 1,811,868</u>

OTHER SUPPLEMENTARY SCHEDULES

CITY OF DES PLAINES, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING BONDS, SERIES 2018 (TIF #3 PORTION)
December 31, 2023

Date of issue	March 5, 2018
Date of maturity	December 1, 2028
Authorized issue	\$ 12,410,000
Denomination of bonds	\$ 5,000
Interest rates	3.00%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2024	\$ 1,905,000	\$ 205,200	\$ 2,110,200	2024	\$ 102,600	2024	\$ 102,600
2025	1,960,000	148,050	2,108,050	2025	74,025	2025	74,025
2026	2,160,000	89,250	2,249,250	2026	44,625	2026	44,625
2027	400,000	24,450	424,450	2027	12,225	2027	12,225
2028	415,000	12,450	427,450	2028	6,225	2028	6,225
	<u>\$ 6,840,000</u>	<u>\$ 479,400</u>	<u>\$ 7,319,400</u>		<u>\$ 239,700</u>		<u>\$ 239,700</u>

CITY OF DES PLAINES, ILLINOIS
STATISTICAL SECTION
(Unaudited)
December 31, 2023

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

Contents

Financial Trends

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

Changes in Net Position – Last Ten Calendar Years
Net Position by Component – Last Ten Calendar Years
Fund Balances, Governmental Funds – Last Ten Calendar Years
Change in Fund Balances, Governmental Funds – Last Ten Calendar Years

Revenue Capacity

These tables contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.

Assessed Value and Actual Value of Taxable Property – Last Ten Levy Years
Trend of Equalized Assessed Valuations – Last Ten Levy Years
Maine Township Typical Tax Rates Per \$100 of Equalized Assessed Valuation – Last Ten Calendar Years
Maine Township Allocation of the 2022 Property Tax Levy Collected in 2023
Elk Grove Township Typical Tax Rates Per \$100 of Equalized Assessed Valuation – Last Ten Calendar Years
Elk Grove Township Allocation of the 2022 Property Tax Levy Collected in 2023
Property Tax Rates and Extensions – Last Ten Calendar Years
Principal Property Tax Payers – Current Calendar Year and Nine Years Ago
Property Tax Levies and Collections – Last Ten Calendar Years
Property Value and Construction – Last Ten Calendar Years
Taxable Sales by Category – Last Ten Calendar Years

Debt Capacity

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

Ratio of Outstanding Debt by Type – Last Ten Calendar Years
Ratio Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita – Last Ten Calendar Years
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures – Last Ten Calendar Years
Schedule for Direct and Overlapping Debt

(Continued)

CITY OF DES PLAINES, ILLINOIS
STATISTICAL SECTION
(Unaudited)
December 31, 2023

Demographic and Economic Information

These tables offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

Demographic Statistics – Last Ten Calendar Years
Principal Employers – Current Year and Nine Years Ago

Operating Information

These tables contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.

Full-Time Equivalent City Government Employees by Function – Last Ten Calendar Years
Operating Indicators by Function/Programs – Last Ten Calendar Years
Capital Assets Statistics by Function – Last Ten Calendar Years
Water Sold – Last Ten Calendar Years
Miscellaneous Statistics

CITY OF DES PLAINES

CHANGES IN NET POSITION Last Ten Calendar Years (accrual basis of accounting) December 31, 2023

	2014	2015	2016	2017	2018
Expenses					
Governmental activities					
General government	\$ 25,998,813	\$ 26,508,887	\$ 27,240,159	\$ 27,415,182	\$ 26,796,798
Public safety	38,962,218	47,386,563	49,009,727	49,963,574	81,695,891
Public works	7,632,615	9,687,304	8,176,306	9,022,143	9,497,058
Streets and highways	13,643,574	15,713,911	11,961,177	21,798,069	14,704,099
Economic development	2,346,862	1,980,456	3,650,262	2,808,022	5,345,138
Interest	1,679,828	1,459,709	1,411,210	1,300,991	1,304,502
Total governmental activities expenses	<u>90,263,910</u>	<u>102,736,830</u>	<u>101,448,841</u>	<u>112,307,981</u>	<u>139,343,486</u>
Business-type activities					
Water	16,528,659	17,830,764	15,145,099	13,890,269	13,677,543
Parking system	833,974	834,894	835,342	854,840	908,148
Emergency communications	4,057,033	234,127	-	-	-
Total business-type activities	<u>21,419,666</u>	<u>18,899,785</u>	<u>15,980,441</u>	<u>14,745,109</u>	<u>14,585,691</u>
Total primary government expenses	<u>\$ 111,683,576</u>	<u>\$ 121,636,615</u>	<u>\$ 117,429,282</u>	<u>\$ 127,053,090</u>	<u>\$ 153,929,177</u>
Component unit - public library	<u>\$ 6,362,235</u>	<u>\$ 7,053,356</u>	<u>\$ 6,624,251</u>	<u>\$ 6,292,523</u>	<u>\$ 6,318,952</u>
Program Revenues					
Governmental activities					
Charges for services					
General government	\$ 5,828,028	\$ 5,343,730	\$ 5,359,454	\$ 5,839,543	\$ 5,406,195
Public safety	3,003,477	3,889,312	4,150,297	3,951,813	3,297,604
Public works	3,225,062	2,927,288	3,094,047	3,044,288	3,171,589
Streets and highways	2,221,419	1,317,109	1,335,654	1,250,252	1,314,298
Economic Development	-	-	-	-	-
Operating grants and contributions	2,307,571	2,759,817	2,352,503	2,319,131	3,162,267
Capital grants and contributions	4,109,373	11,967,751	2,312,985	12,776,042	7,075,824
Total governmental activities program revenues	<u>20,694,930</u>	<u>28,205,007</u>	<u>18,604,940</u>	<u>29,181,069</u>	<u>23,427,777</u>
Business-type activities					
Charges for services					
Water	14,550,984	14,454,347	14,817,561	13,924,481	14,881,022
Parking system	365,811	333,908	345,158	351,522	334,777
Emergency communications	3,136,798	-	-	-	-
Operating grants and contributions	5,804	3,471	3,633	6,901	8,870
Capital grants and contributions	-	-	-	-	-
Total business-type activities program revenues	<u>18,059,397</u>	<u>14,791,726</u>	<u>15,166,352</u>	<u>14,282,904</u>	<u>15,224,669</u>
Total primary government program	<u>\$ 38,754,327</u>	<u>\$ 42,996,733</u>	<u>\$ 33,771,292</u>	<u>\$ 43,463,973</u>	<u>\$ 38,652,446</u>
Component unit - public library					
Charges for services	\$ 151,688	\$ 157,902	\$ 115,486	\$ 108,980	\$ 80,937
Operating grants	<u>72,955</u>	<u>72,955</u>	<u>44,990</u>	<u>45,716</u>	<u>74,455</u>
Total component unit - public library revenues	<u>\$ 224,643</u>	<u>\$ 230,857</u>	<u>\$ 160,476</u>	<u>\$ 154,696</u>	<u>\$ 155,392</u>
Net (expense)/revenue					
Governmental activities	\$ (69,568,980)	\$ (74,531,823)	\$ (82,843,901)	\$ (83,126,912)	\$ (115,915,709)
Business-type activities	<u>(3,360,269)</u>	<u>(4,108,059)</u>	<u>(814,089)</u>	<u>(462,205)</u>	<u>638,978</u>
Total primary government net expense	<u>\$ (72,929,249)</u>	<u>\$ (78,639,882)</u>	<u>\$ (83,657,990)</u>	<u>\$ (83,589,117)</u>	<u>\$ (115,276,731)</u>
Component unit - public library net expense	<u>\$ (6,137,592)</u>	<u>\$ (6,822,499)</u>	<u>\$ (6,463,775)</u>	<u>\$ (6,137,827)</u>	<u>\$ (6,163,560)</u>

	2019	2020	2021	2022	2023
\$	28,327,286	\$ 22,643,447	\$ 27,319,744	\$ 33,400,641	\$ 32,035,288
	26,774,186	55,550,270	46,365,424	58,197,033	47,686,365
	10,313,635	8,899,928	6,217,512	7,654,523	7,683,331
	13,174,021	11,549,183	13,366,970	12,849,537	12,790,766
	5,016,519	5,369,720	2,760,028	1,753,998	1,430,009
	690,046	597,850	493,259	385,263	269,049
	<u>84,295,693</u>	<u>104,610,398</u>	<u>96,522,937</u>	<u>114,240,995</u>	<u>101,894,808</u>
	14,517,017	13,403,286	13,254,080	14,097,709	17,849,398
	897,441	785,526	931,256	1,024,232	1,643,956
	-	-	-	-	-
	<u>15,414,458</u>	<u>14,188,812</u>	<u>14,185,336</u>	<u>15,121,941</u>	<u>19,493,354</u>
\$	<u>99,710,151</u>	<u>\$ 118,799,210</u>	<u>\$ 110,708,273</u>	<u>\$ 129,362,936</u>	<u>\$ 121,388,162</u>
\$	<u>6,357,548</u>	<u>\$ 5,273,249</u>	<u>\$ 4,650,063</u>	<u>\$ 6,382,008</u>	<u>\$ 5,865,286</u>
\$	5,751,285	\$ 4,650,267	\$ 4,266,480	\$ 4,128,689	\$ 4,894,903
	3,227,799	3,393,416	4,886,819	5,571,917	4,257,880
	3,238,402	3,305,870	551,489	-	-
	1,241,013	2,731	-	-	-
	-	408,817	196,157	509,666	285,710
	4,963,883	4,395,873	3,340,557	3,904,920	5,414,699
	11,310,234	342,832	4,520,797	13,784,449	3,422,090
	<u>29,732,616</u>	<u>16,499,806</u>	<u>17,762,299</u>	<u>27,899,641</u>	<u>18,275,282</u>
	15,270,671	17,390,497	18,084,377	18,526,224	19,644,799
	374,889	248,331	238,957	367,989	409,800
	-	-	-	-	-
	9,290	5,476	4,114	5,534	6,176
	-	-	-	-	-
	<u>15,654,850</u>	<u>17,644,304</u>	<u>18,327,448</u>	<u>18,899,747</u>	<u>20,060,775</u>
\$	<u>45,387,466</u>	<u>\$ 34,144,110</u>	<u>\$ 36,089,747</u>	<u>\$ 46,799,388</u>	<u>\$ 38,336,057</u>
\$	81,783	\$ 24,771	\$ 17,542	\$ 32,275	\$ 34,844
	75,955	80,455	82,176	119,737	127,740
\$	<u>157,738</u>	<u>\$ 105,226</u>	<u>\$ 99,718</u>	<u>\$ 152,012</u>	<u>\$ 162,584</u>
\$	(54,563,077)	\$ (88,110,592)	\$ (78,760,638)	\$ (86,341,354)	\$ (83,619,526)
	240,392	3,455,492	4,142,112	3,777,806	567,421
\$	<u>(54,322,685)</u>	<u>\$ (84,655,100)</u>	<u>\$ (74,618,526)</u>	<u>\$ (82,563,548)</u>	<u>\$ (83,052,105)</u>
\$	<u>(6,199,810)</u>	<u>\$ (5,168,023)</u>	<u>\$ (4,550,345)</u>	<u>\$ (6,229,996)</u>	<u>\$ (5,702,702)</u>

CITY OF DES PLAINES

CHANGES IN NET POSITION
Last Ten Calendar Years
(accrual basis of accounting)
December 31, 2023

	2014	2015	2016	2017	2018
General Revenues and Other Changes in Net Position					
Governmental activities					
Taxes					
Property	\$ 28,442,253	\$ 28,607,185	\$ 29,254,397	\$ 29,611,170	\$ 29,099,377
Home rule sales	5,934,305	5,711,272	6,104,292	6,412,186	6,804,742
Utility	3,358,459	3,033,933	3,069,270	3,006,537	3,121,450
Food and beverage	1,190,477	1,228,581	1,268,923	1,330,150	1,346,268
Hotel/motel	1,988,301	2,145,985	2,069,830	1,908,782	1,995,330
Real estate transfer	610,997	597,813	842,326	883,175	808,982
Local option motor fuel	1,624,707	1,540,285	1,754,240	1,768,066	1,782,386
Gaming	24,792,544	24,654,889	24,685,996	24,762,107	25,065,880
Other	3,923,909	4,081,651	3,988,052	3,679,988	3,467,035
Unrestricted intergovernmental					
Sales	12,354,237	12,042,780	12,805,450	13,572,289	15,779,169
Income	5,667,460	6,232,000	5,556,999	5,363,901	5,570,605
Replacement	1,303,645	1,245,069	1,285,820	1,258,212	1,213,702
Investment income	73,812	189,691	365,137	627,226	1,335,078
Miscellaneous	862,423	982,019	688,554	2,431,632	2,586,220
Gain (loss) on sale of capital assets	-	-	-	-	-
Transfers	<u>(284,242)</u>	<u>(6,692,243)</u>	<u>(5,801,963)</u>	<u>15,758</u>	<u>(7,634,242)</u>
Total governmental activities	<u>91,843,287</u>	<u>85,600,910</u>	<u>87,937,323</u>	<u>96,631,179</u>	<u>92,341,982</u>
Business-type activities					
Investment income	1,392	1,340	3,056	-	-
Miscellaneous	716,306	8,824	5,762	9,111	9,012
Transfers	<u>284,242</u>	<u>6,692,243</u>	<u>5,801,963</u>	<u>(15,758)</u>	<u>7,634,242</u>
Total business-type activities	<u>1,001,940</u>	<u>6,702,407</u>	<u>5,810,781</u>	<u>(6,647)</u>	<u>7,643,254</u>
Total primary government	<u>\$ 92,845,227</u>	<u>\$ 92,303,317</u>	<u>\$ 93,748,104</u>	<u>\$ 96,624,532</u>	<u>\$ 99,985,236</u>
Component unit - public library					
Taxes					
Property	\$ 6,144,530	\$ 6,072,634	\$ 6,065,699	\$ 6,003,992	\$ 5,993,622
Unrestricted intergovernmental					
Replacement	92,988	92,988	92,988	92,988	92,988
Investment income	1,104	2,554	14,614	36,881	80,048
Miscellaneous general revenues	44,221	13,918	61,144	55,006	68,581
Total component unit - public library	<u>\$ 6,282,843</u>	<u>\$ 6,182,094</u>	<u>\$ 6,234,445</u>	<u>\$ 6,188,867</u>	<u>\$ 6,235,239</u>
Changes in Net Position					
Governmental activities	\$ 22,274,307	\$ 11,069,087	\$ 5,093,422	\$ 13,504,267	\$ (23,573,727)
Business-type activities	<u>(2,358,329)</u>	<u>2,594,348</u>	<u>4,996,692</u>	<u>(468,852)</u>	<u>8,282,232</u>
Total primary government	<u>\$ 19,915,978</u>	<u>\$ 13,663,435</u>	<u>\$ 10,090,114</u>	<u>\$ 13,035,415</u>	<u>\$ (15,291,495)</u>
Total component unit - public library	<u>\$ 145,251</u>	<u>\$ (640,405)</u>	<u>\$ (229,330)</u>	<u>\$ 51,040</u>	<u>\$ 71,679</u>

