

CITY OF WEST CHICAGO, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2022

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CITY OF WEST CHICAGO, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2022

Prepared by
Nikki Giles
Finance Director

CITY OF WEST CHICAGO, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the City of West Chicago including:

- List of Principal Officials
- Organizational Chart
- Letter of Transmittal

CITY OF WEST CHICAGO, ILLINOIS

**List of Principal Officials
December 31, 2022**

LEGISLATIVE

City Mayor: Ruben Pineda

ALDERMEN

James Beifuss

Joseph Morano

Heather Brown

Jayne Sheahan

Lori Chassee

Jeanne Short

Matthew Garling

Melissa Birch Ferguson

Sandra Dimas

Alton Hallett

Christine Dettmann

Rebecca Stout

John Jakabcsin

Christopher Swiatek

ADMINISTRATIVE

City Administrator: Michael L. Guttman

FINANCE

Finance Director: Nikki Giles

CITY OF WEST CHICAGO
ORGANIZATIONAL CHART

City of West
Chicago Residents

Mayor &
City Council

116
TOTAL STAFF

Administration: 6

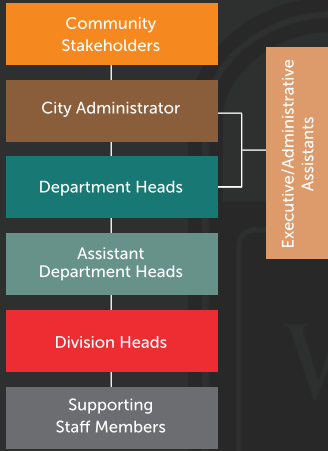
Finance: 7

Community
Development: 9

Police: 51

Public Works: 43

ORGANIZATIONAL HIERARCHY



CITY OF WEST CHICAGO

WHERE HISTORY & PROGRESS MEET

June 28, 2023

The Honorable Mayor Ruben Pineda
Members of the West Chicago City Council
City Administrator Michael Guttman
Citizens of the City of West Chicago

The Annual Comprehensive Financial Report of the City of West Chicago (City) for the Fiscal Year ended December 31, 2022, is hereby submitted as mandated by local ordinances and state statutes. These ordinances and statutes require that the City issue a report on its financial position and activity following the end of a fiscal period, and that this report be audited by an independent accounting firm of certified public accountants.

Responsibility for both the accuracy of the data, and the completeness and reliability of the information presented in this report, including all disclosures, rests with management. The City is also responsible for establishing and maintaining internal controls designed to ensure that the assets of the City are protected from loss, theft or misuse, and to ensure adequate accounting of data is compiled to allow for the preparation of the City of West Chicago's financial statements in accordance with generally accepted accounting principles (GAAP). Internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and that the valuation of the costs and benefits requires estimates and judgments by management. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Lauterbach & Amen, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of West Chicago for the fiscal period ended December 31, 2022, are free of material misstatement. The auditors' report is presented as the first component of the financial section of this report.

GAAP requires that management provide an introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE CITY OF WEST CHICAGO

The City of West Chicago is a diverse, family-oriented community with a rich cultural mix and a proud heritage, located in northeastern Illinois, approximately 30 miles west of Chicago. West Chicago is the first Illinois community established by the railroads and continues to be a convenient transportation hub served by three major rail lines, Illinois' third-busiest airport and three State highways. The population has nearly tripled since the 1970s, with an official population of 25,614, based upon the results of the census conducted in 2020. West Chicago became a home rule unit of government on March 3, 2004.

The equalized assessed valuation of the City reflects its strong economic condition. The City's assessed valuation has more than doubled since 1996, and one of the City's primary goals continues to be the active pursuit of commercial and industrial development that will aid in alleviating the tax burden on residents, while diversifying the long-term tax base.

The City operates under the Mayor-Council form of government. Policymaking and legislative authority are vested in the City Council, which is comprised of a Mayor and two Aldermen from each of seven wards. The City Council is responsible for, among many responsibilities, passing ordinances, adopting an annual budget, appointing committees and hiring the City Administrator. The Council members are elected to four-year staggered terms with seven Council members being elected every two years. The Mayor is elected to a four-year term. The City Administrator is responsible for carrying out the policies of and ordinances adopted by the City Council, for overseeing the day-to-day operations of the City, and for appointing all City staff except the Chief of Police.

The City provides a full range of services, including: police protection, the construction and maintenance of streets and other infrastructure, water and wastewater treatment, the distribution of potable water, the collection of wastewater and stormwater, cultural events, as well as community and economic development.

The annual budget serves as the foundation for the City's financial planning and control. It further prioritizes our core services and administrative functions, and reflects the policy direction established by the City Council. All department directors of the City are required to submit their budget requests to the City Administrator, who then uses these requests as the starting point for developing a proposed budget. The City Administrator presents the proposed budget to the City Council, and budget workshops with the Finance Committee begin shortly thereafter. The City targets budget adoption at a Council meeting approximately one month prior to the beginning of the fiscal year. Once approved, the City Administrator is given the flexibility to transfer amounts between Department Budgets and line items within a Fund, but City Council action is necessary to transfer money between Funds.

The following are some of the major components of the Budget Policy that the City Council has used as a continuing foundation for fiscal discipline:

- Revenues are conservatively projected using historical trends, reasonably expected changes in the coming year, and an analysis of anticipated economic conditions in the region, the state and the nation.
- Expenditures reflect realistic projections of anticipated expenses. Efforts are made to ensure that programs and services are realistically funded. Expenditures will be paid with current revenues.

MAJOR INITIATIVES

The City has been involved in a variety of projects throughout the year, which reflect its commitment to ensuring that its citizens are able to experience a high quality of life in an enviable environment. The most significant of these projects are outlined below:

- Over \$4.7 million in infrastructure projects were completed in 2022. There was \$2.8 million for water and sewer infrastructure, including the repair/rehabilitation of two water wells and two clarifiers, the repair of various sanitary sewer lines and lift stations throughout the City, and updates to its Supervisory Control and Data Acquisition (SCADA) system. In addition, approximately 3.75 miles of road resurfacing/repair work was completed.
- After many years of remediation work, and collaboration with state and federal partners to resolve the issues at the former Kerr-McGee factory site, the clean-up portion of the project is nearly concluded. The City was awarded a two million dollar Federal grant and plans are underway to transform the site into a new community park. The design process for the park included a significant amount of public engagement.
- The City eliminated the Administrative Services Department and re-created a Finance Department. The City undertook a national recruitment to hire a Finance Director and Assistant City Administrator to provide enhanced and new services to our internal and external customers. The City conducted a redistricting of its seven wards. Additionally, it is in the process of creating a digital map of its two cemeteries and an index of all interred.

FACTORS AFFECTING LOCAL FINANCIAL CONDITION

Local Economy

As West Chicago has persistently transitioned itself into a center for commerce and industry, the diversity of its retail and industrial bases has helped to reduce dependency on outside revenues. The City continues to aggressively pursue economic development opportunities and partnerships with commercial and corporate developers, and business owners, while supporting existing relationships, despite the current state of the economy.

Long-Term Financial Planning

The City performs an annual review of its strategy designed to address the structural and cyclical financial challenges that continue to face the City. This strategy includes five major components:

Reduction in Operating Expenditures – To address the structural problem of rising operating costs, the City annually undergoes a target budgeting process to manage the organization’s expenditure and revenue patterns. Additionally, a comprehensive multi-phased review of both the budget and cost for services continues to determine alternative ways of providing existing services, with any cost savings that result from such adjustments being reallocated to other operational and maintenance needs.

Systematic Use of Fund Reserves – As part of its Policy, the City met its reserve target for the fiscal period ending December 31, 2022. The City maintains operating reserves that may be utilized during economic downturns and other unexpected circumstances. The systematic use of reserves helps to smooth the City’s expenditure patterns and minimize fluctuations in the level of services provided and maintained.

Identification and Implementation of New Revenues – The City annually assesses new sources of revenue to ensure the continued delivery of core services to our customers. New revenue sources that are adopted adhere to the City Council’s direction that users should pay for certain services from which only they benefit and/or require.

Increased Economic Development Focus – The City’s Economic Development Program is designed to increase and diversify the City’s sales tax, utility tax and real estate tax bases. By doing so, the City has become more self-sufficient, generating revenues and reducing dependency on outside revenue sources.

Maintain and Improve City Services – The City has a proud history of providing exceptional services. During the implementation of this strategy, it was imperative that the residents and businesses not experience a reduction in service levels unless absolutely necessary. With few exceptions, the City has been able to provide excellent service with fewer employees and leaner budgets.

In addition to this financial strategy, the City continues to have a five-year Capital Improvement Plan (CIP) and a process that projects future operating budgets. The CIP lends guidance and continuity in the planning and development of budgets, but more importantly, it identifies and prioritizes infrastructure maintenance and replacement needs, and plans for projects several years in advance. The Capital Projects Fund, Water Fund and Sewer Fund each have their respective five-year plans.

Policy and Decision Impacts on Financial Statements

The following policies and decisions had significant impact on the City’s financial statements:

- A local Motor Fuel Tax and a Packaged Liquor Tax were implemented. The City adopted Video Gaming and the associated taxes and fees. In compliance with the City’s Collateral Policy, the Finance Department staff updated the Collateral Program with one of the City’s largest cash asset holders.
- In 2022, West Chicago saw a significant investment in its business community - \$95 million in private construction in the DuPage Business Center, accounting for 1.8 million

square feet of new industrial space, and an additional 700,000 square feet of new private industrial space valued at \$48 million. West Chicago welcomed 64 new businesses employing 427 individuals. Ten existing businesses made significant expansions, accounting for nearly one million square feet of new construction and 120 new employees. The downtown area added seven new businesses. Ball Horticultural celebrated 100 years in West Chicago. There is significant positive financial impact from these businesses regarding permit fees, tax dollars, and employees and others utilizing the local economy. West Chicago will continue to attract and retain businesses through the creation of the City's first Economic Development Commission, and through the re-launching of the City Economic Development website, *West Chicago Now*.

- West Chicago has recruited and replaced approximately 20% of its 116 employee workforce in the last year. Since January 2022, there have been 19 retirements, resulting in a near complete transition of personnel in the City's management team.
- State Senator Karina Villa was able to earmark grant funds from the Illinois Department of Commerce and Economic Opportunity (DCEO) for a traffic signal at Route 38 and Technology Boulevard, and for the painting of the Fremont Street Water Tower. Staff is working on the Grant Agreements associated with those projects.
- The year 2022 marked the first time the City of West Chicago raised its water rates since 2006 and its sewer rates since 2008.
- The City continued the practice of raising the property tax levy by the maximum amount permitted by non-home rule units of government to counter the increasing costs associated with police personnel.

AWARDS AND ACHIEVEMENTS

In September 2022, the City of West Chicago was given the designation of being ranked #9 for "Best Places to Live for Families" in the United States by Fortune Magazine. As the only Illinois municipality to make this list, this is an exceptional distinction for our community.

In October 2022, the America Planning Association recognized the City's new Comprehensive Plan as the winner of the "2022 Daniel Burnham Award," which honors comprehensive plans that advance the science and art of urban planning. West Chicago's plan was especially unique since it was created in both English and Spanish within the same overall document.

Also in October 2022, the National Forum for Heart Disease and Stroke Prevention presented the City and Healthy West Chicago with the 2022 Public Policy Award. This national award was presented in response to the continued advancement of making walking and active living more accessible to more people in West Chicago.

In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting from The Government Finance Officers Association of the United States and Canada (GFOA), the City must publish an easily readable and efficiently organized annual comprehensive financial report.

This report must satisfy both generally accepted accounting principles and applicable legal requirements. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another Certificate.

The preparation of this report was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the Department has my sincere appreciation for the contribution made in the preparation of this report.

In closing, I would like to acknowledge and thank the Mayor and City Council for their leadership and support in planning and conducting the financial operations of the City in a progressive manner throughout the year, and for their support in maintaining high standards of professionalism in the management of the City's finances.

Respectfully submitted,



Nikki Giles
Finance Director

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information
- Supplemental Schedule

INDEPENDENT AUDITORS' REPORT



INDEPENDENT AUDITOR'S REPORT

June 28, 2023

The Honorable City Mayor
Members of the City Council
City of West Chicago, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of West Chicago, Illinois, as of and for the year ended December 31, 2022, 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of West Chicago, Illinois, as of December 31, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, 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 budgetary comparison schedules, and required pension and other post-employment benefit (OPEB) reporting, 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.

City of West Chicago, Illinois
June 28, 2023

Supplementary Information

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

Other Information

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

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

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

CITY OF WEST CHICAGO, ILLINOIS

Management's Discussion and Analysis December 31, 2022

Our discussion and analysis of the City of West Chicago's financial performance provides an overview of the City of West Chicago's financial activities for the fiscal year ended December 31, 2022. Please read it in conjunction with the transmittal letter, which can be found in the introductory section of this report and the City of West Chicago's financial statements, located in the basic financial statements section of this report.

FINANCIAL HIGHLIGHTS

- The City's net position increased as a result of this year's operations. Net position of business-type activities increased by \$11,589,466, or 15.6 percent, while net position of the governmental activities decreased by \$9,177,423 or 16.2 percent.
- During the year, government-wide revenues for the primary government totaled \$42,181,690, while expenses totaled \$39,769,647, resulting in an increase to net position of \$2,412,043.
- The City of West Chicago's net position totaled \$133,264,032 at December 31, 2022, which includes \$143,981,489 net investment in capital assets, \$8,894,238 subject to external restrictions, and \$19,611,695 unrestricted deficit net position that is relative to a multi-year trend of spending reserves and current assets.
- The General Fund reported a decrease this year of \$11,024,379, resulting in an ending fund balance of \$11,285,846, a decrease of 49.4 percent.

USING THIS REPORT

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

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the City of West Chicago's finances, in a manner similar to a private-sector business.

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

CITY OF WEST CHICAGO, ILLINOIS

Management's Discussion and Analysis December 31, 2022

USING THIS REPORT – Continued

Government-Wide Financial Statements – Continued

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

Both of the government-wide financial statements distinguish functions of the City of West Chicago that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of West Chicago include general government, public safety and culture and recreation. The business-type activities of the City of West Chicago include waterworks, sewerage and commuter parking operations.

Fund Financial Statements

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

Governmental Funds

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

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

The City of West Chicago maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Public Benefit Fund, TIF Special Tax Allocation #1 Fund, and Capital Improvement Fund, all of which are considered major funds. Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

CITY OF WEST CHICAGO, ILLINOIS

Management's Discussion and Analysis December 31, 2022

USING THIS REPORT – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

The City of West Chicago adopts an annual budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

Proprietary Funds

The City of West Chicago maintains one proprietary fund type: enterprise. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of West Chicago utilizes enterprise funds to account for its water and sewer operations, water and sewer construction, water and sewer debt retirement, and commuter parking operations.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Waterworks and Sewerage Funds, which are considered to be major funds of the City, and the Commuter Parking Fund, which is a nonmajor fund.

Fiduciary Funds

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

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 of West Chicago's Illinois Municipal Retirement Fund (I.M.R.F.), Police Pension Fund, and retiree benefits plan, as well as budgetary comparison schedules for the General Fund and any major special revenue funds. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on pensions.

CITY OF WEST CHICAGO, ILLINOIS

**Management’s Discussion and Analysis
December 31, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government’s financial position. The following tables show that in the case of the City of West Chicago, assets/deferred outflows exceeded liabilities/deferred inflows by \$133,264,032.

	Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2022	2021	2022	2021	2022	2021
Current Assets	\$ 36,020,148	\$ 47,692,010	\$ 1,352,327	\$ (10,476,861)	\$ 37,372,475	\$ 37,215,149
Capital Assets	50,991,911	52,198,435	94,359,016	94,871,879	145,350,927	147,070,314
Total Assets	87,012,059	99,890,445	95,711,343	84,395,018	182,723,402	184,285,463
Deferred Outflows	11,311,732	5,849,356	3,093,011	1,078,107	14,404,743	6,927,463
Total Assets/Deferred Outflows	98,323,791	105,739,801	98,804,354	85,473,125	197,128,145	191,212,926
Current Liabilities	4,517,859	4,735,335	6,872,951	3,673,944	11,390,810	8,409,279
Noncurrent Liabilities	34,622,835	24,268,677	6,038,816	4,513,902	40,661,651	28,782,579
Total Liabilities	39,140,694	29,004,012	12,911,767	8,187,846	52,052,461	37,191,858
Deferred Inflows	11,791,550	20,166,819	20,102	3,002,260	11,811,652	23,169,079
Total Liabilities/Deferred Inflows	50,932,244	49,170,831	12,931,869	11,190,106	63,864,113	60,360,937
Net Position						
Net Investment in Capital Assets	50,991,911	52,198,435	92,989,578	92,843,508	143,981,489	145,041,943
Restricted	8,713,917	8,507,381	180,321	180,321	8,894,238	8,687,702
Unrestricted (Deficit)	(12,314,281)	(4,136,846)	(7,297,414)	(18,740,810)	(19,611,695)	(22,877,656)
Total Net Position	\$ 47,391,547	\$ 56,568,970	\$ 85,872,485	\$ 74,283,019	\$ 133,264,032	\$ 130,851,989

A large portion of the City’s net position, \$143,981,489, reflects its investment in capital assets (i.e., land, construction in progress, land improvements, buildings and improvements, machinery and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$8,894,238, of the City of West Chicago’s net position represents resources that are subject to external restrictions on how they may be used. The remaining \$19,611,695 represents unrestricted deficit net position that is relative to a multi-year trend of spending reserves and current assets.

CITY OF WEST CHICAGO, ILLINOIS

**Management’s Discussion and Analysis
December 31, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Changes in Net Position					
	Governmental Activities		Business-Type Activities		Totals	
	2022	2021	2022	2021	2022	2021
Revenues						
Program Revenues						
Charges for Services	\$ 6,792,303	\$ 5,322,060	\$ 9,578,031	\$ 9,990,809	\$ 16,370,334	\$ 15,312,869
Operating Grants/Contrib.	1,112,088	376,506	-	-	1,112,088	376,506
Capital Grants/Contrib.	616,114	1,700,033	-	-	616,114	1,700,033
General Revenues						
Property Taxes	4,086,790	5,134,372	9,354	11,005	4,096,144	5,145,377
Other Taxes	639,735	800,371	-	-	639,735	800,371
Sales and Use Taxes	10,725,087	10,385,591	-	-	10,725,087	10,385,591
Income Taxes	4,173,731	3,566,536	-	-	4,173,731	3,566,536
Replacement Taxes	630,453	295,815	-	-	630,453	295,815
Utility Taxes	2,219,966	2,156,333	-	-	2,219,966	2,156,333
Video Gaming Taxes	7,836	-	-	-	7,836	-
Interest Income	104,248	1,643	75,725	-	179,973	1,643
Miscellaneous	1,144,739	3,386,106	265,490	373,719	1,410,229	3,759,825
Total Revenues	32,253,090	33,125,366	9,928,600	10,375,533	42,181,690	43,500,899
Expenses						
General Government	8,457,023	7,502,977	-	-	8,457,023	7,502,977
Public Safety	11,601,093	8,922,067	-	-	11,601,093	8,922,067
Culture and Recreation	49,691	47,062	-	-	49,691	47,062
Streets and Highways	5,916,606	5,494,248	-	-	5,916,606	5,494,248
Interest on Long-Term Debt	-	69	-	-	-	69
Waterworks	-	-	7,485,333	5,826,807	7,485,333	5,826,807
Sewerage	-	-	6,169,629	5,365,676	6,169,629	5,365,676
Commuter Parking	-	-	90,272	92,619	90,272	92,619
Total Expenses	26,024,413	21,966,423	13,745,234	11,285,102	39,769,647	33,251,525
Change in Net Position						
Before Transfers	6,228,677	11,158,943	(3,816,634)	(909,569)	2,412,043	10,249,374
Transfers	(15,406,100)	-	15,406,100	-	-	-
Change in Net Position	(9,177,423)	11,158,943	11,589,466	(909,569)	2,412,043	10,249,374
Net Position - Beginning	56,568,970	45,410,027	74,283,019	75,192,588	130,851,989	120,602,615
Net Position - Ending	\$ 47,391,547	\$ 56,568,970	\$ 85,872,485	\$ 74,283,019	\$ 133,264,032	\$ 130,851,989

Net position of the City of West Chicago’s governmental activities decreased 16.2 percent (\$47,391,547 at December 31, 2022, compared to \$56,568,970 at December 31, 2021). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled a deficit of \$12,314,281 at December 31, 2022.

Net position of business-type activities increased 15.6 percent (\$85,872,485 at December 31, 2022 compared to \$74,283,019 at December 31, 2021). The City reported a surplus of \$6,237,578 in the Waterworks Fund and a surplus of \$5,383,568 in the Sewerage Fund and a deficit of \$31,680 in the Commuter Parking Fund.

