CITY OF FAIRVIEW HEIGHTS, ILLINOIS

UNIT CODE 088-060-30

REPORT AND ANNUAL
FINANCIAL STATEMENTS

APRIL 30, 2023

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and the City Council
City of Fairview Heights, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Fairview Heights, Illinois (the "City") as of and for the year ended April 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the City of Fairview Heights, Illinois as of April 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

To the Honorable Mayor and the City Council
City of Fairview Heights, Illinois

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgement and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Fairview Heights, Illinois' internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Fairview Heights, Illinois' ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Management has omitted the management discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, pension information, and post-retirement benefits on pages 48 to 82 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.

To the Honorable Mayor and the City Council
City of Fairview Heights, Illinois

Supplementary Information

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2023, on our consideration of the City of Fairview Heights, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Fairview Heights, Illinois' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Fairview Heights, Illinois' internal control over financial reporting and compliance.

Scheffel Boyle

SCHEFFEL BOYLE
Belleville, Illinois

December 13, 2023

BASIC FINANCIAL STATEMENTS

EXHIBIT "A"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
STATEMENT OF NET POSITION
APRIL 30, 2023

ASSETS

CURRENT ASSETS:		
Cash and Cash Equivalents	$ 24,451,114	
Certificates of Deposit	1,394,871	
Prepaid Insurance	313,344	
Receivables	6,381,123	
Due from Fiduciary Fund	609,425	
Restricted Cash and Cash Equivalents	7,643,857	
Total Current Assets		$ 40,793,734
NONCURRENT ASSETS:		
Capital Assets, Net	80,140,524	
Total Noncurrent Assets		80,140,524
Total Assets		120,934,258

DEFERRED OUTFLOWS OF RESOURCES

DEFERRED OUTFLOWS OF RESOURCES		
Related to Pensions and OPEB	15,319,816	
Total Deferred Outflows of Resources		15,319,816

LIABILITIES

CURRENT LIABILITIES:		
Accounts Payable	768,208	
Accrued Payroll	389,103	
Accrued Interest Payable	246,875	
Bonds Payable, Current	513,668	
Total Current Liabilities		1,917,854
NONCURRENT LIABILITIES:		
Compensated Absences	665,396	
Other Postemployment Benefit Obligation	3,490,781	
Bonds Payable, Noncurrent	15,436,423	
Net Pension Liability	25,362,064	
Total Noncurrent Liabilities		44,954,664
Total Liabilities		46,872,518

DEFERRED INFLOWS OF RESOURCES

DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue - Property Tax	1,143,679	
Unavailable Revenue - Grant Proceeds	458,317	
Related to Pensions and OPEB	10,660,625	
Total Deferred Inflows of Resources		12,262,621

NET POSITION

Net Investment in Capital Assets	64,190,433	
Restricted Net Position	16,554,224	
Unrestricted Net Position	(3,625,722)	
Total Net Position		$ 77,118,935

See accompanying notes to financial statements.

EXHIBIT "B"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2023

	EXPENSES	PROGRAM REVENUES: CHARGES FOR SERVICES	PROGRAM REVENUES: OPERATING GRANTS AND CONTRIBUTIONS	PROGRAM REVENUES: CAPITAL GRANTS AND CONTRIBUTIONS	NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION GOVERNMENTAL ACTIVITIES
FUNCTIONS/PROGRAMS:					
Governmental Activities					
General Government					
Executive Department	$ 3,049,262	$ 259,218	$ -	$ -	$ (2,790,044)
Municipal Complex	789,154	76,585	-	-	(712,569)
Public Safety					
Police	9,949,072	504,280	955,677	-	(8,489,115)
Emergency Services and Disaster Agency	46,296	-	-	-	(46,296)
Street and Public Works					
Motor Fuel Tax	-	-	980,739	-	980,739
Engineering/Streets	2,771,786	100	-	-	(2,771,686)
Public Works Maintenance	1,669,162	-	-	-	(1,669,162)
Land Use and Development	1,186,966	261,801	-	-	(925,165)
Sales Tax Rebates	(96,324)	-	-	-	96,324
Tax Increment Financing	282,690	-	-	-	(282,690)
Culture and Recreation					
Parks	1,544,688	21,447	-	-	(1,523,241)
Library	752,033	33,057	587	-	(718,389)
Tourism	184,413	-	-	-	(184,413)
Recreation	1,851,563	1,366,674	45,000	-	(439,889)
Interest on Long-Term Debt	600,812	-	-	-	(600,812)
Total Governmental Activities	$ 24,581,573	$ 2,523,162	$ 1,982,003	$ -	(20,076,408)
GENERAL REVENUES:					
Taxes					
Sales Tax					8,381,064
Home Rule Tax					7,169,841
Food and Beverage Tax					2,565,835
Hotel and Motel Tax					960,645
State Income Tax					2,570,911
Use Tax					1,674,708
Property Tax					1,130,852
Franchise Tax					1,626,259
Business District Tax					57,481
Video Game Tax					331,984
Investment Earnings					921,754
Miscellaneous					34,383
Total General Revenues					27,425,717
Change in Net Position					7,349,309
Net Position, Beginning of Year					69,769,626
Net Position, End of Year					$ 77,118,935

See accompanying notes to financial statements.

EXHIBIT "C"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BALANCE SHEET - GOVERNMENTAL FUNDS
APRIL 30, 2023

ASSETS	GENERAL	HOME RULE	RECREATION CENTER	FOOD AND BEVERAGE	TAX REBATES	TIF #1 BUNKUM ROAD	TIF #2 SHOPPES OF ST. CLAIR	TIF #3 LINCOLN TRAIL	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
Cash and Cash Equivalents	$12,338,945	$4,740,185	$ 1,731	$ 2,995,040	$ 69,982	$ -	$ -	$ -	$ 4,305,231	$ 24,451,114
Certificates of Deposit	-	-	-	397,445	-	-	-	-	997,426	1,394,871
Prepaid Insurance	313,344	-	-	-	-	-	-	-	-	313,344
Receivables	2,758,488	1,483,340	-	259,376	511,885	330,600	335,204	456,978	245,252	6,381,123
Due from Other Funds	807,019	-	-	-	-	-	-	-	-	807,019
Restricted Cash and Cash Equivalents	176,155	137,301	-	-	-	2,289,135	2,437,986	2,450,940	152,340	7,643,857
Total Assets	$16,393,951	$6,360,826	$ 1,731	$ 3,651,861	$ 581,867	$2,619,735	$2,773,190	$2,907,918	$ 5,700,249	$ 40,991,328
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES										
LIABILITIES:										
Accounts Payable	$ 120,233	$ 129,878	$ 19,779	$ -	$ 341,921	$ -	$ 65,975	$ 52,503	$ 37,919	$ 768,208
Accrued Payroll	353,224	-	20,783	-	-	-	-	-	15,096	389,103
Due to Other Funds	69,476	-	-	-	-	-	-	-	128,118	197,594
Total Liabilities	542,933	129,878	40,562	-	341,921	-	65,975	52,503	181,133	1,354,905
DEFERRED INFLOWS OF RESOURCES:										
Unavailable Revenue - Grant Proceeds	458,317	-	-	-	-	-	-	-	-	458,317
Unavailable Revenue - Property Taxes		-	-	-	-	330,600	335,204	425,131	52,744	1,143,679
Total Deferred Inflows of Resources	458,317	-	-	-	-	330,600	335,204	425,131	52,744	1,601,996
FUND BALANCES:										
Nonspendable	313,344	-	-	-	-	-	-	-	-	313,344
Restricted for:										
Rebate and Financing Agreements	176,155	137,301	-	-	239,946	-	-	-	-	553,402
Infrastructure	-	-	-	-	-	-	-	-	2,379,531	2,379,531
Special Revenue Funds	-	6,093,647	-	-	-	2,289,135	2,372,011	2,430,284	122,870	13,307,947
Assigned	-	-	-	3,651,861	-	-	-	-	3,065,130	6,716,991
Unassigned:										
General Funds	14,903,202	-	-	-	-	-	-	-	-	14,903,202
Special Revenue Funds	-	-	(38,831)	-	-	-	-	-	(101,159)	(139,990)
Total Fund Balances	15,392,701	6,230,948	(38,831)	3,651,861	239,946	2,289,135	2,372,011	2,430,284	5,466,372	38,034,427
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$16,393,951	$6,360,826	$ 1,731	$ 3,651,861	$ 581,867	$2,619,735	$2,773,190	$2,907,918	$ 5,700,249	$ 40,991,328

See accompanying notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
APRIL 30, 2023

Total Fund Balance - Total Governmental Funds		$ 38,034,427
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets of $135,911,175 net of accumulated depreciation of $55,770,651 are not financial resources, and therefore, are not reported in the funds.		80,140,524
Certain liabilities applicable to the City's governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the statement of net position. Balances at April 30, 2023, were:		
Compensated Absences	$ (665,396)	
Accrued Interest on Bonds Payable	(246,875)	
Other Post Employment Benefit Obligation	(3,490,781)	
Net Pension Liability	(25,362,064)	
Bonds Payable	(15,950,091)	
		(45,715,207)
Pension related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year, and therefore, are not reported in the governmental funds, as follows:		
Deferred Outflows of Resources (Related to Pensions and OPEB)		15,319,816
Deferred Inflows of Resources (Related to Pensions and OPEB)		(10,660,625)
Net Position of Governmental Activities		$ 77,118,935

See accompanying notes to financial statements.