	2019	2020	2021	2022	2023
\$	31,124,250	\$ 34,042,738	\$ 36,322,212	\$ 29,417,542	\$ 29,279,190
	6,694,443	5,768,006	7,775,366	8,776,940	9,032,246
	3,597,332	2,877,443	3,040,783	3,397,284	3,057,764
	1,415,745	1,002,905	1,382,127	1,669,947	1,752,133
	1,917,755	763,390	1,383,960	2,449,940	2,699,577
	761,871	705,412	1,470,369	1,051,129	848,726
	1,567,933	2,012,304	2,238,131	2,275,209	2,500,399
	25,466,799	12,833,854	25,224,001	29,223,842	30,020,923
	3,204,837	3,411,748	2,927,229	2,827,077	2,900,049
	15,227,378	14,291,701	16,293,007	17,353,574	18,182,116
	6,229,784	6,531,025	8,311,489	9,825,188	9,778,492
	1,587,468	1,533,316	2,662,588	5,203,063	3,776,110
	1,937,137	789,086	52,240	529,740	4,605,376
	2,220,951	721,177	1,801,770	1,077,832	1,952,973
	-	-	-	-	-
	(5,859,242)	(303,440)	505,000	(14,225,574)	-
	<u>97,094,441</u>	<u>86,980,665</u>	<u>111,390,272</u>	<u>100,852,733</u>	<u>120,386,074</u>
	-	-	-	-	-
	7,411	24,835	19,746	41	35,018
	<u>5,859,242</u>	<u>303,440</u>	<u>(505,000)</u>	<u>14,225,574</u>	<u>-</u>
	<u>5,866,653</u>	<u>328,275</u>	<u>(485,254)</u>	<u>14,225,615</u>	<u>35,018</u>
\$	<u>102,961,094</u>	<u>\$ 87,308,940</u>	<u>\$ 110,905,018</u>	<u>\$ 115,078,348</u>	<u>\$ 120,421,092</u>
\$	6,069,879	\$ 5,997,162	\$ 6,084,741	\$ 6,176,877	\$ 6,234,483
	92,988	92,988	92,988	92,988	203,327
	99,699	26,022	1,876	55,726	244,470
	116,957	56,496	44,739	469,337	278,367
\$	<u>6,379,523</u>	<u>\$ 6,172,668</u>	<u>\$ 6,224,344</u>	<u>\$ 6,794,928</u>	<u>\$ 6,960,647</u>
\$	42,531,364	\$ (1,129,927)	\$ 32,629,634	\$ 14,511,379	\$ 36,766,548
	<u>6,107,045</u>	<u>3,783,767</u>	<u>3,656,858</u>	<u>18,003,421</u>	<u>602,439</u>
\$	<u>48,638,409</u>	<u>\$ 2,653,840</u>	<u>\$ 36,286,492</u>	<u>\$ 32,514,800</u>	<u>\$ 37,368,987</u>
\$	<u>179,713</u>	<u>\$ 1,004,645</u>	<u>\$ 1,673,999</u>	<u>\$ 564,932</u>	<u>\$ 1,257,945</u>

CITY OF DES PLAINES

NET POSITION BY COMPONENT
Last Ten Calendar Years
(accrual basis of accounting)
December 31, 2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
Net Investment in Capital Assets	\$ 156,111,648	\$ 167,177,408	\$ 182,246,337	\$ 196,250,010	\$ 205,869,137	\$ 227,330,641	\$ 240,675,606	\$ 247,582,879	\$ 240,095,840	\$ 256,172,858
Restricted	7,201,606	7,229,324	8,933,922	9,570,315	10,381,412	8,863,085	7,292,608	8,558,590	9,179,708	9,674,089
Unrestricted	66,858,881	(60,572,629)	(72,252,734)	(73,388,533)	(117,857,867)	(95,269,680)	(107,507,899)	(83,051,520)	(61,674,220)	(41,479,071)
Total Governmental Activities Net Position	\$ 230,172,135	\$ 113,834,103	\$ 118,927,525	\$ 132,431,792	\$ 98,392,682	\$ 140,924,046	\$ 140,460,315	\$ 173,089,949	\$ 187,601,328	\$ 224,367,876
Business-type Activities										
Net Investment in Capital Assets	\$ 29,636,936	\$ 33,676,322	\$ 40,123,012	\$ 40,412,151	\$ 44,262,265	\$ 47,655,343	\$ 46,763,483	\$ 48,560,097	\$ 63,520,256	\$ 66,586,096
Unrestricted	314,200	(2,098,497)	(3,548,495)	(4,306,486)	(829,398)	1,884,569	6,560,196	8,420,440	11,463,702	9,000,301
Total Business-type Activities Net Position	\$ 29,951,136	\$ 31,577,825	\$ 36,574,517	\$ 36,105,665	\$ 43,432,867	\$ 49,539,912	\$ 53,323,679	\$ 56,980,537	\$ 74,983,958	\$ 75,586,397
Primary Government										
Net Investment in Capital Assets	\$ 185,748,584	\$ 200,853,730	\$ 222,369,349	\$ 236,662,161	\$ 250,131,402	\$ 274,985,984	\$ 287,439,089	\$ 296,142,976	\$ 303,616,096	\$ 322,758,954
Restricted	7,201,606	7,229,324	8,933,922	9,570,315	10,381,412	8,863,085	7,292,608	8,558,590	9,179,708	9,674,089
Unrestricted	67,173,081	(62,671,126)	(75,801,229)	(77,695,019)	(118,687,265)	(93,385,111)	(100,947,703)	(74,631,080)	(50,210,518)	(32,478,770)
Total Primary Government Net Position	\$ 260,123,271	\$ 145,411,928	\$ 155,502,042	\$ 168,537,457	\$ 141,825,549	\$ 190,463,958	\$ 193,783,994	\$ 230,070,486	\$ 262,585,286	\$ 299,954,273
Component Unit - Public Library										
Net Investment in Capital Assets	\$ 821,084	\$ 1,260,468	\$ 2,901,897	\$ 2,786,046	\$ 2,643,647	\$ 2,579,808	\$ 2,560,784	\$ 2,584,532	\$ 2,424,000	\$ 2,570,224
Restricted	5,442,215	3,897,801	2,027,042	2,193,933	2,023,060	2,266,612	3,290,281	4,940,532	5,665,996	6,880,911
Total Component Unit Net Position	\$ 6,263,299	\$ 5,158,269	\$ 4,928,939	\$ 4,979,979	\$ 4,666,707	\$ 4,846,420	\$ 5,851,065	\$ 7,525,064	\$ 8,089,996	\$ 9,451,135

CITY OF DES PLAINES

FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Calendar Years
(modified accrual basis of accounting)
December 31, 2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable	\$ 13,885,051	\$ 15,702,116	\$ 20,451,434	\$ 24,834,213	\$ 18,279,838	\$ 20,139,602	\$ 28,857,447	\$ 25,755,549	\$ 24,526,173	\$ 22,198,268
Assigned	9,150,000	6,455,851	7,549,251	6,250,829	11,370,310	7,517,500	2,000,000	9,300,000	18,200,000	20,835,000
Unassigned	<u>19,047,354</u>	<u>21,989,485</u>	<u>21,833,793</u>	<u>22,135,880</u>	<u>26,643,211</u>	<u>31,828,170</u>	<u>30,409,850</u>	<u>34,149,343</u>	<u>37,451,453</u>	<u>40,627,087</u>
Total general fund	<u>42,082,405</u>	<u>44,147,452</u>	<u>49,834,478</u>	<u>53,220,922</u>	<u>56,293,359</u>	<u>59,485,272</u>	<u>61,267,297</u>	<u>69,204,892</u>	<u>80,177,626</u>	<u>83,660,355</u>
All Other Governmental Funds										
Nonspendable	-	-	-	-	-	-	-	-	43,501	64,541
Restricted	28,716,570	27,582,864	29,389,921	30,976,615	30,995,961	31,100,356	26,006,560	28,763,594	37,310,632	48,424,369
Assigned	9,143,577	11,670,656	10,629,560	12,549,719	14,057,505	14,449,833	22,156,735	26,289,154	30,767,329	32,817,206
Unassigned	<u>(11,311,814)</u>	<u>(13,551,392)</u>	<u>(16,617,185)</u>	<u>(20,781,703)</u>	<u>(24,745,594)</u>	<u>(19,990,071)</u>	<u>(31,709,652)</u>	<u>(29,647,072)</u>	<u>(24,824,827)</u>	<u>(21,897,029)</u>
Total all other governmental funds	<u>26,548,333</u>	<u>25,702,128</u>	<u>23,402,296</u>	<u>22,744,631</u>	<u>20,307,872</u>	<u>25,560,118</u>	<u>16,453,643</u>	<u>25,405,676</u>	<u>43,296,635</u>	<u>59,409,087</u>
Total Fund Balances	<u>\$ 68,630,738</u>	<u>\$ 69,849,580</u>	<u>\$ 73,236,774</u>	<u>\$ 75,965,553</u>	<u>\$ 76,601,231</u>	<u>\$ 85,045,390</u>	<u>\$ 77,720,940</u>	<u>\$ 94,610,568</u>	<u>\$ 123,474,261</u>	<u>\$ 143,069,442</u>