CITY OF WEST CHICAGO, ILLINOIS

**Management’s Discussion and Analysis
December 31, 2022**

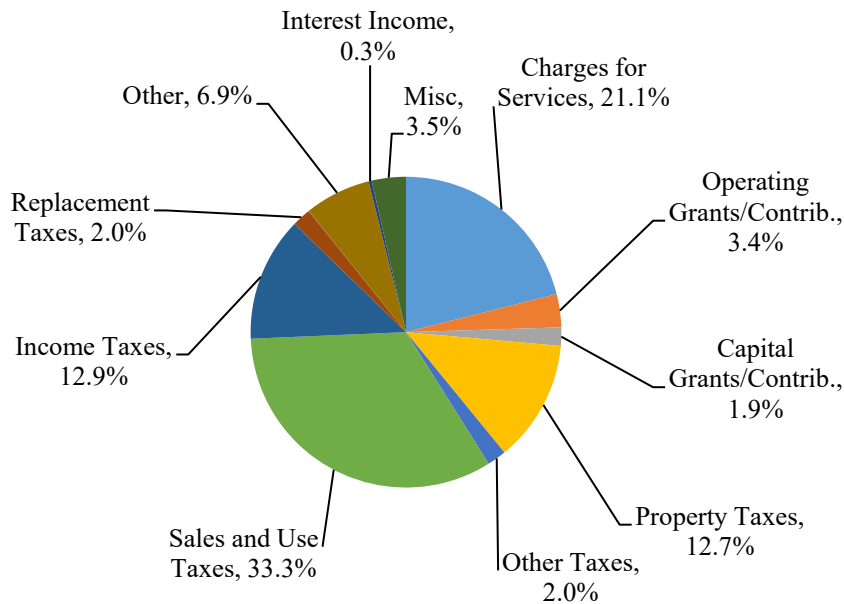
GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities

Revenues for governmental activities totaled \$32,253,090 while the cost of all governmental functions totaled \$26,024,413. This results in a net position increase of \$6,228,677 before transfers at December 31, 2022. At December 31, 2021, revenues for governmental activities totaled \$33,125,366, while the cost of all governmental functions totaled \$21,966,423, which resulted in a surplus of \$11,158,943. Revenues for charges for services, operating grants/contributions, and income taxes increased by \$1,470,243, \$735,582, and \$607,195, respectively. Revenues for capital grants/contributions, property taxes, and miscellaneous revenues decreased by \$1,083,919, \$1,047,582, and \$2,241,367, respectively.

The following table graphically depicts the major revenue sources of the City of West Chicago. It depicts very clearly the reliance on property taxes, sales and use taxes, charges for services and other general revenues to fund governmental activities. It also clearly identifies the less significant percentage the City receives from capital grants and contributions, other taxes, and replacement taxes.

Revenues by Source - Governmental Activities



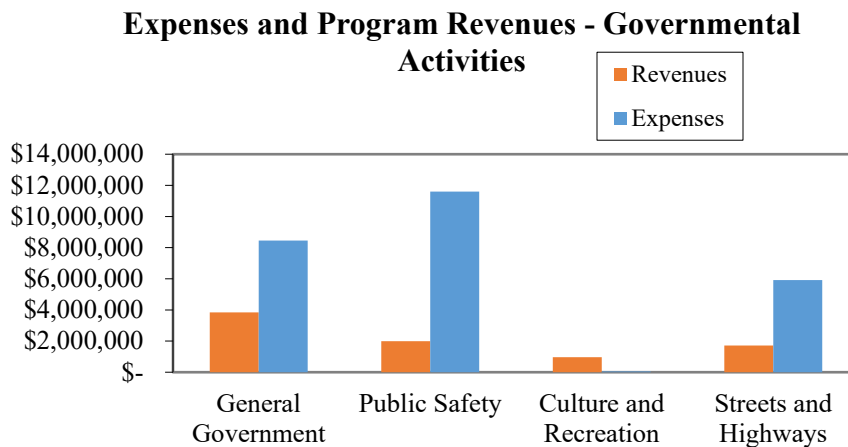
CITY OF WEST CHICAGO, ILLINOIS

**Management’s Discussion and Analysis
December 31, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities – Continued

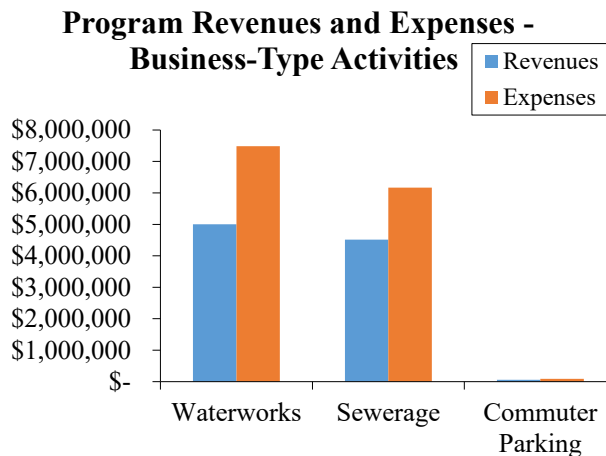
The ‘Expenses and Program Revenues’ Chart identifies those governmental functions where program expenses greatly exceed revenues. These expenses and revenues do not include the major revenue sources, such as property taxes, sales and use taxes and income taxes, described earlier. The Statement of Activities further outlines those revenues and expenses considered program specific.



Business-Type Activities

Business-type activities posted total revenues of \$9,928,600, while the cost of all business-type activities totaled \$13,745,234. This results in a net position decrease of \$3,816,634 prior to transfers in of \$15,406,100. At December 31, 2021, revenues of \$10,375,533, were less than expenses of \$11,285,102, resulting in a decrease of \$909,569.

The chart below compares program revenues to expenses for business-type activities.



CITY OF WEST CHICAGO, ILLINOIS

Management's Discussion and Analysis December 31, 2022

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

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

At December 31, 2022, the City's governmental funds reported combined ending fund balances of \$27,419,555, which is a decrease of \$9,377,701 from last year's total of \$36,797,256. Of the \$27,419,555 total, \$10,422,274 or 38.0 percent, of the fund balance constitutes unassigned fund balance, while \$159,404, or 0.6 percent, is designated as nonspendable, \$6,915,858, or 25.2 percent, has been classified as restricted funds and \$9,922,019, or 36.2 percent, has been classified as assigned funds.

The General Fund is the chief operating fund of the City. The General Fund reported a decrease change in fund balance for the fiscal year of \$11,024,379, a decrease of 49.4 percent. The General Fund decrease was due to an interfund transfer to the Waterworks Fund and Sewerage fund. These variances are further outlined on the General Fund Schedule of Revenues, Expenditures and Changes in Fund Balance.

The Public Benefit Fund is used to account for the accumulation of funds from Kerr McGee to fund projects that meet the criteria established by the City Council and as detailed in the City Code. The fund balance in The Public Benefit Fund remained stable for the fiscal year, reporting an increase of \$40,440.

The TIF Special Tax Allocation #1 Fund reported a decrease of \$892,750 for the year. The TIF Special Tax Allocation #1 Fund will be subsequently closed, with non-property tax revenue transferred to other funds and the remaining surplus balance rebated to DuPage County for distribution to the appropriate taxing bodies.

The Capital Improvement Fund reported an increase in fund balance of \$62,921 for the year, which resulted from actual revenues of \$4,683,430 exceeding actual expenditures totaling \$4,620,509. With respect to the resulting material and labor shortages from the Pandemic outfall and due to the inflationary bidding environment, the decision was made that some capital projects, such as the building improvements at 135 W. Grand Lake Boulevard, would be deferred until fiscal year 2023.

CITY OF WEST CHICAGO, ILLINOIS

Management's Discussion and Analysis December 31, 2022

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS – Continued

Proprietary Funds

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

The City reports the Waterworks Fund and the Sewerage Funds as two major proprietary funds. The Waterworks Fund accounts for all of the operations of the municipal water plant and distribution system while the Sewerage Fund accounts for all of the operations of the municipal sewer treatment plant and collection system. Water is sold to municipal customers at a rate of \$5.00 per one thousand gallons of water and a rate of \$7.00 per one thousand gallons of sewerage. The variance between the cost of operations and the rates charged to customers is intended to finance the debt and infrastructure of the utility system, including labor costs, supplies, infrastructure maintenance and future infrastructure improvements. The Commuter Parking Fund is recorded as a non-major fund.

Each year, the City of West Chicago projects the user rates charged to be sufficient that the funds operate at a breakeven level, including amortization of future capital costs. Periodically, there will be an annual surplus or decrease due to the timing of capital projects. The increase in net position in the Waterworks Fund during the fiscal year was \$6,237,578, while the decrease in the previous fiscal year was \$738,272.

The Sewerage Fund experienced an increase in net position of \$5,383,568, while the previous fiscal year reported a decrease of \$118,410. The Commuter Parking Fund had a decrease in net position for the fiscal year of \$31,680 compared to the decrease in the previous fiscal year of \$52,887. Total net position in the Proprietary Funds was \$85,872,485 (net investment in capital assets, restricted, and unrestricted (deficit)) at December 31, 2022.

GENERAL FUND BUDGETARY HIGHLIGHTS

The City of West Chicago Council made one budget amendment to the General Fund during the fiscal year. General Fund actual revenues for the year totaled \$24,754,768 compared to budgeted revenues of \$19,773,500. There was better than anticipated actual results within all revenue categories, except tax revenues which came in slightly lower than anticipated. Overall General Fund revenues were increased \$4,981,268 due to intergovernmental and charges for services increasing the most.

Original budgeted expenditures of \$20,939,000 were increased \$335,700 primarily due to legal expenditures. The General Fund actual expenditures for the year were \$390,273 lower than budgeted (\$20,884,427 actual compared to \$21,274,700 final budgeted). The general government's actual expenditures were lower than budgeted expenditures by \$890,073 due to overall cost controlling measures. In addition, public safety actual expenditures were higher than budgeted expenditures by \$499,800 due to equipment purchases from drug asset forfeiture fund proceeds.

CITY OF WEST CHICAGO, ILLINOIS

**Management’s Discussion and Analysis
December 31, 2022**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City of West Chicago’s investment in capital assets for its governmental and business type activities as of December 31, 2022 was \$145,350,927, net of accumulated depreciation. This investment in capital assets includes land, construction on progress, land improvements, buildings and improvements, machinery and equipment, and infrastructure.

	Capital Assets - Net of Depreciation					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2022	2021	2022	2021	2022	2021
Land	\$ 20,218,128	\$ 20,218,128	\$ 28,040,111	\$ 28,040,111	\$ 48,258,239	\$ 48,258,239
Construction in Progress	82,094	-	273,807	661,069	355,901	661,069
Land Improvements	1,269,327	1,325,643	421,384	453,496	1,690,711	1,779,139
Buildings and Improvements	4,522,450	3,941,213	18,329,739	16,982,486	22,852,189	20,923,699
Machinery and Equipment	2,320,962	2,752,224	3,007,081	3,065,401	5,328,043	5,817,625
Infrastructure	22,578,950	23,961,227	44,286,894	45,669,316	66,865,844	69,630,543
Totals	\$ 50,991,911	\$ 52,198,435	\$ 94,359,016	\$ 94,871,879	\$ 145,350,927	\$ 147,070,314

This year’s major additions included:

Construction in Progress	\$ 149,956
Buildings and Improvements	2,376,619
Machinery and Equipment	193,147
	<u>\$ 2,719,722</u>

Additional information on the City of West Chicago’s capital assets can be found in Note 3 of this report.

Debt Administration

At December 31, 2022, the City of West Chicago had total outstanding debt of \$1,369,438 as compared to \$2,028,371 at December 31, 2021, a decrease of \$658,933. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2022	2021	2022	2021	2022	2021
IEPA Revolving Loan	\$ -	\$ -	\$ 1,369,438	\$ 2,028,371	\$ 1,369,438	\$ 2,028,371

CITY OF WEST CHICAGO, ILLINOIS

Management's Discussion and Analysis December 31, 2022

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Debt Administration - Continued

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes governs computation of the legal debt margin. The City is a home rule municipality and to date, the Illinois General Assembly has set no limits for home rule municipalities. Additional information on the City of West Chicago long-term debt can be found in Note 3 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The 2022 overall inflation rate for the United States was 6.5 percent. The 2022 inflation rate in Illinois was 5.5 percent. The 2022 inflation rate in the overall local area also was 5.5 percent, which is 1.1 percent less than 2021, but significantly greater than the 2019 and 2020 average of 1.6 percent. The items that rose the highest were food and energy, shelter, and recreation.

Amounts available for appropriation in the General Fund are \$22,440,100, an increase of 5.48% from the final 2022 budget General Fund appropriation of \$21,274,700. The City of West Chicago has budgeted increases in property taxes of 4.9 percent and sales tax of 1.0 percent. The City's major initiatives in the 2023 budget include a return to an aggressive street resurfacing program and the engineering, construction improvement to Lift Station #5, and the above-ground fuel tank. The City of West Chicago maintains its strong commitment to fiscal accountability and pledges to continue to seek innovative strategies to maximize financial responsibility.

The City of West Chicago's elected and appointed officials considered many factors when setting the fiscal year 2023 budget, tax rates and fees that will be charged for its governmental and business-type activities. One of those factors is the economy. Unemployment Rates for December 31, 2022, for DuPage County was 3.2 percent and the state and national unemployment rates were 4.6 and 3.5 percent, respectively. The City of West Chicago's citywide unemployment rate was 4.8 percent, which peaks in the winter months due to the seasonal nature of a larger portion of its workforce.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of West Chicago's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Finance Director, City of West Chicago, 475 Main Street, West Chicago, IL 60185.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Funds

Fiduciary Fund

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

CITY OF WEST CHICAGO, ILLINOIS

**Statement of Net Position
December 31, 2022**

See Following Page

CITY OF WEST CHICAGO, ILLINOIS

**Statement of Net Position
December 31, 2022**

	Governmental Activities	Business -Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 25,092,007	\$ 359,303	\$ 25,451,310
Receivables - Net of Allowances	10,076,651	1,665,834	11,742,485
Internal Balances	692,086	(692,086)	-
Prepays/Inventories	159,404	19,276	178,680
Total Current Assets	<u>36,020,148</u>	<u>1,352,327</u>	<u>37,372,475</u>
Noncurrent Assets			
Capital Assets			
Nondepreciable	20,300,222	28,313,918	48,614,140
Depreciable	79,146,928	112,932,467	192,079,395
Accumulated Depreciation	(48,455,239)	(46,887,369)	(95,342,608)
Total Capital Assets	<u>50,991,911</u>	<u>94,359,016</u>	<u>145,350,927</u>
Total Assets	<u>87,012,059</u>	<u>95,711,343</u>	<u>182,723,402</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	2,179,866	2,286,159	4,466,025
Deferred Items - Police Pension	9,086,866	-	9,086,866
Deferred Items - ARO	45,000	806,852	851,852
Total Deferred Outflows of Resources	<u>11,311,732</u>	<u>3,093,011</u>	<u>14,404,743</u>
Total Assets and Deferred Outflows of Resources	<u>98,323,791</u>	<u>98,804,354</u>	<u>197,128,145</u>

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

	Governmental Activities	Business -Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 1,318,485	\$ 2,241,971	\$ 3,560,456
Accrued Payroll	499,800	146,171	645,971
Accrued Interest Payable	-	11,732	11,732
Deposits Payable	2,020,223	-	2,020,223
Other Payables	300,416	3,758,351	4,058,767
Current Portion of Long-Term Debt	378,935	714,726	1,093,661
Total Current Liabilities	4,517,859	6,872,951	11,390,810
Noncurrent Liabilities			
Compensated Absences Payable	1,515,742	154,995	1,670,737
Net Pension Liability - IMRF	2,444,555	2,563,753	5,008,308
Net Pension Liability - Police Pension	26,607,007	-	26,607,007
Total OPEB Liability - RBP	3,980,531	1,776,607	5,757,138
IEPA Revolving Loan Payable	-	693,461	693,461
Asset Retirement Obligation	75,000	850,000	925,000
Total Noncurrent Liabilities	34,622,835	6,038,816	40,661,651
Total Liabilities	39,140,694	12,911,767	52,052,461
DEFERRED INFLOWS OF RESOURCES			
Deferred Items - IMRF	19,167	20,102	39,269
Deferred Items - Police Pension	7,310,714	-	7,310,714
Property Taxes	4,461,669	-	4,461,669
Total Deferred Inflows of Resources	11,791,550	20,102	11,811,652
Total Liabilities and Deferred Inflows of Resources	50,932,244	12,931,869	63,864,113
NET POSITION			
Net Investment in Capital Assets	50,991,911	92,989,578	143,981,489
Restricted - Motor Fuel Tax	6,681,560	-	6,681,560
Restricted - Public Safety	705,101	-	705,101
Restricted - Property Taxes - TIF	240,025	-	240,025
Restricted - Public Benefit Projects	1,087,231	-	1,087,231
Restricted - Water	-	180,321	180,321
Unrestricted (Deficit)	(12,314,281)	(7,297,414)	(19,611,695)
Total Net Position	\$ 47,391,547	\$ 85,872,485	\$ 133,264,032

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

CITY OF WEST CHICAGO, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2022

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Governmental Activities				
General Government	\$ 8,457,023	\$ 3,830,671	\$ 8,453	\$ -
Public Safety	11,601,093	1,993,128	-	-
Culture and Recreation	49,691	968,504	-	-
Streets and Highways	5,916,606	-	1,103,635	616,114
Total Governmental Activities	26,024,413	6,792,303	1,112,088	616,114
Business-Type Activities				
Waterworks	7,485,333	5,003,039	-	-
Sewerage	6,169,629	4,516,550	-	-
Commuter Parking	90,272	58,442	-	-
Total Business-Type Activities	13,745,234	9,578,031	-	-
Total Primary Government	\$ 39,769,647	\$ 16,370,334	\$ 1,112,088	\$ 616,114

General Revenues
 Taxes
 Property Taxes
 Telecommunications Taxes
 Amusement Taxes
 Cannabis Taxes
 Intergovernmental - Unrestricted
 Sales and Use Taxes
 Income Taxes
 Replacement Taxes
 Utility Taxes
 Video Gaming Taxes
 Interest Income
 Miscellaneous
 Transfers - Internal Balances

Change in Net Position
 Net Position - Beginning
 Net Position - Ending

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

Net (Expenses)/Revenues		
Primary Government		
Governmental Activities	Business-Type Activities	Totals
\$ (4,617,899)	\$ -	\$ (4,617,899)
(9,607,965)	-	(9,607,965)
918,813	-	918,813
(4,196,857)	-	(4,196,857)
(17,503,908)	-	(17,503,908)
-	(2,482,294)	(2,482,294)
-	(1,653,079)	(1,653,079)
-	(31,830)	(31,830)
-	(4,167,203)	(4,167,203)
(17,503,908)	(4,167,203)	(21,671,111)
4,086,790	9,354	4,096,144
495,381	-	495,381
102,460	-	102,460
41,894	-	41,894
10,725,087	-	10,725,087
4,173,731	-	4,173,731
630,453	-	630,453
2,219,966	-	2,219,966
7,836	-	7,836
104,248	75,725	179,973
1,144,739	265,490	1,410,229
(15,406,100)	15,406,100	-
8,326,485	15,756,669	24,083,154
(9,177,423)	11,589,466	2,412,043
56,568,970	74,283,019	130,851,989
\$ 47,391,547	\$ 85,872,485	\$ 133,264,032

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

CITY OF WEST CHICAGO, ILLINOIS

**Balance Sheet - Governmental Funds
December 31, 2022**

	General	Special Public Benefit
ASSETS		
Cash and Investments	\$ 9,295,117	\$ 1,087,231
Receivables - Net of Allowances		
Property Taxes	4,358,551	-
Other	4,459,744	-
Due From Other Funds	692,086	-
Prepays/Inventories	158,471	-
	<u>18,963,969</u>	<u>1,087,231</u>
LIABILITIES		
Accounts Payable	816,575	-
Accrued Payroll	482,774	-
Deposits Payable	2,020,223	-
Other Payables	-	-
Total Liabilities	<u>3,319,572</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	4,358,551	-
Total Liabilities and Deferred Inflows of Resources	<u>7,678,123</u>	<u>-</u>
FUND BALANCES		
Nonspendable	158,471	-
Restricted	2,503,160	1,087,231
Assigned	-	-
Unassigned	8,624,215	-
Total Fund Balances	<u>11,285,846</u>	<u>1,087,231</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 18,963,969</u>	<u>\$ 1,087,231</u>

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

Revenue TIF Special Tax Allocation #1	Capital Projects Capital Improvement	Nonmajor	Totals
\$ 381,371	\$ 6,205,634	\$ 8,122,654	\$ 25,092,007
-	-	97,773	4,456,324
-	1,060,610	99,973	5,620,327
-	-	-	692,086
-	933	-	159,404
381,371	7,267,177	8,320,400	36,020,148
381,371	85,449	35,090	1,318,485
-	17,026	-	499,800
-	-	-	2,020,223
-	300,416	-	300,416
381,371	402,891	35,090	4,138,924
-	288	102,830	4,461,669
381,371	403,179	137,920	8,600,593
-	933	-	159,404
-	-	5,123,526	8,713,917
-	6,863,065	3,058,954	9,922,019
-	-	-	8,624,215
-	6,863,998	8,182,480	27,419,555
\$ 381,371	\$ 7,267,177	\$ 8,320,400	\$ 36,020,148

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

CITY OF WEST CHICAGO, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to the
Statement of Net Position - Governmental Activities**

December 31, 2022

Total Governmental Fund Balances	\$ 27,419,555
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.	50,991,911
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	2,160,699
Deferred Items - Police Pension	1,776,152
Deferred Items - Asset Retirement Obligation	45,000
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(1,894,677)
Net Pension Liability - IMRF	(2,444,555)
Net Pension Liability - Police Pension	(26,607,007)
Total OPEB Liability - RBP	(3,980,531)
Asset Retirement Obligation	<u>(75,000)</u>
Net Position of Governmental Activities	<u>\$ 47,391,547</u>

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

CITY OF WEST CHICAGO, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2022**

See Following Page

CITY OF WEST CHICAGO, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2022

	General	Special Public Benefit
Revenues		
Taxes	\$ 4,677,902	\$ -
Intergovernmental	13,099,444	7,836
Charges for Services	2,947,860	32,604
Licenses and Permits	1,522,441	-
Fines and Forfeitures	1,353,498	-
Interest Income	104,248	-
Miscellaneous	1,049,375	-
Total Revenues	<u>24,754,768</u>	<u>40,440</u>
Expenditures		
General Government	8,648,027	-
Public Safety	12,236,400	-
Capital Outlay	-	-
Total Expenditures	<u>20,884,427</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,870,341</u>	<u>40,440</u>
Other Financing Sources		
Transfers In	511,380	-
Transfers Out	(15,406,100)	-
Disposal of Capital Assets	-	-
	<u>(14,894,720)</u>	<u>-</u>
Net Change in Fund Balances	(11,024,379)	40,440
Fund Balances - Beginning	<u>22,310,225</u>	<u>1,046,791</u>
Fund Balances - Ending	<u>\$ 11,285,846</u>	<u>\$ 1,087,231</u>

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

<u>Revenue</u> TIF Special Tax Allocation #1	<u>Capital Projects</u> Capital Improvement	Nonmajor	Totals
\$ -	\$ 804,633	\$ 48,623	\$ 5,531,158
-	3,874,702	1,698,660	18,680,642
-	-	935,900	3,916,364
-	-	-	1,522,441
-	-	-	1,353,498
-	-	-	104,248
-	4,095	2,724	1,056,194
-	4,683,430	2,685,907	32,164,545
381,370	-	31,932	9,061,329
-	-	-	12,236,400
-	4,620,509	306,453	4,926,962
381,370	4,620,509	338,385	26,224,691
(381,370)	62,921	2,347,522	5,939,854
-	-	-	511,380
(511,380)	-	-	(15,917,480)
-	-	88,545	88,545
(511,380)	-	88,545	(15,317,555)
(892,750)	62,921	2,436,067	(9,377,701)
892,750	6,801,077	5,746,413	36,797,256
\$ -	\$ 6,863,998	\$ 8,182,480	\$ 27,419,555

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

CITY OF WEST CHICAGO, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities - Governmental Activities**

For the Fiscal Year Ended December 31, 2022

Net Change in Fund Balances - Total Governmental Funds \$ (9,377,701)

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 and reported as depreciation expense.