EXHIBIT "E"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2023

	GENERAL	HOME RULE	RECREATION CENTER	FOOD AND BEVERAGE	TAX REBATES	TIF #1 BUNKUM ROAD	TIF #2 SHOPPES OF ST. CLAIR	TIF #3 LINCOLN TRAIL	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:										
Sales Taxes	$ 8,221,179	$ -	$ -	$ -	$ 159,885	$ -	$ -	$ -	$ -	$ 8,381,064
Food and Beverage Taxes	534,086	-	-	2,031,749	-	-	-	-	-	2,565,835
Home Rule Taxes	4,578,685	2,496,406	-	-	94,750	-	-	-	-	7,169,841
Income Taxes	2,570,911	-	-	-	-	-	-	-	-	2,570,911
Property Taxes	56,824	-	-	-	-	316,032	340,360	386,694	30,942	1,130,852
Use Taxes	1,419,836	-	-	254,872	-	-	-	-	-	1,674,708
Hotel and Motel Taxes	480,570	-	-	-	-	-	-	-	480,075	960,645
Utility/Franchise Taxes	1,626,259	-	-	-	-	-	-	-	-	1,626,259
Video Game Taxes	331,984	-	-	-	-	-	-	-	-	331,984
Motor Fuel Taxes	-	-	-	-	-	-	-	-	980,739	980,739
Business District Taxes	-	-	-	-	57,481	-	-	-	-	57,481
Licenses and Permits	362,093	-	-	-	-	-	-	-	-	362,093
Grant	949,505	-	-	-	-	-	-	-	-	949,505
Fines and Fees	242,264	-	1,366,674	-	-	-	-	-	86,373	1,695,311
Donations	6,171	-	45,000	-	-	-	-	-	587	51,758
Interest Income	154,333	239,300	-	79,018	31,057	94,475	77,564	78,643	167,364	921,754
OPEB Insurance Contributions	-	-	-	-	-	-	-	-	157,641	157,641
Miscellaneous	297,604	7,895	-	-	-	-	-	-	37,003	342,502
Total Revenues	21,832,304	2,743,601	1,411,674	2,365,639	343,173	410,507	417,924	465,337	1,940,724	31,930,883
EXPENDITURES:										
Current										
General Government										
Mayor's Department	388,074	-	-	-	-	-	-	-	-	388,074
Clerk's Department	630,021	-	-	1,893	-	-	-	-	46,551	678,465
Finance Department	416,459	-	-	-	-	-	-	-	-	416,459
Administration Department	1,433,162	-	-	-	-	-	-	-	117,784	1,550,946
Municipal Complex	697,509	-	-	-	-	-	-	-	-	697,509
Public Safety										
Police	8,996,392	17,367	-	-	-	-	-	-	51,176	9,064,935
Emergency Services and Disaster Agency	34,648	-	-	-	-	-	-	-	-	34,648
Streets and Public Works										
Engineering/Streets	1,054,182	230,680	-	-	-	-	-	-	-	1,284,862
Public Works Maintenance	750,668	-	-	-	-	-	-	-	899,289	1,649,957
Land Use and Development	942,853	238,849	-	-	-	-	-	-	-	1,181,702
Sales Tax Rebates	-	-	-	-	(96,324)	-	-	-	-	(96,324)
Tax Increment Financing	-	-	-	-	-	710,467	142,357	185,054	2,200	1,040,078
Culture and Recreation										
Parks	1,408,936	27,839	-	-	-	-	-	-	23,439	1,460,214
Library	180,891	-	-	-	-	-	-	-	520,485	701,376
Tourism	-	-	-	-	-	-	-	-	108,370	108,370
Recreation Center	-	-	1,344,223	-	-	-	-	-	-	1,344,223
Debt Service										
Principal	-	-	-	475,000	-	-	-	-	-	475,000
Interest	-	-	-	606,750	-	-	-	-	-	606,750
Capital Outlay	-	748,835	26,885	-	-	-	-	-	259,485	1,035,205
Total Expenditures	16,933,795	1,263,570	1,371,108	1,083,643	(96,324)	710,467	142,357	185,054	2,028,779	23,622,449
Excess (Deficiency) of Revenues Over Expenditures	4,898,509	1,480,031	40,566	1,281,996	439,497	(299,960)	275,567	280,283	(88,055)	8,308,434
OTHER FINANCING SOURCES (USES):										
Transfers Out	(579,296)	-	-	-	-	-	-	-	-	(579,296)
Transfers In	-	-	-	-	-	31,603	34,036	38,669	474,988	579,296
Total Other Financing Sources (Uses)	(579,296)	-	-	-	-	31,603	34,036	38,669	474,988	-
Net Change in Fund Balances	4,319,213	1,480,031	40,566	1,281,996	439,497	(268,357)	309,603	318,952	386,933	8,308,434
Fund Balances, Beginning of Year	11,073,488	4,750,917	(79,397)	2,369,865	(199,551)	2,557,492	2,062,408	2,111,332	5,079,439	29,725,993
Fund Balances (Deficit), End of Year	$15,392,701	$ 6,230,948	$ (38,831)	$ 3,651,861	$ 239,946	$ 2,289,135	$ 2,372,011	$ 2,430,284	$ 5,466,372	$ 38,034,427

See accompanying notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2023

Net Change in Fund Balances - Total Governmental Funds		$ 8,308,434
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 depreciation expense. This is the amount by which depreciation expense of $2,539,755 exceeded capital outlay of $1,811,974 in the current period.		(727,781)
Bond premiums received are reported as other financing sources in the governmental funds but are reported as a liability and amortized over the life of the bonds on the statement of net position.		28,668
Payment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		475,000
Some income/expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in governmental funds. This includes the following:		
Increase in Compensated Absences	$ (62,919)	
Pension Income (Expense)	(544,826)	
Loss on the Disposition of Fixed Assets	(33,725)	
Decrease in Accrued Interest	5,938	
Increase in Other Postemployment Benefit	(99,480)	
		(735,012)
Change in Net Position of Governmental Activities		$ 7,349,309

See accompanying notes to financial statements.

EXHIBIT "G"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS
APRIL 30, 2023

ASSETS	PENSION TRUST FUND
Pooled Cash and Cash Equivalents	$ 4,440,377
Total Cash	4,440,377
Interest and Dividends Receivable	76,744
Investments, at Fair Value	
Domestic Common Stocks	5,207,742
Mutual Funds	16,155,488
Government Securities/Fixed Income	9,960,960
Total Investments	31,324,190
Total Assets	$ 35,841,311
LIABILITIES	
Due to City General Fund	$ 609,425
NET POSITION	
Held in Trust for Pension Benefits	$ 35,231,886

See accompanying notes to financial statements.

EXHIBIT "H"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - FIDUCIARY FUND - POLICE PENSION TRUST FUND
FOR THE YEAR ENDED APRIL 30, 2023

	PENSION TRUST FUND
ADDITIONS:	
Contributions	
Employer	$ 2,604,000
Plan Members	413,836
Transfer In	92,840
Total Contributions	3,110,676
Miscellaneous Income	1,663
Investment Income (Loss)	
Net (Depreciation) in Fair Value of Investments	(993,685)
Interest	353,162
Dividends	893,374
	252,851
Less: Investment Expense	104,176
Total Investment Income	148,675
Total Additions	3,261,014
DEDUCTIONS:	
Retirement Benefits	2,102,740
Disability	381,219
Administrative Expenses	28,899
Total Deductions	2,512,858
Change in Net Position	748,156
Beginning of Year	34,483,730
End of Year	$ 35,231,886

See accompanying notes to financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. General Statement

The City of Fairview Heights (the "City") was incorporated on October 2, 1969.

The City provides the following services: general government, planning and zoning, police protection, parks and recreation, library, road improvements, and road maintenance. The City is governed by an elected Mayor and City Council members by wards.