CITY OF DES PLAINES

CHANGE IN FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Calendar Years
(modified accrual basis of accounting)
December 31, 2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Taxes	\$ 71,718,684	\$ 71,308,608	\$ 72,841,989	\$ 73,149,164	\$ 73,391,392	\$ 75,582,470	\$ 62,667,324	\$ 81,470,914	\$ 80,923,497	\$ 81,768,000
Licenses and permits	3,331,833	2,921,119	3,147,534	3,556,348	3,708,677	3,822,654	2,036,569	2,030,245	1,804,859	2,821,094
Intergovernmental	24,709,609	30,460,684	27,605,915	32,852,498	31,852,420	45,845,514	27,868,237	34,182,669	51,115,637	41,711,699
Charges for services	7,286,945	7,112,363	7,353,189	7,049,701	6,674,391	6,878,010	6,167,021	4,983,272	5,401,993	3,935,848
Fines and forfeits	1,339,069	1,399,110	1,429,415	1,338,860	1,260,540	1,118,343	740,990	655,827	493,438	586,179
Developer fees	-	-	-	-	-	-	408,817	196,157	509,666	285,710
Investment income	-	-	302,128	572,919	1,288,922	1,937,137	789,086	52,240	529,740	4,605,376
Contributions	73,796	189,649	-	-	-	-	-	-	-	-
Lease revenue	-	-	-	-	-	-	-	-	264,357	365,338
Miscellaneous	521,110	608,783	387,335	677,046	2,552,341	829,827	783,883	1,905,180	689,444	199,730
Total revenues	<u>108,981,046</u>	<u>114,000,316</u>	<u>113,067,505</u>	<u>119,196,536</u>	<u>120,728,683</u>	<u>136,013,955</u>	<u>101,461,927</u>	<u>125,476,504</u>	<u>141,732,631</u>	<u>136,278,974</u>
Expenditures										
General government	23,731,696	23,872,798	24,608,571	24,885,651	25,158,103	26,569,349	19,488,441	28,833,599	31,156,699	25,222,879
Public safety	38,839,128	42,089,956	42,554,371	44,022,632	44,481,393	45,251,535	45,728,933	47,746,406	50,822,568	50,817,317
Public works	6,205,746	8,478,634	7,657,446	8,577,607	9,149,459	8,822,110	7,588,861	5,581,496	6,001,832	4,587,010
Streets and highways	6,973,465	14,377,215	4,780,492	5,439,242	5,537,005	5,480,966	4,570,351	5,438,794	5,579,936	6,028,741
Economic development	2,238,851	3,353,616	2,349,895	1,857,238	2,252,812	3,555,924	16,274,171	2,392,674	1,002,047	3,836,881
Capital outlay	15,218,577	9,002,696	17,195,681	26,199,915	20,328,299	28,719,653	11,147,075	15,714,879	14,988,183	23,492,886
Pension cost	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Principal retirement	8,151,298	4,459,385	3,982,633	6,611,053	4,959,652	4,045,940	4,317,427	3,075,000	3,125,000	2,590,000
Interest and fiscal charges	1,325,139	867,944	749,259	649,961	699,551	585,011	486,530	381,637	304,506	261,053
Total expenditures	<u>102,683,900</u>	<u>106,502,244</u>	<u>103,878,348</u>	<u>118,243,299</u>	<u>112,566,274</u>	<u>123,030,488</u>	<u>109,601,789</u>	<u>109,164,485</u>	<u>112,980,771</u>	<u>116,836,767</u>
Excess (deficiency) of revenues over expenditures	<u>6,297,146</u>	<u>7,498,072</u>	<u>9,189,157</u>	<u>953,237</u>	<u>8,162,409</u>	<u>12,983,467</u>	<u>(8,139,862)</u>	<u>16,312,019</u>	<u>28,751,860</u>	<u>19,442,207</u>
Other financing sources (uses)										
Proceeds from issuance of debt	7,620,000	-	-	-	12,410,000	-	-	-	-	-
Premium on bond issuance	160,309	-	-	-	297,149	-	-	-	-	-
Discount on bond issuance	-	-	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	1,759,784	-	1,319,934	133,458	72,609	106,833	152,974
Payments to escrow agent	(15,723,599)	-	-	-	(12,599,628)	-	-	-	-	-
Transfers in	11,070,507	8,499,420	6,499,811	12,091,093	10,950,607	11,663,240	10,466,261	10,366,665	6,191,105	15,513,715
Transfers (out)	(11,321,949)	(14,778,650)	(12,301,774)	(12,075,335)	(18,584,849)	(17,522,482)	(10,450,503)	(9,861,665)	(6,186,105)	(15,513,715)
Total other financing sources (uses)	<u>(8,194,732)</u>	<u>(6,279,230)</u>	<u>(5,801,963)</u>	<u>1,775,542</u>	<u>(7,526,721)</u>	<u>(4,539,308)</u>	<u>149,216</u>	<u>577,609</u>	<u>111,833</u>	<u>152,974</u>
Net Changes in Fund Balance	<u>\$ (1,897,586)</u>	<u>\$ 1,218,842</u>	<u>\$ 3,387,194</u>	<u>\$ 2,728,779</u>	<u>\$ 635,688</u>	<u>\$ 8,444,159</u>	<u>\$ (7,990,646)</u>	<u>\$ 16,889,628</u>	<u>\$ 28,863,693</u>	<u>\$ 19,595,181</u>
Debt service as a percentage of noncapital expenditures	10.6%	5.8%	5.4%	7.8%	6.0%	4.9%	5.5%	3.7%	3.5%	3.1%

CITY OF DES PLAINES

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY Last Ten Levy Years December 31, 2023

Levy Year	Real Estate Property	Air Pollution Control District	Railroad Property	Total Equalized Assessed Value	Total Direct Rate	Estimated Actual Value
2013	\$ 1,694,234,225	\$ 799	\$ 3,052,320	\$ 1,697,287,344	1.401	\$ 5,091,862,032
2014	1,714,411,339	799	3,244,878	1,717,657,016	1.385	5,152,971,048
2015	1,660,821,222	761	3,898,188	1,664,720,171	1.429	4,994,160,513
2016	1,911,003,028	721	4,026,136	1,915,029,885	1.242	5,745,089,655
2017	1,951,955,171	766	3,960,310	1,955,916,247	1.216	5,867,748,741
2018	1,927,585,357	766	4,241,510	1,931,827,633	1.306	5,795,482,899
2019	2,247,921,425	745	4,574,740	2,252,496,910	1.120	6,757,490,730
2020	2,288,048,011	745	4,732,953	2,292,781,709	1.101	6,878,345,127
2021	2,186,523,013	-	4,732,953	2,191,255,966	1.152	6,573,767,898
2022	2,698,268,978	-	5,468,660	2,703,737,638	0.933	8,111,212,914

Source: Cook County Clerk's Office

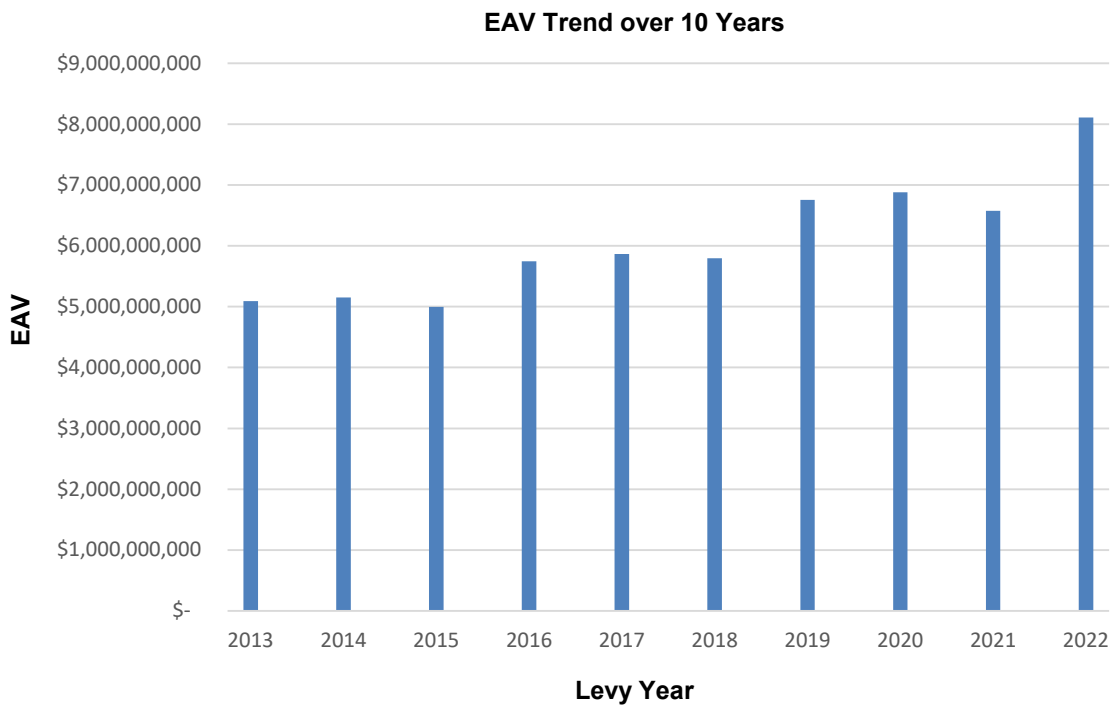
Note: Property is reassessed once every three years. Property is assessed at 1/3 actual value. Tax rates are per \$100 of assessed value. Fiscal year data is based on the previous calendar year's (levy year) assessed value (i.e. data presented for the Fiscal Year ended December 31, 2022 is based on the 2021 assessed value.) In 2022, the Estimated Actual Value amounts were restated using 1/3 as the calculating factor instead of 0.33333.

CITY OF DES PLAINES

TREND OF EQUALIZED ASSESSED VALUATIONS Last Ten Levy Years December 31, 2023

Levy Year	Equalized Assessed Value	Percentage Increase (Decrease)	Estimated Actual Value	Ratio of Equalized Assessed Value to Estimated Actual Value
2013	\$ 1,697,287,344	(16.80%)	\$ 5,091,862,032	33.33%
2014	1,717,657,016	1.20%	5,152,971,048	33.33%
2015	1,664,720,171	(3.08%)	4,994,160,513	33.33%
2016	1,915,029,885	15.04%	5,745,089,655	33.33%
2017	1,955,916,247	2.14%	5,867,748,741	33.33%
2018	1,931,827,633	(1.23%)	5,795,482,899	33.33%
2019	2,252,496,910	16.60%	6,757,490,730	33.33%
2020	2,292,781,709	1.79%	6,878,345,127	33.33%
2021	2,191,255,966	(4.43%)	6,573,767,898	33.33%
2022	2,703,737,638	23.39%	8,111,212,914	33.33%

Source: Cook County Clerk's Office



CITY OF DES PLAINES

MAINE TOWNSHIP TYPICAL TAX RATES PER \$100
OF EQUALIZED ASSESSED VALUATION
Last Ten Calendar Years
December 31, 2023

Tax Levy Year	Total	City					Library	Cook County	Water Reclamation District	Park District	School (1)	Other (2)
		Total City	Corporate	Bonds & Interest	Police Pension	Fire Pension						
2013	10.840	1.401	0.8906	0.0067	0.2518	0.2518	0.375	0.560	0.417	0.531	7.233	0.323
2014	10.858	1.384	0.8619	0.0067	0.2579	0.2579	0.365	0.568	0.430	0.529	7.290	0.292
2015	11.329	1.429	0.8400	0.0067	0.3094	0.2722	0.373	0.552	0.426	0.556	7.659	0.334
2016	9.913	1.242	0.6901	0.0057	0.2824	0.2635	0.324	0.533	0.406	0.485	6.659	0.264
2017	9.916	1.216	0.6495	-	0.2923	0.2738	0.322	0.527	0.402	0.493	6.701	0.255
2018	10.274	1.306	0.6752	-	0.3249	0.3056	0.326	0.489	0.396	0.515	7.019	0.223
2019	9.229	1.120	0.5752	-	0.2796	0.2650	0.279	0.484	0.389	0.453	6.349	0.155
2020	9.374	1.100	0.4170	-	0.3530	0.3302	0.274	0.453	0.378	0.463	6.562	0.144
2021	10.236	1.151	0.3850	-	0.3902	0.3759	0.287	0.446	0.382	0.518	7.216	0.236
2022	8.801	0.933	0.3120	-	0.3229	0.2980	0.233	0.431	0.374	0.437	6.179	0.214

Notes:

(1) School District No. 62, High School District No. 207, and Community College District No. 535.

(2) Northwest Mosquito Abatement District, Maine Township,
Road & Bridge, General Assistance, and Forest Preserve

Source: Cook County Clerk's Office

CITY OF DES PLAINES

MAINE TOWNSHIP
ALLOCATION OF THE 2022 PROPERTY TAX LEVY COLLECTED IN 2023
December 31, 2023

	2013		2014		2015		2016		2017	
	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage
City of Des Plaines	\$ 1.401	0.129 %	\$ 1.385	0.128 %	\$ 1.429	0.126 %	\$ 1.242	0.125 %	\$ 1.216	0.123 %
Des Plaines Library	0.375	0.035	0.365	0.034	0.373	0.033	0.324	0.033	0.322	0.032
High School District 207	2.722	0.251	2.739	0.252	2.901	0.256	2.507	0.253	2.529	0.255
Oakton College District	0.256	0.024	0.258	0.024	0.271	0.024	0.231	0.023	0.232	0.023
School District 62	4.255	0.393	4.293	0.395	4.487	0.396	3.921	0.396	3.940	0.397
Des Plaines Park District	0.531	0.049	0.529	0.049	0.556	0.049	0.485	0.049	0.493	0.050
Cook County	0.560	0.052	0.568	0.052	0.552	0.049	0.533	0.054	0.527	0.053
Metro Water Reclamation Dist	0.417	0.038	0.430	0.040	0.426	0.038	0.406	0.041	0.402	0.041
N.W. Mosquito Abatement Dist	0.013	0.001	0.013	0.001	0.011	0.001	0.010	0.001	0.010	0.001
Maine Township	0.241	0.022	0.210	0.019	0.254	0.022	0.191	0.019	0.183	0.018
Cook County Forest Preserve	<u>0.069</u>	<u>0.006</u>	<u>0.069</u>	<u>0.006</u>	<u>0.069</u>	<u>0.006</u>	<u>0.063</u>	<u>0.006</u>	<u>0.062</u>	<u>0.006</u>
TOTAL	\$ 10.840	100.00 %	\$ 10.859	100.00 %	\$ 11.329	100.00 %	\$ 9.913	100.00 %	\$ 9.916	100.00 %

(Continued)

Source: Cook County Clerk's Office

CITY OF DES PLAINES

MAINE TOWNSHIP
 ALLOCATION OF THE 2022 PROPERTY TAX LEVY COLLECTED IN 2023
 December 31, 2023

	2018		2019		2020		2021		2022	
	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage
City of Des Plaines	\$ 1.306	0.127 %	\$ 1.120	0.121 %	\$ 1.101	0.117 %	\$ 1.152	0.113 %	\$ 0.933	0.106 %
Des Plaines Library	0.326	0.032	0.279	0.030	0.274	0.029	0.287	0.028	0.233	0.026
High School District 207	2.652	0.258	2.553	0.277	2.639	0.281	2.901	0.283	2.459	0.279
Oakton College District	0.246	0.024	0.221	0.024	0.227	0.024	0.252	0.025	0.221	0.025
School District 62	4.121	0.401	3.575	0.387	3.696	0.394	4.063	0.397	3.499	0.398
Des Plaines Park District	0.515	0.050	0.453	0.049	0.463	0.049	0.518	0.051	0.437	0.050
Cook County	0.489	0.048	0.484	0.052	0.453	0.048	0.446	0.044	0.431	0.049
Metro Water Reclamation Dist	0.396	0.039	0.389	0.042	0.378	0.040	0.382	0.037	0.374	0.042
N.W. Mosquito Abatement Dist	0.011	0.001	0.010	0.001	0.010	0.001	0.011	0.001	0.009	0.001
Maine Township	0.152	0.015	0.086	0.009	0.076	0.008	0.167	0.016	0.124	0.014
Cook County Forest Preserve	<u>0.060</u>	<u>0.006</u>	<u>0.059</u>	<u>0.006</u>	<u>0.058</u>	<u>0.006</u>	<u>0.058</u>	<u>0.006</u>	<u>0.081</u>	<u>0.009</u>
TOTAL	\$ 10.274	100.00 %	\$ 9.229	100.00 %	\$ 9.375	100.00 %	\$ 10.237	100.00 %	\$ 8.801	100.00 %