Capital Outlays	847,289
Depreciation Expense	(2,053,813)
Disposals - Cost	(104,951)
Disposals - Accumulated Depreciation	104,951

Deferred outflows (inflows) of resources related to the pensions not reported in the funds.

Change in Deferred Items - IMRF	4,601,667
Change in Deferred Items - Police Pension	9,600,014
Change in Deferred Items - Asset Retirement Obligation	(15,000)

The issuance of long-term debt provides current financial resources to
governmental funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

Change in Compensated Absences Payable	153,240
Change in Net Pension Liability - IMRF	(4,900,924)
Change in Net Pension Liability - Police Pension	(8,881,382)
Change in Total OPEB Liability - RBP	<u>849,187</u>

Changes in Net Position of Governmental Activities \$ (9,177,423)

CITY OF WEST CHICAGO, ILLINOIS

**Statement of Net Position - Proprietary Funds
December 31, 2022**

See Following Page

CITY OF WEST CHICAGO, ILLINOIS

**Statement of Net Position - Proprietary Funds
December 31, 2022**

	Business-Type Activities - Enterprise			
	Waterworks	Sewerage	Nonmajor	Totals
			Commuter Parking	
ASSETS				
Current Assets				
Cash and Investments	\$ -	\$ 26,535	\$ 332,768	\$ 359,303
Receivables - Net of Allowances				
Property Taxes	-	9,353	-	9,353
Accounts	795,103	858,753	2,625	1,656,481
Advances to Other Funds	-	1,850,000	-	1,850,000
Prepays	9,638	9,638	-	19,276
Total Current Assets	<u>804,741</u>	<u>2,754,279</u>	<u>335,393</u>	<u>3,894,413</u>
Noncurrent Assets				
Capital Assets				
Nondepreciable	28,081,893	183,775	48,250	28,313,918
Depreciable	89,061,542	23,186,363	684,562	112,932,467
Accumulated Depreciation	<u>(36,864,418)</u>	<u>(9,478,652)</u>	<u>(544,299)</u>	<u>(46,887,369)</u>
Total Noncurrent Assets	<u>80,279,017</u>	<u>13,891,486</u>	<u>188,513</u>	<u>94,359,016</u>
Total Assets	<u>81,083,758</u>	<u>16,645,765</u>	<u>523,906</u>	<u>98,253,429</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Items - IMRF	1,314,798	951,264	20,097	2,286,159
Deferred Items - ARO	806,852	-	-	806,852
Total Deferred Outflows of Resources	<u>2,121,650</u>	<u>951,264</u>	<u>20,097</u>	<u>3,093,011</u>
Total Assets and Deferred Outflows of Resources	<u>83,205,408</u>	<u>17,597,029</u>	<u>544,003</u>	<u>101,346,440</u>

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

	Business-Type Activities - Enterprise			
	Waterworks	Sewerage	Nonmajor	Totals
			Commuter Parking	
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 1,336,373	\$ 902,498	\$ 3,100	\$ 2,241,971
Accrued Payroll	81,099	63,846	1,226	146,171
Accrued Interest Payable	11,732	-	-	11,732
Due to Other Funds	692,086	-	-	692,086
Advances from Other Funds	1,850,000	-	-	1,850,000
Other Payables	3,649,246	91,255	17,850	3,758,351
Current Portion of Long-Term Debt	713,379	1,347	-	714,726
Total Current Liabilities	<u>8,333,915</u>	<u>1,058,946</u>	<u>22,176</u>	<u>9,415,037</u>
Noncurrent Liabilities				
Compensated Absences	149,605	5,390	-	154,995
Net Pension Liability - IMRF	1,474,446	1,066,770	22,537	2,563,753
Total OPEB Liability - RBP	888,281	888,326	-	1,776,607
IEPA Revolving Loan	693,461	-	-	693,461
Asset Retirement Obligation	850,000	-	-	850,000
Total Noncurrent Liabilities	<u>4,055,793</u>	<u>1,960,486</u>	<u>22,537</u>	<u>6,038,816</u>
Total Liabilities	<u>12,389,708</u>	<u>3,019,432</u>	<u>44,713</u>	<u>15,453,853</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Items - IMRF	11,561	8,364	177	20,102
Total Liabilities and Deferred Inflows of Resources	<u>12,401,269</u>	<u>3,027,796</u>	<u>44,890</u>	<u>15,473,955</u>
NET POSITION				
Net Investment in Capital Assets	78,909,579	13,891,486	188,513	92,989,578
Restricted - Water	-	180,321	-	180,321
Unrestricted (Deficit)	(8,105,440)	497,426	310,600	(7,297,414)
Total Net Position	<u>\$ 70,804,139</u>	<u>\$ 14,569,233</u>	<u>\$ 499,113</u>	<u>\$ 85,872,485</u>

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

CITY OF WEST CHICAGO, ILLINOIS

**Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Fiscal Year Ended December 31, 2022**

	Business-Type Activities - Enterprise			
	Waterworks	Sewerage	Nonmajor	Totals
			Commuter Parking	
Operating Revenues				
Charges for Services	\$ 4,983,638	\$ 4,507,890	\$ 29,051	\$ 9,520,579
Licenses and Permits	-	-	29,391	29,391
Total Operating Revenues	4,983,638	4,507,890	58,442	9,549,970
Operating Expenses				
Operations	5,458,469	5,760,331	77,317	11,296,117
Depreciation and Amortization	1,984,617	409,298	12,955	2,406,870
Total Operating Expenses	7,443,086	6,169,629	90,272	13,702,987
Operating (Loss)	(2,459,448)	(1,661,739)	(31,830)	(4,153,017)
Nonoperating Revenues (Expenses)				
Water and Sewer Connection Fees	19,401	8,660	-	28,061
Property Taxes	-	9,354	-	9,354
Interest Income	6,135	69,590	-	75,725
Other Income	189,799	75,541	150	265,490
Interest Expense and Fiscal Charges	(42,247)	-	-	(42,247)
	173,088	163,145	150	336,383
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,286,360)	(1,498,594)	(31,680)	(3,816,634)
Other Financing Sources (Uses)				
Transfers In	8,523,938	6,882,162	-	15,406,100
Change in Net Position	6,237,578	5,383,568	(31,680)	11,589,466
Net Position - Beginning	64,566,561	9,185,665	530,793	74,283,019
Net Position - Ending	\$ 70,804,139	\$ 14,569,233	\$ 499,113	\$ 85,872,485

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

CITY OF WEST CHICAGO, ILLINOIS

**Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended December 31, 2022**

	Business-Type Activities - Enterprise Funds			
	Waterworks Fund	Sewerage Fund	Nonmajor	Totals
			Commuter Parking	
Cash Flows from Operating Activities				
Receipts from Customers and Users	\$ 6,561,949	\$ 6,680,412	\$ 59,165	\$ 13,301,526
Payments to Employees	(1,827,350)	(1,317,418)	(27,618)	(3,172,386)
Payments to Suppliers	(3,997,935)	(5,313,435)	(56,947)	(9,368,317)
	<u>736,664</u>	<u>49,559</u>	<u>(25,400)</u>	<u>760,823</u>
Cash Flows from Noncapital Financing Activities				
Property Taxes	-	9,354	-	9,354
Cash Flows from Capital and Related Financing Activities				
Purchase of Capital Assets	(35,484)	(32,378)	-	(67,862)
Interest on Capital Debt	(42,247)	-	-	(42,247)
Principal on Capital Debt	(658,933)	-	-	(658,933)
	<u>(736,664)</u>	<u>(32,378)</u>	<u>-</u>	<u>(769,042)</u>
Cash Flows from Investing Activities				
Interest Received	-	-	-	-
Net Change in Cash and Cash Equivalents	-	26,535	(25,400)	1,135
Cash and Cash Equivalents - Beginning	-	-	358,168	358,168
Cash and Cash Equivalents - Ending	<u>-</u>	<u>26,535</u>	<u>332,768</u>	<u>359,303</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities				
Operating (Loss)	(2,459,448)	(1,661,739)	(31,830)	(4,153,017)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation Expense	1,984,617	409,298	12,955	2,406,870
Other Income	209,200	84,201	150	293,551
(Increase) Decrease in Current Assets	1,369,111	2,088,321	573	3,458,005
Increase (Decrease) in Current Liabilities	(366,816)	(870,522)	(7,248)	(1,244,586)
Net Cash Provided by Operating Activities	<u>\$ 736,664</u>	<u>\$ 49,559</u>	<u>\$ (25,400)</u>	<u>\$ 760,823</u>

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

CITY OF WEST CHICAGO, ILLINOIS

**Statement of Fiduciary Net Position
December 31, 2022**

	<u>Pension Trust Police Pension</u>
ASSETS	
Cash and Cash Equivalents	\$ 202,695
Investments	
Illinois Police Officer's Pension Investment Fund	39,232,305
Prepays	<u>7,111</u>
Total Assets	39,442,111
LIABILITIES	
Accounts Payable	<u>8,526</u>
NET POSITION	
Net Position Restricted for Pensions	<u><u>\$ 39,433,585</u></u>

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

CITY OF WEST CHICAGO, ILLINOIS

Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended December 31, 2022

	Pension Trust Police Pension
Additions	
Contributions - Employer	\$ 3,085,827
Contributions - Plan Members	<u>448,692</u>
Total Contributions	<u>3,534,519</u>
Investment Income	
Interest Earned	433,374
Net Change in Fair Value	<u>(7,071,609)</u>
	(6,638,235)
Less Investment Expenses	<u>(46,963)</u>
Net Investment Income	<u>(6,685,198)</u>
Total Additions	<u>(3,150,679)</u>
Deductions	
Administration	65,562
Benefits and Refunds	<u>2,730,396</u>
Total Deductions	<u>2,795,958</u>
Change in Fiduciary Net Position	(5,946,637)
Net Position Restricted for Pensions	
Beginning	<u>45,380,222</u>
Ending	<u>\$ 39,433,585</u>

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

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of West Chicago (City), Illinois, incorporated in 1849, is a municipal corporation governed by an elected Mayor and City Council. The City's major operations include public safety, highway and street maintenance and reconstruction, forestry, building, code enforcement, public improvements, economic development, planning and zoning, water, sewer, commuter parking services, and general administrative services.

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

REPORTING ENTITY

The City's financial reporting entity comprises the following:

Primary Government:	City of West Chicago
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In determining the financial reporting entity, the City complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the City. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

Police Pension Employees Retirement System

The City's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members are appointed by the City's Mayor, one elected pension beneficiary and two elected police employees constitute the Pension Board. The participants are required to contribute a percentage of salary as established by state statute and the City is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the City, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the City's police employees. The PPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION

Government-Wide Statements

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

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

The government-wide Statement of Activities reports both the gross and net cost of each of the City's functions and business-type activities (general government, public safety, water, sewer, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) 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.

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, intergovernmental revenues, interest income, etc.).

The City allocates indirect costs paid from the General Fund to other funds for personnel who perform administrative services for those funds, along with other indirect costs deemed necessary for their operations.

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

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements

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

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

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

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

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

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds

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

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

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The City maintains two major and three nonmajor special revenue funds. The two major funds are the Public Benefit Fund, which is used to account for the accumulation of restricted funds from Kerr McGee to fund projects that meet the criteria established by the City Council and as detailed in the City Code, and the TIF Special Tax Allocation #1 Fund, which is used to account for the accumulation of funds from restricted incremental revenue generated within the TIF #1 area.

Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The City does not currently utilize debt service funds.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The City maintains one major and one nonmajor capital projects fund. The Capital Improvement Fund, the major fund, is used to account for natural gas use taxes and home rule sales taxes that are set aside for funding major capital improvements throughout the City.

Proprietary Funds

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

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges, or (c) establishes fees and charges based on a pricing policy designed to recover similar costs.

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Proprietary Funds – Continued

Enterprise funds – Continued. The City maintains two major and one nonmajor enterprise funds; the major funds are the Waterworks and the Sewerage Funds. The Waterworks Fund is used to account for the provision of potable water and water treatment 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 and maintenance, financing and related debt service, billing and collection. The Sewerage Fund is used to account for the provision of sewer repair, treatment, and improvement 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 and maintenance, financing and related debt service, billing and collection.

Fiduciary Funds

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

Pension trust funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to be used for disability and retirement annuity payments to employees covered by the plan.

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

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement Focus

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

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus – Continued

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

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

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

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

Basis of Accounting

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

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The City recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70.

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

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

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

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

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

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

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are significant other observable inputs, and Level 3 inputs are significant unobservable inputs.

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Receivables

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

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Prepays/Inventories

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

Capital Assets

Capital assets purchased or acquired with an original cost of \$10,000 - \$30,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Capital Assets – Continued

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

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair value on the date donated.

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

Land Improvements	20 Years
Buildings and Improvements	50 Years
Machinery and Equipment	5 - 15 Years
Infrastructure	65 Years

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents a consumption/acquisition of net assets that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Compensated Absences

The City accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Long-Term Obligations

In the government-wide financial statements and for proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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

Net Position

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

Net Investment in Capital Assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

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

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

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriations are adopted for the General, special revenue, capital projects, and enterprise funds. All annual appropriations lapse at fiscal year end.

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

BUDGETARY INFORMATION - Continued

All departments of the City submit requests for appropriation to the City Administrator so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

The proposed budget is presented to the governing body for review. The governing body holds a public hearing and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The Budget Officer is authorized to transfer budgeted amounts between departments and line items within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, two supplementary appropriations were approved.

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

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

Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. The Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold. The Illinois Metropolitan Investment Fund (IMET) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an Investment Company. Investments in IMET are valued at the share price, the price for which the investment could be sold.

City

Deposits and Investments. At year-end, the carrying amount of the City's deposits for governmental and business-type activities totaled \$12,342,496 and the bank balances totaled \$12,882,695. Additionally, at year-end the City has \$13,068,537 invested in the Illinois Funds and \$40,277 invested in the Illinois Metropolitan Investment Fund, which are both measured at net asset value per share as determined by the pool.

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

City - Continued

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's investment policy states that the investment portfolio shall remain sufficiently liquid to enable the City to meet all operating requirements which may be reasonably anticipated in any City Fund. The average maturity for the Illinois Funds is less than one year and the Illinois Metropolitan Investment Fund is less than one year to three years.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in instruments authorized under State Statute, the City's investment policy does not further limit investment choices. The City limits its exposure to credit risk by primarily investing in Illinois Funds which were rated AAAM by Standard & Poor's, in Illinois Metropolitan Investment Trust Convenience Fund which is rated Aaa by Moody's Moody's Investor Services, and in the Illinois Metropolitan Investment Trust 1-3 Year Fund that is rated AAaf by Moody's Moody's Investor Services.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. To limit its exposure, the City's investment policy states funds on deposit in excess of FDIC or Federal Savings and Loan Insurance Corporation limits must be secured by collateral. Acceptable collateral shall consist of any of the following: U.S. Government Securities, obligations of Federal Agencies, obligations of the State of Illinois, general obligations of Municipal Bonds rated "A" or better, and any other collateral identified by the Illinois State Statutes as acceptable for use by the Treasurer of the State of Illinois. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance. In the case of investments, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral. The City's investment policy does not specifically address custodial credit risk for investments. At year-end, the City's investment in the Illinois Funds and the Illinois Metropolitan Investment Trust are not subject to custodial credit risk.

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's investment policy states that the investment portfolio of the City shall not exceed the following limits:

- No financial institution shall hold more than 40% of the portfolio. This shall not include United States of America Securities held in safekeeping
- The Illinois Investment Pool shall not exceed 80% of the portfolio

At year-end, the City does not have any investments over five percent of cash and investments (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund

The Illinois Police Officers Pension Investment Fund (IPOPIF) is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate police pension funds. IPOPIF was created by Public Act 101-0610, and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds. Participation in IPOPIF by Illinois suburban and downstate police pension funds is mandatory. Investments of the Fund 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, which can be obtained from IFPIF at 456 Fulton Street, Suite 402 Peoria, Illinois 61602 or at www.ipopif.org. The Fund transferred all eligible assets to the Investment Fund on October 3, 2022.

Deposits. The Fund retains all its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the Fund. The excess of available cash is required to be transferred to IPOPIF for purposes of the long-term investment for the Fund. At year-end, the carrying amount of the Fund's cash on hand totaled \$202,695 and the bank balances totaled \$205,125.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Fund's deposits may not be returned to it. The Fund's investment policy states security shall be held with a third-party custodian and all securities purchased by, and all collateral obtained by, the Board should be properly designated as an asset of the Board. No withdrawal of securities, in whole or in part, shall be made from safekeeping except by an authorized member of the Board or the Board's designee. The Fund will accept any of the following assets as collateral: government securities, obligations of Federal Agencies, obligations of Federal Instrumentalities, and obligations of the State of Illinois. Securities transactions between a broker/dealer and the third-party custodian involving a purchase or sale of securities by transfer of money or securities must be made on a "delivery versus payment" basis, if applicable, to insure that the third party custodian will have the security or money, as appropriate, in hand at the conclusion of the transaction.

Investments. At year-end the Fund has \$39,232,305 invested in IPOPIF, which is measured at the Net Asset Value (NAV) per share as determined by the pool. The pooled investments consist of the investments as noted in the target allocation table available at www.ipopif.org.

Investment Policy. 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.

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund - Continued

Rate of Return

At year-end, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 19.47%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

SALES TAX AGREEMENT

The City of West Chicago entered into a tax rebate agreement with a corporation in 2015. Under this agreement, the City rebates a portion of sales taxes. For the fiscal year ended December 31, 2022, the City rebated a total of \$160,703 in taxes under this agreement.