The accounting and reporting policies of the City relating to the funds included in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled Audits of State and Local Governmental Units and by the Financial Accounting Standards Board (when applicable). The more significant accounting policies of the City are described below.

B. Financial Reporting Entity

The City's basic financial statements include the accounts of all City operations. The criteria for including organizations as component units within the City reporting entity, as set forth in Section 2100 of GASB's - Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- The organization is legally separate (can sue and be sued in their own name).
- City holds the corporate powers of the organization.
- The City appoints a voting majority of the organization's board.
- The City is able to impose its will on the organization.
- The organization has the potential to impose a financial benefit/burden on the City.
- There is fiscal dependency by the organization on the City.

Based on the aforementioned criteria, the Fairview Heights Library is a blended component unit. The Library is governed by a nine-member Board of Trustees appointed by the City's Mayor. The Library is financially accountable to the City as the City's approval is needed for the levy of property taxes for Library operations and to issue bonded debt on behalf of the Library. Separately audited financial statements of the Library are not available.

As required by generally accepted accounting principles, these financial statements present the City and all related organizations for which the City exercises financial accountability. The Police Pension Fund has been included as a fiduciary fund due to the fiduciary responsibility exercised over this Pension Fund.

C. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities,* which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements; all non-major funds are aggregated and presented in a single column. The City does not have any proprietary funds.

D. Measurement Focus, Basis of Accounting, and Basis of Presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 90 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are reported only when payment is due.

Sales and use taxes, hotel and motel taxes, home rule taxes, franchise taxes (fees), intergovernmental revenue, licenses, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Only the portion of the special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period.

All other revenue items are considered to be measurable and available only when cash is received by the City.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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

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

2. The same element of the individual governmental fund that met the 10 percent test is at least 5 percent of the corresponding total for all governmental funds combined.

3. In addition, any other governmental fund that the City believes is particularly important to financial statement users may be reported as a major fund.

The City reports the following major governmental funds:

General Fund

General Fund is the main operating fund of the City. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other funds are accounted for in this fund. General operating expenditures, fixed charges, and capital improvement costs that are not to be paid through other funds are paid from the General Fund.

Special Revenue funds - Special Revenue funds are used to account for the proceeds of the specific revenue sources that are either legally restricted to expenditures for specified purposes or assigned or committed to finance particular functions or activities of the City. The reporting entity includes the following Special Revenue funds, all of which are reported as major funds:

FUND	BRIEF DESCRIPTION
Home Rule Fund	A fund established by City ordinance to account for home rule tax revenues and expenditures as legally restricted for City use.
Recreation Center Fund	A fund established by City ordinance to account for the construction and operating of the Recreation Center.
Tax Rebate Fund	A fund established by the City to account for activities related to all tax rebate financing agreements.
Food and Beverage	A fund established by the City to account for activities related to all food and beverage taxes.
TIF #1 Bunkum Road	A fund established by the City to account for activities related to Bunkum Road's tax increment financing district.
TIF #2 Shoppes of St. Clair	A fund established by the City to account for activities related to the Shoppes of St. Clair's tax increment financing
TIF #3 Lincoln Trail	A fund established by the City to account for activities related to Lincoln Trail's tax increment financing district.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Other Fund Types

The City also reports the following fund types:

Pension Trust Fund - The Pension Trust Fund reports fiduciary resources held in trust and the receipt, investment, and distribution of retirement contributions. The City's Pension Trust Fund is limited to eligible police officers.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statement.

E. Cash and Cash Equivalents and Investments

For the purpose of financial reporting, "cash and cash equivalents" includes all demand and savings accounts and certificates of deposit or short-term investments with an original maturity of less than thirty days.

The City Council adopted formal deposit and investment policies. These policies apply to all City funds not contained in pension trusts. The Finance Director manages all unrestricted investments. Pension Trust funds have investment policies separately approved by their respective oversight boards.

Investments are reported at fair value which is determined using selected basis. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Managed funds related to the retirement systems not listed on an established market are reported at estimated fair value as determined by the respective fund manager based on quoted sales price of the underlying securities. Cash deposits are reported at carrying amounts, which reasonably estimates fair value. The composition of pension trust investments, additional cash, and investment information, and fair values are presented in Note 2.

Investment income related to other immaterial residual balances in certain other funds is assigned and transferred to the General Fund.

F. Capital Assets, Depreciation, and Amortization

The City's property, plant, equipment, and infrastructure with useful lives of more than one year are stated at historical cost and reported in the government-wide financial statements. Donated assets are stated at fair value on the date donated. The City generally capitalizes assets with a cost of $15,000 or more as purchase or construction outlays occur. The costs of normal maintenance and repairs that do not add to the asset value or materially extend useful lives are not capitalized. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts, and the resulting gain or loss is recorded in operations.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Depreciation is computed using the straight-line method based on various estimated useful asset lives as follows:

ASSET CLASS	ESTIMATED USEFUL LIVES
Building	20 Years
Improvements	20 Years
Equipment, Furniture, and Fixtures	5 Years
Water System	40 Years
Sewer, Sidewalks, Streets, and Roads	40 Years

G. Deferred Outflows of Resources

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

H. Compensated Absences

Full-time, part-time, and permanent employees are granted vacation benefits in varying amounts to specified maximums depending on tenure and departments (police contract varies) within the City. Sick leave accrues to full-time, permanent employees to specified maximums. Permanent part-time employees under Local 148 receive sick time to specified maximums. Generally, vacation must be used on a calendar year basis, or it is lost. Employees are entitled to a percentage of accrued vacation upon termination. Sick leave carries over, but is lost if the employee quits, but may be credited towards IMRF when they retire. The police contract includes a buyout of sick leave upon retirement. The estimated liabilities include required salary-related payments. Compensated absences are reported as accrued liabilities in the government-wide and fiduciary financial statements. Governmental funds report only matured compensated absences payable to currently terminating employees and are included in wages and benefits payable.

I. Long-Term Obligations

In the government-wide financial statements outstanding debt is reported as liabilities. Bond discounts and premiums are deferred and amortized over the terms of the respective bonds using a method that approximates the effective interest method.

The governmental fund financial statements recognize the proceeds of debt and premiums as other financing sources in the current period. Issuance costs are reported as expenditures.

J. Net Position

Net positions represent the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources on the government-wide financial statements. Net positions are classified in the following categories:

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

1. Net Investment in Capital Assets - This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of the assets.

2. Restricted Net Position - This amount is restricted by creditors, grantors, contributors, or laws or regulations of other governments.

3. Unrestricted Net Position - This is the net position that does not meet the definition of "net investment in capital assets" or "restricted net position".

The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

K. Program Revenues

In the statement of activities, revenues that are derived directly from each activity or from parties outside the City's taxpayers are reported as program revenues. The City has the following program revenues in each activity:

1. General Government - Licenses, permits, and administration fees. Rental of municipal buildings.

2. Public Safety - Fine revenue, outside employment; operating and capital grants includes U.S. Department of Justice, State of Illinois, and Illinois Emergency Management Agency.

3. Streets and Public Works - Permit and developer fees; commercial vehicle and gasoline excise tax shared by the state and operating grants from Illinois Department of Revenue.

4. Culture and Recreation - Rental income, recreation fees, and operating grants including state per capita tax.

All other governmental revenues are reported as general. All taxes are classified as general revenue even if restricted for a specific purpose.

L. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide statement of net position and statement of activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements

Interfund activity, if any, within and among the governmental fund categories is reported as follows in the fund financial statements:

1. Interfund Loans - Amounts provided with a requirement for repayment are reported as interfund receivables and payables.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2. Interfund Services - Sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.

3. Interfund Reimbursements - Repayments from funds responsible for certain expenditures/expenses to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures/expenses in the respective funds.

4. Interfund Transfers - Flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

Government - Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal Balances - Amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental activities' columns of the statement of net position, except for the residual amounts due between governmental activities, which are reported as internal balances.

2. Internal Activities - Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide statement of activities. The effects of interfund services between funds, if any, are not eliminated in the statement of activities.

M. Fund Equity

Beginning with fiscal year 2012, the City implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

Nonspendable Fund Balance - Amounts that are not in spendable form (such as inventory and prepaids) or are required to be maintained intact.

Restricted Fund Balance - Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government) through constitutional provisions or by enabling legislation.

Committed Fund Balance - Amounts constrained to specific purposes by the City itself, using its highest level of decision-making authority (i.e., City Council). To be reported as committed, amounts cannot be used by any other purpose unless the City takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance - Amounts the City intends to use for a specific purpose. Intent can be expressed by the City Council or by an official or body to which the City Council delegates authority.

Unassigned Fund Balance - Amounts that are available for any purpose. Positive amounts are reported only in the General Fund.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Council has provided otherwise in its commitment or assigned actions.