CITY OF DES PLAINES

ELK GROVE TOWNSHIP TYPICAL TAX RATES PER \$100
OF EQUALIZED ASSESSED VALUATION
Last Ten Calendar Years
December 31, 2023

Tax Levy Year	Total	City					Library	Cook County	Water Reclamation District	Park District (3)	School (1)	Other (2)
		Total City	Corporate	Bonds & Interest	Police Pension	Fire Pension						
2013	10.018	1.401	0.8906	0.0067	0.2518	0.2518	0.375	0.560	0.417	0.657	6.384	0.224
2014	9.997	1.384	0.8619	0.0067	0.2579	0.2579	0.365	0.568	0.430	0.654	6.403	0.193
2015	10.326	1.429	0.8400	0.0067	0.3094	0.2722	0.373	0.552	0.426	0.681	6.638	0.227
2016	9.208	1.242	0.6901	0.0057	0.2824	0.2635	0.324	0.533	0.406	0.594	5.941	0.168
2017	9.261	1.216	0.6495	-	0.2923	0.2738	0.322	0.527	0.402	0.609	6.019	0.166
2018	9.601	1.306	0.6752	-	0.3249	0.3056	0.326	0.489	0.396	0.633	6.285	0.166
2019	8.478	1.120	0.5752	-	0.2796	0.2650	0.279	0.484	0.389	0.547	5.510	0.149
2020	8.430	1.100	0.4170	-	0.3530	0.3302	0.274	0.453	0.378	0.554	5.526	0.145
2021	9.233	1.151	0.3850	-	0.3902	0.3759	0.287	0.446	0.382	0.617	6.197	0.153
2022	8.286	0.933	0.3120	-	0.3229	0.2980	0.233	0.431	0.374	0.547	5.606	0.162

Notes:

(1) School District No. 59, High School District No. 214, and Community College District No. 512

(2) Northwest Mosquito Abatement District, Elk Grove Township,
Road & Bridge, General Assistance, and Forest Preserve.

(3) Mount Prospect Park District

Source: Cook County Clerk's Office

CITY OF DES PLAINES

ELK GROVE TOWNSHIP
 ALLOCATION OF THE 2022 PROPERTY TAX LEVY COLLECTED IN 2023
 December 31, 2023

	2013		2014		2015		2016		2017	
	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage
City of Des Plaines	\$ 1.401	0.140 %	\$ 1.385	0.139 %	\$ 1.429	0.138 %	\$ 1.242	0.135 %	\$ 1.216	0.131 %
Des Plaines Library	0.375	0.037	0.365	0.037	0.373	0.036	0.324	0.035	0.322	0.035
High School District 214	2.768	0.276	2.776	0.278	2.881	0.279	2.527	0.274	2.563	0.277
Harper College District 512	0.444	0.044	0.451	0.045	0.466	0.045	0.416	0.045	0.425	0.046
School District 59	3.172	0.317	3.176	0.318	3.291	0.319	2.998	0.326	3.031	0.327
Mt. Prospect Park District	0.657	0.066	0.654	0.065	0.681	0.066	0.594	0.065	0.609	0.066
Cook County	0.560	0.056	0.568	0.057	0.552	0.053	0.533	0.058	0.527	0.057
Metro Water Reclamation District	0.417	0.042	0.430	0.043	0.426	0.041	0.406	0.044	0.402	0.043
N.W. Mosquito Abatement District	0.013	0.001	0.013	0.001	0.011	0.001	0.010	0.001	0.010	0.001
Elk Grove Township	0.142	0.014	0.111	0.011	0.147	0.014	0.095	0.010	0.094	0.010
Forest Preserve District	<u>0.069</u>	<u>0.007</u>	<u>0.069</u>	<u>0.007</u>	<u>0.069</u>	<u>0.007</u>	<u>0.063</u>	<u>0.007</u>	<u>0.062</u>	<u>0.007</u>
TOTAL	\$ 10.018	100.00 %	\$ 9.998	100.00 %	\$ 10.326	100.00 %	\$ 9.208	100.00 %	\$ 9.261	100.00 %

(Continued)

Source: Cook County Clerk's Office

CITY OF DES PLAINES

ELK GROVE TOWNSHIP
 ALLOCATION OF THE 2022 PROPERTY TAX LEVY COLLECTED IN 2023
 December 31, 2023

	2018		2019		2020		2021		2022	
	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage
City of Des Plaines	\$ 1.306	0.136 %	\$ 1.120	0.132 %	\$ 1.101	0.131 %	\$ 1.152	0.125 %	\$ 0.933	0.113 %
Des Plaines Library	0.326	0.034	0.279	0.033	0.274	0.032	0.287	0.031	0.233	0.028
High School District 214	2.669	0.278	2.356	0.278	2.382	0.283	2.664	0.288	2.352	0.284
Harper College District 512	0.443	0.046	0.403	0.048	0.409	0.049	0.457	0.049	0.410	0.049
School District 59	3.173	0.330	2.751	0.324	2.735	0.324	3.076	0.333	2.844	0.343
Mt. Prospect Park District	0.633	0.066	0.547	0.065	0.554	0.066	0.617	0.067	0.547	0.066
Cook County	0.489	0.051	0.484	0.057	0.453	0.054	0.446	0.048	0.431	0.052
Metro Water Reclamation District	0.396	0.041	0.389	0.046	0.378	0.045	0.382	0.041	0.374	0.045
N.W. Mosquito Abatement District	0.011	0.001	0.010	0.001	0.010	0.001	0.011	0.001	0.009	0.001
Elk Grove Township	0.095	0.010	0.080	0.009	0.077	0.009	0.084	0.009	0.072	0.009
Forest Preserve District	<u>0.060</u>	<u>0.006</u>	<u>0.059</u>	<u>0.007</u>	<u>0.058</u>	<u>0.007</u>	<u>0.058</u>	<u>0.006</u>	<u>0.081</u>	<u>0.010</u>
TOTAL	\$ 9.601	100.00 %	\$ 8.478	100.00 %	\$ 8.431	100.00 %	\$ 9.234	100.00 %	\$ 8.286	100.00 %

CITY OF DES PLAINES

PROPERTY TAX RATES AND EXTENSIONS

Last Ten Calendar Years

December 31, 2023

Property Tax Levy Year	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Property tax rates (1)										
General corporate	0.8906	0.8619	0.8400	0.6901	0.6495	0.6752	0.5752	0.4170	0.3850	0.3120
Police pension	0.2518	0.2579	0.3094	0.2824	0.2923	0.3249	0.2796	0.3530	0.3902	0.3229
Firefighters' pension	0.2518	0.2579	0.2722	0.2635	0.2738	0.3056	0.2650	0.3302	0.3759	0.2980
General bond retirement	0.0067	0.0067	0.0067	0.0057	-	-	-	-	-	-
Total property tax rates	1.4009	1.3844	1.4283	1.2417	1.2156	1.3057	1.1198	1.1002	1.1511	0.9329
Property tax extensions (2)										
General corporate	\$ 15,115,868	\$ 14,804,849	\$ 13,984,176	\$ 13,215,003	\$ 12,703,145	\$ 13,043,045	\$ 12,955,495	\$ 9,561,307	\$ 8,435,904	\$ 8,435,904
Police pension	4,274,500	4,429,000	5,150,000	5,407,500	5,716,500	6,276,820	6,298,450	8,092,454	8,550,506	8,729,719
Firefighters' pension	4,274,500	4,429,000	4,532,000	5,047,000	5,356,000	5,903,960	5,969,880	7,570,064	8,237,415	8,058,202
General bond retirement	112,928	114,986	111,594	108,203	-	-	-	-	-	-
Total property tax extensions	\$ 23,777,796	\$ 23,777,835	\$ 23,777,770	\$ 23,777,706	\$ 23,775,645	\$ 25,223,825	\$ 25,223,825	\$ 25,223,825	\$ 25,223,825	\$ 25,223,825

Notes:

(1) Property tax rates are per \$100 of equalized assessed valuation.

(2) Property tax extensions include 3% "loss levy" for general corporate purposes and 5% for debt service.

Source: Cook County Clerk's Office

CITY OF DES PLAINES

PRINCIPAL PROPERTY TAX PAYERS
Current Calendar Year and Nine Years Ago
December 31, 2023

<u>Taxpayer</u>	<u>Type of Business/Property</u>	<u>2022 Equalized Assessed Valuation</u>	<u>Percentage of Total Taxable Assessed Value</u>	<u>2013 Equalized Assessed Valuation</u>	<u>Percentage of Total Taxable Assessed Value</u>
Midwest Gaming	Rivers Casino	\$ 103,060,425	3.81%	\$ 62,021,247	3.65%
Wille Road LLC	Industrial	22,201,946	0.82%	-	0.00%
Juno Lighting	Lighting Fixtures	19,004,050	0.70%	14,259,341	0.84%
Marc Realty LLC	Real Property	17,733,934	0.66%	-	0.00%
Sysco Chicago	Foodservice Distributor	17,656,295	0.65%	-	0.00%
Cambridge Realty	Real Property	17,114,566	0.63%	-	0.00%
La Grou Properties	Real Property	16,092,644	0.60%	-	0.00%
Co Prologis Re Tax (Industrial)	Real Property	14,496,222	0.54%	-	0.00%
EGP 2300 Des Plaines	Real Property	14,424,062	0.53%	-	0.00%
UOP LLC	Petroleum Research and Development Laboratories	14,294,391	0.53%	29,327,706	1.73%
Honeywell Specialty	Real Property	-	0.00%	24,458,595	1.44%
O'Hare Lake Office Park LLC	Office Complex	-	0.00%	21,810,925	1.29%
Crane Norcross	Attorneys at Law	-	0.00%	18,588,233	1.10%
MLRP Messenger LLC	Real Property	-	0.00%	15,300,513	0.90%
Individual	Real Property	-	0.00%	10,653,232	0.63%
SBC Ameritech	Real Property	-	0.00%	8,996,069	0.53%
Apple Reit Tech	Real Property	-	<u>0.00%</u>	<u>8,800,326</u>	<u>0.52%</u>
Total		<u>\$ 256,078,535</u>	<u>9.47%</u>	<u>\$ 214,216,187</u>	<u>12.62%</u>

Data Sources

(1) Continuing Disclosure Speer Financial

(2) Cook County Assessor

CITY OF DES PLAINES

PROPERTY TAX LEVIES AND COLLECTIONS Last Ten Calendar Years December 31, 2023

Year of Collections	Tax Levy Year	Tax Levy	Loss Levy	Total Tax Levy (1)	Collections of Current Years' Taxes During Fiscal Period	Percentage of Levy Collected Fiscal Period (1)	Collections in Subsequent Fiscal Periods (2)	Total Collections	Ratio of Total Collections to Tax Levy
2014	2013	\$ 23,083,150	\$ 694,646	\$ 23,777,796	\$ 23,285,158	97.93%	\$ 105,305	\$ 23,390,463	98.37%
2015	2014	23,083,150	694,685	23,777,835	23,169,971	97.44%	390,101	23,560,072	99.08%
2016	2015	23,083,150	694,620	23,777,770	23,444,923	98.60%	-	23,444,923	98.60%
2017	2016	23,083,150	694,556	23,777,706	23,583,596	99.18%	-	23,583,596	99.18%
2018	2017	23,083,150	692,495	23,775,645	23,684,019	99.61%	(189,982)	23,494,037	98.82%
2019	2018	24,489,150	734,675	25,223,825	25,048,080	99.30%	(273,001)	24,775,079	98.22%
2020	2019	24,489,150	734,675	25,223,825	24,313,586	96.39%	405,603	24,719,189	98.00%
2021	2020	24,489,150	734,675	25,223,825	24,946,736	98.90%	(168,307)	24,778,429	98.23%
2022	2021	24,489,150	734,675	25,223,825	24,900,115	98.72%	110,495	25,010,610	99.15%
2023	2022	24,489,150	734,675	25,223,825	23,022,192	91.27%	1,506,420	24,528,611	97.24%

Notes:

- (1) Total tax levy includes the "loss levy" of 3% for corporate purposes and 5% for debt service which is extended by the County to cover the County's operating costs.
- (2) Negative amount indicates that refunds made in subsequent years for tax payments exceeded the additional amount collected.
- (3) Levy amount and collections refer only to City, and not the Library Component Unit.