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable				
Land	\$ 20,218,128	\$ -	\$ -	\$ 20,218,128
Construction in Progress	-	82,094	-	82,094
	<u>20,218,128</u>	<u>82,094</u>	<u>-</u>	<u>20,300,222</u>
Depreciable				
Land Improvements	2,040,245	-	-	2,040,245
Buildings and Improvements	6,174,082	713,515	-	6,887,597
Machinery and Equipment	7,190,097	51,680	104,951	7,136,826
Infrastructure	63,082,260	-	-	63,082,260
	<u>78,486,684</u>	<u>765,195</u>	<u>104,951</u>	<u>79,146,928</u>
Less Accumulated Depreciation				
Land Improvements	714,602	56,316	-	770,918
Buildings and Improvements	2,232,869	132,278	-	2,365,147
Machinery and Equipment	4,437,873	482,942	104,951	4,815,864
Infrastructure	39,121,033	1,382,277	-	40,503,310
	<u>46,506,377</u>	<u>2,053,813</u>	<u>104,951</u>	<u>48,455,239</u>
Total Net Depreciable Capital Assets	<u>31,980,307</u>	<u>(1,288,618)</u>	<u>-</u>	<u>30,691,689</u>
Total Net Capital Assets	<u>\$ 52,198,435</u>	<u>\$ (1,206,524)</u>	<u>\$ -</u>	<u>\$ 50,991,911</u>

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Governmental Activities – Continued

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 83,864
Public Safety	83,325
Culture and Recreation	49,691
Highways and Streets	<u>1,836,933</u>
	<u>\$ 2,053,813</u>

Business-Type Activities

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

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable				
Land	\$ 28,040,111	\$ -	\$ -	\$ 28,040,111
Construction in Progress	661,069	67,862	455,124	273,807
	<u>28,701,180</u>	<u>67,862</u>	<u>455,124</u>	<u>28,313,918</u>
Depreciable				
Land Improvements	1,253,338	-	-	1,253,338
Buildings and Improvements	28,082,376	2,118,228	-	30,200,604
Machinery and Equipment	9,150,281	141,467	-	9,291,748
Infrastructure	72,186,777	-	-	72,186,777
	<u>110,672,772</u>	<u>2,259,695</u>	<u>-</u>	<u>112,932,467</u>
Less Accumulated Depreciation				
Land Improvements	799,842	32,112	-	831,954
Buildings and Improvements	11,099,890	770,975	-	11,870,865
Machinery and Equipment	6,084,880	199,787	-	6,284,667
Infrastructure	26,517,461	1,382,422	-	27,899,883
	<u>44,502,073</u>	<u>2,385,296</u>	<u>-</u>	<u>46,887,369</u>
Total Net Depreciable Capital Assets	<u>66,170,699</u>	<u>(125,601)</u>	<u>-</u>	<u>66,045,098</u>
Total Net Capital Assets	<u>\$ 94,871,879</u>	<u>\$ (57,739)</u>	<u>\$ 455,124</u>	<u>\$ 94,359,016</u>

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities – Continued

Depreciation expense was charged to business-type as follows:

Waterworks	\$ 1,963,043
Sewerage	409,298
Commuter Parking	<u>12,955</u>
	<u>\$ 2,385,296</u>

INTERFUND BALANCES

Interfund balances are advances to cover cash shortages. The composition of interfund balances as of the date of this report, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Waterworks	<u>\$ 692,086</u>

INTERFUND ADVANCE

Interfund advances as of the date of this report are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Sewerage	Waterworks	<u>\$ 1,850,000</u>

The interfund advance from the Sewerage Fund was for the payoff of the Waterworks General Obligation Alternate Revenue Source Bonds of 2002. The amount will be repaid, with accrued interest.

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General	TIF Special Tax Allocation #1	\$ 511,380 (2)
Waterworks	General	8,523,938 (1)
Sewer	General	<u>6,882,162 (1)</u>
		<u>\$ 15,917,480</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) to close the TIF Special Tax Allocation #1 Fund to the General Fund at the end of the fiscal year.

PROPERTY TAXES

Property taxes for 2021 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by DuPage County and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically.

LONG-TERM DEBT

IEPA Revolving Loan

The City has entered into an agreement with the IEPA to provide low interest financing for waterworks improvements. The IEPA revolving loan currently outstanding is as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
IEPA Waterworks Revolving Loan (\$11,000,000), due in semi-annual installments of \$353,428, including interest at 2.57% through September 9, 2024.	Waterworks	<u>\$ 2,028,371</u>	\$ -	\$ 658,933	<u>\$ 1,369,438</u>

Asset Retirement Obligation

The City has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon various water wells and demolition of the City’s underground storage tanks at the end of their estimated useful lives in accordance with federal, state, and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated remaining useful lives of the water wells are 23-48 years and the storage tank is 3 years.

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 2,047,917	\$ 153,240	\$ 306,480	\$ 1,894,677	\$ 378,935
Net Pension Liability/(Asset)					
IMRF	(2,456,369)	4,900,924		2,444,555	-
Police Pension	17,725,625	8,881,382	-	26,607,007	-
Total OPEB Liability - RBP	4,829,718	-	849,187	3,980,531	-
Asset Retirement Obligation	75,000	-	-	75,000	-
	<u>22,221,891</u>	<u>13,935,546</u>	<u>1,155,667</u>	<u>35,001,770</u>	<u>378,935</u>
Business-type Activities					
Compensated Absences	180,608	26,272	13,136	193,744	38,749
Net Pension Liability/(Asset)					
IMRF	(2,769,948)	5,333,701	-	2,563,753	-
Total OPEB Liability - RBP	2,149,978	-	373,371	1,776,607	-
IEPA Revolving Loan	2,028,371	-	658,933	1,369,438	675,977
Asset Retirement Obligation	850,000	-	-	850,000	-
	<u>\$ 2,439,009</u>	<u>\$ 5,359,973</u>	<u>\$ 1,045,440</u>	<u>\$ 6,753,542</u>	<u>\$ 714,726</u>

For governmental activities, the General Fund makes payments on the net pension liabilities, the total OPEB liability, the compensated absences, and the asset retirement obligation.

For business-type activities, the Waterworks Fund makes payments on the IEPA revolving loan. The compensated absences, the net pension liability, and the total OPEB liability are liquidated from the Waterworks and Sewerage Funds. The asset retirement obligation is being liquidated by the Waterworks Fund.

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

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

Fiscal Year	Business-Type Activities		
	IEPA Revolving Loan		Totals
	Principal	Interest	
2023	\$ 675,977	\$ 30,879	\$ 706,856
2024	693,461	13,395	706,856
Totals	<u>\$ 1,369,438</u>	<u>\$ 44,274</u>	<u>\$ 1,413,712</u>

Legal Debt Margin

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

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

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

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of December 31, 2022:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	50,991,911
Less Capital Related Debt:	-
Net Investment in Capital Assets	<u>\$ 50,991,911</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	94,359,016
Less Capital Related Debt:	
IEPA Revolving Loan	<u>(1,369,438)</u>
Net Investment in Capital Assets	<u>\$ 92,989,578</u>

FUND BALANCE CLASSIFICATIONS

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

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

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

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the City Council; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance. Consists of amounts that are constrained by the City Council's intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by: a) the City Council itself; or b) a body or official to which the City Council has delegated the authority to assign amounts to be used for specific purposes. The City's highest level of decision-making authority is the City Council, who is authorized to assign amounts to a specific purpose.

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS – Continued

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

Minimum Fund Balance Policy. The City’s budget policy states that General Fund should maintain a minimum fund balance equal to 25% of current budget projected revenue, with a target goal to increase the amount to 35%.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	Special Revenue			Capital	Nonmajor	Totals
	General	Public Benefit	TIF Special Tax Allocation #1	Projects Capital Improvement		
Fund Balances						
Nonspendable						
Prepays/Inventories	\$ 158,471	\$ -	\$ -	\$ 933	\$ -	\$ 159,404
Restricted						
Motor Fuel Tax	1,798,059	-	-	-	4,883,501	6,681,560
Public Safety	705,101	-	-	-	-	705,101
Property Taxes						
TIF	-	-	-	-	240,025	240,025
Public Benefit Projects	-	1,087,231	-	-	-	1,087,231
	<u>2,503,160</u>	<u>1,087,231</u>	<u>-</u>	<u>-</u>	<u>5,123,526</u>	<u>8,713,917</u>
Assigned						
Capital Projects	-	-	-	6,863,065	3,058,954	9,922,019
Unassigned	<u>8,624,215</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,624,215</u>
Total Fund Balances	<u>\$ 11,285,846</u>	<u>\$ 1,087,231</u>	<u>\$ -</u>	<u>\$ 6,863,998</u>	<u>\$ 8,182,480</u>	<u>\$ 27,419,555</u>

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 4 – OTHER INFORMATION

JOINT VENTURE

The West Chicago/Winfield Wastewater Authority (the “Authority”) was created and established by an Intergovernmental Agreement dated April 19, 2018, between the City of West Chicago, Illinois and the Village of Winfield, Illinois for the purpose of jointly treating and processing wastewater.

In accordance with the Intergovernmental Agreement dated April 19, 2018, the City of West Chicago is designated as the Operating Agency and has the day-to-day responsibilities of operations and maintenance of the Treatment Plant. The City of West Chicago is reimbursed one-eighth of the cost of salary and benefits paid to its Director of Public Works and his Administrative Assistant.

A complete separate financial statement for the Authority can be requested from the Operating Agency at 475 Main Street, West Chicago, Illinois, 60185.

RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the City’s employees. These risks are provided for through participation in the Intergovernmental Risk Management Agency (IRMA) and private insurance coverage. The City has purchased insurance from private insurance companies, covered risks included medical, dental, life, and other. Premiums have been displayed as expenditures/expenses in appropriate funds. There were no significant changes in insurance coverage from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperation’s Statute to pool their risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers’ compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The City’s payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. The City assumes the first \$2,500 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts above that level. Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The City does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors. Initial contributions are determined each year based on the individual members’ eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES

Litigation

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

Grants

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

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The City contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; and the Police Pension Plan that is a single-employer pension plan. Separate financial statements for the Police Pension Plan can be obtained from the Treasurer of the Police Pension Plan at 475 Main Street, West Chicago, IL 60185. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefit, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

The aggregate amount of pension expense recognized for the two pension plans is:

	Expenses/ (Revenues)	Net Pension Liabilities/ (Assets)	Deferred Outflows	Deferred Inflows
IMRF	\$ 1,170,524	\$ 5,008,308	\$ 4,466,025	\$ 39,269
Police Pension	2,367,195	26,607,007	9,086,866	7,310,714
	<u>\$ 3,537,719</u>	<u>\$ 31,615,315</u>	<u>\$ 13,552,891</u>	<u>\$ 7,349,983</u>

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required; benefits and refunds are recognized as an expense and liability when due and payable.

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).

IMRF provides two tiers of pension benefits. 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
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Plan Membership. As of December 31, 2022, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	123
Inactive Plan Members Entitled to but not yet Receiving Benefits	59
Active Plan Members	<u>67</u>
Total	<u>249</u>

Contributions. As set by statute, the City’s Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2022, the City’s contribution was 9.08% of covered payroll.

Net Pension Liability. The City’s net pension liability was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2022, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.75%
Inflation	2.25%

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

The 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	Long-Term Expected Real Rate of Return
Fixed Income	25.50%	4.90%
Domestic Equities	35.50%	6.50%
International Equities	18.00%	7.60%
Real Estate	10.50%	6.20%
Blended	9.50%	6.25% - 9.90%
Cash and Cash Equivalents	1.00%	4.00%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as in prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 10,147,914	\$ 5,008,308	\$ 915,308

Changes in the Net Pension (Asset)/Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset)/Liability (A) - (B)
Balances at December 31, 2021	\$ 42,130,911	\$ 47,357,228	\$ (5,226,317)
Changes for the Year:			
Service Cost	564,842	-	564,842
Interest on the Total Pension Liability	2,983,718	-	2,983,718
Difference Between Expected and Actual Experience of the Total Pension Liability	1,223,702	-	1,223,702
Changes of Assumptions	-	-	-
Contributions - Employer	-	556,202	(556,202)
Contributions - Employees	-	275,652	(275,652)
Net Investment Income	-	(6,226,566)	6,226,566
Benefit Payments, including Refunds of Employee Contributions	(2,517,201)	(2,517,201)	-
Other (Net Transfer)	-	(67,651)	67,651
Net Changes	2,255,061	(7,979,564)	10,234,625
Balances at December 31, 2022	\$ 44,385,972	\$ 39,377,664	\$ 5,008,308

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

For the year ended December 31, 2022, the City recognized pension expense of \$1,171,025. At December 31, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 1,086,865	\$ -	\$ 1,086,865
Change in Assumptions	-	(39,269)	(39,269)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	<u>3,379,160</u>	-	<u>3,379,160</u>
Total Deferred Amounts Related to IMRF	<u>\$ 4,466,025</u>	<u>\$ (39,269)</u>	<u>\$ 4,426,756</u>

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

Fiscal Year	Net Deferred Outflows of Resources
2023	\$ 308,044
2024	966,917
2025	1,232,512
2026	1,919,283
2027	-
Thereafter	<u>-</u>
Total	<u>\$ 4,426,756</u>

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan

Plan Descriptions

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

Plan Membership. At December 31, 2022, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	35
Inactive Plan Members Entitled to but not yet Receiving Benefits	13
Active Plan Members	<u>43</u>
Total	<u><u>91</u></u>

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

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

CITY OF WEST CHICAGO, ILLINOIS

Notes to the Financial Statements December 31, 2022

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ 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 plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2022, the City's contribution was 67.19% of covered payroll.

Concentrations. At December 31, 2022 the Pension Fund does not have any investments over five percent of net position available for benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2022, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.00%
Salary Increases	5.50%
Cost of Living Adjustments	3.00%
Inflation	3.00%

Mortality rates were based on PubS-2010(A) adjusted for Plan Status, Collar, and Illinois Public Pension Data, as Described.

Discount Rate

The discount rate used to measure the total pension liability was 6.50% in the current and prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Discount Rate Sensitivity

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

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net Pension Liability	\$ 36,626,250	\$ 26,607,007	\$ 18,489,439

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2021	\$ 63,105,847	\$ 45,380,222	\$ 17,725,625
Changes for the Year:			
Service Cost	1,258,039	-	1,258,039
Interest on the Total Pension Liability	4,035,280	-	4,035,280
Difference Between Expected and Actual Experience of the Total Pension Liability	400,345	-	400,345
Changes of Assumptions	(28,523)	-	(28,523)
Contributions - Employer	-	3,085,827	(3,085,827)
Contributions - Employees	-	448,692	(448,692)
Net Investment Income	-	(6,685,198)	6,685,198
Benefit Payments, including Refunds of Employee Contributions	(2,730,396)	(2,730,396)	-
Administration Expense	-	(65,562)	65,562
Net Changes	2,934,745	(5,946,637)	8,881,382
Balances at December 31, 2022	\$ 66,040,592	\$ 39,433,585	\$ 26,607,007

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

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

For the year ended December 31, 2022, the City recognized pension expense of \$2,367,195. At December 31, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 565,760	\$ (1,617,232)	\$ (1,051,472)
Change in Assumptions	3,471,374	(5,693,482)	(2,222,108)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	5,049,732	-	5,049,732
Total Deferred Amounts Related to Police Pension	<u>\$ 9,086,866</u>	<u>\$ (7,310,714)</u>	<u>\$ 1,776,152</u>

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

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources
2023	\$ (866,469)
2024	(61,626)
2025	654,787
2026	2,000,295
2027	49,165
Thereafter	-
Total	<u>\$ 1,776,152</u>

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The City’s defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for eligible permanent full-time general and public safety employees of the City. RBP is a single-employer defined benefit OPEB plan administered by the City. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the City Council. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RBP provides healthcare insurance coverage and benefits for eligible retirees and their dependents. The premium cost terms provide for payment of 100 percent of health insurance premiums for non-Medicare-eligible retirees and 100 percent of health insurance premiums for Medicare-eligible retirees paid by retirees.

Plan Membership. As of December 31, 2022, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	15
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>70</u>
Total	<u><u>85</u></u>

Total OPEB Liability

The City’s total OPEB liability was measured as of December 31, 2022 and was determined by an actuarial valuation as of the same date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

Actuarial Assumptions and Other Inputs – Continued.

Inflation	2.25%
Salary Increases	3.00%
Discount Rate	3.72%
Healthcare Cost Trend Rates	7.00% - 7.30% for 2022, Decreasing to an Ultimate Rate of 5.00% for 2032 and Later Years
Retirees' Share of Benefit-Related Costs	100% of Projected Health Insurance Premiums for Retirees

The discount rate was based on combination of the Expected Long-Term Rate of Return on Plan Assets and the Municipal Bond Rate.

Mortality rates were based on the PubG-2010(B) Improved Generationally using MP-2020 Improvement Rates, weighted per IMRF experience Study Report dated December 14, 2020; Age 83 for Males, Age 87 for Females.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at December 31, 2021	<u>\$ 6,979,696</u>
Changes for the Year:	
Service Cost	158,254
Interest on the Total Pension Liability	141,801
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	-
Changes of Assumptions or Other Inputs	(1,330,339)
Benefit Payments	(192,274)
Net Changes	<u>(1,222,558)</u>
Balance at December 31, 2022	<u>\$ 5,757,138</u>

CITY OF WEST CHICAGO, ILLINOIS

**Notes to the Financial Statements
December 31, 2022**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The discount rate used to measure the total pension liability was 3.72%, while the prior valuation used 2.06%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (2.72%)	Current Discount Rate (3.72%)	1% Increase (4.72%)
Total OPEB Liability	\$ 6,462,352	\$ 5,757,138	\$ 5,171,193

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using a varied Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 5,082,169	\$ 5,757,138	\$ 6,570,490

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

For the year ended December 31, 2022, the City recognized OPEB revenue of \$1,414,832. Per GASB Statement No. 75, under the Alternative Measurement Method, changes in Total OPEB Liability are immediately recognized as expense, resulting in no deferred outflows of resources or deferred inflows of resources related to OPEB.

REQUIRED SUPPLEMENTARY INFORMATION

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

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

- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
 - Illinois Municipal Retirement Fund
 - Police Pension Fund

- Schedule of Investment Returns
 - Police Pension Fund

- Schedule of Changes in the Employer's Total OPEB Liability
 - Retiree Benefits Plan

- Budgetary Comparison Schedule
 - General Fund
 - Public Benefit – Special Revenue Fund
 - TIF Special Tax Allocation #1 – Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

CITY OF WEST CHICAGO, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Employer Contributions
December 31, 2022**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 673,208	\$ 673,208	\$ -	\$ 5,107,796	13.18%
2016	760,973	760,973	-	5,666,218	13.43%
2017	725,095	725,095	-	5,722,922	12.67%
2018	748,485	748,485	-	6,031,302	12.41%
2019	554,570	554,570	-	5,899,672	9.40%
2020	670,212	670,212	-	5,858,490	11.44%
2021	659,290	659,290	-	5,971,813	11.04%
2021	556,202	556,202	-	6,125,574	9.08%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	21 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.85% - 13.75%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
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.

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

CITY OF WEST CHICAGO, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Employer Contributions
December 31, 2022**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 1,953,538	\$ 1,800,000	\$ (153,538)	\$ 4,092,955	43.98%
2016	2,496,300	2,174,000	(322,300)	4,279,402	50.80%
2017	2,357,486	2,358,000	514	4,429,181	53.24%
2018	2,499,282	2,500,000	718	4,352,534	57.44%
2019	2,563,133	1,949,252	(613,881)	4,452,989	43.77%
2020	2,662,434	2,662,500	66	4,382,854	60.75%
2021	2,997,288	2,997,288	-	4,354,351	68.83%
2022	3,085,827	3,085,827	-	4,592,835	67.19%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	15 Years
Asset Valuation Method	Fair Value
Inflation	2.25%
Salary Increases	3.00%
Investment Rate of Return	6.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	RP-2000 Combined Healthy with Blue Collar Adjustment, projected to the valuation date.