The City has the following funds with deficit fund balances: Recreation Center $38,831, TIF No.5 Ludwig Drive $97,623, and TIF No. 6 IL RTE 159 $3,536.

N. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

O. Deferred Inflows of Resources

The Statement of Net Position and Balance Sheet - Governmental funds report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period, so it will not be recognized as an inflow of resources (revenue) until that time.

P. New Accounting Pronouncements

GASB Statement No. 87, *Leases*, is effective for the City for the fiscal year ended April 30, 2023. Leases should be recognized and measured using the facts and circumstances that exist at the beginning of the period of implementation. GASB 87 established a single approach to accounting for and reporting leases by state and local governments. The City has determined the impact of the new accounting pronouncement is immaterial.

Q. Future Accounting Pronouncements

GASB Statement No. 96, *Subscription Based Information Technology Arrangements (SBITAs)*, will be effective for the City for the fiscal year ended April 30, 2024. SBITAs should be recognized and measured using the facts and circumstances that exist at the beginning of the period of implementation. GASB 96 established a single approach to accounting for and reporting SBITAs by state and local governments. The City has not determined the impact of the new accounting pronouncement.

NOTE 2. CASH, CERTIFICATES OF DEPOSIT, AND INVESTMENTS

As of April 30, 2023, the City had the following cash and investments:

Statement of Net Position	
Cash and Cash Equivalents	$ 24,451,114
Restricted Cash	7,643,857
Certificates of Deposits	1,394,871
	33,489,842
Fiduciary Fund	
Cash	4,440,377
Investments	31,324,190
	35,764,567
	$ 69,254,409

As of April 30, 2023, cash and investments consisted of the following:

INVESTMENTS	COST
Cash on Hand	$ 396
Deposits with Financial Institutions	37,929,823
Government Securities	6,767,909
Corporate Securities	3,193,051
Mutual Funds	16,155,488
Stocks	5,207,742
Total	$ 69,254,409

As of April 30, 2023, the Library Fund, a blended component unit of the City, had the following certificates of deposit:

INVESTMENTS	MATURITY	COST
First Mid Bank & Trust - Certificate of Deposit	11/1/2023	$ 31,390
First Mid Bank & Trust - Certificate of Deposit	2/7/2024	117,272
First Mid Bank & Trust - Certificate of Deposit	3/25/2024	114,571
First Mid Bank & Trust - Certificate of Deposit	4/27/2025	31,109
First Mid Bank & Trust - Certificate of Deposit	7/9/2025	114,223
		$ 408,565

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned, or the City will not be able to recover collateral securities in the possession of an outside party. The City's policy requires deposits to be 110 percent secured by collateral valued at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation Insurance (FDIC). Deposited funds may be invested in financial institutions with an established record of fiscal health and service and a long history of dealing with public funds. Collateral agreements must be approved prior to the deposit of funds as provided by law.

Pension trust investment policy restricts uninvested cash to minimal balances generally covered by the FDIC.

NOTE 2. CASH, CERTIFICATES OF DEPOSIT, AND INVESTMENTS (CONT'D)

At April 30, 2023, the book balance of the City's cash and investments was $33,489,842 and the bank balance was $33,148,861. Of the bank balance, $3,564,379 was covered by federal depository insurance and $29,390,064 was covered by collateralized securities held by the City, its agent, or by the pledging financial institution's trust department or agent in the name of the City or applicable public trust and $194,418 was uncollateralized.

Interest Rate Risk - Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter-term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

	REMAINING MATURITY				
INVESTMENT TYPE	12 MONTHS OR LESS	13 TO 24 MONTHS	25 TO 60 MONTHS	MORE THAN 60 MONTHS	TOTAL
Policemen's Pension					
U.S. Treasury Notes	$ 93,905	$ 708,314	$ 1,229,724	$ 4,154,606	$ 6,186,549
Federal Agency Securities	-	-	-	581,360	581,360
Corporate Securities	339,488	624,374	1,197,955	1,031,234	3,193,051
Mutual Funds	16,155,488	-	-	-	16,155,488
Domestic Common Stocks	5,207,742	-	-	-	5,207,742
Total	$ 21,796,623	$ 1,332,688	$ 2,427,679	$ 5,767,200	$ 31,324,190

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by a nationally recognized statistical ratings organization. Presented below is the rating as of April 30, 2023, for each investment type.

	RATINGS AS OF YEAR END					
INVESTMENT TYPE	TOTALS	EXEMPT FROM DISCLOSURE	AAA	AA	A	BBB
U.S. Treasury Notes	$ 6,186,549	$ 6,186,549	$ -	$ -	$ -	$ -
Federal Agency Securities	581,360	581,360	-	-	-	-
Corporate Securities	3,193,051	-	-	132,112	1,225,501	1,835,438
Mutual Funds	16,155,488	16,155,488	-	-	-	-
Domestic Common Stocks	5,207,742	5,207,742	-	-	-	-
Total	$ 31,324,190	$ 28,131,139	$ -	$ 132,112	$ 1,225,501	$ 1,835,438

NOTE 2. CASH, CERTIFICATES OF DEPOSIT, AND INVESTMENTS (CONT'D)

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City currently carries operating cash balances in several financial institutions and requires collateral for all amounts over the insured limits. Money market accounts are also used as an intermediary investment to mitigate risk.

Investment Policies

City Policy

Generally, the City's investing activities are managed under the custody of the Finance Director. Investing is performed in accordance with investment policies adopted by the City (1) direct obligations of the United States government, its agencies, or instrumentalities to the payment of which the full faith and credit of the government of the United States is pledged, or obligations to the payment of which the full faith and credit of the State is pledged; (2) collateralized or insured certificates of deposit and other evidences of deposits at banks, savings banks, savings and loan associations, and credit unions, located in the City when secured by appropriate collateral; (3) with certain limitations; negotiable certificates of deposit, prime bankers acceptances, prime commercial paper, and repurchase agreements with certain limitations; (4) public treasurers' investment pool administered by the Illinois State Treasurer; and (5) other available bank investments, pass books, and savings accounts provided securities are pledged to secure those funds.

The Illinois Funds is an external investment pool administered by the Illinois State Treasurer. U.S. Bank, N.A., serves as custodian for The Illinois Funds. The fair value of the City's investment in The Illinois Funds is the same as the value of the pool shares. Although, not subject to direct regulatory oversight, The Illinois Funds is administered in accordance with the provisions of Illinois statute 30 ILCS 235 "Public Funds Investment Act". The Illinois Funds - Money Market Fund has earned Fitch's highest rating (AAAmmf). The rating signifies an extremely strong capacity to maintain principal stability and to limit exposure to principal losses due to credit, market, and/or liquidity risks.

Pension Trust Policy

The City's pension trust is the Police Pension Fund.

The Pension Trust is permitted to invest in securities as authorized by the legal list contained in the Illinois Pension Code Section 3-135 and subsequent amendments and by the Public Funds Investment Act (30 ILCS 235/0.01). All investments made by the Pension Trust were authorized.

Investment policies provide for investment managers who have full discretion of assets allocated to them subject to the overall investment guidelines set out in the policies. Manager performance is reviewed by the pension board. Overall investment guidelines provide for diversification and allow investments as described above. The plan addresses custodial credit risk with policy providing for the engagement of a custodian who accepts possession of securities for safekeeping; collects and disburses income; collects principal of sold, matured, or called items, and provides periodic accounting to the pension board.

NOTE 2. CASH, CERTIFICATES OF DEPOSIT, AND INVESTMENTS (CONT'D)

Asset allocation guidelines for the plan are as follows:

	MINIMUM	MAXIMUM
Equities	20 %	65 %
Fixed Income (Greater than One Year)	30	78
Cash Equivalents	2	20

The composition of Pension Trust Fund investments at fair value is shown on the following table, collateral risk categories are not included:

DESCRIPTION	VALUE	COST
Domestic Common Stocks	$ 5,207,742	$ 3,519,325
U.S. Treasury Notes	6,186,549	6,424,765
Federal Agencies	581,360	617,380
Corporate Bonds	3,193,051	3,398,021
Mutual Funds	16,155,488	15,918,934
	$ 31,324,190	$ 29,878,425

Credit Risk - The fund limits credit risk based on its investment policy by investing in top rated securities generally in government and government agency securities.

The City was in compliance with all investment policies at April 30, 2023.