Source: Cook County Clerk's Office

CITY OF DES PLAINES

PROPERTY VALUE AND CONSTRUCTION Last Ten Calendar Years December 31, 2023

Calendar Year	<u>Construction (1)</u>						Total Value of All Construction (including Commercial)
	Property Value (2)	<u>Single Family</u>		<u>Multi Family</u>			
		Number of Permits	Value	Number of Permits	Value		
2014	\$ 5,091,862	4	\$ 2,312	0	\$ -	\$ 92,500	
2015	5,152,971	9	5,384	0	-	56,344	
2016	4,994,161	28	9,084	2	7,915	91,643	
2017	5,745,090	87	20,474	3	65,192	145,923	
2018	5,867,749	97	22,065	1	19,658	123,519	
2019	5,795,483	44	11,524	0	-	186,627	
2020	6,757,491	41	10,809	1	45,377	139,578	
2021	6,878,345	10	5,734	0	-	127,809	
2022	6,574,425	11	3,642	0	-	104,671	
2023	8,111,213	8	4,743	0	-	208,928	

Source:

(1) Based on City's Municipal Development Department records and estimated construction costs declared by applicants at time of application.

(2) Source: Cook County Clerk's Office, Total estimated value presented in thousands of dollars

Note: Property Values in Thousands. In 2022, the estimated value amounts were restated using 1/3 as

CITY OF DES PLAINES

TAXABLE SALES BY CATEGORY

Last Ten Calendar Years

December 31, 2023

Taxable Sales

	2014	2015	2016	2017
General Merchandise	\$ 93,275,606	\$ 100,099,051	\$ 35,167,584	\$ 27,978,102
Food	120,614,055	108,321,547	163,688,429	196,586,098
Drinking & Eating Places	72,325,651	76,909,780	102,934,518	112,375,617
Apparel	2,862,560	2,716,360	2,360,370	2,596,049
Furniture, Household & Radio	3,601,935	4,973,366	5,990,700	5,652,031
Lumber, Building & Hardware	40,960,823	38,800,644	38,026,972	42,380,819
Automotive & Filling Stations	200,108,721	198,372,235	213,047,106	232,453,450
Drugs & Miscellaneous Retail	316,973,432	245,409,242	260,867,328	271,432,828
Agriculture & All Others	236,368,575	269,355,814	281,690,560	272,499,793
Manufacturers	34,309,375	29,507,385	35,014,657	42,300,721

Total	<u>\$ 1,121,400,733</u>	<u>\$ 1,074,465,424</u>	<u>\$ 1,138,788,224</u>	<u>\$ 1,206,255,508</u>
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City direct sales tax rate	1.00%	1.00%	1.00%	1.00%
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Municipal Tax Receipts

General Merchandise	\$ 932,756	\$ 1,000,991	\$ 351,676	\$ 279,781
Food	1,206,141	1,083,215	1,636,884	1,965,861
Drinking & Eating Places	723,257	769,098	1,029,345	1,123,756
Apparel	28,626	27,164	23,604	25,960
Furniture, Household & Radio	36,019	49,734	59,907	56,520
Lumber, Building & Hardware	409,608	388,006	380,270	423,808
Automotive & Filling Stations	2,001,087	1,983,722	2,130,471	2,324,535
Drugs & Miscellaneous Retail	3,169,734	2,454,092	2,608,673	2,714,328
Agriculture & All Others	2,363,686	2,693,558	2,816,906	2,724,998
Manufacturers	343,094	295,074	350,147	423,007

Total	<u>\$ 11,214,007</u>	<u>\$ 10,744,654</u>	<u>\$ 11,387,882</u>	<u>\$ 12,062,555</u>
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City direct sales tax rate	1.00%	1.00%	1.00%	1.00%
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Source: Illinois Department of Revenue

Notes:

(1) Distribution of 1% municipal tax used to estimate taxable sales.

2018	2019	2020	2021	2022	2023
\$ 28,132,749	\$ 27,172,065	\$ 24,006,627	\$ 14,982,666	\$ 7,263,975	\$ 7,618,800
228,074,499	210,242,005	223,366,007	235,155,413	268,771,959	266,125,500
116,873,415	120,714,535	80,795,114	106,840,163	135,071,346	144,866,700
2,775,415	2,330,147	1,491,265	3,650,560	4,264,733	4,808,300
6,479,594	6,769,379	7,399,296	11,532,530	11,455,237	12,747,600
43,414,194	43,890,578	41,989,268	45,031,689	52,422,095	62,444,000
269,867,872	298,951,411	233,713,735	270,554,247	233,439,938	249,938,700
374,442,861	270,568,214	242,754,810	317,179,313	343,203,857	373,966,300
294,101,456	304,495,513	259,599,863	332,304,672	366,544,607	389,410,300
42,220,486	43,587,023	48,375,587	55,885,149	57,394,495	60,735,600
<u>\$ 1,406,382,541</u>	<u>\$ 1,328,720,870</u>	<u>\$ 1,163,491,572</u>	<u>\$ 1,393,116,402</u>	<u>\$ 1,479,832,242</u>	<u>\$ 1,572,661,800</u>
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
\$ 281,327	\$ 271,721	\$ 240,066	\$ 149,827	\$ 72,640	\$ 76,188
2,280,745	2,102,420	2,233,660	2,351,554	2,687,720	2,661,255
1,168,734	1,207,145	807,951	1,068,402	1,350,713	1,448,667
27,754	23,301	14,913	36,506	42,647	48,083
64,796	67,694	73,993	115,325	114,552	127,476
434,142	438,906	419,893	450,317	524,221	624,440
2,698,679	2,989,514	2,337,137	2,705,542	2,334,399	2,499,387
3,744,429	2,705,682	2,427,548	3,171,793	3,432,039	3,739,663
2,941,015	3,044,955	2,595,999	3,323,047	3,665,446	3,894,103
422,205	435,870	483,756	558,851	573,945	607,356
<u>\$ 14,063,825</u>	<u>\$ 13,287,209</u>	<u>\$ 11,634,916</u>	<u>\$ 13,931,164</u>	<u>\$ 14,798,322</u>	<u>\$ 15,726,618</u>
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

CITY OF DES PLAINES

RATIO OF OUTSTANDING DEBT BY TYPE (1) Last Ten Calendar Years December 31, 2023

Fiscal Year	Governmental Activities						
	Debt Service General Obligation Bonds	Tax Increment Financing General Obligation Bonds	Tax Increment Financing Capital Appreciation Bonds (2)	Capital Projects General Obligation Bonds	Equipment Replacement Installment Notes Payable	Tax Increment Revenue Note Incentive Agreement	Short Term Note Payable
2014	\$ 645,000	\$ 22,465,000	\$ 11,193,625	\$ 6,375,000	\$ 187,500	\$ 423,590	\$ -
2015	560,000	20,025,000	11,510,688	4,775,000	175,000	361,705	-
2016	475,000	17,865,400	11,866,615	3,555,812	162,500	296,572	-
2017	-	15,097,532	11,742,741	936,980	150,000	228,019	-
2018	-	20,140,000	2,921,421	-	137,500	155,867	-
2019	-	16,545,000	2,764,246	-	87,500	79,926	-
2020	-	12,865,000	2,454,431	-	-	-	-
2021	-	10,235,000	2,152,698	-	-	-	-
2022	-	8,685,000	703,600	-	-	-	-
2023	-	6,840,000	-	-	-	-	-

Note: (1) Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(2) The Tax Increment Capital Appreciation Bond value represents the principal outstanding which includes the appreciated interest.

Source: City of Des Plaines' Annual Comprehensive Financial Reports

Business-type Activities

<u>Water General Obligation Bonds</u>	<u>Water Installment Notes Payable</u>	<u>Unamortized (Discounts) / Premiums</u>	<u>Total Primary Government (3)</u>	<u>Outstanding Debt as Percentage of Personal Income</u>	<u>Outstanding Debt Per Capita</u>	<u>Personal Income (thousands) of dollars</u>	<u>Population</u>
\$ -	\$ -	\$ 386,636	\$ 41,676,351	1.26%	\$ 714	\$ 3,319,219	58,364
-	-	287,237	37,694,630	1.14%	646	3,319,219	58,364
-	-	-	34,221,899	1.03%	586	3,319,219	58,364
-	-	-	28,155,272	0.85%	482	3,319,219	58,364
-	-	338,990	23,693,778	0.71%	406	3,319,219	58,364
-	-	256,889	19,733,561	0.59%	338	3,319,219	58,364
-	-	189,283	15,508,714	0.47%	266	3,319,219	58,364
-	-	136,892	12,524,590	0.28%	206	4,468,046	60,675
-	-	95,593	9,484,193	0.20%	156	4,820,811	60,675
-	-	61,926	6,901,926	0.13%	114	5,251,543	60,675

CITY OF DES PLAINES

RATIO NET GENERAL OBLIGATION BONDED DEBT TO
 ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
 Last Ten Calendar Years

Fiscal Year	Population (1)	Equalized Assessed Value (2)	Net General Obligation Bonded Debt (3)	Ratio of Bonded Debt to Equalized Assessed Value	Bonded Debt Per Capita
2014	58,364	\$ 1,697,287,344	\$ 41,676,351	2.46	\$ 714.08
2015	58,364	1,717,657,016	37,694,630	2.19	645.85
2016	58,364	1,664,720,171	34,221,899	2.06	586.35
2017	58,364	1,915,029,885	28,155,272	1.47	482.41
2018	58,364	1,955,916,247	23,693,778	1.21	405.97
2019	58,364	1,931,827,633	19,733,561	1.02	338.11
2020	58,364	2,252,496,910	15,508,714	0.69	265.72
2021	60,675	2,292,781,709	12,524,590	0.55	206.42
2022	60,675	2,191,255,966	9,484,193	0.43	156.31
2023	60,675	2,703,737,638	6,901,926	0.26	113.75

Data Source

(1) U.S. Census Bureau

(2) Cook County Clerk's Office

(3) City of Des Plaines' Annual Comprehensive Financial Reports

CITY OF DES PLAINES

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL OBLIGATION BONDED DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES

Last Ten Calendar Years

December 31, 2023

Fiscal Year	Principal	Interest	Total Debt Service	Total General Expenditures (1)	Ratio of Debt Service to Total General Expenditures
2014	\$ 8,151,298	\$ 1,325,139	\$ 9,476,437	\$ 91,752,984	10.33
2015	4,459,385	867,944	5,327,329	93,056,764	5.72
2016	3,982,633	749,259	4,731,892	91,341,493	5.18
2017	6,611,053	644,685	7,255,738	95,788,403	7.57
2018	4,959,652	582,824	5,542,476	112,566,274	4.92
2019	4,045,940	585,011	4,630,951	117,036,571	3.96
2020	4,317,427	486,530	4,803,957	109,601,789	4.38
2021	3,075,000	380,544	3,455,544	109,164,485	3.17
2022	3,125,000	303,681	3,428,681	112,980,771	3.03
2023	2,590,000	260,550	2,850,550	116,836,767	2.44

Notes :

(1) Includes all Governmental Funds

Data Source

City of Des Plaines Annual Comprehensive Financial Reports

CITY OF DES PLAINES

SCHEDULE FOR DIRECT AND OVERLAPPING DEBT December 31, 2023

<u>Governmental Unit</u>	<u>Outstanding Debt (1)</u>	<u>Applicable to the City Percent (2)</u>	<u>Amount</u>
<u>City of Des Plaines</u>			
General Obligation Debt	\$ 6,840,000	100.00%	\$ 6,840,000
Unamortized (Discounts) / Premiums	61,926	100.00%	61,926
Subtotal - Direct Debt	<u>6,901,926</u>		<u>6,901,926</u>
Cook County	2,093,131,750	1.46%	30,588,629
Cook County Forest Preserve District	90,940,000	1.46%	1,328,980
Metropolitan Water Reclamation District	2,503,179,075	1.49%	37,184,109
Des Plaines Park District	5,875,105	94.69%	5,563,229
Elk Grove Park District	2,105,000	0.34%	7,113
Mt. Prospect Park District	22,021,170	19.53%	4,301,140
School District No. 26	19,545,000	6.72%	1,312,799
School District No. 57	4,400,000	1.11%	49,037
School District No. 59	17,400,000	11.56%	2,011,632
School District No. 62	7,015,000	91.29%	6,403,834
School District No. 64	27,470,000	0.00%	267
High School District No. 207	151,240,000	36.42%	55,087,525
High School District No. 214	19,405,000	3.90%	755,959
Harper Community College District No. 512	222,130,000	1.86%	4,126,580
Oakton Community College District No. 535	54,930,000	7.71%	4,235,009
Subtotal - Overlapping Debt	<u>5,240,787,100</u>		<u>152,955,842</u>
Total Direct and Overlapping Debt	<u>\$ 5,247,689,026</u>		<u>\$ 159,857,768</u>

Notes:

(1) Outstanding principal of general obligation bonds. 100% of the principal of outstanding general obligation bonds of overlapping taxing district have been displayed in this schedule.

(2) Applicable percentages are based on 2022 assessed valuations and were estimated by determining the portion of another governmental unit's taxable assessed value that is within the city's boundaries and dividing it by each unit's total taxable assessed value.