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

CITY OF WEST CHICAGO, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability(Asset)

December 31, 2022

See Following Page

CITY OF WEST CHICAGO, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability(Asset)

December 31, 2022

	12/31/2015	12/31/2016	12/31/2017
Total Pension Liability			
Service Cost	\$ 571,996	\$ 563,551	\$ 620,392
Interest	2,352,359	2,455,010	2,609,972
Differences Between Expected and Actual Experience	(9,382)	616,330	(516,181)
Change of Assumptions	80,218	(126,634)	(1,103,990)
Benefit Payments, Including Refunds of Member Contributions	(1,512,334)	(1,553,071)	(1,650,895)
Net Change in Total Pension Liability	1,482,857	1,955,186	(40,702)
Total Pension Liability - Beginning	31,876,833	33,359,690	35,314,876
Total Pension Liability - Ending	\$ 33,359,690	\$ 35,314,876	\$ 35,274,174
Plan Fiduciary Net Position			
Contributions - Employer	\$ 673,208	\$ 760,973	\$ 725,095
Contributions - Members	230,043	254,980	262,899
Net Investment Income	140,645	1,966,231	5,355,309
Benefit Payments, Including Refunds of Member Contributions	(1,512,334)	(1,553,071)	(1,650,895)
Administrative Expense	398,615	259,549	(416,512)
Net Change in Plan Fiduciary Net Position	(69,823)	1,688,662	4,275,896
Plan Net Position - Beginning	28,433,476	28,363,653	30,052,315
Plan Net Position - Ending	\$ 28,363,653	\$ 30,052,315	\$ 34,328,211
Employer's Net Pension Liability/(Asset)	\$ 4,996,037	\$ 5,262,561	\$ 945,963
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	85.02%	85.10%	97.32%
Covered Payroll	\$ 5,107,796	\$ 5,666,218	\$ 5,722,922
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	97.81%	92.88%	16.53%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022
\$	566,525	\$ 602,034	\$ 588,612	\$ 537,927	\$ 564,842
	2,599,095	2,692,802	2,775,712	2,874,428	2,983,718
	89,045	(172,461)	408,035	425,475	1,223,702
	1,066,640	-	(276,821)	-	-
	(1,805,678)	(1,897,435)	(2,046,716)	(2,170,482)	(2,517,201)
	2,515,627	1,224,940	1,448,822	1,667,348	2,255,061
	35,274,174	37,789,801	39,014,741	40,463,563	42,130,911
\$	37,789,801	\$ 39,014,741	\$ 40,463,563	\$ 42,130,911	\$ 44,385,972
\$	748,485	\$ 554,570	\$ 670,212	\$ 659,288	\$ 556,202
	271,408	265,485	263,633	268,732	275,652
	(1,942,525)	6,121,775	5,300,760	7,083,627	(6,226,566)
	(1,805,678)	(1,897,435)	(2,046,716)	(2,170,482)	(2,517,201)
	478,710	(124,338)	326,833	2,673	(67,651)
	(2,249,600)	4,920,057	4,514,722	5,843,838	(7,979,564)
	34,328,211	32,078,611	36,998,668	41,513,390	47,357,228
\$	32,078,611	\$ 36,998,668	\$ 41,513,390	\$ 47,357,228	\$ 39,377,664
\$	5,711,190	\$ 2,016,073	\$ (1,049,827)	\$ (5,226,317)	\$ 5,008,308
	84.89%	94.83%	102.59%	112.40%	88.72%
\$	6,031,032	\$ 5,899,672	\$ 5,858,490	\$ 5,971,815	\$ 6,125,574
	94.70%	34.17%	(17.92%)	(87.52%)	81.76%

CITY OF WEST CHICAGO, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
December 31, 2022**

	12/31/2015	12/31/2016	12/31/2017
Total Pension Liability			
Service Cost	\$ 1,339,124	\$ 1,346,476	\$ 1,426,187
Interest	2,354,602	3,142,264	3,240,378
Change of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience	3,296,819	(372,812)	324,349
Change of Assumptions	6,855,504	(631,278)	(1,417,146)
Benefit Payments, Including Refunds of Member Contributions	(1,595,484)	(1,696,065)	(1,958,572)
Pension Plan Administrative Expense	-	-	-
Net Change in Total Pension Liability	12,250,565	1,788,585	1,615,196
Total Pension Liability - Beginning	41,676,250	53,926,815	55,715,400
Total Pension Liability - Ending	<u>\$ 53,926,815</u>	<u>\$ 55,715,400</u>	<u>\$ 57,330,596</u>
Plan Fiduciary Net Position			
Contributions - Employer	\$ 1,800,000	\$ 2,174,000	\$ 2,358,000
Contributions - Members	416,324	427,412	430,974
Net Investment Income	1,079,639	1,820,171	3,115,545
Benefit Payments, Including Refunds of Member Contributions	(1,595,484)	(1,696,065)	(1,958,572)
Administrative Expense	(81,217)	(71,463)	(61,553)
Net Change in Plan Fiduciary Net Position	1,619,262	2,654,055	3,884,394
Plan Net Position - Beginning	21,715,759	23,335,021	25,989,076
Plan Net Position - Ending	<u>\$ 23,335,021</u>	<u>\$ 25,989,076</u>	<u>\$ 29,873,470</u>
Employer's Net Pension Liability	<u>\$ 30,591,794</u>	<u>\$ 29,726,324</u>	<u>\$ 27,457,126</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	43.27%	46.65%	52.11%
Covered Payroll	\$ 4,092,955	\$ 4,279,402	\$ 4,429,181
Employer's Net Pension Liability as a Percentage of Covered Payroll	747.43%	694.64%	619.91%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022
\$	1,349,278	\$ 1,296,222	\$ 1,803,080	\$ 1,309,708	\$ 1,258,039
	3,419,420	3,560,231	3,802,792	3,820,226	4,035,280
	-	269,777	-	-	(28,523)
	(338,074)	375,254	(1,541,342)	(1,107,534)	400,345
	(1,140,533)	7,382,782	(6,109,580)	(3,000,207)	-
	(1,995,003)	(2,405,200)	(2,214,956)	(2,703,046)	(2,730,396)
	-	-	(58,044)	-	-
	1,295,088	10,479,066	(4,318,050)	(1,680,853)	2,934,745
	57,330,596	58,625,684	69,104,750	64,786,700	63,105,847
\$	58,625,684	\$ 69,104,750	\$ 64,786,700	\$ 63,105,847	\$ 66,040,592
\$	2,500,000	\$ 1,949,252	\$ 2,662,500	\$ 2,997,288	\$ 3,085,827
	432,433	441,291	443,247	426,937	448,692
	(1,163,991)	5,220,951	4,871,051	4,287,449	(6,685,198)
	(1,995,003)	(2,405,200)	(2,214,956)	(2,703,046)	(2,730,396)
	(61,890)	(61,544)	(58,044)	(61,973)	(65,562)
	(288,451)	5,144,750	5,703,798	4,946,655	(5,946,637)
	29,873,470	29,585,019	34,729,769	40,433,567	45,380,222
\$	29,585,019	\$ 34,729,769	\$ 40,433,567	\$ 45,380,222	\$ 39,433,585
\$	29,040,665	\$ 34,374,981	\$ 24,353,133	\$ 17,725,625	\$ 26,607,007
	50.46%	50.26%	62.41%	71.91%	59.71%
\$	4,352,534	\$ 4,452,989	\$ 4,382,854	\$ 4,354,351	\$ 4,592,835
	667.21%	771.95%	555.65%	407.08%	579.32%

CITY OF WEST CHICAGO, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Investment Returns

December 31, 2022

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	4.99%
2016	7.85%
2017	12.01%
2018	(3.89%)
2019	17.79%
2020	14.03%
2021	10.62%
2022	19.47%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

CITY OF WEST CHICAGO, ILLINOIS

Retiree Benefits Plan

**Required Supplementary Information
Schedule of Changes in the Employer's Total OPEB Liability
December 31, 2022**

See Following Page

CITY OF WEST CHICAGO, ILLINOIS

Retiree Benefits Plan

**Required Supplementary Information
Schedule of Changes in the Employer's Total OPEB Liability
December 31, 2022**

	<u>12/31/2017</u>
Total OPEB Liability	
Service Cost	\$ 99,027
Interest	220,826
Changes in Benefit Terms	-
Differences Between	
Expected and Actual Experience	-
Change of Assumptions or Other Inputs	-
Benefit Payments	<u>(205,343)</u>
Net Change in Total OPEB Liability	114,510
Total OPEB Liability - Beginning	<u>6,517,955</u>
Total OPEB Liability - Ending	<u><u>6,632,465</u></u>
Covered-Employee Payroll	\$ 6,941,151
Total OPEB Liability as a Percentage of Covered-Employee Payroll	95.55%

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2017 to 2022.

	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022
\$	102,436	\$ 46,336	\$ 93,208	\$ 115,236	\$ 158,254
	224,412	251,531	184,368	169,318	141,801
	-	-	-	(1,321,475)	-
	-	(1,247,848)	-	108,963	-
	(485,359)	1,759,270	1,172,614	10,109	(1,330,339)
	(226,720)	(224,709)	(206,118)	(178,341)	(192,274)
	(385,231)	584,580	1,244,072	(1,096,190)	(1,222,558)
	6,632,465	6,247,234	6,831,814	8,075,886	6,979,696
	6,247,234	6,831,814	8,075,886	6,979,696	5,757,138
\$	7,149,386	\$ 7,406,846	\$ 7,629,051	\$ 7,654,620	\$ 6,600,875
	87.38%	92.24%	105.86%	91.18%	87.22%

CITY OF WEST CHICAGO, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 4,728,400	\$ 4,728,400	\$ 4,677,902
Intergovernmental	10,999,000	10,999,000	13,099,444
Charges for Services	2,093,100	2,093,100	2,947,860
Licenses and Permits	733,000	733,000	1,522,441
Fines and Forfeitures	665,000	665,000	1,353,498
Interest Income	5,000	5,000	104,248
Miscellaneous	550,000	550,000	1,049,375
Total Revenues	<u>19,773,500</u>	<u>19,773,500</u>	<u>24,754,768</u>
Expenditures			
General Government	9,202,400	9,538,100	8,648,027
Public Safety	11,736,600	11,736,600	12,236,400
Total Expenditures	<u>20,939,000</u>	<u>21,274,700</u>	<u>20,884,427</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,165,500)</u>	<u>(1,501,200)</u>	<u>3,870,341</u>
Other Financing Sources (Uses)			
Transfers In	-	-	511,380
Transfers Out	-	(447,300)	(15,406,100)
	<u>-</u>	<u>(447,300)</u>	<u>(14,894,720)</u>
Net Change in Fund Balance	<u>\$ (1,165,500)</u>	<u>\$ (1,948,500)</u>	(11,024,379)
Fund Balance - Beginning			<u>22,310,225</u>
Fund Balance - Ending			<u>\$ 11,285,846</u>

CITY OF WEST CHICAGO, ILLINOIS

Public Benefit - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Charges for Services			
Video Gaming Terminal fee	\$ 400	\$ 400	\$ 32,604
Intergovernmental			
Video Gaming Taxes	-	-	7,836
Total Revenues	<u>400</u>	<u>400</u>	<u>40,440</u>
Expenditures			
Capital Outlay			
Building and Grounds Improvement	-	-	-
Net Change in Fund Balance	<u>\$ 400</u>	<u>\$ 400</u>	40,440
Fund Balance - Beginning			<u>1,046,791</u>
Fund Balance - Ending			<u>\$ 1,087,231</u>

CITY OF WEST CHICAGO, ILLINOIS

TIF Special Tax Allocation #1 - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ -	\$ -	\$ -
Expenditures			
General Government			
Contractual Servies			
Payment to Taxing Bodies	92,500	92,500	381,370
Excess (Deficiency) of Revenues Over (Under) Expenditures	(92,500)	(92,500)	(381,370)
Other Financing (Uses)			
Transfers Out	-	(447,300)	(511,380)
Net Change in Fund Balance	<u>(92,500)</u>	<u>(539,800)</u>	(892,750)
Fund Balance - Beginning			<u>892,750</u>
Fund Balance - Ending			<u>\$ -</u>

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Enterprise Funds
- Consolidated Year-End Financial Report

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Public Benefit Fund

The Public Benefit Fund is used to account for the accumulation of funds from Kerr McGee to fund projects that meet the criteria established by the City Council and as detailed in the City Code

TIF Special Tax Allocation Fund #1

The TIF Special Tax Allocation #1 Fund is used to account for the accumulation of funds from incremental revenue generated within the TIF #1 area.

TIF Special Tax Allocation Fund #2

The TIF Special Tax Allocation #2 Fund is used to account for the accumulation of funds from incremental revenue generated within the TIF #2 area.

TIF Special Tax Allocation Fund #3

The TIF Special Tax Allocation #3 Fund is used to account for the accumulation of funds from incremental revenue generated within the TIF #3 area.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for motor fuel tax allocations from the State of Illinois and expenditures related to the City's annual road rehabilitation and construction program.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary Funds.

Capital Improvement Fund

The Capital Improvement Fund is used to account for property taxes, natural gas use taxes and home rule sales taxes that are set aside for funding major capital improvements throughout the City.

Capital Equipment Replacement Fund

The Capital Equipment Replacement Fund is used to account for funds set aside by the City Council during the budget process and costs allocated to user departments for future capital fleet purchases.

INDIVIDUAL FUND DESCRIPTIONS

ENTERPRISE FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.

Waterworks Fund

The Waterworks Fund is used to account for the provision of potable water and water treatment 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 and maintenance, financing and related debt service, billing and collection.

Sewerage Fund

The Sewerage Fund is used to account for the provision of sewer repair, treatment, and improvement 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 and maintenance, financing and related debt service, billing and collection.

Commuter Parking Fund

The Commuter Parking Fund is used to account for commuter parking facilities operated by the City that are financed by user fees.

PENSION TRUST FUND

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the police force 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 WEST CHICAGO, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Taxes			
Property Taxes	\$ 4,043,400	\$ 4,043,400	\$ 4,038,167
Telecommunications Tax	550,000	550,000	495,381
Amusement Tax	100,000	100,000	102,460
Cannabis Tax	35,000	35,000	41,894
	<u>4,728,400</u>	<u>4,728,400</u>	<u>4,677,902</u>
Intergovernmental			
Sales Tax	5,150,000	5,150,000	5,831,269
Income Tax	3,280,000	3,280,000	4,173,731
Utility Tax	1,400,000	1,400,000	1,415,333
Use Tax	1,000,000	1,000,000	1,019,116
MFT Local	-	-	21,089
Personal Property Replacement Tax	165,000	165,000	630,453
Grants	4,000	4,000	8,453
	<u>10,999,000</u>	<u>10,999,000</u>	<u>13,099,444</u>
Charges for Services			
Weed Cutting Fees	2,500	2,500	9,881
Brush Collection Fees	106,000	106,000	107,294
Police Counter Service	15,000	15,000	-
Police Contractual Services	340,000	340,000	525,370
Change of Occupancy Fees	125,000	125,000	112,989
Rental Inspections	160,000	160,000	220,037
Business Registration	30,000	30,000	29,692
Foreclosed or Vacant Registration	20,000	20,000	16,688
Relocate Fees	5,000	5,000	11,670
Police Towing	35,000	35,000	62,675
Plan Review Fees	20,000	20,000	8,622
Engineering Fees	300,000	300,000	729,953
Transfer Station Fees	650,000	650,000	778,170
Cable Franchise Fee	275,000	275,000	241,800
Property Rental	9,600	9,600	52,896
Tower Rental Fees	-	-	40,123
	<u>2,093,100</u>	<u>2,093,100</u>	<u>2,947,860</u>

CITY OF WEST CHICAGO, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Licenses and Permits			
Building Permits	\$ 400,000	\$ 400,000	\$ 1,226,104
Building Contractors Licenses	50,000	50,000	57,340
Oversize Truck Permits	35,000	35,000	51,585
Liquor Licenses	150,000	150,000	108,104
Vending Machine/Business Licenses	75,000	75,000	52,295
Other Licenses and Permits	23,000	23,000	27,013
	<u>733,000</u>	<u>733,000</u>	<u>1,522,441</u>
Fines and Forfeits			
Circuit Court Fines	300,000	300,000	257,239
Local Fines	365,000	365,000	935,073
Seizures	-	-	161,186
	<u>665,000</u>	<u>665,000</u>	<u>1,353,498</u>
Interest			
Interest Income	<u>5,000</u>	<u>5,000</u>	<u>104,248</u>
Miscellaneous			
Cemetery Lot Sales	40,000	40,000	35,500
Other Reimbursements	50,000	50,000	148,437
Health Insurance Reimbursements	160,000	160,000	290,587
IPBC and IRMA Revenue	200,000	200,000	471,573
Other Miscellaneous	100,000	100,000	103,278
	<u>550,000</u>	<u>550,000</u>	<u>1,049,375</u>
Total Revenues	<u>\$ 19,773,500</u>	<u>\$ 19,773,500</u>	<u>\$ 24,754,768</u>

CITY OF WEST CHICAGO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
General Government			
Legislative	\$ 211,200	\$ 211,200	\$ 164,982
Administration	1,166,400	1,176,400	771,138
Finance Dept	3,108,300	3,309,800	2,978,613
Public Works	2,935,500	2,935,500	2,937,554
Community Development	1,781,000	1,905,200	1,795,740
	<u>9,202,400</u>	<u>9,538,100</u>	<u>8,648,027</u>
Public Safety			
Police Department	<u>11,736,600</u>	<u>11,736,600</u>	<u>12,236,400</u>
Total Expenditures	<u>\$ 20,939,000</u>	<u>\$ 21,274,700</u>	<u>\$ 20,884,427</u>

CITY OF WEST CHICAGO, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
General Government			
Legislative			
Personal Services			
Salary of Aldermen	\$ 33,600	\$ 33,600	\$ 24,095
Salary of Mayor	15,000	15,000	15,125
Salary of Corporate Counsel	3,000	3,000	3,000
Salary of City Clerk	4,500	4,500	413
FICA and Medicare	4,100	4,100	3,032
Contractual Services			
Legal Fees	40,000	40,000	28,835
Consultants	1,000	1,000	-
Training and Tuition	3,000	3,000	477
Memberships/Dues/Subscriptions	45,000	45,000	32,098
Legal Notices	1,500	1,500	-
Printing and Binding	10,000	10,000	5,003
Legal Reporter Fees	500	500	-
Commodities			
Computer and Office Supplies	800	800	57
Postage	700	700	324
Miscellaneous Commodities	2,500	2,500	1,993
Grant Distribution	45,000	45,000	50,000
Other Charges	1,000	1,000	530
Total Legislative	211,200	211,200	164,982

CITY OF WEST CHICAGO, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
General Government - Continued			
Administration			
Personal Services			
Administrative Salaries	\$ 220,400	\$ 220,400	\$ 224,273
FICA and Medicare	16,900	16,900	13,793
ICMA	37,300	37,300	37,921
IMRF	20,100	20,100	19,805
Unemployment Insurance	-	-	4,452
Contractual Services			
Legal Fees	5,000	5,000	1,985
Newsletter Preparation	33,000	33,000	18,168
Training and Tuition	4,000	4,000	284
Memberships/Dues/Subscriptions	8,000	8,000	4,073
Software Maintenance	12,000	12,000	7,725
Telephone and Alarms	51,500	51,500	74,979
Electric	1,000	1,000	879
Printing and Binding	1,000	1,000	45
Advertising	25,000	25,000	9,933
Other Contractual Services	643,000	643,000	193,112
IRMA General Insurance	4,000	4,000	7,563
Recycling	-	-	51,573
Commodities			
Sales Tax Rebate	65,000	75,000	86,126
Computer and Office Supplies	1,100	1,100	3,130
Gallery 200	6,000	6,000	6,000
Arts Programming Supplies	5,000	5,000	3,257
Special Events	500	500	500
Gas and Oil	1,000	1,000	578
Postage	100	100	-
Miscellaneous	5,000	5,000	775
Other Charges	500	500	209
Total Administration	1,166,400	1,176,400	771,138

CITY OF WEST CHICAGO, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
General Government - Continued			
Finance Dept			
Personal Services			
Administrative Salaries	\$ 365,800	\$ 415,800	\$ 410,452
FICA and Medicare	28,200	32,200	29,296
ICMA	7,300	7,300	6,716
Health/Dental/Life Insurance	1,873,900	1,873,900	1,887,939
IMRF	33,400	38,400	36,908
Unemployment Insurance	-	-	400
Contractual Services			
Legal Fees	46,500	171,500	121,466
Audit Fees	15,800	15,800	16,854
Consultants	96,000	96,000	74,174
Network Charges	15,000	15,000	17,515
Pre-Employment Exams	20,000	20,000	26,697
Training and Tuition	10,000	10,000	4,374
Memberships/Dues/Subscriptions	3,300	3,300	1,953
Software Maintenance	143,500	143,500	132,599
Telephone and Alarms	19,100	36,600	40,313
Advertising	1,500	1,500	1,164
Other Contractual Services	65,000	65,000	44,109
IRMA General Insurance	4,000	4,000	7,563
Office Equipment Maintenance and Repair	17,000	17,000	9,778
Postage Meter Rental	2,000	2,000	2,068
Copier Fees	1,100	1,100	735
Commodities			
Computer and Office Supplies	10,500	10,500	5,832
Gas and Oil	100	100	20
Postage	5,000	5,000	2,626
Miscellaneous Commodities	600	600	236
Safety Program	5,000	5,000	6,062
Special Events	7,500	7,500	5,623
Bank Fees	10,000	10,000	12,823
Other Charges	200	200	59

CITY OF WEST CHICAGO, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
General Government - Continued			
Finance Dept - Continued			
Capital Outlay			
Other Capital Outlay	\$ 205,000	\$ 205,000	\$ 26,050
MIS Replacement	96,000	96,000	46,209
Total Finance Dept	3,108,300	3,309,800	2,978,613
Public Works			
Personal Services			
Administrative Salaries	246,500	246,500	271,884
Operating Salaries	743,700	743,700	679,164
Administrative Salaries - Overtime	83,000	83,000	87,238
FICA and Medicare	82,300	82,300	77,376
IMRF	97,600	97,600	92,836
Contractual Services			
Legal Fees	6,000	6,000	782
Legal Notices	100	100	-
Pre-employment Exams	700	700	415
Training and Tuition	7,000	7,000	7,289
Memberships/Dues/Subscriptions	1,400	1,400	1,057
Telephone and Alarms	72,300	72,300	83,546
Interments Program	20,000	20,000	19,850
Brush Pickup	102,700	102,700	96,775
Grounds Maintenance	54,300	54,300	46,375
Cemetery Maintenance	7,200	7,200	6,000
Janitor Contract	45,000	45,000	47,715
Heating Gas	7,500	7,500	24,130
Electric	3,000	3,000	1,415
Other Contractual Services	162,000	162,000	66,293