NOTE 3. FAIR VALUE MEASUREMENT

Certificates of Deposit that are participating interest-earning investment contracts are subject to GASB 72, *Fair Value Measurement and Application*. Fair value measurements are categorized based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The following table presents the fair value hierarchy for the balances of the investments of the City's Pension Trust Fund measured at fair value on a recurring basis as of April 30, 2023:

	LEVEL 1	LEVEL 2	LEVELING NOT REQUIRED	TOTAL
Investments by Fair Value Level:				
U.S. Treasury Notes	$ 6,186,549	$ -	$ -	$ 6,186,549
Federal Agency Securities	-	581,360	-	581,360
Corporate Securities	-	3,193,051	-	3,193,051
Mutual Funds	16,155,488	-	-	16,155,488
Domestic Common Stocks	5,207,742	-	-	5,207,742
Total	$ 27,549,779	$ 3,774,411	$ -	$ 31,324,190

NOTE 3. FAIR VALUE MEASUREMENT (CONT'D)

Level 1 Fair Value Measurements
The fair value for investments in this category is based on quoted prices in active markets for identical assets, including U.S. Treasury Notes, Mutual Funds, and Common Stocks.

Level 2 Fair Value Measurements
The fair value for investments in this category is determined by reference to quoted market prices for similar investments, yield curves, and other relevant information. Investments in this category include Federal Agency Securities and Corporate Securities.

Level 3 Fair Value Measurements
The fair value for investments in this category is based on unobservable inputs.

NOTE 4. PROPERTY TAXES RECEIVABLE

The City has not levied any property taxes in the current or prior years. The City receives from the townships one-half of the township road tax produced by the property within the limits of the municipality. Within one year of receipt of the money, the amount must either be budgeted or returned. These governments levy taxes annually prior to December 31 of each year. Property taxes are attached as an enforceable lien on property as of January 1. Property taxes are mailed in the year following the assessment year. 2021 property taxes were payable in two installments: July 1, 2022, and September 1, 2022. The County Treasurer bills and collects the property taxes. The City receives its portion from these governments after those dates. Taxes recorded in these financial statements are from 2021 and prior tax levies.

NOTE 5. CAPITAL ASSETS

Changes in Capital Assets

The following provides a summary of changes in capital assets:

	BALANCE AT MAY 1, 2022	ADDITIONS	RETIREMENTS	BALANCE AT APRIL 30, 2023
Governmental Activities				
Capital Assets Not Being Depreciated				
Land	$ 10,050,948	$ 877,753	$ -	$ 10,928,701
Construction in Progress	435,272	333,337	-	768,609
Total Capital Assets Not Being Depreciated	10,486,220	1,211,090	-	11,697,310
Other Capital Assets				
Buildings	35,467,020	-	-	35,467,020
Other Improvements	4,153,109	261,710	-	4,414,819
Machinery and Equipment	9,003,505	339,174	(363,941)	8,978,738
Infrastructure	75,353,288	-	-	75,353,288
Total Other Capital Assets at Historical Costs	123,976,922	600,884	(363,941)	124,213,865
Sub-Total	134,463,142	1,811,974	(363,941)	135,911,175
Less Accumulated Depreciation for				
Buildings	10,389,836	868,839	-	11,258,675
Other Improvements	3,077,633	112,636	-	3,190,269
Machinery and Equipment	7,834,511	196,630	(330,216)	7,700,925
Infrastructure	32,259,132	1,361,650	-	33,620,782
Total Accumulated Depreciation	53,561,112	2,539,755	(330,216)	55,770,651
Governmental Activities Capital Assets, Net	$ 80,902,030	$ (727,781)	$ (33,725)	$ 80,140,524

NOTE 5. CAPITAL ASSETS (CONT'D)

Depreciation expense was charged to functions as follows in the statement of activities:

PRIMARY GOVERNMENT:	
Governmental Activities	
General Government	
Executive	$ 24,962
Municipal Complex	88,882
Police Safety	
Police	224,419
EDSA	11,648
Street and Public Works	
Engineering/Streets	1,443,263
Public Works Maintenance	16,462
Culture and Recreation	
Parks	102,967
Recreation Center	504,505
Library	46,604
Tourism	76,043
Total Depreciation for Governmental Activities	$ 2,539,755

NOTE 6. LONG-TERM DEBT

Long-Term Debt Supporting Governmental Activities

General Obligation bonds are issued by the City for various municipal projects. These bonds are secured by property taxes, with the levy annually abated and payments made from the general revenues of the City. These bonds are required to be fully paid within 25 years from the date of issue and are backed by the full faith and credit of the City. The City has no debt outstanding subject to legal debt limitations. The City's borrowing capacity is restrained by maintaining the City's debt at a reasonable level. Other debt issued to support governmental activities is repaid as follows: compensated absences are paid from the fund responsible for the employee's compensation with significant liabilities payable from the General Fund; lease obligations are primarily paid from the General Fund.

Changes in Long-Term Debt

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

DESCRIPTION AND PURPOSE	BALANCE MAY 1, 2022	ISSUED	RETIRED	BALANCE APRIL 30, 2023	DUE WITHIN ONE YEAR
Governmental Activities					
Compensated Absences	$ 602,477	$ 751,550	$ 688,631	$ 665,396	$ -
Direct Placement General Obligation Bonds	15,835,000	-	475,000	15,360,000	485,000
Bond Premiums	618,759	-	28,668	590,091	28,668
Total	$ 17,056,236	$ 751,550	$ 1,192,299	$ 16,615,487	$ 513,668

NOTE 6. LONG-TERM DEBT (CONT'D)

The City has direct placement general obligation debt service requirements at April 30, 2023, on bond issues as follows:

1. A general obligation bond issue of $9,470,000 dated November 9, 2017, provides for the serial retirement of the principal at varying rates annually over the life of the issue with final payment on December 1, 2043. Interest is payable on these bonds on June 1 and December 1 of each year at a rate ranging from 3.00 to 4.5 percent per annum. The proceeds from this issue were used for the construction of the Recreation Center.

2. A general obligation bond issue of $7,925,000 dated February 27, 2018, provides for the serial retirement of the principal at varying rates annually over the life of the issue with final payment on December 1, 2043. Interest is payable on these bonds on June 1 and December 1 of each year at a rate ranging from 3.00 to 4.5 percent per annum. The proceeds from this issue were used for the construction of the Recreation Center.

The annual debt service requirements of the City for retirement of General Obligation bond principal and payment of interest coupons by fiscal year are as follows at April 30, 2023:

PAYABLE DURING THE YEAR ENDED	DIRECT PLACEMENT GENERAL OBLIGATION BOND SERIES DTD 11/9/17		
	TOTAL	PRINCIPAL	INTEREST
April 30, 2024	$ 579,925	$ 255,000	$ 324,925
April 30, 2025	582,275	265,000	317,275
April 30, 2026	581,675	275,000	306,675
April 30, 2027	585,675	290,000	295,675
April 30, 2028	584,075	300,000	284,075
April 30, 2029 - 2033	2,924,775	1,695,000	1,229,775
April 30, 2034 - 2038	2,942,075	2,095,000	847,075
April 30, 2039 - 2043	2,939,400	2,550,000	389,400
April 30, 2044	589,950	570,000	19,950
	$ 12,309,825	$ 8,295,000	$ 4,014,825

PAYABLE DURING THE YEAR ENDED	DIRECT PLACEMENT GENERAL OBLIGATION BOND SERIES DTD 2/27/18		
	TOTAL	PRINCIPAL	INTEREST
April 30, 2024	$ 497,576	$ 230,000	$ 267,576
April 30, 2025	500,676	240,000	260,676
April 30, 2026	498,476	245,000	253,476
April 30, 2027	496,126	250,000	246,126
April 30, 2028	498,626	260,000	238,626
April 30, 2029 - 2033	2,496,480	1,455,000	1,041,480
April 30, 2034 - 2038	2,485,420	1,755,000	730,420
April 30, 2039 - 2043	2,491,286	2,150,000	341,286
April 30, 2044	497,760	480,000	17,760
	$ 10,462,426	$ 7,065,000	$ 3,397,426

NOTE 6. LONG-TERM DEBT (CONT'D)

PAYABLE DURING THE YEAR ENDED	TOTAL	ALL BONDS PRINCIPAL	INTEREST
April 30, 2024	$ 1,077,501	$ 485,000	$ 592,501
April 30, 2025	1,082,951	505,000	577,951
April 30, 2026	1,080,151	520,000	560,151
April 30, 2027	1,081,801	540,000	541,801
April 30, 2028	1,082,701	560,000	522,701
April 30, 2029 - 2033	5,421,255	3,150,000	2,271,255
April 30, 2034 - 2038	5,427,495	3,850,000	1,577,495
April 30, 2039 - 2043	5,430,686	4,700,000	730,686
April 30, 2044	1,087,710	1,050,000	37,710
	$ 22,772,251	$ 15,360,000	$ 7,412,251

NOTE 7. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Generally, outstanding balances between funds are reported as "due to/from other funds", including outstanding charges by one fund to another for services or goods outstanding at year-end, and other miscellaneous, receivable/payable between funds.