Data Sources

Continuing Disclosure Speer Financial

Assessed Valuation - Cook County Clerk

Outstanding Bonds - Cook County Clerk

CITY OF DES PLAINES

DEMOGRAPHIC STATISTICS Last Ten Calendar Years December 31, 2023

Fiscal Year	Population (1)	Personal Income (thousands) (1)	Median Household Income (1)	Per Capita Income (1)	Median Age (1)	Education Level in Years of Schooling	School Enrollment (2)	Unemployment Rate (3)
2014	58,364	\$ 3,319,219	\$ 56,871	\$ 27,562	42.0	12+	8,516	4.9
2015	58,364	3,319,219	56,871	27,562	42.0	12+	8,465	5.1
2016	58,364	3,319,219	56,871	27,562	42.0	12+	8,442	5.2
2017	58,364	3,319,219	56,871	27,562	42.0	12+	8,353	4.3
2018	58,364	3,319,219	56,871	27,562	42.0	12+	8,262	3.6
2019	58,364	3,319,219	56,871	27,562	42.0	12+	8,049	3.2
2020	58,364	3,319,219	56,871	27,562	42.0	12+	7,961	9.7
2021	60,675	4,468,046	73,639	37,220	42.8	12+	7,766	4.0
2022	60,675	4,820,811	79,453	38,455	42.3	12+	7,657	5.7
2023	60,675	5,251,543	86,552	42,057	42.3	12+	7,725	3.5

Data Sources

(1) U.S. Census Bureau - 2020 Census

(2) National Center for Education Statistics. This data consists only of public schools located within the City.

(3) Bureau of Labor Statistics

CITY OF DES PLAINES

PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago
December 31, 2023

Employer	2023		2014	
	Employees (1)	Percentage City Total Employment	Employees (2)	Percentage City Total Employment
Rivers Casino	1,500	4.1%	1,462	3.8%
UOP LLC	1,300	3.6%	1,500	3.9%
Oakton Community College	1,200	3.3%	990	2.6%
Kalavara Inc	1,000	2.7%	unavailable	unavailable
Sysco Food Services	729	2.0%	650	1.7%
Acuity Brands Lighting Inc (Juno Lighting Group)	701	1.9%	400	1.0%
Family Behavioral Health Clinic	650	1.8%	unavailable	unavailable
Ascension Holy Family	606	1.7%	1,036	2.7%
Abbot Molecular Inc	500	1.4%	500	1.3%
Warehouse Direct	400	1.1%	unavailable	unavailable
Omnicare	400	1.1%	unavailable	unavailable
United Displaycraft	250	0.7%	unavailable	unavailable
Total	9,236	25.3%	6,538	17.0%
City Total Employment (3)	36,553		38,510	

Data Sources

(1) Data Axle Reference Solution and Direct Reporting

(2) City of Des Plaines Comprehensive Annual Financial Report for the Fiscal Year Ended December 31, 2014

(3) Illinois Department of Employment Security - Where Workers Work Data

CITY OF DES PLAINES

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION Last Ten Calendar Years December 31, 2023

<u>Function/Program</u>	<i>Note</i>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Elected Office		3.00	3.25	3.25	3.25	3.25	3.75	3.75	3.50	2.50	2.50
General Government											
City Manager's Office		14.75	15.50	16.00	19.25	21.00	20.50	21.50	20.25	21.25	21.25
Finance		15.75	16.25	16.25	16.25	16.50	16.50	17.50	17.50	17.50	17.50
Police											
Officers		96.00	97.00	97.00	98.00	98.00	100.00	97.00	97.00	97.00	97.00
Civilians		21.00	21.00	21.00	21.00	21.00	20.00	22.00	15.00	15.00	16.00
Fire											
Firefighters		96.00	96.00	96.00	96.00	96.00	96.00	96.00	96.00	96.00	96.00
Civilians		2.50	2.50	2.50	2.50	2.75	2.75	2.75	3.50	3.50	3.25
Public Works and Engineering		80.00	81.00	81.00	81.00	82.00	82.75	82.50	80.50	84.50	84.50
Community Development		16.00	18.25	18.25	18.25	18.75	18.75	19.00	18.00	17.50	18.50
EMA		1.00	1.00	1.00	1.00	1.50	1.50	1.50	-	-	-
DPECC	(1)	23.00	21.00	-	-	-	-	-	-	-	-
Subtotal		369.00	372.75	352.25	356.50	360.75	362.50	363.50	351.25	354.75	356.50
Library		<u>64.80</u>	<u>64.60</u>	<u>65.10</u>	<u>66.70</u>	<u>66.70</u>	<u>66.90</u>	<u>69.10</u>	<u>66.90</u>	<u>67.40</u>	<u>64.10</u>
Total		<u>433.80</u>	<u>437.35</u>	<u>417.35</u>	<u>423.20</u>	<u>427.45</u>	<u>429.40</u>	<u>432.60</u>	<u>418.15</u>	<u>422.15</u>	<u>420.60</u>

Source: Departmental Budgets

Notes:

(1) In 2013, the Des Plaines Emergency Communications Center (DPECC) was formed and it was disbanded in January 2015.

CITY OF DES PLAINES

OPERATING INDICATORS BY FUNCTION / PROGRAMS
Last Ten Calendar Years

December 31, 2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Function/Program										
Police										
Physical arrests (1)	892	812	885	753	594	546	413	505	784	817
Compliance and Parking Violations	10,973	7,234	7,407	10,212	11,329	12,287	4,448	5,598	6,071	5,048
Traffic violations	4,590	3,188	2,083	1,046	3,420	3,014	1,407	1,667	1,172	769
Fire										
Emergency Medical Calls	5,647	5,842	6,060	6,126	6,720	7,013	6,553	7,427	7,804	8,294
Fires/Reports of Fires	1,172	1,100	924	1,045	1,158	1,202	1,196	1,168	1,633	894
Other Emergency Calls	1,084	958	1,010	879	1,063	971	791	944	917	1,417
Inspections	4,177	3,534	3,233	3,803	3,211	4,146	2,801	2,655	1,886	2,110
Engineering										
Street resurfacing (square yards)	167,781	113,115	17,016	107,860	21,942	95,939	49,481	98,501	40,448	132,039
Sidewalks removed & replaced (sq ft)	173,959	101,456	54,635	164,542	126,882	158,174	50,640	86,184	87,573	46,672
Snow and ice control (tons of salt)	4,290	5,600	2,983	2,436	4,738	4,724	3,551	4,785	4,785	2,091
Community Development										
Building permits issued	2,758	2,766	3,105	2,994	3,258	2,831	2,750	3,193	3,014	3,142
Overall inspection totals	13,079	11,400	12,304	13,190	17,478	17,408	11,912	7,396	5,910	6,903
Health										
Home health visits	73	87	101	61	34	18	6	63	6	-
Library										
Volumes in collection (3)	251,361	310,678	318,170	358,969	325,358	396,332	499,550	377,940	406,432	358,000
Total volumes borrowed	1,106,219	1,022,448	1,111,614	1,094,683	1,074,697	944,426	678,141	609,136	677,467	910,959
Total annual attendance	549,244	590,284	496,845	439,369	417,030	397,612	162,987	175,610	278,177	308,975
Total resident library cards still active	34,845	33,270	33,805	32,644	28,404	26,151	26,347	20,337	19,480	19,540
Water										
Water Main Breaks	105	80	124	88	122	94	85	97	125	345
New Connections	36	8	23	37	126	76	46	17	17	54
Number of Consumers	17,072	17,068	17,091	17,070	17,143	17,102	17,263	16,942	17,231	17,624
Miles of Water Mains	221	225	225	225	225	225	233	233	233	231
Average daily consumption (gallons)	6,349,202	6,528,887	6,651,885	6,318,907	6,304,457	6,133,294	5,943,919	6,424,368	5,076,000	5,025,170
Daily average consumption per Capita (gallons)	109	112	114	108	108	105	102	106	84	83
Number of Fire Hydrants	2,350	2,350	2,350	2,350	2,350	2,350	2,350	2,350	2,526	2,570
Sewer										
Sanitary sewer replaced (linear feet)	470	372	339	306	1,012	525	126	121	2,480	91
Sanitary sewer televised (linear feet)	15,187	21,035	10,231	44,172	45,201	106,242	46,646	21,074	33,321	34,000
Sanitary sewer cleaned (linear feet)	91,738	121,331	98,420	157,396	165,213	201,822	174,767	69,228	129,840	201,000
Sanitary sewer lined (linear feet)	3,102	174	2,111	2,111	22,041	13,396	9,101	6,501	-	7,537
Municipal Parking Lots										
Metra (2)	44,105	52,965	54,158	55,546	80,657	78,890	20,483	9,791	24,381	45,089
City Owned (2)	54,513	37,908	34,710	34,597	33,012	34,874	11,585	7,399	6,584	7,429
Transit										
Subsidized Tax Voucher Program Rides (4)	13,875	11,716	10,911	6,731	5,429	3,580	739	135	49	-
Handicapped Placards issued	23	18	19	61	17	39	6	-	-	-

Source: Various City Departments

(1) Physical arrest made regardless of the number of charges associated with an arrest.

(2) Consumers are approximately calculated by revenue divided by the daily rate.

(3) Volumes in Collection includes Books, Audio, Video, Magazines and Newspapers Print and Microfilm, Subscriptions, Online Databases.

(4) In 2011, the structure of the Taxi Voucher Program changed. The program now tracks the subsidized tax voucher program rides.

CITY OF DES PLAINES

CAPITAL ASSETS STATISTICS BY FUNCTION Last Ten Calendar Years December 31, 2023

Function/Program	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Police										
Station	1	1	1	1	1	1	1	1	1	1
Fire										
Station	3	3	3	3	3	3	3	3	3	3
Public Works										
Streets (miles)*	145	145	145	145	145	145	145	145	152	152
Streetlights	787	787	787	787	787	832	832	832	913	913
Traffic Signals	1	4	3	3	3	3	5	5	5	7
Water										
Water Mains (miles)	221	225	225	225	225	225	233	233	233	231
Fire Hydrants	2,350	2,350	2,350	2,350	2,350	2,350	2,350	2,350	2,526	2,570
Storage Capacity (millions of gallons)	19	19	19	19	19	19	19	19	19	19

* The City of Des Plaines also maintains an additional 95 miles of state and county highways and roads.

Source: Various City Departments

CITY OF DES PLAINES

WATER SOLD
Last Ten Calendar Years
(in thousands)
December 31, 2023

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
<u>Gallons sold</u>										
Residential	1,252,771	1,224,260	1,154,518	1,215,247	1,179,747	1,198,481	1,231,402	1,344,076	1,260,057	1,590,149
Commercial	493,685	535,931	536,218	420,324	425,349	441,361	357,228	424,570	275,812	367,603
Industrial	119,147	102,580	112,064	108,287	120,994	124,873	116,088	125,277	114,330	153,970
Totals	<u>1,865,603</u>	<u>1,862,771</u>	<u>1,802,800</u>	<u>1,743,858</u>	<u>1,726,090</u>	<u>1,764,715</u>	<u>1,704,718</u>	<u>1,893,921</u>	<u>1,650,198</u>	<u>2,111,721</u>
Water rate per 1,000 gallons	\$6.25	\$6.75	\$6.75	\$6.82	\$6.88	\$6.92	\$7.04	\$7.10	\$7.32	\$7.87
Capital Fees rate per 1,000 gallons	\$1.20	\$0.76	\$0.76	\$0.76	\$0.76	\$0.76	\$0.94	\$1.07	\$1.20	\$2.67

Source: City of Des Plaines Water Consumption Report

CITY OF DES PLAINES

MISCELLANEOUS STATISTICS

December 31, 2023

Date of incorporation (Town of Rand)	1857	
Form of government	City Manager	
Building permits:		
Permits issued	3,142	
Estimated value	\$208,928,059	
Fire protection:		
Number of stations	3	
Number of sworn firefighters	96	
Police protection:		
Number of stations	1	
Number of sworn police officers	97	
Municipal water plant		
Number of consumers	17,624	
Daily average consumption (gallons)	5,025,170	
Daily average consumption per capita (gallons)	83	
Miles of water mains	231	
Number of fire hydrants	2,570	
Employees as of December 31, 2023		
Full time	340.00	
Part time	16.50	
Total	356.50	(1)
Population		
1880	818	
1890	986	
1900	1,666	
1910	2,348	
1920	3,451	
1930	8,798	
1940	9,518	
1950	14,994	
1960	34,886	
1970	57,237	
1980	53,568	
1990	53,414	
2000	56,945	
2007	58,710	
2010	58,364	
2020	60,675	170.

CITY OF DES PLAINES

MISCELLANEOUS STATISTICS

December 31, 2023

Area and land use - City of Des Plaines

Total area December 31, 2023 - 9,198.54 acres or 14.334 square miles (Based on municipal boundary data.)

Distribution of land uses

	<u>Acres</u>	<u>Percent of Total</u>
Residential	3,300	35.6%
Industrial	895	9.6%
Commercial	650	7.0%
Open Space	867	9.3%
Institutional	879	9.5%
Mixed Use	11	0.1%
Streets, alleys, and railroads	<u>2,526</u>	<u>27.2%</u>
 Total developed	 <u>9,128</u>	 <u>98.4%</u>
 Vacant land	 <u>149</u>	 <u>1.6%</u>
 Total	 <u>9,277</u>	 <u>100.0%</u>

Data Sources

U.S. Census Bureau and Various City Departments.

(1) Full-Time Equivalent Employees, not including the Library.