CITY OF WEST CHICAGO, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
General Government - Continued			
Public Works - Continued			
Contractual Services - Continued			
IRMA General Insurance	\$ 55,600	\$ 55,600	\$ 105,882
Other Insurance	16,500	16,500	-
Payment to Taxing Bodies	175,000	175,000	212,684
Vehicle Maintenance and Repair	45,000	45,000	46,449
Commodities			
Computer and Office Supplies	3,000	3,000	3,962
Parts for Vehicles	180,000	180,000	200,001
Tools and Equipment	34,000	34,000	34,399
Gas and Oil	66,500	66,500	87,760
Postage	200	200	63
Uniforms and Safety Equipment	13,500	13,500	18,882
Miscellaneous	85,200	85,200	98,632
Capital Outlay			
Vehicles	518,700	518,700	518,700
Total Public Works	2,935,500	2,935,500	2,937,554

CITY OF WEST CHICAGO, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
General Government - Continued			
Community Development			
Personal Services			
Commissions Salary	\$ 800	\$ 800	\$ 1,035
Administrative Salaries	590,600	590,600	584,310
FICA and Medicare	45,400	45,400	43,041
IMRF	53,800	53,800	51,623
Unemployment Insurance	-	-	6,120
Contractual Services			
Legal Fees	38,000	88,000	74,386
Training and Tuition	1,800	1,800	1,650
Memberships/Dues/Subscriptions	1,300	1,300	1,928
Enforcement & Inspections	355,400	355,400	377,993
Plan Review	138,300	138,300	109,581
Software Maintenance	13,500	13,500	13,864
Legal Notices	3,500	3,500	8,319
Telephone and Alarms	121,000	121,000	111,879
Weed Cutting	5,000	5,000	6,081
Printing and Binding	3,000	3,000	2,372
Legal Reporter	5,000	5,000	11,204
Filing Fees	5,000	5,000	7,783
Microfiche Expenditures	7,500	7,500	6,988
Other Contractual Services	83,200	127,400	150,632
IRMA General Insurance	7,900	7,900	10,132
Copier Fees	800	800	551
Grounds Maintenance	14,000	14,000	-
Commodities			
Computer and Office Supplies	2,600	2,600	4,031
Maps and Plats	1,800	1,800	1,551
Gas and Oil	200	200	344
Postage	1,300	1,300	375
Uniforms and Safety Equipment	300	300	-
Miscellaneous Commodities	300	300	-
Special Events	157,500	157,500	162,375
Prospect Development	1,000	1,000	60
Other Charges	500	500	-

CITY OF WEST CHICAGO, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
General Government - Continued			
Community Development - Continued			
Capital Outlay			
Office Equipment	\$ 13,500	\$ 13,500	\$ 1,979
Land	56,500	56,500	43,553
Machinery	700	700	-
Other	50,000	80,000	-
Total Community Development	1,781,000	1,905,200	1,795,740
Total General Government	9,202,400	9,538,100	8,648,027
Public Safety			
Police Department			
Personal Services			
Administrative Salaries	938,000	938,000	935,733
Patrolman Salaries	3,538,000	3,538,000	3,649,987
Sergeants Salaries	787,300	787,300	778,187
CSO Salaries	121,600	121,600	104,076
Contract Services Salaries	10,000	10,000	13,958
Administrative Services - Overtime	460,000	460,000	550,025
CSO - Overtime	5,000	5,000	8,125
FICA and Medicare	448,300	448,300	447,036
Police Pension	3,100,000	3,100,000	3,085,827
IMRF	43,600	43,600	34,125
Contractual Services			
Legal Fees	125,800	125,800	94,609
Training and Tuition	58,400	58,400	57,865
Officer Training and Mileage	4,300	4,300	4,023
Memberships/Dues/Subscriptions	20,000	20,000	16,071
Software Maintenance	77,000	77,000	135,524
Telephone and Alarms	265,800	265,800	295,608
Printing and Binding	7,000	7,000	5,521
Grounds Maintenance	1,200	1,200	1,325
DuComm Quarterly Share	567,500	567,500	566,069
Other Contractual Services	148,100	148,100	105,965
Graffiti Removal	12,000	12,000	8,700

CITY OF WEST CHICAGO, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Contractual Services - Continued			
Reception Support	\$ 143,400	\$ 143,400	\$ 76,975
Crossing Guard - Contractual	62,100	62,100	25,058
IRMA General Insurance	211,400	211,400	402,935
Other Insurance	10,000	10,000	-
Radio/Radar Equipment Maint. and Repair	18,600	18,600	10,905
Office Equipment and Repair	13,200	13,200	8,741
Postage Meter Rental	1,200	1,200	960
Copier Fees	7,000	7,000	4,426
Commodities			
Computer and Office Supplies	5,000	5,000	2,363
Field Equipment	17,100	17,100	13,583
Gas and Oil	77,300	77,300	91,213
Postage	6,100	6,100	-
Uniform and Safety Equipment	78,800	78,800	73,657
Vehicle License Fees	3,900	3,900	854
First Aid Supplies	1,100	1,100	231
Ammunition and Firearms	31,600	31,600	28,818
Cert Supplies	5,000	5,000	3,555
Miscellaneous Commodities	17,700	17,700	15,356
Tools and Equipment	100	100	1,486
Crime Prevention	50,500	50,500	340,325
Capital Outlay			
Vehicles	236,600	236,600	236,600
Total Public Safety	11,736,600	11,736,600	12,236,400
Total Expenditures	\$ 20,939,000	\$ 21,274,700	\$ 20,884,427

CITY OF WEST CHICAGO, ILLINOIS

Capital Improvement - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Utility Taxes	\$ 750,000	\$ 750,000	\$ 804,633
Intergovernmental			
Sales Taxes	3,300,000	3,300,000	3,874,702
Grants	1,144,000	1,144,000	-
Interest Income	2,000	2,000	-
Miscellaneous	4,500	4,500	4,095
Total Revenues	5,200,500	5,200,500	4,683,430
Expenditures			
Capital Outlay	6,562,900	6,887,900	4,620,509
Net Change in Fund Balance	<u>\$ (1,362,400)</u>	<u>\$ (1,687,400)</u>	62,921
Fund Balance - Beginning			<u>6,801,077</u>
Fund Balance - Ending			<u>\$ 6,863,998</u>

CITY OF WEST CHICAGO, ILLINOIS

Capital Improvement - Capital Projects Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Capital Outlay			
Administrative Salaries	\$ 145,300	\$ 145,300	\$ 182,327
Operational Salaries	186,000	186,000	173,699
Administrative Salaries - Overtime	25,000	25,000	19,368
FICA and Medicare	27,300	27,300	26,915
Health/Dental/Life Insurance	41,700	41,700	41,685
IMRF	32,400	32,400	33,416
Legal Fees	-	-	17,527
Auditing Fees	4,300	4,300	4,741
Legal Notices	1,000	1,000	210
Other Contractual Services	984,700	984,700	946,358
Traffic Signal Maintenance	32,500	32,500	35,185
Street Light Maintenance	27,500	27,500	52,428
IRMA General Insurance	5,300	5,300	10,084
Sales Tax Rebate	60,000	60,000	74,577
Street Patch Materials	2,000	2,000	-
Street Paint	4,000	4,000	3,978
Ice Control Materials	65,000	65,000	18,575
Street Light Materials	95,000	95,000	96,946
Storm Sewer Repair	20,000	20,000	21,841
Rock Salt	405,000	405,000	187,576
Bit Patch Cold	11,000	11,000	2,773
Bit Patch Hot	51,000	51,000	22,844
Building and Grounds Improvements	135,000	135,000	2,670
Street Improvements	2,423,100	2,423,100	543,415
Land	-	325,000	325,000
Other Capital Outlay	1,778,800	1,778,800	1,776,371
Total Expenditures	\$ 6,562,900	\$ 6,887,900	\$ 4,620,509

CITY OF WEST CHICAGO, ILLINOIS

Nonmajor Governmental Funds

**Combining Balance Sheet
December 31, 2022**

	<u>Special TIF Special Tax Allocation #2</u>
ASSETS	
Cash and Investments	\$ 185,354
Receivables - Net of Allowances	
Property Taxes	69,222
Other	<u>-</u>
Total Assets	<u>254,576</u>
LIABILITIES	
Accounts Payable	-
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>69,222</u>
Total Liabilities and Deferred Inflows of Resources	<u>69,222</u>
FUND BALANCES	
Restricted	185,354
Assigned	<u>-</u>
Total Fund Balances	<u>185,354</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 254,576</u>

TIF Special Tax Allocation #3	Revenue	Motor Fuel Tax	Capital Projects Capital Equipment Replacement	Totals
\$ 80,527		\$ 4,797,656	\$ 3,059,117	\$ 8,122,654
28,551		-	-	97,773
-		99,973	-	99,973
109,078		4,897,629	3,059,117	8,320,400
20,799		14,128	163	35,090
33,608		-	-	102,830
54,407		14,128	163	137,920
54,671		4,883,501	-	5,123,526
-		-	3,058,954	3,058,954
54,671		4,883,501	3,058,954	8,182,480
\$ 109,078		\$ 4,897,629	\$ 3,059,117	\$ 8,320,400

CITY OF WEST CHICAGO, ILLINOIS

Nonmajor Governmental Funds

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended December 31, 2022**

	<u>Special TIF Special Tax Allocation #2</u>
Revenues	
Taxes	\$ 21,245
Charges for Services	-
Intergovernmental	-
Miscellaneous	-
Total Revenues	<u>21,245</u>
Expenditures	
General Government	-
Capital Outlay	-
Total Expenditures	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	21,245
Other Financing Sources	
Disposal of Capital Assets	<u>-</u>
Net Change in Fund Balances	21,245
Fund Balances - Beginning	<u>164,109</u>
Fund Balances - Ending	<u>\$ 185,354</u>

Revenue		Capital Projects	Totals
TIF Special Tax Allocation #3	Motor Fuel Tax	Capital Equipment Replacement	
\$ 27,378	\$ -	\$ -	\$ 48,623
-	-	935,900	935,900
-	1,698,660	-	1,698,660
-	-	2,724	2,724
27,378	1,698,660	938,624	2,685,907
-	31,932	-	31,932
31,296	183,227	91,930	306,453
31,296	215,159	91,930	338,385
(3,918)	1,483,501	846,694	2,347,522
-	-	88,545	88,545
(3,918)	1,483,501	935,239	2,436,067
58,589	3,400,000	2,123,715	5,746,413
\$ 54,671	\$ 4,883,501	\$ 3,058,954	\$ 8,182,480

CITY OF WEST CHICAGO, ILLINOIS

TIF Special Tax Allocation #2 - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 20,000	\$ 20,000	\$ 21,245
Expenditures			
General Government			
Capital Outlay			
Prospect Development	25,500	25,500	-
Net Change in Fund Balance	<u>\$ (5,500)</u>	<u>\$ (5,500)</u>	21,245
Fund Balance - Beginning			<u>164,109</u>
Fund Balance - Ending			<u><u>\$ 185,354</u></u>

CITY OF WEST CHICAGO, ILLINOIS

TIF Special Tax Allocation #3 - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 23,000	\$ 23,000	\$ 27,378
Expenditures			
General Government			
Capital Outlay			
Prospect Development	22,500	92,500	31,296
Net Change in Fund Balance	<u>\$ 500</u>	<u>\$ (69,500)</u>	(3,918)
Fund Balance - Beginning			<u>58,589</u>
Fund Balance - Ending			<u>\$ 54,671</u>

CITY OF WEST CHICAGO, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Grants	\$ -	\$ -	\$ 34,249
MFT Allotments	1,057,500	1,057,500	1,069,386
MFT Rebuild IL	595,000	595,000	595,025
Interest Income	500	500	-
Total Revenues	<u>1,653,000</u>	<u>1,653,000</u>	<u>1,698,660</u>
Expenditures			
General Government			
Refuse Disposal	45,000	45,000	31,932
Capital Outlay	326,500	388,500	183,227
Total Expenditures	<u>371,500</u>	<u>433,500</u>	<u>215,159</u>
Net Change in Fund Balance	<u>\$ 1,281,500</u>	<u>\$ 1,219,500</u>	1,483,501
Fund Balance - Beginning			<u>3,400,000</u>
Fund Balance - Ending			<u>\$ 4,883,501</u>

CITY OF WEST CHICAGO, ILLINOIS

Capital Equipment Replacement - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Charges for Services			
Other	\$ 976,600	\$ 976,600	\$ 935,900
Interest Income	400	400	-
Miscellaneous	-	-	2,724
Total Revenues	<u>977,000</u>	<u>977,000</u>	<u>938,624</u>
Expenditures			
Capital Outlay			
Vehicles	<u>822,500</u>	<u>822,500</u>	<u>91,930</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	154,500	154,500	846,694
Other Financing Sources			
Disposal of Capital Assets	<u>-</u>	<u>-</u>	<u>88,545</u>
Net Change in Fund Balance	<u>\$ 154,500</u>	<u>154,500</u>	935,239
Fund Balance - Beginning			<u>2,123,715</u>
Fund Balance - Ending			<u>\$ 3,058,954</u>

CITY OF WEST CHICAGO, ILLINOIS

Waterworks - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Water Service	\$ 5,000,000	\$ 5,000,000	\$ 4,983,638
Operating Expenses			
Operations			
Water Distribution	5,861,000	5,861,000	3,007,033
Water Treatment Plant	3,834,400	3,834,400	2,451,436
Depreciation and Amortization	-	-	1,984,617
Total Operating Expenses	9,695,400	9,695,400	7,443,086
Operating (Loss)	(4,695,400)	(4,695,400)	(2,459,448)
Nonoperating Revenues (Expenses)			
Connection Fees	24,000	24,000	19,401
Interest Income	1,000	1,000	6,135
Other Income	97,000	97,000	189,799
Principal Retirement	(659,000)	(659,000)	-
Interest Expense	(48,000)	(48,000)	(42,247)
	(585,000)	(585,000)	173,088
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,280,400)	\$ (5,280,400)	(2,286,360)
Other Financing Sources			
Transfers In	-	-	8,523,938
Net Change in Fund Balance	\$ (5,280,400)	(5,280,400)	6,237,578
Net Position - Beginning			64,566,561
Net Position - Ending			\$ 70,804,139

CITY OF WEST CHICAGO, ILLINOIS

Waterworks - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Operations			
Water Distribution			
Personal Services			
Administrative Salaries	\$ 642,000	\$ 642,000	\$ 614,085
Operational Salaries	454,300	454,300	435,669
Administrative Salaries - Overtime	41,000	41,000	54,960
FICA and Medicare	87,100	87,100	78,909
ICMA	7,300	7,300	7,279
Health/Dental/Life Insurance	430,300	430,300	430,608
Unemployment Insurance	-	-	1,020
IMRF	103,300	103,300	97,282
Contractual Services			
Legal Fees	50,000	50,000	12,964
Auditing Fees	15,100	15,100	15,737
JULIE System	2,500	2,500	4,148
Consultants	90,000	90,000	62,094
Pre-Employment Exams	600	600	215
Training and Tuition	2,500	2,500	1,866
Memberships/Dues/Subscriptions	2,000	2,000	2,248
Software Maintenance	10,000	10,000	10,305
Legal Notices	500	500	-
Telephone and Alarms	95,000	95,000	96,497
Heating and Gas	3,000	3,000	8,149
Electric	260,000	260,000	259,205
Lab Results	7,000	7,000	5,220
Refuse Disposal	-	-	1,338
Printing and Binding	2,500	2,500	1,698
Grounds Maintenance	7,500	7,500	8,150
Other Contractual Services	130,000	130,000	117,242
IRMA General Insurance	100,400	100,400	191,595
Copier Rental	800	800	1,135
Vehicle Maintenance and Repair	25,000	25,000	3,757
Building Maintenance and Repair	5,000	5,000	-
Distribution System Maintenance and Repair	100,000	100,000	43,567
Pump Station Maintenance and Repair	610,000	610,000	270,536
Reservoir Maintenance and Repair	500	500	-
Postage Meter Rental	1,500	1,500	1,724

CITY OF WEST CHICAGO, ILLINOIS

Waterworks - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Operations - Continued			
Water Distribution - Continued			
Commodities			
Computer and Office Supplies	\$ 4,000	\$ 4,000	\$ 3,692
Parts for Vehicles	25,000	25,000	20,420
Tools and Equipment	11,000	11,000	10,898
Gas and Oil	20,000	20,000	31,289
Postage	5,000	5,000	4,399
Uniforms and Safety Equipment	9,000	9,000	10,327
Parts and Equipment - Wells	15,000	15,000	5,478
Parts and Equipment - Distribution	70,000	70,000	-
Parts and Equipment - Pump Station	5,000	5,000	7,834
Lab Supplies	1,200	1,200	1,642
Water Meters	36,000	36,000	51,777
Miscellaneous Commodities	8,000	8,000	6,459
Bank Fees	15,000	15,000	13,616
Capital Outlay			
Other Capital Outlay	2,325,100	2,325,100	-
MIS Replacement	25,000	25,000	-
Total Water Distribution	5,861,000	5,861,000	3,007,033
Water Treatment Plant			
Personal Services			
Administrative Salaries	216,300	216,300	230,815
Operational Salaries	501,000	501,000	411,633
Administrative Salaries - Overtime	60,000	60,000	80,188
FICA and Medicare	59,500	59,500	54,283
IMRF	70,600	70,600	64,790
IMRF Pension Expense	-	-	181,210
OPEB Pension Expense	-	-	(186,648)
Contractual Services			
Training and Tuition	2,000	2,000	96
Memberships/Dues/Subscriptions	500	500	1,054
Telephone and Alarms	91,000	91,000	97,231

CITY OF WEST CHICAGO, ILLINOIS

Waterworks - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Operations - Continued			
Water Treatment Plant - Continued			
Contractual Services - Continued			
Heating and Gas	\$ 4,500	\$ 4,500	\$ 7,588
Electric	130,000	130,000	106,440
Lab Results	3,000	3,000	-
Refuse Disposal	880,000	880,000	451,655
Grounds Maintenance	7,500	7,500	5,925
Janitorial Service	22,000	22,000	20,048
Other Contractual Services	20,000	20,000	31,049
IRMA General Insurance	37,000	37,000	70,588
Building Maintenance and Repair	205,000	205,000	64,220
WTP Operations Repair	185,000	185,000	91,663
Copier Rental	5,000	5,000	1,837
Equipment Rental	3,500	3,500	4,510
Commodities			
Computer and Office Supplies	1,000	1,000	553
Parts for Vehicles	2,000	2,000	1,182
Tools and Equipment	2,500	2,500	3,421
Gas and Oil	1,500	1,500	1,174
Uniforms and Safety Equipment	5,500	5,500	3,944
Parts for Building Repairs	10,000	10,000	22,105
Lab Supplies	15,000	15,000	18,009
Chemicals	625,000	625,000	451,251
Parts for WTP Operations	10,000	10,000	16,058
Miscellaneous Commodities	1,500	1,500	2,802
Capital Outlay			
Other Capital Outlay	657,000	657,000	140,762
Total Water Treatment Plant	3,834,400	3,834,400	2,451,436
Total Operations	9,695,400	9,695,400	5,458,469
Depreciation and Amortization	-	-	1,984,617
Total Operating Expenses	\$ 9,695,400	\$ 9,695,400	\$ 7,443,086

CITY OF WEST CHICAGO, ILLINOIS

Sewerage - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Sewer Service	\$ 5,300,000	\$ 5,300,000	\$ 4,507,890
Operating Expenses			
Operations			
Sanitary Sewer Collection	8,903,800	8,903,800	5,670,717
Special Service Area #2	94,500	94,500	89,614
Depreciation	-	-	409,298
Total Operating Expenses	8,998,300	8,998,300	6,169,629
Operating (Loss)	(3,698,300)	(3,698,300)	(1,661,739)
Nonoperating Revenues			
Connection Fees	25,000	25,000	8,660
Property Taxes	9,000	9,000	9,354
Interest Income	1,000	1,000	69,590
Other Income	63,000	63,000	75,541
	98,000	98,000	163,145
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,600,300)	(3,600,300)	(1,498,594)
Other Financing Sources			
Transfers In	-	-	6,882,162
Net Change in Fund Balance	\$ (3,600,300)	\$ (3,600,300)	5,383,568
Net Position - Beginning			9,185,665
Net Position - Ending			\$ 14,569,233

CITY OF WEST CHICAGO, ILLINOIS

Sewerage - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Operations			
Sanitary Sewer Collection			
Personal Services			
Administrative Salaries	\$ 667,200	\$ 667,200	\$ 671,604
Operational Salaries	676,500	676,500	596,360
Administrative Salaries - Overtime	50,000	50,000	44,414
FICA and Medicare	106,700	106,700	95,503
ICMA	7,300	7,300	7,279
Health/Dental/Life Insurance	430,300	430,300	430,630
Unemployment Insurance	-	-	1,020
IMRF	126,600	126,600	116,834
IMRF Pension Expense	-	-	131,117
OPEB Pension Expense	-	-	(186,723)
Contractual Services			
Legal Fees	15,000	15,000	8,913
Auditing Fees	8,500	8,500	9,044
JULIE System	2,800	2,800	4,148
Consultants	100,000	100,000	74,174
Training and Tuition	10,000	10,000	10,482
Software Maintenance	14,800	14,800	14,671
Telephone and Alarms	71,500	71,500	73,888
Heating Gas	6,500	6,500	10,024
Electric	48,000	48,000	38,713
Grounds Maintenance	3,500	3,500	3,935
Other Contractual Services	182,000	182,000	77,413
Wastewater Treatment	2,910,000	2,910,000	2,713,959
IRMA General Insurance	105,700	105,700	201,679
Vehicle Maintenance and Repair	10,000	10,000	14,232
Lift Station Maintenance and Repair	130,000	130,000	24,363
Sewer Main Maintenance and Repair	700,000	700,000	105,108
Postage Meter Rental	1,400	1,400	1,380