The following schedule reports receivables and payables within the reporting entity at fiscal year-end:

DUE FROM	DUE TO	AMOUNT
Governmental Activities/Major	Governmental Activities/Major	
Governmental Funds	Governmental Funds	
TIF No. 5	General Fund	$ 127,093
TIF No. 6	General Fund	1,025
		$ 128,118

DUE FROM	DUE TO	AMOUNT
Governmental Activities/Major		
Fiduciary Funds	Governmental Funds	
Police Pension Fund	General Fund	$ 678,901
General Fund/Police Pension Fund	Police Pension Fund	69,476

NOTE 7. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONT'D)

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

TRANSFER FROM	TRANSFER TO	AMOUNT
General Fund	Library	$ 472,141
General Fund	TIF No. 1 Bunkum Road	31,603
General Fund	TIF No. 2 Shoppes of St. Clair	34,036
General Fund	TIF No. 3 Lincoln Trail	38,669
General Fund	TIF No. 4 FH West	2,847
		$ 579,296

The General Fund transfer to the Library Fund was used to transfer additional revenue to the Library Fund to meet the fiscal needs of the Library Board in lieu of assessing their property tax levy request.

The General Fund transfers to TIF No. 1 Bunkum Road as required by Illinois TIF Section 11-74.4-3 was used to pay the developer the additional 10 percent add on for non-corporate taxes.

The General Fund transfer to TIF No. 2 Shoppes of St. Clair as required by Illinois TIF Section 11-74.4-3 was used to pay the developer the additional 10 percent add on for non-corporate taxes.

The General Fund transfer to TIF No. 3 Lincoln Trail as required by Illinois TIF Section 11-74.4-3 was used to reimburse TIF No. 3 Lincoln Trail the additional 10 percent contribution for the current year and all prior years.

The General Fund transfer to TIF No. 4 FH West as required by Illinois TIF Section 11-74.4-3 was used to reimburse TIF No. 4 FH West the additional 10 percent contribution for the current year and all prior years.

NOTE 8. TAX ABATEMENTS

Pursuant to Ordinance Number 1620-2013 and later amended by Ordinance 1779-2017, the City authorized a sales tax rebate program with Fairview Heights 881 Fee, LLC, the developer of Fairview City Centre. The agreement calls for the City to pay the developer 25 percent of the sales tax collected from stores located in the development. Total rebate is not to exceed $6,700,000 and expires December 31, 2038. The developer met the requirements of the agreement as of January 1, 2019. The City made a current payment of $167,311, and a current year payment is payable in the amount of $291,918 as of April 30, 2023. Cash representing the amount of rebate due under terms of this agreement has been set aside and restrictions have been placed on the accounts. At April 30, 2023, the amount of cash restricted for current and future payments under this agreement was $135,529.

Pursuant to Ordinance Number 1259-2005 authorizing a pledge of limited incremental sales tax revenues and the creation of business district tax with the developer (Shoppes of St. Clair Square, LLC), the City is responsible to pay the developer 100 percent of all sales tax revenue within the development. The City is entitled to receive annually for a maximum of 20 years, of which the increase in the aggregate amount of sales, and similar taxes paid to the City arising from sales within the redevelopment project area over and above the amount of such taxes paid to the City during the calendar year preceding the agreement, minus any amounts paid under the TIF revenue. The business district tax the City imposed is 1/2 percent sales tax on all retailers and servicemen operating within the Business District Area. The City agrees to reimburse the developer for verified reimbursable redevelopment project costs in an amount not to exceed $5,000,000 plus insurance costs. The developer shall delineate the portion that shall be TIF notes, business district tax notes, and/or limited incremental sales tax notes. The developer has requested $1,316,000 as business district tax notes for a term of 23 years. The remaining balance of $3,684,000 is pledged by TIF revenues and limited incremental sales tax revenues. The City made payments under this agreement of $54,452 in fiscal year 2023 and a current year payment in the amount of $50,003 is payable as of April 30, 2023. The balance owed is not presented in the accompanying financial statements because they are considered to be commitments and will not be a liability unless certain events occur in the future.

NOTE 9. TAX INCREMENT FINANCING DISTRICTS

Pursuant to Ordinance 1259-2005 approving the redevelopment plan authorizing reimbursement of development costs under the "TIF Act" with the developer (Shoppes of St. Clair, LLC). The agreement calls for the City to pay the developer TIF revenues which represent the amount attributable to the increase in the current equalized assessed valuation. The TIF note in conjunction with the limited incremental sales tax note is for $3,684,000 and will be for a term of 23 years from issuance. The City made payments under this agreement of $-0- in fiscal year 2023. Cash representing the amount of taxes due under the terms of this agreement has been set aside and restrictions have been placed on the accounts. At April 30, 2023, the amount of cash restricted was $2,437,986. The City signed an Intergovernmental Cooperation Agreement with the other Taxing Districts located within the TIF area. In an effort to replace tax revenues lost by the Taxing Districts and facilitate the redevelopment of the TIF area and the Business District in accordance with the TIF plan, the proposed business district plan, the TIF Act, and the Business District Act, the City hereby pledges and agrees to pay from the limited incremental sales tax revenues to the Taxing Districts an amount equal to 66.67 percent of the Business District tax revenues, but not more than a maximum amount equal to 75 percent of the TIF revenues. The distribution percentage share for each Taxing District is based on their respective portion of the real estate tax rate at the time of the agreement to the total of all the Taxing Districts. The City made payments under this agreement of $54,452 and had a payable of $39,227 as of April 30, 2023.

NOTE 9. TAX INCREMENT FINANCING DISTRICTS (CONT'D)

Pursuant to Ordinances 1379-07, 1380-07 and 1381-07, approving the Tax Increment Redevelopment Plan and Project for the Lincoln Trail Redevelopment Project Area authorizing reimbursement of development costs under the "TIF Act" with the developers. The agreement calls for the City to pay the developers TIF revenues which represent the amount attributable to the increase in the current equalized assessed valuation. The City signed an Intergovernmental Cooperation Agreement with some of the taxing districts located within the TIF area. The Taxing Districts desire to undertake capital improvements that qualify as redevelopment project costs and have said costs paid, in whole or in part, from funds from the TIF area. The City had a balance payable to Taxing Districts under this agreement of $54,503. Cash representing the amount of taxes due under terms of this agreement have been set aside and restrictions have been placed on the accounts. At April 30, 2023, the amount of cash restricted for current and future payments under this agreement was $2,450,940.

The City has entered into a redevelopment plan with a local business as part of the Tax Increment Financing redevelopment agreements to rebate a total of $74,731 to the local business. For the fiscal year ended April 30, 2023, the City rebated property taxes totaling $24,910 under this agreement, with a remaining balance of $-0-.

The City has entered into a redevelopment plan with a local business as part of the Tax Increment Financing redevelopment agreements to rebate a total of $75,000 to the local business. For the fiscal year ended April 30, 2023, the City rebated property taxes totaling $-0- under this agreement, with a remaining balance of $75,000.

NOTE 10. RESTRICTED CASH

The City, pursuant to ordinances establishing sales tax rebate agreements and tax increment financing agreements, was required to establish bank accounts to be used to hold the income generated by these agreements between payment dates. The balance of $7,643,857 represents amounts due and payable either currently or in the future based on the terms of these agreements. The funds are not available for use by the City until the rebates have been paid in full or the time period for payments has elapsed.

NOTE 11. RETIREMENT PLANS

A. Illinois Municipal Retirement Fund Defined Benefit Pension Plan

Plan Description - The City's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The City's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF) an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

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

NOTE 11. RETIREMENT PLANS (CONT'D)

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011; are eligible for Tier I benefits. Tier I employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier I 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 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last ten years of service, divided by 48. Under Tier I, the pension is increased by 3 percent of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011, are eligible for Tier II benefits. For Tier II 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 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings.

Final rate of earnings is the highest total earnings during any 96 consecutive months within the last ten years of service, divided by 96. Under Tier II, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3 percent of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms - As of December 31, 2022, the following employees were covered by the benefit terms:

	IMRF
Retirees and Beneficiaries Currently Receiving Benefits	89
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	95
Active Plan Members	78
Total	262

Contributions - As set by statute, the City's Regular Plan Members are required to contribute 4.5 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City's annual contribution rate for calendar year 2022 was 8.13 percent. For the calendar year December 31, 2022, the City contributed $340,825 to the plan. The City also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

NOTE 11. RETIREMENT PLANS (CONT'D)

Net Pension (Asset) - The City's net pension (asset) was measured as of December 31, 2022. The total pension (asset) used to calculate the net pension (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions - The following are the methods and assumptions used to determine total pension (asset) at December 31, 2022:

The Actuarial Cost Method used was Entry Age Normal.
The Asset Valuation Method used was Market Value of Assets.
The Inflation Rate was assumed to be 2.25 percent.
Salary Increases were expected to be 2.85 percent to 13.75 percent, including inflation.
The Investment Rate of Return was assumed to be 7.25 percent.