OTHER INFORMATION

**CONTINUING DISCLOSURE- ANNUAL FINANCIAL INFORMATION
(Unaudited)**

2024 DISCLOSURE

Relating to

CITY OF DES PLAINES

Cook County, Illinois

CUSIP NUMBER 250217

\$12,410,000 General Obligation Refunding Bonds, Series 2018

For further information, please contact:

**Ms. Dorothy Wisniewski
City Manager
City of Des Plaines
1420 Miner Street
Des Plaines, Illinois 60016-4498**

**Phone: (847) 391-5317
Email: dwisniewski@desplaines.org**

6/25/2024

Retailers' Occupation, Service Occupation and Use Tax(1)

State Fiscal Year Ending June 30	State Sales Tax Distributions(2)	Home Rule Sales Tax Distributions	Total Distributions	Percentage Change + (-)
2014	\$12,653,049	\$5,693,658	\$18,346,707	27.12%(3)
2015	11,416,347	5,878,898	17,295,245	(5.73%)
2016	10,845,159	5,790,424	16,635,583	(3.81%)
2017	11,516,868	6,170,441	17,687,309	6.32%
2018	13,338,688	6,544,475	19,883,163	12.41%
2019	13,161,529	6,684,045	19,845,574	(0.19%)
2020	13,270,834	6,676,579	19,947,413	0.51%
2021	11,507,378	5,817,120	17,324,498	(13.15%)
2022	14,288,489	8,074,955	22,363,443	29.09%
2023	14,973,026	8,751,762	23,724,788	6.09%
Growth from 2014 to 2023				29.31%

- Notes: (1) Source: Illinois Department of Revenue.
 (2) Tax distributions are based on records of the Illinois Department of Revenue relating to the 1% municipal portion of the Retailers' Occupation, Service Occupation and Use Taxes, collected on behalf of the City, less a State administration fee. The municipal 1% includes tax receipts from the sale of food and drugs, which are not taxed by the State.
 (3) The 2014 percentage is based on a 2013 total sales tax of \$14,432,481.

DEBT INFORMATION

General Obligation Debt – By Issue(1)

Issue Date	Issue Name	Principal Outstanding	Supported By
3/20/2018	General Obligation Refunding Bonds, Series 2018	\$ 6,840,000	TIF Revenues
Total		\$ 6,840,000	
Less: Self-Supporting		\$(6,840,000)	
Tax Supported Debt		\$ 0	

Note: (1) Source: the City.

General Obligation Bonded Debt(1) (Principal Only)

Calendar Year	Series 2018 (12/1)	Total	Self- Supporting	Cumulative Retirement	
				Amount	Percent
2024	\$1,905,000	\$1,905,000	\$1,905,000	27.85%	
2025	1,960,000	1,960,000	1,960,000	3,865,000	56.51%
2026	2,160,000	2,160,000	2,160,000	6,025,000	88.08%
2027	400,000	400,000	400,000	6,425,000	93.93%
2028	415,000	415,000	415,000	6,840,000	100.00%
Total	\$6,840,000	\$6,840,000	\$6,840,000		

Note: (1) Source: the City.

Detailed Overlapping Bonded Debt(1)

Schools:	Outstanding Debt(2)	Applicable to the City	
		Percent(3)	Amount
School District No. 26	\$ 19,545,000	6.72%	\$ 1,312,799
School District No. 57	4,400,000	1.11%	49,037
School District No. 59	17,400,000	11.56%	2,011,632
School District No. 62	7,015,000	91.29%	6,403,834
School District No. 64	27,470,000	0.00%(4)	267
High School District No. 207	151,240,000	36.42%	55,087,525
High School District No. 214	19,405,000	3.90%	755,959
Harper Community College District No. 512	222,130,000	1.86%	4,126,580
Oakton Community College District No. 535	54,930,000	7.71%	4,235,009
Total Schools			<u>\$ 73,982,641</u>
Others:			
Cook County	\$2,093,131,750	1.46%	\$ 30,588,629
Cook County Forest Preserve District	90,940,000	1.46%	1,328,980
Metropolitan Water Reclamation District	2,503,179,075	1.49%	37,184,109
Des Plaines Park District	5,875,105	94.69%	5,563,229
Elk Grove Park District	2,105,000	0.34%	7,113
Mt. Prospect Park District	22,021,170	19.53%	4,301,140
Total Others			<u>\$ 78,973,199</u>
Total Overlapping Debt			<u>\$152,955,840</u>

- Notes: (1) Sources: Cook County Clerk and the MSRB's Electronic Municipal Market Access website ("EMMA").
(2) Outstanding debt as of March 26, 2024.
(3) Percentages based on 2022 EAVs, the most current available.
(4) Percentage equals 0.0010%.

Statement of Bonded Indebtedness(1)

	Amount Applicable	Ratio To		Per Capita (2020 Census 60,675)
		Equalized Assessed	Estimated Actual	
City EAV of Taxable Property, 2022(2)	\$2,703,737,638	100.00%	33.33%	\$ 44,560.98
Estimated Actual Value, 2022(2)	\$8,111,212,914	300.00%	100.00%	\$133,682.95
Total Direct Bonded Debt	\$ 6,840,000	0.25%	0.08%	\$ 112.73
Less: Self Supporting	(6,840,000)	(0.25%)	(0.08%)	(112.73)
Net Direct Debt	\$ 0	0.00%	0.00%	\$ 0.00
Overlapping Bonded Debt:(3)				
Schools	\$ 73,982,641	2.74%	0.91%	\$ 1,219.33
Other	78,973,199	2.92%	0.97%	1,301.58
Total Overlapping Bonded Debt	<u>\$ 152,955,840</u>	<u>5.66%</u>	<u>1.89%</u>	<u>\$ 2,520.90</u>
Total Net Direct and Overlapping Bonded Debt	\$ 152,955,840	5.66%	1.89%	\$ 2,520.90

- Notes: (1) Source: Cook County Clerk and the City.
(2) Excludes Tax Increment Financing District EAV ("TIF EAV") of \$45,043,083.
(3) Overlapping bonded debt as of March 26, 2024.

PROPERTY ASSESSMENT AND TAX INFORMATION

Equalized Assessed Valuation by Property Class(1)(2)

Property Class:	Levy Years				
	2018	2019(3)	2020	2021	2022(3)
Residential	\$1,070,529,854	\$1,221,557,314	\$1,221,653,051	\$1,178,784,009	\$1,572,518,675
Farm	26,021	29,758	32,895	30,643	19,472
Commercial	508,958,522	599,100,198	603,110,218	588,488,515	664,170,695
Industrial	348,071,726	427,234,900	463,252,592	419,219,846	461,560,136
Railroad	<u>4,241,510</u>	<u>4,574,740</u>	<u>4,732,953</u>	<u>4,732,953</u>	<u>5,468,660</u>
Total	\$1,931,827,633	\$2,252,496,910	\$2,292,781,709	\$2,191,255,966	\$2,703,737,638
Percent Change +(-).....	(1.23%)(4)	16.60%	1.79%	(4.43%)	23.39%

- Notes: (1) Source: Cook County Clerk.
 (2) Excludes TIF EAV.
 (3) Triennial reassessment year.
 (4) Percentage change based on 2017 EAV of \$1,955,916,247.

Equalized Assessed Valuation by Township(1)(2)

	Levy Year 2022			
	Elk Grove	Maine	Wheeling	Total
Real Estate Property	\$434,552,814	\$2,219,884,587	\$43,831,577	\$2,698,268,978
Railroad Property	0	5,468,660	0	5,468,660
Total	<u>\$434,552,814</u>	<u>\$2,225,353,247</u>	<u>\$43,831,577</u>	<u>\$2,703,737,638</u>

- Notes: (1) Source: Cook County Clerk.
 (2) Excludes TIF EAV.

Representative Tax Rates(1)

(Per \$100 EAV)

City Rates:	Levy Years				
	2018	2019	2020	2021	2022
Corporate	\$ 0.675	\$0.575	\$0.417	\$ 0.385	\$0.312
Police Pension	0.325	0.280	0.353	0.390	0.323
Fire Pension	0.306	0.265	0.330	0.376	0.298
Public Library	<u>0.326</u>	<u>0.279</u>	<u>0.274</u>	<u>0.287</u>	<u>0.233</u>
Total City Rate(2)	\$ 1.632	\$1.399	\$1.374	\$ 1.438	\$1.166
Others:					
Cook County	\$ 0.489	\$0.454	\$0.453	\$ 0.446	\$0.431
Consolidated Elections.....	0.000	0.030	0.000	0.019	0.000
Cook County Forest Preserve District.....	0.060	0.059	0.058	0.058	0.081
Metropolitan Water Reclamation District.....	0.396	0.389	0.378	0.382	0.374
Maine Township(3).....	0.152	0.086	0.076	0.148	0.124
School District No. 62.....	4.121	3.575	3.696	4.063	3.499
High School District No. 207	2.652	2.553	2.639	2.901	2.459
Oakton Community College District No. 535.....	0.246	0.221	0.227	0.252	0.221
Des Plaines Park District.....	0.515	0.453	0.463	0.518	0.437
Northwest Mosquito Abatement District	<u>0.011</u>	<u>0.010</u>	<u>0.010</u>	<u>0.011</u>	<u>0.009</u>
Total Tax Rate(4)	\$10.274	\$9.229	\$9.374	\$10.236	\$8.801

- Notes: (1) Source: Cook County Clerk.
 (2) As a home rule municipality, the City has no statutory tax rate limits.
 (3) Includes Road and Bridge and General Assistance.
 (4) Representative tax rates for other government units are from Maine Township tax code 22028, which represents the largest portion of the City's 2022 EAV, the most current available.

Tax Levies and Collections(1)

Levy Year	Coll. Year	Taxes Levied(3)(4)	Total Collections(2)	
			Amount	Percent
2018.....	2019.....	\$24,489,150	\$24,339,660	99.39%
2019.....	2020.....	24,489,150	24,126,474	98.52%
2020.....	2021.....	24,489,150	24,228,905	98.93%
2021.....	2022.....	24,489,150	25,101,610	102.50%
2022.....	2023.....	24,489,150	24,528,611	100.16%

- Notes: (1) Source: the City.
 (2) Total Collections reflect gross taxes distributed and are not adjusted for refunds.
 (3) Total tax levy does not include the "loss levy" of 3% for corporate purposes and 5% for debt service which is extended by the County to cover the County's operating costs. The City may receive a portion of this "loss levy", and therefore the percentage of levy collected may exceed 100%.
 (4) Levy amount and collections refer only to City, and not the Library Component Unit.

Principal Taxpayers(1)

<u>Taxpayer Name</u>	<u>Product/Business</u>	<u>2022 EAV(2)</u>
Midwest Gaming	Rivers Casino.....	\$103,060,425
Wille Road LLC	Real Property	22,201,946
Juno Lighting.....	Lighting Fixtures.....	19,004,050
Marc Realty LLC	Real Property	17,733,934
Sysco Chicago	Foodservice Distributor.....	17,656,295
Cambridge Realty	Real Property	17,114,566
La Grou Properties.....	Real Property	16,092,644
Co Prologis Re Tax (Industrial).....	Real Property	14,496,222
EGP 2300 Des Plaines	Real Property	14,424,062
UOP LLC.....	Petroleum Research and Development Laboratories.....	14,294,391
Total		\$256,078,535
Ten Largest as Percent of City's 2022 EAV (\$2,703,737,638)		9.47%

- Notes: (1) Source: Cook County Clerk.
 (2) Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers listed contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked. The 2022 EAV is the most current available.

FINANCIAL INFORMATION

Statement of Net Position Primary Government Governmental Activities

	Audited as of December 31				
	2018	2019	2020	2021	2022
ASSETS:					
Cash and Investments	\$ 102,908,170	\$102,534,974	\$ 85,598,743	\$108,425,885	\$133,508,134
Receivables, Net of Allowances For Uncollectibles:					
Property Taxes	31,537,886	31,623,167	34,360,012	28,934,235	34,474,998
Accounts	1,072,964	1,000,907	805,724	160,306	151,586
Accrued Interest	39,279	31,248	20,278	25,155	27,224
Other Taxes	1,466,992	1,184,096	954,440	1,141,047	1,205,343
Other	327,865	324,291	250,609	234,978	238,906
Leases	0	0	0	0	653,643
Prepaid Expenses	5,375,421	3,968,205	4,414,466	4,258,240	4,809,840
Due from Other Governments	17,325,078	11,353,109	8,098,434	15,463,734	14,466,886
Internal Balances	(184,889)	(1,677,808)	(174,822)	(233,567)	(383,354)
Due from Fiduciary Fund	0	10,558	0	0	0
Net Pension Asset	0	0	4,867,385	13,382,361	0
Capital Assets Not Being Depreciated	92,014,265	88,796,904	93,588,602	84,372,224	84,421,715
Capital Assets, Being Depreciated	<u>136,431,292</u>	<u>157,179,054</u>	<u>162,559,275</u>	<u>177,132,573</u>	<u>166,924,107</u>
Total Assets	<u>\$ 388,314,323</u>	<u>\$396,328,705</u>	<u>\$ 395,343,146</u>	<u>\$433,297,171</u>	<u>\$440,499,028</u>
DEFERRED OUTFLOWS OF RESOURCES:					
Deferred Amounts from Refunding of Debt	\$ 114,332	\$ 85,220	\$ 56,106	\$ 28,994	\$ 29,256
Deferred Pension Outflows	17,709,211	23,345,801	23,447,065	16,796,215	41,757,343
Deferred OPEB Outflows	0	0	4,835,119	4,273,157	3,696,798
Total Deferred Outflows of Resources	<u>\$ 17,823,543</u>	<u>\$ 23,431,021</u>	<u>\$ 28,338,290</u>	<u>\$ 21,098,366</u>	<u>\$ 45,483,397</u>
LIABILITIES:					
Accounts Payable	\$ 24,459,599	\$ 24,576,560	\$ 13,900,691	\$ 21,289,691	\$ 22,519,422
Accrued Liabilities	154,921	157,748	8,216	9,963	9,171
Accrued Payroll	1,827,462	2,420,458	1,456,243	1,658,384	1,741,579
Property Taxes Payable to Pension Funds	0	0	0	0	3,327,665
Accrued Interest Payable	51,834	42,034	31,662	25,297	21,713
Unearned Revenue	13,100,558	240,222	277,735	4,104,983	79,744
Deposits Payable	60,896	92,219	109,205	117,657	87,261
Non Current Liabilities:					
Due Within One Year	17,565	6,214,322	5,529,749	5,359,822	4,502,477
Due in More Than One Year	<u>212,945,867</u>	<u>203,622,613</u>	<u>207,087,458</u>	<u>186,982,607</u>	<u>226,798,566</u>
Total Liabilities	<u>\$ 252,618,702</u>	<u>\$237,366,176</u>	<u>\$ 228,400,959</u>	<u>\$219,548,404</u>	<u>\$259,087,598</u>
DEFERRED INFLOWS OF RESOURCES:					
Deferred Property Tax Revenue	\$ 31,468,472	\$ 31,631,986	\$ 34,244,281	\$ 28,566,034	\$ 29,056,813
Deferred Pension Inflows	17,658,010	9,837,518	19,991,699	32,199,902	4,623,021
Deferred Lease Revenue	0	0	0	0	569,724
Deferred OPEB Inflows	0	0	584,182	991,248	5,043,941
Total Deferred Inflows of Resources	<u>\$ 49,126,482</u>	<u>\$ 41,469,504</u>	<u>\$ 54,820,162</u>	<u>\$ 61,757,184</u>	<u>\$ 39,293,499</u>
NET POSITION:					
Investment in Capital Assets, Net of Related Debt	\$ 205,869,137	\$227,330,641	\$ 240,675,606	\$247,582,879	\$240,095,840
Restricted For:					
Streets and Highways	1,032,957	1,201,159	3,368,455	2,859,478	3,152,177
Rebuild Illinois Bond Funds Projects	0	0	0	848,711	223,079
Public Safety	1,305,100	1,500,574	1,528,928	1,735,227	1,825,372
Economic Development	7,938,575	6,046,772	2,395,225	3,115,174	3,979,080
Debt Service	104,780	114,580	0	0	0
Unrestricted	<u>(117,857,867)</u>	<u>(95,269,680)</u>	<u>(107,507,899)</u>	<u>(83,051,520)</u>	<u>(61,674,220)</u>
Total Net Position	<u>\$ 98,392,682</u>	<u>\$140,924,046</u>	<u>\$ 140,460,315</u>	<u>\$173,089,949</u>	<u>\$187,601,328</u>