CITY OF WEST CHICAGO, ILLINOIS

Sewerage - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Operations - Continued			
Sanitary Sewer Collection - Continued			
Commodities			
Copier and Rental	\$ 500	\$ 500	\$ 1,135
Computer and Office Supplies	5,000	5,000	3,188
Parts for Vehicles	25,000	25,000	68,462
Tools and Equipment	12,000	12,000	9,519
Gas and Oil	12,000	12,000	19,551
Postage	2,000	2,000	3,098
Chemicals	2,000	2,000	1,997
Parts for Lift Stations	22,000	22,000	15,359
Material for Trench Backfill	5,000	5,000	4,800
Parts for Mains	3,000	3,000	5,708
Miscellaneous Commodities	13,000	13,000	11,016
Bank Fees	13,500	13,500	15,111
Capital Outlay			
Vehicles	180,600	180,600	180,600
Other Capital Outlay	2,223,900	2,223,900	37,009
Total Sanitary Sewer Collection	8,903,800	8,903,800	5,670,717
Special Service Area #2			
Personal Service			
Operational Salaries	5,200	5,200	4,929
Administrative Salaries - Overtime	200	200	111
FICA and Medicare	500	500	386
IMRF	500	500	451
Commodities			
Electric	7,000	7,000	4,685
Grounds Maintenance	2,600	2,600	1,900
Capital Outlay			
Other Capital Outlay	78,500	78,500	77,152
Total Special Service Area #2	94,500	94,500	89,614
Total Operations	8,998,300	8,998,300	5,760,331
Depreciation	-	-	409,298
Total Operating Expenses	\$ 8,998,300	\$ 8,998,300	\$ 6,169,629

CITY OF WEST CHICAGO, ILLINOIS

Commuter Parking - Enterprise

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Parking Fees	\$ 20,000	\$ 20,000	\$ 29,051
Licenses and Permits	20,000	20,000	29,391
Total Operating Revenues	<u>40,000</u>	<u>40,000</u>	<u>58,442</u>
Operating Expenses			
Operations	298,900	298,900	77,317
Depreciation	-	-	12,955
Total Operating Expenses	<u>298,900</u>	<u>298,900</u>	<u>90,272</u>
Operating (Loss)	(258,900)	(258,900)	(31,830)
Nonoperating Revenues			
Other Income	-	-	150
Change in Net Position	<u>\$ (258,900)</u>	<u>\$ (258,900)</u>	(31,680)
Net Position - Beginning			<u>530,793</u>
Net Position - Ending			<u>\$ 499,113</u>

CITY OF WEST CHICAGO, ILLINOIS

Commuter Parking - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2022**

	Budget		Actual
	Original	Final	
Operations			
Personal Services			
Administrative Salaries	\$ 8,500	\$ 8,500	\$ 11,891
Operational Salaries	13,500	13,500	13,458
Administrative Salaries Overtime	1,500	1,500	2,269
FICA and Medicare	1,800	1,800	2,053
IMRF	2,200	2,200	2,481
IMRF Pension Expense	-	-	2,738
Contractual Services			
Auditing Fees	1,500	1,500	1,434
Telephone and Alarms	6,800	6,800	5,651
Electric	16,000	16,000	9,782
Printing and Binding	400	400	375
Grounds Maintenance	5,500	5,500	4,630
Janitorial Services	3,500	3,500	3,098
Contractual Services	20,000	20,000	9,600
Commodities			
Postage	1,200	1,200	2,200
Miscellaneous Commodities	2,500	2,500	787
Bank Fees	6,000	6,000	4,870
Capital Outlay			
Building and Ground Improvements	208,000	208,000	-
Total Operations	298,900	298,900	77,317
Depreciation	-	-	12,955
Total Operating Expenses	\$ 298,900	\$ 298,900	\$ 90,272

STATISTICAL SECTION

(Unaudited)

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

CITY OF WEST CHICAGO, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

See Following Page

CITY OF WEST CHICAGO, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

	2013	2014	2015	2016
Governmental Activities				
Net Investment in Capital Assets	\$ 87,923,548	\$ 55,050,037	\$ 55,619,533	\$ 54,867,141
Restricted	2,335,435	3,218,725	3,305,503	2,636,828
Unrestricted	13,063,574	12,673,884	(9,065,624)	(10,545,812)
Total Governmental Activities Net Position	103,322,557	70,942,646	49,859,412	46,958,157
Business-Type Activities				
Net Investment in Capital Assets	56,991,020	102,204,573	103,770,812	104,429,071
Restricted	760,002	1,040,810	1,088,552	2,409
Unrestricted	3,062,891	3,785,237	2,453,473	1,383,690
Total Business-Type Activities Net Position	60,813,913	107,030,620	107,312,837	105,815,170
Primary Government				
Net Investment in Capital Assets	144,914,568	157,254,610	159,390,345	159,296,212
Restricted	3,095,437	4,259,535	4,394,055	2,639,237
Unrestricted	16,126,465	16,459,121	(6,612,151)	(9,162,122)
Total Primary Government Net Position	\$ 164,136,470	\$ 177,973,266	\$ 157,172,249	\$ 152,773,327

Data Source: City Records

2017	2018	2019	2020	2021	2022
\$ 49,943,090	\$ 54,014,124	\$ 54,970,284	\$ 53,700,103	\$ 52,198,435	\$ 50,991,911
2,216,378	2,944,399	3,615,057	5,316,225	8,507,381	8,713,917
(12,294,029)	(15,056,308)	(17,252,817)	(13,606,301)	(4,136,846)	(12,314,281)
39,865,439	41,902,215	41,332,524	45,410,027	56,568,970	47,391,547
105,803,874	105,354,380	95,532,108	94,081,605	93,502,440	92,989,578
-	-	180,321	180,321	180,321	180,321
(554,848)	(10,658,958)	(14,775,689)	(19,069,338)	(19,399,742)	(7,297,414)
105,249,026	94,695,422	80,936,740	75,192,588	74,283,019	85,872,485
155,746,964	159,368,504	150,502,392	147,781,708	145,700,875	143,981,489
2,216,378	2,944,399	3,795,378	5,496,546	8,687,702	8,894,238
(12,848,877)	(25,715,266)	(32,028,506)	(32,675,639)	(23,536,588)	(19,611,695)
\$ 145,114,465	\$ 136,597,637	\$ 122,269,264	\$ 120,602,615	\$ 130,851,989	\$ 133,264,032

CITY OF WEST CHICAGO, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years
December 31, 2022 (Unaudited)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental Activities										
General Government	\$ 8,912,745	\$ 11,058,516	\$ 13,280,738	\$ 13,704,876	\$ 13,329,708	\$ 13,667,469	\$ 9,256,029	\$ 12,085,019	\$ 7,502,977	\$ 8,457,023
Public Safety	9,388,129	1,955,626	-	-	-	-	12,429,913	10,448,934	8,922,067	11,601,093
Culture and Recreation	-	12,592	-	-	-	-	49,692	49,692	47,062	49,691
Streets and Highways	4,103,870	9,701,162	12,524,954	11,555,771	11,092,178	10,121,701	5,193,137	1,170,904	5,494,248	5,916,606
Interest on Long-Term Debt	1,769	1,195	608	518	407	339	250	1,115	69	-
Total Governmental	22,406,513	22,729,091	25,806,300	25,261,165	24,422,293	23,789,509	26,929,021	23,755,664	21,966,423	26,024,413
Activities Expenses										
Business-Type Activities										
Waterworks	6,136,247	5,812,503	6,211,353	6,923,648	6,208,086	6,936,383	6,710,153	7,223,329	5,826,807	7,485,333
Sewerage	6,073,613	5,888,300	6,075,753	6,552,406	6,061,776	6,822,477	5,776,914	5,895,441	5,365,676	6,169,629
Commuter Parking	84,748	140,431	91,985	99,935	113,075	127,980	114,234	100,012	92,619	90,272
Total Business-Type Activities	12,294,608	11,841,234	12,379,091	13,575,989	12,382,937	13,886,840	12,601,301	13,218,782	11,285,102	13,745,234
Activities Net Position										
Total Primary Government Expenses	34,701,121	34,570,325	38,185,391	38,837,154	36,805,230	37,676,349	39,530,322	36,974,446	33,251,525	39,769,647
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	2,007,405	2,018,188	2,391,549	2,810,520	2,365,076	3,082,228	4,041,799	3,433,651	3,657,317	3,830,671
Public Safety	1,373,123	788,000	796,700	780,800	851,100	278,100	1,551,190	1,345,890	1,093,943	1,993,128
Culture and Recreation	-	-	-	-	-	-	896,500	953,800	570,800	968,504
Streets and Highways	1,557,400	1,178,937	1,400,121	1,297,112	1,257,271	1,759,322	-	-	-	-
Operating Grants/Contributions	150,805	51,746	19,280	15,150	3,820	194,395	128,544	7,227	376,506	1,112,088
Capital Grants/Contributions	806,014	930,849	688,950	716,433	704,074	732,621	895,088	1,643,965	1,700,033	616,114
Total Governmental Activities	5,894,747	4,967,720	5,296,600	5,620,015	5,181,341	6,046,666	7,513,121	7,384,533	7,398,599	8,520,505
Program Revenues										
Business-Type Activities										
Charges for Services										
Waterworks	4,218,252	4,889,559	4,581,798	4,430,455	4,423,819	1,163,807	3,934,811	3,422,705	4,857,273	5,003,039
Sewerage	5,328,023	6,022,231	5,768,370	6,070,820	6,218,263	3,106,749	4,678,920	3,641,234	5,093,945	4,516,550
Commuter Parking	131,813	137,147	139,635	139,977	141,988	158,493	150,690	44,302	39,591	58,442
Capital Grants/Contributions	-	-	1,051,704	-	645,461	355,577	219,837	-	-	-
Total Business-Type Activities	9,678,088	11,048,937	11,541,507	10,641,252	11,429,531	4,784,626	8,984,258	7,108,241	9,990,809	9,578,031
Total Primary Government Program Revenues	\$ 15,572,835	\$ 16,016,657	\$ 16,838,107	\$ 16,261,267	\$ 16,610,872	\$ 10,831,292	\$ 16,497,379	\$ 14,492,774	\$ 17,389,408	\$ 18,098,536

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Net (Expenses) Revenues										
Governmental Activities	\$ (16,511,766)	\$ (17,761,371)	\$ (20,509,700)	\$ (19,641,150)	\$ (19,240,952)	\$ (17,742,843)	\$ (19,415,900)	\$ (16,371,131)	\$ (14,567,824)	\$ (17,503,908)
Business-Type Activities	(2,616,520)	(792,297)	(837,584)	(2,934,737)	(953,406)	(9,102,214)	(3,617,043)	(6,110,541)	(1,294,293)	(4,167,203)
Total Primary Government										
Net Revenues (Expenses)	(19,128,286)	(18,553,668)	(21,347,284)	(22,575,887)	(20,194,358)	(26,845,057)	(23,032,943)	(22,481,672)	(15,862,117)	(21,671,111)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property Taxes	4,534,973	4,492,371	4,436,897	4,448,829	4,489,622	4,623,840	4,666,636	4,713,460	5,134,372	4,086,790
Telecommunications Taxes	922,803	926,440	853,407	806,698	759,135	669,750	562,050	577,082	659,823	495,381
Amusement Taxes	109,811	106,572	107,849	108,211	103,978	94,615	79,390	88,601	103,148	102,460
Cannabis Taxes	-	-	-	-	-	-	-	15,720	37,400	41,894
Intergovernmental										
Sales and Use Taxes	4,515,729	5,476,959	4,855,454	4,544,609	6,178,849	6,871,960	7,470,171	8,163,522	10,385,591	10,725,087
Income Taxes	2,580,764	2,593,317	2,882,037	2,636,660	2,487,827	2,593,920	2,883,008	2,943,407	3,566,536	4,173,731
Replacement Taxes	169,568	170,517	187,625	160,396	173,517	152,578	198,860	166,337	295,815	630,453
Utility Taxes	2,051,702	2,111,109	2,029,538	1,994,900	1,909,065	2,070,351	2,205,508	2,083,483	2,156,333	2,219,966
Video Gaming Taxes	-	-	-	-	-	-	-	-	-	7,836
Interest Income	21,399	(7,465)	3,522	6,983	13,271	12,224	25,729	6,086	1,643	104,248
Miscellaneous	917,461	1,607,960	1,102,056	2,032,609	560,955	637,785	732,686	1,690,936	3,386,106	1,144,739
Transfers	-	-	-	-	-	-	22,171	-	-	(15,406,100)
Total Governmental										
Activities	15,824,210	17,477,780	16,458,385	16,739,895	16,676,219	17,727,023	18,846,209	20,448,634	25,726,767	8,326,485
Business-Type Activities										
Property	8,804	8,888	8,604	8,894	8,907	9,049	8,882	9,916	11,005	9,354
Sales and Use	1,071,655	1,153,993	1,201,919	1,185,841	-	-	-	-	-	-
Interest Income	6,142	4,654	1,175	2,660	6,878	8,095	7,598	1,538	-	75,725
Miscellaneous	1,489,342	544,194	266,782	239,675	371,477	584,062	428,265	354,935	373,719	265,490
Transfers	-	-	-	-	-	-	(10,586,384)	-	-	15,406,100
Total Business-Type										
Activities	2,575,943	1,711,729	1,478,480	1,437,070	387,262	601,206	(10,141,639)	366,389	384,724	15,756,669
Total Primary Government										
Activities	18,400,153	19,189,509	17,936,865	18,176,965	17,063,481	18,328,229	8,704,570	20,815,023	26,111,491	24,083,154
Changes in Net Position										
Governmental Activities	(687,556)	(283,591)	(4,051,315)	(2,901,255)	(2,564,733)	(15,820)	(569,691)	4,077,503	11,158,943	(9,177,423)
Business-Type Activities	(40,577)	919,432	640,896	(1,497,667)	(566,144)	(8,501,008)	(13,758,682)	(5,744,152)	(909,569)	11,589,466
Total Primary Government										
	\$ (728,133)	\$ 635,841	\$ (3,410,419)	\$ (4,398,922)	\$ (3,130,877)	\$ (8,516,828)	\$ (14,328,373)	\$ (1,666,649)	\$ 10,249,374	\$ 2,412,043

Data Source: City Records

CITY OF WEST CHICAGO, ILLINOIS

**Fund Balances of Governmental Funds - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

	2013	2014	2015	2016
General Fund				
Nonspendable	\$ 1,028,304	\$ 1,104,969	\$ 736,988	\$ 549,669
Restricted	844,754	846,315	846,315	360,944
Unassigned	10,931,741	11,507,102	12,302,595	12,733,258
Total General Fund	<u>12,804,799</u>	<u>13,458,386</u>	<u>13,885,898</u>	<u>13,643,871</u>
All Other Governmental Funds				
Nonspendable	797,991	2,029	12,815	2,056
Restricted	1,490,681	2,372,410	2,459,188	2,275,884
Assigned	3,943,537	4,636,090	4,006,583	4,190,745
Total All Other Governmental Funds	<u>6,232,209</u>	<u>7,010,529</u>	<u>6,478,586</u>	<u>6,468,685</u>
Total All Governmental Funds	<u>\$ 19,037,008</u>	<u>\$ 20,468,915</u>	<u>\$ 20,364,484</u>	<u>\$ 20,112,556</u>

Data Source: City Records

	2017	2018	2019	2020	2021	2022
\$	94,055	\$ 78,908	\$ 105,861	\$ 115,884	\$ 110,793	\$ 158,471
	624,061	1,211,793	1,535,492	2,998,432	2,945,142	2,503,160
	11,841,410	12,126,823	13,844,971	15,925,019	19,254,290	8,624,215
	12,559,526	13,417,524	15,486,324	19,039,335	22,310,225	11,285,846
	2,176	2,275	2,568	2,610	956	933
	1,592,317	1,732,606	2,079,565	2,317,793	5,562,239	6,210,757
	5,109,310	5,896,981	4,745,724	6,537,372	8,923,836	9,922,019
	6,703,803	7,631,862	6,827,857	8,857,775	14,487,031	16,133,709
\$	19,263,329	\$ 21,049,386	\$ 22,314,181	\$ 27,897,110	\$ 36,797,256	\$ 27,419,555

CITY OF WEST CHICAGO, ILLINOIS

**General Governmental Revenues by Source - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

Source	2013	2014	2015	2016
Taxes	\$ 8,324,682	\$ 8,383,993	\$ 8,216,205	\$ 8,109,944
Intergovernmental	7,517,487	8,475,887	7,844,832	7,321,942
Charges for Services	3,407,944	2,718,832	2,982,446	3,193,936
Licenses and Permits	530,638	484,106	608,401	843,502
Fines and Forfeits	999,346	782,187	997,523	850,994
Interest Income	21,307	(7,465)	3,522	6,983
Miscellaneous	917,461	1,607,960	1,102,056	2,032,609
Totals	<u>\$ 21,718,865</u>	<u>\$ 22,445,500</u>	<u>\$ 21,754,985</u>	<u>\$ 22,359,910</u>

Data Source: City Records

	2017	2018	2019	2020	2021	2022
\$	9,308,149	\$ 7,611,134	\$ 6,330,796	\$ 6,108,938	\$ 6,701,024	\$ 5,531,158
	7,501,738	10,392,896	12,758,459	14,293,866	17,714,533	18,680,642
	2,987,175	2,951,250	4,365,673	3,737,997	3,158,622	3,916,364
	653,852	887,198	1,108,091	1,023,714	1,291,445	1,522,441
	832,420	1,281,202	1,015,725	971,630	871,993	1,353,498
	13,271	12,224	25,729	6,086	1,643	104,248
	560,955	637,785	732,686	1,690,936	3,386,106	1,056,194
\$	21,857,560	\$ 23,773,689	\$ 26,337,159	\$ 27,833,167	\$ 33,125,366	\$ 32,164,545

CITY OF WEST CHICAGO, ILLINOIS

**General Governmental Expenditures by Function - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

Function	2013	2014	2015	2016
General Government	\$ 8,676,885	\$ 8,128,303	\$ 8,361,285	\$ 7,893,627
Public Safety	9,248,035	9,162,072	9,104,514	9,849,220
Capital Outlay	3,154,948	3,722,023	4,393,009	4,924,842
Debt Service				
Interest and Fiscal Charges	1,769	1,195	608	518
Totals	<u>\$ 21,081,637</u>	<u>\$ 21,013,593</u>	<u>\$ 21,859,416</u>	<u>\$ 22,668,207</u>

Data Source: City Records

	2017	2018	2019	2020	2021	2022
\$	8,591,562	\$ 8,150,224	\$ 8,894,550	\$ 8,994,426	\$ 9,022,394	\$ 9,061,329
	10,003,049	10,011,442	9,886,973	10,388,620	10,994,269	12,236,400
	4,176,432	3,825,627	6,312,762	2,866,077	4,208,488	4,926,962
	407	339	250	1,115	69	-
\$	22,771,450	\$ 21,987,632	\$ 25,094,535	\$ 22,250,238	\$ 24,225,220	\$ 26,224,691

CITY OF WEST CHICAGO, ILLINOIS

**Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

	2013	2014	2015	2016
Revenues				
Taxes	\$ 8,324,682	\$ 8,383,993	\$ 8,216,205	\$ 8,109,944
Intergovernmental	7,517,487	8,475,887	7,844,832	7,321,942
Charges for Services	3,407,944	2,718,832	2,982,446	3,193,936
Licenses and Permits	530,638	484,106	608,401	843,502
Fines and Forfeits	999,346	782,187	997,523	850,994
Interest Income	21,307	(7,465)	3,522	6,983
Miscellaneous	917,461	1,607,960	1,102,056	2,032,609
Total Revenues	21,718,865	22,445,500	21,754,985	22,359,910
Expenditures				
General Government	8,676,885	8,128,303	8,361,285	7,893,627
Public Safety	9,248,035	9,162,072	9,104,514	9,849,220
Capital Outlay	3,154,948	3,722,023	4,393,009	4,924,842
Debt Service				
Interest and Fiscal Charges	1,769	1,195	608	518
Total Expenditures	21,081,637	21,013,593	21,859,416	22,668,207
Excess (Deficiency) of Revenues Over (Under) Expenditures	637,228	1,431,907	(104,431)	(308,297)
Other Financing Sources (Uses)				
Disposal of Capital Assets	-	-	-	56,369
Transfer In	19,644	7,776	-	25,643
Transfer Out	-	(7,776)	-	(25,643)
	19,644	-	-	56,369
Net Change in Fund Balances	\$ 656,872	\$ 1,431,907	\$ (104,431)	\$ (251,928)
Debt Service as a Percentage of Noncapital Expenditures	0.01%	0.01%	0.00%	0.00%