Projected Retirement Age was from the experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation pursuant to an experience study from years 2017 to 2019.

The IMRF-specific rates for ***Mortality*** (for non-disabled retirees) were developed from Pub-2010, amount-weighted, below-median income, general, retiree, male (adjusted 106 percent) and female (adjusted 105 percent) tables, and future mortality improvements projected using scale MP-2020.

For ***Disabled Retirees***, the IMRF-specified tables for Mortality was developed from 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 IMRF-specified tables for Mortality was developed from 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	PORTFOLIO TARGET PERCENTAGE	LONG-TERM EXPECTED REAL RATE OF RETURN
Domestic Equity	36 %	6.50 %
International Equity	18	7.60
Fixed Income	25	4.90
Real Estate	10	6.20
Alternative Investments	10	6.25-9.90
Cash Equivalents	1	4.00
Total	100 %	

NOTE 11. RETIREMENT PLANS (CONT'D)

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

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25 percent, the municipal bond rate is 4.05 percent, and the resulting single discount rate is 7.25 percent.

Changes in Net Pension (Asset) :

	TOTAL PENSION LIABILITY	PLAN FIDUCIARY NET POSITION	NET PENSION LIABILITY(ASSET) (A)-(B)
Balance at December 31, 2021	$ 32,228,167	$ 37,430,893	$ (5,202,726)
Changes for the Year:			
Service Cost	364,451	-	364,451
Interest on the Total Pension Liability	2,276,827	-	2,276,827
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	516,127	-	516,127
Changes of Assumptions	-	-	-
Contributions - Employer	-	340,825	(340,825)
Contributions - Employees	-	189,077	(189,077)
Net Investment Income	-	(4,832,770)	4,832,770
Benefit Payments, Including Refunds of Employee Contributions	(2,011,752)	(2,011,752)	-
Other (Net Transfer)	-	(149,268)	149,268
Net Changes	1,145,653	(6,463,888)	7,609,541
Balance at December 31, 2022	$ 33,373,820	$ 30,967,005	$ 2,406,815

NOTE 11. RETIREMENT PLANS (CONT'D)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the plan's net pension liability, calculated using a single discount rate of 7.25 percent, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1 percent lower or 1 percent higher:

	1% DECREASE 6.25%	CURRENT SINGLE DISCOUNT RATE 7.25%	1% INCREASE 8.25%
Net Pension Liability (Asset)	$ 5,917,692	$ 2,406,815	$ (395,094)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Relate to Pensions - For the year ended December 31, 2022, the City recognized pension expense of $306,249. At April 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

DEFERRED AMOUNTS RELATED TO PENSIONS	DEFERRED OUTFLOWS OF RESOURCES	DEFERRED INFLOWS OF RESOURCES
Deferred Amounts to Be Recognized in Pension Expense in Future Periods:		
Difference Between Expected and Actual Experience	$ 335,884	$ 182,391
Changes of Assumption	-	24,944
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	5,989,906	3,558,336
Total Deferred Amounts to Be Recognized in Pension Expense in Future Periods	6,325,790	3,765,671
Pension Contributions Made Subsequent to the Measurement Date	68,943	-
Total Deferred Amounts Related to Pensions	$ 6,394,733	$ 3,765,671

NOTE 11. RETIREMENT PLANS (CONT'D)

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:

YEAR ENDING DECEMBER 31,	NET DEFERRED INFLOWS OF RESOURCES
2023	$ (214,141)
2024	530,850
2025	814,875
2026	1,497,478
2027	-
Thereafter	-
Total	$ 2,629,062

B. Police Officers' Pension

Plan Description:

Plan Administration
The Plan is administered by a Board of Trustees comprised of:

- Two members appointed by the City,
- Two active members of the Police Department elected by the Membership, and
- One retired member of the Police Department elected by the Membership.

At April 30, 2023, the Police Pension membership consisted of:

Active plan members	44
Inactive employees or beneficiaries currently receiving benefits	36
Inactive employees entitled to but not yet receiving benefits	10
Total	90

NOTE 11. RETIREMENT PLANS (CONT'D)

Benefits Provided - The Plan provides retirement, termination, disability, and death benefits.

Normal Retirement

Age:	Tier I: Age 50 and 20 years of service. Tier II: Age 55 with 10 years of service.
Benefit:	2.50 percent of Average Final Compensation Times Credited Service.

Early Retirement

Age:	Tier I: Age 60 and 8 years of service. Tier II: Age 50 with 10 years of service.
Benefit:	Determined as for Normal Retirement; Benefit for members hired after January 1, 2011, is reduced 6.00 percent for each year that Early Retirement precedes Normal Retirement.

Vesting (Termination)

Tier I:	Less than 8 years: Refund of accumulated contributions without interest. 8 or more: Refund of contributions or accrued benefit payable at retirement age.
Tier II:	Less than 10 years: Refund of accumulated contributions without interest. 10 or more: Refund of contributions or accrued benefit payable at retirement age.

Disability

Eligibility:	Total and permanent as determined by the Board of Trustees.
Benefit:	Benefit accrued to date of disability. Maximum benefit for Service Incurred is 65 percent of AFC. For Non-Service Incurred benefit is 50 percent of salary.

Pre-Retirement Death Benefits

Service Incurred:	100 percent of Salary.
Non-Vested:	Refund of Required Contribution Account.

Cost-of-Living Adjustments

Tier I:	Retirees - 3.00 percent per year upon attaining age 55. For retirements prior to age 55, 1/12 of 3.00 percent per month benefit commences prior to reaching age 55. Disabled Retirees annual increase of 3.00 percent of the original benefit amount upon attaining age 60. For disablements prior to age 60, 3.00 percent of original benefit per year benefit commenced prior to age 60.
Tier II:	An annual increase equal to the lesser of 3.00 percent per year or 1/2 the annual unadjusted percentage increase in the consumer price index-u for the 12 months ending with the September preceding each November 1 of the original pension after attaining age 60.

Contributions - Remaining amount necessary for payment of normal (current year's) cost and amortization of the accrued past service liability over a period ending in 2041.

Investments

Investment Policy - The following was the Board's adopted asset allocation policy as of April 30, 2023:

NOTE 11. RETIREMENT PLANS (CONT'D)

ASSET CLASS	TARGET ALLOCATION
Cash	8 %
US Short Term Investment Grade Bonds	9
US Investment Grade Bonds	21
US Large-Cap Value Stocks	17
US Large-Cap Growth Stocks	14
US Mid-Cap Core Stocks	8
US Small-Cap Core Stocks	7
International Equities	11
Emerging Markets	5
Total	100 %

Rate of Return - For the year ended April 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was .62 percent.

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

Net Pension Liability of the Employer - The components of the net pension liability of the employer on April 30, 2023, were as follows:

Total Pension Liability	$ 58,187,134
Plan Fiduciary Net Position	(35,231,885)
Employer's Net Pension Liability	$ 22,955,249
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	60.55%

Actuarial Assumptions - The total pension liability was determined by an actuarial valuation as of May 1, 2023, using the following actuarial assumptions:

Inflation	2.50 percent
Salary Increases	Service Based
Investment Rate of Return	6.50 percent

Mortality Rate: PubS-2010 employee mortality projected five years past the valuation date with Scale MP-2020. Inactive lives: PubS-2010 healthy retiree mortality, projected five years past the valuation date with Scale MP-2020. Beneficiaries: PubS-2010 survivor mortality projected five years past the valuation date with Scale MP-2020. Disabled lives: PubS-2010 disabled mortality, projected five years past the valuation date with Scale MP-2020. Based on studies of public safety pension plans, we believe this assumption sufficiently accommodates expected future mortality improvements.

NOTE 11. RETIREMENT PLANS (CONT'D)

The demographic assumptions used in the May 1, 2023; valuation was based on the results of an actuarial experience study performed by the State of Illinois Department of Insurance dated November 6, 2023.

The ***Long-Term Expected Rate of Return on Pension Plan*** investments can be 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 expenses, 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 by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of April 30, 2023, are summarized in the following table:

ASSET CLASS	LONG-TERM EXPECTED REAL RATE OF RETURN
Cash	0.55 %
US Short Term Investment Grade Bonds	0.95
US Investment Grade Bonds	1.35
US Large-Cap Value Stocks	5.85
US Large-Cap Growth Stocks	5.95
US Mid-Cap Core Stocks	6.15
US Small-Cap Core Stocks	5.35
International Equities	4.75
Emerging Markets	6.15

Discount Rate - The discount rate used to measure the total pension liability was 6.50 percent.