**Statement of Activities
Governmental Activities
Net (Expense) Revenue and Changes in Net Position**

	Audited Year Ended December 31				
	2018	2019	2020	2021	2022
FUNCTIONS/PROGRAMS:					
PRIMARY GOVERNMENT:					
General Government.....	\$ (21,001,215)	\$ (22,296,647)	\$ (17,635,858)	\$ (22,572,637)	\$ (28,935,160)
Public Safety	(77,119,274)	(20,776,542)	(51,524,385)	(40,905,493)	(51,439,579)
Public Works	(6,325,469)	(7,075,233)	(5,594,058)	(5,666,023)	(7,654,523)
Streets and Highways	(7,487,300)	(3,664,054)	(8,623,814)	(8,257,984)	(4,629,324)
Economic Development	(2,677,949)	(60,555)	(4,134,627)	(865,242)	6,702,495
Interest	(1,304,502)	(690,046)	(597,850)	(493,259)	(385,263)
Total Governmental Activities(1)	<u>\$ (115,915,709)</u>	<u>\$ (54,563,077)</u>	<u>\$ (88,110,592)</u>	<u>\$ (78,760,638)</u>	<u>\$ (86,341,354)</u>
GENERAL REVENUES:					
Taxes:					
Property	\$ 29,099,377	\$ 31,124,250	\$ 34,042,738	\$ 36,322,212	\$ 29,417,542
Replacement	1,213,702	1,587,468	1,533,316	2,662,588	5,203,063
Sales	15,779,169	15,227,378	14,291,701	16,293,007	17,353,574
Utility	3,121,450	3,597,332	2,877,443	3,040,783	3,397,284
Income	5,570,605	6,229,784	6,531,025	8,311,489	9,825,188
Home Rule Sales	6,804,742	6,694,443	5,768,006	7,775,366	8,776,940
Food and Beverage Tax.....	1,346,268	1,415,745	1,002,905	1,382,127	1,669,947
Hotel/Motel	1,995,330	1,917,755	763,390	1,383,960	2,449,940
Real Estate Transfer	808,982	761,871	705,412	1,470,369	1,051,129
Local Option Motor Fuel.....	1,782,386	1,567,933	2,012,304	2,238,131	2,275,209
Gaming Taxes	25,065,880	25,466,799	12,833,854	25,224,001	29,223,842
Other Taxes	3,467,035	3,204,837	3,411,748	2,927,229	2,827,077
Investment Income	1,335,078	1,937,137	789,086	52,240	529,740
Miscellaneous	2,586,210	2,220,951	721,177	1,801,770	1,077,832
Transfers	(7,634,242)	(5,859,242)	(303,440)	505,000	(14,225,574)
Total	<u>\$ 92,341,972</u>	<u>\$ 97,094,441</u>	<u>\$ 86,980,665</u>	<u>\$111,390,272</u>	<u>\$100,852,733</u>
Change in Net Position	\$ (23,573,737)	\$ 42,531,364	\$ (1,129,927)	\$ 32,629,634	\$ 14,511,379
Net Position, January 1	<u>121,966,419</u>	<u>98,392,682</u>	<u>141,590,242(2)(3)</u>	<u>140,460,315</u>	<u>173,089,949</u>
Net Position, December 31	<u>\$ 98,392,682</u>	<u>\$140,924,046</u>	<u>\$140,460,315</u>	<u>\$173,089,949</u>	<u>\$187,601,328</u>

- Notes: (1) Expenses less Charge for Services, Operating Grants and Capital Grants.
(2) As restated.
(3) Change in accounting principle.

General Fund Balance Sheet

Audited as of December 31

	2018	2019	2020	2021	2022
ASSETS:					
Cash and Investments	\$35,083,480	\$36,838,435	\$27,798,442	\$38,080,732	\$ 47,585,453
Receivables:					
Accounts	787,836	788,276	764,477	101,366	126,407
Property Taxes	24,256,973	24,268,873	24,334,709	24,390,547	29,254,688
Other Taxes	1,294,548	1,041,519	780,316	893,408	1,064,035
Other Receivables	282,618	325,356	386,562	241,279	225,395
Accrued Interest	10,827	8,613	5,589	6,934	7,504
Prepaid Items	0	0	0	203,053	235,926
Due From Other Governments	5,667,611	5,842,855	5,957,370	8,073,562	8,346,405
Due From Other Funds	10,168	10,558	0	0	156,320
Advances From/To Other Funds	18,279,838	20,139,602	28,857,447	25,552,496	24,133,927
Total Assets	<u>\$85,673,899</u>	<u>\$89,264,087</u>	<u>\$88,884,912</u>	<u>\$97,543,377</u>	<u>\$111,136,060</u>
LIABILITIES:					
Accounts Payable	\$ 2,430,562	\$ 2,257,032	\$ 1,184,756	\$ 1,699,871	\$ 1,183,608
Accrued Payroll	1,827,462	2,420,458	1,456,243	1,658,384	1,741,579
Accrued Liabilities	154,921	157,715	8,216	9,963	9,171
Property Taxes Payable to Pension Funds	0	0	0	0	3,327,665
Deposits Payable	0	11,726	0	0	0
Deferred Revenue	282,305	155,574	200,131	170,729	23,275
Total Liabilities	<u>\$ 4,695,250</u>	<u>\$ 5,002,505</u>	<u>\$ 2,849,346</u>	<u>\$ 3,538,947</u>	<u>\$ 6,285,298</u>
DEFERRED INFLOWS OF RESOURCES:					
Deferred Property Tax Revenue	\$24,244,258	\$24,244,258	\$24,244,258	\$24,244,258	\$ 24,244,258
Unavailable Other Revenue	441,032	532,052	524,011	555,280	428,878
Total Deferred Inflows of Resources	<u>\$24,685,290</u>	<u>\$24,776,310</u>	<u>\$24,768,269</u>	<u>\$24,799,538</u>	<u>\$ 24,673,136</u>
FUND BALANCES:					
Non Spendable:					
Long-Term Interfund Advances	\$18,279,838	\$20,139,602	\$28,857,447	\$25,552,496	\$ 24,133,927
Prepaid Items	0	0	0	203,053	235,926
Assigned:					
Infrastructure	900,000	3,250,000	2,000,000	9,300,000	16,000,000
Capital Acquisitions	10,470,310	500,000	0	0	2,200,000
Subsequent Year's Budget:					
Appropriation of Fund Balance	0	3,767,500	0	0	0
Unassigned	26,643,211	31,828,170	30,409,850	34,149,343	37,607,773
Total Fund Balances	<u>\$56,293,359</u>	<u>\$59,485,272</u>	<u>\$61,267,297</u>	<u>\$69,204,892</u>	<u>\$ 80,177,626</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$85,673,899</u>	<u>\$89,264,087</u>	<u>\$88,884,912</u>	<u>\$97,543,377</u>	<u>\$111,136,060</u>

**General Fund
Revenues and Expenditures**

	Audited Years Ending December 31				
	2018	2019	2020	2021	2022
REVENUES:					
Property Taxes	\$22,493,562	\$24,339,659	\$24,126,474	\$24,228,906	\$25,010,610
Other Taxes	12,161,007	12,212,773	11,171,668	13,652,898	15,447,760
Licenses and Permits	3,708,677	3,822,654	2,036,569	2,030,245	1,804,859
Intergovernmental	22,927,843	23,403,701	23,279,114	27,691,047	32,788,858
Charges for Services.....	5,360,093	5,636,997	6,164,290	4,983,272	5,401,993
Fines and Forfeits	1,239,342	1,115,938	739,013	655,524	488,261
Investment Income	440,109	766,711	256,138	25,844	234,158
Miscellaneous	985,423	272,457	242,472	497,703	406,780
Total Revenues	<u>\$69,316,056</u>	<u>\$71,570,890</u>	<u>\$68,015,738</u>	<u>\$73,765,439</u>	<u>\$81,583,279</u>
EXPENDITURES:					
General Government.....	\$ 8,814,235	\$ 8,919,178	\$ 8,523,551	\$ 8,819,530	\$ 9,324,287
Public Safety	44,272,261	45,120,655	45,575,471	47,544,601	50,625,268
Public Works	7,069,260	7,025,113	6,634,117	4,618,911	4,168,155
Streets and Highways	3,988,318	4,298,471	3,750,629	4,395,892	4,459,304
Economic Development	338,356	383,382	272,317	142,910	186,531
Total Expenditures	<u>\$64,482,430</u>	<u>\$65,746,799</u>	<u>\$64,756,085</u>	<u>\$65,521,844</u>	<u>\$68,763,545</u>
Excess (Deficiency) of Revenues Over Expenditures.....	\$ 4,833,626	\$ 5,824,091	\$ 3,259,653	\$ 8,243,595	\$12,819,734
Other Financing Sources (Uses), Net	\$ (1,761,189)	\$ (2,632,178)	\$ (1,477,628)	\$ (306,000)	\$ (1,847,000)
Net Change in Fund Balances	\$ 3,072,437	\$ 3,191,913	\$ 1,782,025	\$ 7,937,595	\$10,972,734
Fund Balances, January 1	<u>\$53,220,922</u>	<u>\$56,293,359</u>	<u>\$59,485,272</u>	<u>\$61,267,297</u>	<u>\$69,204,892</u>
Fund Balances, December 31.....	<u>\$56,293,359</u>	<u>\$59,485,272</u>	<u>\$61,267,297</u>	<u>\$69,204,892</u>	<u>\$80,177,626</u>

**General Fund
Budget Financial Information(1)**

	Adopted Budget Fiscal Year 2024
REVENUES:(2)	
Taxes.....	\$ 39,068,105
Licenses and Permits	1,473,500
Intergovernmental	24,876,293
Charges for Services.....	3,184,000
Fines and Forfeits.....	380,000
Investment Income	200,000
Other	156,197
Transfers	72,000
Total Revenues	<u>\$ 69,410,095</u>
EXPENDITURES:	
General Government.....	\$ 20,785,637
Public Safety	53,673,170
Economic Development	3,774,010
Public Works	13,352,367
Total Expenditures	<u>\$ 91,585,184</u>
Less: Transfers.....	<u>11,750,000</u>
Total Operating Expenditures.....	<u>\$ 79,835,184</u>
Total Revenues Over Operating Expenditures.....	\$(10,425,089)

Notes: (1) Source: the City's fiscal year 2024 Annual Budget.
(2) Does not include prior year's fund balance.

INDEPENDENT ACCOUNTANT'S REPORT
ON COMPLIANCE

To the Honorable Mayor
and Members of the City Council
City of Des Plaines, Illinois

We have examined the City of Des Plaines, Illinois' ("City's") compliance with the requirements of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act during the year ended December 31, 2023. Management of the City is responsible for the City's compliance with the specified requirements. Our responsibility is to express an opinion on the City's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the City complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

Our examination does not provide a legal determination on the City's compliance with specified requirements.

In our opinion, the City complied, in all material respects, with the aforementioned requirements during the year ended December 31, 2023.

Crowe LLP
Crowe LLP

Oak Brook, Illinois
June 25, 2024