Data Source: City Records

	2017	2018	2019	2020	2021	2022
\$	9,308,149	\$ 7,611,134	\$ 6,330,796	\$ 6,108,938	\$ 6,701,024	\$ 5,531,158
	7,501,738	10,392,896	12,758,459	14,293,866	17,714,533	18,680,642
	2,987,175	2,951,250	4,365,673	3,737,997	3,158,622	3,916,364
	653,852	887,198	1,108,091	1,023,714	1,291,445	1,522,441
	832,420	1,281,202	1,015,725	971,630	871,993	1,353,498
	13,271	12,224	25,729	6,086	1,643	104,248
	560,955	637,785	732,686	1,690,936	3,386,106	1,056,194
	21,857,560	23,773,689	26,337,159	27,833,167	33,125,366	32,164,545
	8,591,562	8,150,224	8,894,550	8,994,426	9,022,394	9,061,329
	10,003,049	10,011,442	9,886,973	10,388,620	10,994,269	12,236,400
	4,176,432	3,825,627	6,312,762	2,866,077	4,208,488	4,926,962
	407	339	250	1,115	69	-
	22,771,450	21,987,632	25,094,535	22,250,238	24,225,220	26,224,691
	(913,890)	1,786,057	1,242,624	5,582,929	8,900,146	5,939,854
	64,663	-	22,171	-	-	88,545
	-	-	500,000	-	4,620,000	511,380
	-	-	(500,000)	-	(4,620,000)	(15,917,480)
	64,663	-	22,171	-	-	(15,317,555)
\$	(849,227)	\$ 1,786,057	\$ 1,264,795	\$ 5,582,929	\$ 8,900,146	\$ (9,377,701)
	0.00%	0.00%	0.00%	0.01%	0.00%	0.00%

CITY OF WEST CHICAGO, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

Tax Levy Year	Fiscal Year	Residential Property	Farm	Commercial Property
2013	2013	\$ 367,424,630	\$ 392,261	\$ 82,237,691
2014	2014	354,736,670	426,235	79,649,467
2015	2015	363,843,948	462,209	81,068,291
2016	2016	390,758,862	487,626	89,670,605
2017	2017	409,838,459	537,746	95,961,612
2018	2018	427,634,113	512,185	95,314,124
2019	2019	445,466,549	498,632	97,014,387
2020	2020	463,824,523	497,883	97,567,069
2021	2021	475,426,960	563,293	112,256,047
2022	2022	500,075,590	519,152	118,452,799

Data Source: DuPage County Clerk's and Treasurer's Offices

Industrial Property	Railroad	Total Assessed Value	Total Direct Tax Rate
\$ 124,152,620	\$ -	\$ 574,207,202	0.5973
119,236,720	-	554,049,092	0.6187
122,668,530	-	568,042,978	0.6031
133,199,600	-	614,116,693	0.5582
143,776,700	5,370,770	655,485,287	0.5441
159,831,453	5,545,256	688,837,131	0.5178
173,613,020	5,783,209	722,375,797	0.5034
204,433,800	5,896,762	772,220,037	0.4996
223,859,460	6,140,529	818,246,289	0.4999
246,868,400	6,472,447	872,388,388	0.5094

CITY OF WEST CHICAGO, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
December 31, 2022 (Unaudited)**

Taxing Body	2013	2014	2015
Countywide			
DuPage County	0.2040	0.2057	0.1971
Forest Preserve District	0.1657	0.1691	0.1622
DuPage Airport Authority	0.0178	0.0196	0.0188
Local			
Wayne Township	0.0979	0.1025	0.1007
Wayne Township Road	0.0817	0.0855	0.0840
City of West Chicago - Wayne Township	0.5973	0.6187	0.6031
Winfield Township	0.1318	0.1396	0.1370
Winfield Township Road	0.1732	0.1835	0.1801
City of West Chicago - Winfield Township	0.5973	0.6187	0.6031
West Chicago Park District	0.4917	0.4239	0.5054
West Chicago Fire Protection District	1.0190	1.0652	1.0556
West Chicago Mosquito District	0.0153	0.0161	0.0160
West Chicago Library District	0.3225	0.3400	0.3367
Educational			
Grade School District 33	5.4481	5.5749	5.5167
High School District 94	2.5376	2.6731	2.6293
College of DuPage District 502	0.2956	0.2975	0.2786
Total Tax Rate - Winfield Township	<u>11.4196</u>	<u>11.7269</u>	<u>11.6366</u>
Share of Total Tax Rate Levied by the City of West Chicago	<u>5.23%</u>	<u>5.28%</u>	<u>5.18%</u>
Total Tax Rate - Wayne Township	<u>10.0131</u>	<u>11.2942</u>	<u>11.5918</u>
Share of Total Tax Rate Levied by the City of West Chicago	<u>5.97%</u>	<u>5.48%</u>	<u>5.20%</u>

Property tax rates are per \$100 of assessed valuation.

Data Source: DuPage County Clerk

2016	2017	2018	2019	2020	2021	2022
0.1848	0.1749	0.1673	0.1655	0.1609	0.1587	0.1428
0.1514	0.1306	0.1278	0.1242	0.1205	0.1177	0.1130
0.0176	0.0166	0.0146	0.0141	0.0148	0.0144	0.0139
0.0959	0.0940	0.0929	0.0911	0.0904	0.0899	0.0891
0.0800	0.0784	0.0775	0.0744	0.0728	0.0724	0.0717
0.5582	0.5441	0.5178	0.5034	0.4996	0.4999	0.5094
0.1275	0.1192	0.1008	0.0939	0.0811	0.0435	0.0756
0.1676	0.1587	0.1526	0.1483	0.1448	0.1437	0.1440
0.5582	0.5441	0.5178	0.5034	0.4996	0.4999	0.5094
0.4889	0.4744	0.4683	0.4603	0.4339	0.4296	0.4265
0.9971	0.9663	0.9448	0.9295	0.9126	0.9080	0.8856
0.0152	0.0148	0.0143	0.0135	0.0136	0.0127	0.0113
0.3153	0.3056	0.2968	0.2893	0.2841	0.2819	0.2830
5.1727	4.8967	4.7555	4.6806	4.5774	4.5384	4.4888
2.4677	2.3770	2.3136	2.2573	2.2082	2.1843	2.1762
0.2626	0.2431	0.2317	0.2112	0.2114	0.2037	0.1946
10.9266	10.4220	10.1059	9.8911	9.6629	9.5365	9.4647
5.11%	5.22%	5.12%	5.09%	5.12%	5.24%	5.38%
11.5042	10.8074	10.3165	10.0229	9.8144	9.5116	9.4059
4.85%	5.03%	5.02%	5.02%	5.17%	5.26%	5.42%

CITY OF WEST CHICAGO, ILLINOIS

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2022 (Unaudited)**

	2022			2013		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
DuPage Airport Authority	\$ 18,943,390	1	2.32%	\$ 12,437,320	1	2.01%
TMIF II Timber Lake LLC	13,348,080	2	1.63%			
Discovery Drive Investors	13,181,360	3	1.61%			
DS Containers	10,093,980	4	1.23%			
Ball Horticultural Co	7,537,570	5	0.92%	3,335,680	9	0.54%
STAG Industrial Holdings	6,516,870	6	0.80%			
Clemenceau Logistics	6,280,330	7	0.77%			
280 Westgate Drive LTD	6,251,910	8	0.76%			
Alpha Z Chi Ind 5 LLC	6,190,280	9	0.76%			
ALM West Chicago LLC	5,612,410	10	0.69%			
Blackhawk Center, LLC				9,826,920	2	1.58%
Cobalt Industrial REIT II				8,439,840	3	1.36%
Northridge Holdings Ltd.				6,020,900	4	0.97%
St. Andrews Country Club				5,342,670	5	0.86%
Mapei Corp				4,450,950	6	0.72%
LaGrou Properties				4,390,210	7	0.71%
Centerpoint Properties				4,358,910	8	0.70%
Menards, Inc				3,248,990	10	0.52%
	<u>\$ 93,956,180</u>		<u>11.48%</u>	<u>\$ 61,852,390</u>		<u>9.97%</u>

Data Source: DuPage County Clerk's Office

CITY OF WEST CHICAGO, ILLINOIS

**Property Tax Levies and Collections - Last Ten Tax Levy Years
December 31, 2022 (Unaudited)**

Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	\$ 3,458,498	\$ 3,453,081	99.84%	\$ N/A	\$ 3,453,081	99.84%
2013	3,458,756	3,452,708	99.83%	N/A	3,452,708	99.83%
2014	3,458,444	3,453,211	99.85%	N/A	3,453,211	99.85%
2015	3,458,315	3,450,239	99.77%	N/A	3,450,239	99.77%
2016	3,460,067	3,455,985	99.88%	N/A	3,455,985	99.88%
2017	3,568,729	3,563,021	99.84%	N/A	3,563,021	99.84%
2018	3,569,845	3,560,169	99.73%	N/A	3,560,169	99.73%
2019	3,632,174	3,632,174	100.00%	N/A	3,632,174	100.00%
2020	3,823,499	3,823,499	100.00%	N/A	3,823,499	100.00%
2021	3,991,102	3,991,102	100.00%	N/A	3,991,102	100.00%

Note: Levies for all Special Services Area have been excluded from this table.

Data Source: DuPage County Clerk's Office

N/A - Not Available

CITY OF WEST CHICAGO, ILLINOIS

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

Fiscal Year	Business-Type Activities		Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	IEPA Revenue Bonds				
2013	\$ 6,735,635		\$ 6,735,635	0.96%	\$ 249
2014	6,198,456		6,198,456	0.82%	229
2015	5,647,382		5,647,382	0.82%	208
2016	5,082,055		5,082,055	0.75%	188
2017	4,502,105		4,502,105	0.64%	166
2018	3,907,155		3,907,155	0.55%	144
2019	3,296,816		3,296,816	0.45%	122
2020	2,670,691		2,670,691	0.35%	99
2021	2,028,371		2,028,371	0.24%	79
2022	1,369,438		1,369,438	0.16%	53

Data Source: City's Records

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

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

CITY OF WEST CHICAGO, ILLINOIS

**Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

Fiscal Year	Gross General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Totals	Percentage of Equalized Assessed Value (1)	Per Capita (2)
2013	\$ -	\$ -	\$ -	0.00%	\$ -
2014	-	-	-	0.00%	-
2015	-	-	-	0.00%	-
2016	-	-	-	0.00%	-
2017	-	-	-	0.00%	-
2018	-	-	-	0.00%	-
2019	-	-	-	0.00%	-
2020	-	-	-	0.00%	-
2021	-	-	-	0.00%	-
2022	-	-	-	0.00%	-

Data Source: City Records

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

(1) See the Ratios of Outstanding Debt by Type Schedule for Equalized Assessed Value data (Actual Taxable Value of Property).

(2) See the Demographic and Economic Statistics Schedule for the Per Capita Income data.

CITY OF WEST CHICAGO, ILLINOIS

**Schedule of Direct and Overlapping Bonded Debt
December 31, 2022 (Unaudited)**

Governmental Unit	Gross Debt	Percentage to Debt Applicable to City (1)	City's Share of Debt
City of West Chicago	\$ -	100.00%	\$ -
DuPage County	110,005,000	1.91%	2,101,096
Forest Preserve District	67,807,513	1.91%	1,295,123
West Chicago Park District	24,805,000	83.44%	20,697,292
Winfield Park District	6,680,000	28.41%	1,897,788
School District #25	5,275,000	24.07%	1,269,693
School District #33	27,115,000	81.50%	22,098,725
School District #94	31,471,414	59.10%	18,599,606
U-46 School District	185,425,910	0.82%	1,520,492
U-303 School District	24,035,000	82.29%	19,778,402
Community College District #502	159,918,325	1.79%	2,862,538
Community College District #509	140,415,000	10.89%	15,291,194
Total Overlapping Debt	782,953,162		107,411,948
Total Direct and Overlapping Debt	\$ 782,953,162		\$ 107,411,948

Data Source: DuPage County Clerk's Office

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. Every resident is not responsible for paying the debt of each overlapping government.

(1) Determined by the ratio of assessed value of property in the City subject to taxation by the Governmental Unit to the total assessed value of property of the Governmental Unit.

CITY OF WEST CHICAGO, ILLINOIS

Schedule of Legal Debt Margin December 31, 2022 (Unaudited)

The City is a home rule municipality.

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

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

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

CITY OF WEST CHICAGO, ILLINOIS

**Pledged-Revenue Coverage - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

Fiscal Year	(1) Revenues	(2) Expenses	(3) Net Revenue Available for Debt Service	(4) Debt Service		(5) Coverage
				Principal	Interest	
2013	\$ 12,122,215	10,177,161	\$ 1,945,054	\$ -	\$ -	-
2014	12,623,517	9,052,942	3,570,575	-	-	-
2015	10,626,728	9,704,717	922,011	-	-	-
2016	11,938,343	11,023,837	914,506	-	-	-
2017	11,029,165	9,558,809	1,470,356	-	-	-
2018	4,871,550	10,834,817	(5,963,267)	-	-	-
2019	9,048,365	10,130,988	(1,082,623)	-	-	-
2020	7,430,197	10,751,952	(3,321,755)	-	-	-
2021	10,375,533	8,863,403	1,512,130	-	-	-
2022	9,928,600	11,338,364	(1,409,764)	-	-	-

(1) As defined in applicable bond indentures and governing laws.

(2) Totalled expenses exclusive of depreciation and bond interest.

(3) Gross revenue minus expenses.

(4) Revenue bonds through April 30, 2003, alternate revenue bonds subsequent to that date.

(5) Net revenue available for debt service divided by total debt requirements.

Data Source: City Records

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

CITY OF WEST CHICAGO, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

Fiscal Year	(1) Population	(2) Personal Income	Per Capita Personal Income	(1) Median Age	School Enrollment	(2) Unemployment Rate
2013	27,086	\$ 700,498,132	\$ 25,862	30.8	6,293	6.6
2014	27,086	751,636,500	27,750	33.2	7,552	5.5
2015	27,086	692,182,730	25,555	30.1	8,005	5.4
2016	27,086	681,104,556	25,146	31.6	8,390	6.4
2017	27,086	706,998,772	26,102	33.2	8,301	4.3
2018	27,086	706,782,084	26,094	33.0	8,350	3.0
2019	27,086	731,619,946	27,011	33.0	8,202	3.6
2020	27,086	768,971,540	28,390	34.0	8,463	6.8
2021	25,614	855,341,169	33,394	34.0	7,817	4.9
2022	25,614	846,517,086	33,049	35.2	5,725	4.8

Data Sources

(1) U.S. Census Bureau

(2) Illinois Department of Employment Security (using annual averages)

CITY OF WEST CHICAGO, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2022 (Unaudited)**

Employer	2022			2013		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
The Jel Sert Co	950	1	6.88%	1,000	1	6.77%
West Chicago Elementary School District	776	2	5.62%	632	2	4.28%
Ball Horticultural Company	450	3	3.26%	425	4	2.88%
Epsilon Data Management, LLC	433	4	3.14%			
Amazon.com Services LLC	318	5	2.30%			
AJR Filtration	306	6	2.22%			
OSI Industries	290	7	2.10%	230	10	1.56%
Mapei Corporation	289	8	2.09%			
FXI Inc.	287	9	2.08%			
Community High School District 94	265	10	1.92%	250	7	1.69%
General Mills				500	3	3.38%
Aspen Marketing Services				425	4	2.88%
Siemens Industry				350	6	2.37%
Sims Recycling Solutions				250	7	1.69%
Advanced Urethane Technologies				235	9	1.59%
	<u>4,364</u>		<u>31.62%</u>	<u>4,297</u>		<u>29.09%</u>

Data Sources: City Community Development Department Records and U.S. Census Bureau.

CITY OF WEST CHICAGO, ILLINOIS

**Full-Time Equivalent City Government Employees by Function - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

See Following Page

CITY OF WEST CHICAGO, ILLINOIS

**Full-Time Equivalent City Government Employees by Function - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

Function	2013	2014	2015
General Government			
Administration	1.00	1.00	1.00
Finance/Administrative Services	4.76	4.13	4.13
Museum/Marketing	0.50	0.50	0.50
Public Works	10.57	11.51	11.51
Community Development	3.50	3.50	3.50
Public Safety			
Police	49.00	49.00	49.00
Waterworks and Sewerage	34.47	35.00	35.43
Commuter Parking	0.25	0.25	0.25
Totals	<u>104.05</u>	<u>104.89</u>	<u>105.32</u>

Data Source: City Records

2016	2017	2018	2019	2020	2021	2022
1.00	1.50	1.50	1.50	1.50	1.50	3.25
4.13	4.13	4.13	4.13	4.13	4.13	2.50
0.25	0.25	0.25	0.25	0.25	0.25	0.25
11.19	11.19	11.19	11.94	12.00	12.00	12.75
3.75	4.75	4.75	4.75	4.75	4.75	5.75
52.50	53.00	51.00	51.00	47.00	48.00	51.00
33.65	39.34	38.12	38.72	39.01	39.07	38.32
0.25	0.25	0.25	0.25	0.25	0.25	0.25
106.72	114.41	111.19	112.54	108.89	109.95	114.07

CITY OF WEST CHICAGO, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

Function/Program	2013	2014	2015
General Government			
Public Works			
Number of Parkway Trees Planted	373	130	170
Number of Parkway Trees Trimmed	2,336	1,944	2,459
Brush Pickup Program (Days to Collect)	4.0	4.8	6.0
Building Safety Inspections	12	12	12
Tunnel - Paint and Light Lens Replacements	12	-	10
Special Events Handled	6	4	3
Community Development			
Number of Building Permits Issued	899	790	990
Number of Building Inspections	1,134	899	962
Highways and Streets			
Sidewalk Replaced (Sq. Ft.)	18,207	8,742	12,500
Crack Sealing (Lbs. Installed)	21,480	35,518	42,240
Tons of Salt Used	3,250	3,180	3,210
Public Safety			
Fire			
Number of Fire Calls	1,015	1,122	1,130
Number of EMS Calls	1,804	1,778	1,934
ISO Rating	3/3	3/3	3/3
Police			
Part I Crime	424	373	383
Part II Crime	1,066	1,521	1,315
Calls for Service	33,867	31,053	34,028
Parking Tickets Issued	2,771	3,413	3,049
Waterworks and Sewerage			
Number of metered Accounts	6,435	6,428	6,471
Water Meters Read	34,000	2,500	9,911
Water Meter Service Requests	50	75	61
Water Meters Replaced	4,305	3,000	39
Average Daily Treated Water (Million Gallons)	3.42	3.36	3.45
Sanitary Sewer Repairs	2	2	1

Data Source: City Records

Note: Indicators are not available for the general government function.

2016	2017	2018	2019	2020	2021	2022
135	106	110	160	180	134	133
2,430	2,958	2,566	800	3,218	2,600	2,295
5.5	4.8	4.7	4.9	4.7	4.0	4.0
12	12	12	12	12	10	12
6	5	6	10	4	1	13
4	22	19	15	2	12	6
1,155	1,044	1,352	1,264	1,110	1,132	1,167
882	1,056	1,211	1,251	1,322	1,209	1,257
11,142	1,884	12,545	920	11,464	31,889	15,183
32,000	35,360	27,330	-	-	-	70,538
2,500	2,050	2,270	2,540	2,700	3,967	2,478
1,095	1,113	1,238	1,250	1,138	1,439	1,439
2,073	2,134	2,339	2,350	2,148	2,371	2,371
4	2	2	2	2	2	2
329	342	265	258	271	251	261
1,427	1,456	1,589	1,596	708	692	692
44,087	42,780	40,713	33,516	31,689	33,868	34,623
3,780	3,026	3,094	2,301	1,293	3,860	2,134
6,452	6,450	6,455	6,455	6,457	6,551	6,635
152	29	-	-	-	-	-
1,471	1,252	961	723	586	594	595
75	50	35	16	20	35	65
3.54	3.42	3.66	3.62	3.43	2.99	2.99
2	4	4	1	4	-	-

CITY OF WEST CHICAGO, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
December 31, 2022 (Unaudited)**

Function/Program	2013	2014	2015
General Government			
Public Works			
Streets (Miles)	174.18	174.18	174.06
Sidewalks (Miles)	111.00	111.00	111.00
Streetlights	961	961	1,046
Public Safety			
Police			
Stations	1	1	1
Patrol Units	27	27	26
Fire Stations	4	4	4
Waterworks and Sewerage			
Water Mains (Miles)	127.99	127.99	128.87
Fire Hydrants	1,528	1,528	1,537
Sanitary Sewers (Miles)	106.34	106.34	106.43
Manholes	2,211	2,211	2,213

Data Source: City Records

2016	2017	2018	2019	2020	2021	2022
174.06	174.06	174.21	175.02	175.02	175.02	175.90
111.03	111.03	111.38	111.38	111.38	111.38	111.38
1,168	1,168	1,168	1,169	1,197	1,197	1,197
1	1	1	1	1	1	1
26	26	26	26	26	26	31
4	4	4	4	4	4	4
128.87	129.64	129.90	130.05	130.05	130.05	130.05
1,537	1,551	1,555	1,557	1,557	1,557	1,557
106.43	106.43	106.60	106.60	106.60	106.60	106.60
2,213	2,213	2,217	2,217	2,217	2,217	2,217