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan'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 periods of projected benefit payments to determine the total pension liability.

For purpose of this valuation, the expected rate of return on pension plan investments is 6.50 percent; the municipal bond rate is 4.14 percent (based on the daily rate closest to, but not later than the measurement date of the S&P Municipal Bond 20 Year High Grade Rate Index); and the resulting single discount rate is 6.50 percent.

NOTE 11. RETIREMENT PLANS (CONT'D)

Changes in Net Pension Liability:

	TOTAL PENSION LIABILITY	PLAN FIDUCIARY NET POSITION	NET PENSION LIABILITY
Balances at April 30, 2022	$ 54,522,812	$ 34,483,730	$ 20,039,082
Changes For a Year:			
Service Cost	1,030,383	-	1,030,383
Interest	3,530,229	-	3,530,229
Differences Between Expected and Actual Experience	1,587,669	-	1,587,669
Changes of Assumptions	-	-	-
Changes of Benefit Terms	-	-	-
Contributions - Employer	-	2,604,000	(2,604,000)
Contributions - Employee	-	506,676	(506,676)
Contributions - Buy Back	-	-	-
Net Investment Income	-	216,686	(216,686)
Benefit Payments, Including Refunds of Employee Contributions	(2,483,959)	(2,483,959)	-
Administrative Expenses	-	(95,248)	95,248
Net Changes	3,664,322	748,155	2,916,167
Balances at April 30, 2023	$ 58,187,134	$ 35,231,885	$ 22,955,249

Sensitivity of the Net Pension Liability to Changes in the Discount Rate:

	1% DECREASE (5.50%)	CURRENT DISCOUNT RATE (6.50%)	1% INCREASE (7.50%)
Employer's Net Pension Liability	$ 31,432,922	$ 22,955,249	$ 16,065,780

Pension Plan Fiduciary Net Position - Detailed information about the pension plan's fiduciary net position is available in a separately issued Plan financial report.

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions - For the year ended April 30, 2023, the employer will recognize pension expense of $3,178,949. On April 30, 2023, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

NOTE 11. RETIREMENT PLANS (CONT'D)

	DEFERRED OUTFLOWS OF RESOURCES	DEFERRED INFLOWS OF RESOURCES
Difference Between Expected and Actual Experience	$ 2,275,735	$ 236,964
Changes of Assumptions	559,396	102,757
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,271,280	-
Total	$ 5,106,411	$ 339,721

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

YEAR ENDED APRIL 30,	
2024	$ 1,174,815
2025	686,821
2026	1,771,533
2027	627,938
2028	278,773
Thereafter	226,810
	$ 4,766,690

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS

Plan Description - In addition to providing the pension benefits described, the City provides post-employment health care insurance benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions, and employer contributions are governed by the City and can be amended by the City through its personnel manual and union contracts. The activity of the plan is reported in the City's Employee Health Benefits Fund.

Benefits Provided - The City provides post-employment health care insurance benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the City's retirement plans. Elected officials are eligible for benefits if they qualify for retirement through the IMRF. All health care benefits are provided through the City's self-insured health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous, and substance abuse care; vision care; dental care; and prescriptions. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer, and the retiree is removed from this plan and has the option of participating in a supplemental plan that is not subsidized by the City.

At April 30, 2023, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Inactive Participants Entitled to But Not Yet Receiving Benefits	14
Disabled Participants	3
Active Participants	100
Total	117

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONT'D)

Contributions - The City negotiates the contribution percentages between the City and employees through the union contracts and personnel policy. All retirees contribute approximately $930 per month for single coverage or $2,698 for family coverage of the actuarially determined premium to the plan if the retiree is non-medicare eligible. The City contributes the remainder to cover the cost of providing the benefits to the retirees via the self-insured plan (pay as you go). Since the City is self-insured, this amount fluctuates on an annual basis. For the fiscal year ended April 30, 2023, retirees contributed $55,553, active employees contributed $123,845, and the City contributed $2,319,132.

Net OPEB Liability - The components of the net OPEB liability of the plan at April 30, 2023, calculated in accordance with GASB Statement No. 75 were as follows:

Total OPEB Liability	$ 3,490,781
Plan Fiducary Net Position	-
Net OPEB Liability	$ 3,490,781
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%

See the schedule of post-retirement benefits liability and related ratios in the required supplementary information for additional information related to the funded status of the plan.

Actuarial Assumptions - The total OPEB liability was determined by an actuarial valuation as of April 30, 2023, using the following actuarial assumptions:

Salary Increases	3.50 percent
Investment Rate of Return	3.77 percent
20-year AA Municipal Bond Rate	3.42 percent
Mortality	RP-2014 Healthy Employee Table with MP 2021 projection
Healthcare Inflation	6.75 percent, grading down until 4.5 percent is reached

Changes in Net OPEB Liability - Changes in net OPEB liability calculated under GASB Statement No. 75 are as follows:

	TOTAL OPEB LIABILITY	PLAN FIDICIARY NET POSITION	NET OPEB LIABILITY (ASSET)
Balance, May 1, 2022	$6,077,816	$ -	$6,077,816
Changes for the Year:			
Service Cost	380,410		380,410
Interest Cost	203,430		203,430
Differences Between Expected and Actual	(1,313,643)		(1,313,643)
Assumption Changes	(1,598,105)		(1,598,105)
Contributions - Employer		259,127	(259,127)
Benefit Payments	(259,127)	(259,127)	-
Net Changes	(2,587,035)	-	(2,587,035)
Balance, April 30, 2023	$3,490,781	$ -	$3,490,781

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONT'D)

Discount Rate - The discount rate used to measure the total OPEB liability was 3.42 percent. Since the plan is unfunded, this is based on a current 20 Year Yield to Maturity of AA rated bonds.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate - The following presents the net OPEB liability of the plan, calculated using the discount rate of 3.77 percent, as well as what the plan's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher:

	DISCOUNT RATE	NET OPEB LIABILITY (ASSET)
1% Decrease	2.77%	$ 3,801,278
Current Discount Rate	3.77%	3,490,781
1% Increase	4.77%	3,203,370

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates - Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates. The following presents the net OPEB liability of the plan, as well as what the plan's OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher:

	DISCOUNT RATE	NET OPEB LIABILITY (ASSET)
1% Decrease	5.75%	$ 3,074,434
Current Discount Rate	6.75%	3,490,781
1% Increase	7.75%	3,985,163

Annual OPEB Costs and Net OPEB Obligation - The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the last four fiscal years were as follows:

FISCAL YEAR ENDED	ANNUAL OPEB COST	PERCENTAGE OF ANNUAL OPEB COST CONRIBUTED	NET OPEB OBLIGATION
4/30/23	$ 358,607	72.26 %	$ 3,490,781
4/30/22	600,822	38.15	6,077,816
4/30/21	613,323	38.15	6,461,729
4/30/20	551,228	37.32	5,892,449
4/30/19	486,673	39.33	5,156,391
4/30/18	440,239	50.40	2,377,107
4/30/17	443,965	46.20	2,158,547

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONT'D)

The Net OPEB Obligation (NOPEBO) as of April 30, 2023, was calculated as follows:

Annual Required Contribution	$ 259,127
Interest on Net OPEB Obligation	203,430
Adjustment to Annual Required Contribution	(2,790,465)
Annual OPEB Cost	(2,327,908)
Contributions Made	259,127
Increase (Decrease) in Net OPEB Obligation	(2,587,035)
Net OPEB Obligation, Beginning of Year	6,077,816
Net OPEB Obligation, End of Year	$ 3,490,781

The above table is derived from an actuarial study performed on a bi-annual basis.

Funded Status and Funding Progress: The funded status of the plan as of April 30, 2023, was as follows:

Actuarial Accrued Liability (AAL)	$ 3,490,781
Actuarial Value of Plan Assets	0.0%
Unfunded Actuarial Accrued Liability (UAAL)	$ 3,490,781
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.0%
Covered Payroll (Active Members)	$ 7,975,537
UAAL as a Percentage of Covered Payroll	43.77%

Actuarial Methods - Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the ARCs of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. In the April 30, 2023, actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included 3.77 percent investment rate of return (net of administrative expenses) and an initial annual healthcare cost trend rate of 6.75 percent reduced each year to arrive at an ultimate healthcare cost trend rate of 4.5 percent. Both rates include an inflation assumption. The actuarial value of assets was $-0-. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis.

Deferred Outflows and Deferred Inflows of Resources Related to OPEB - On April 30, 2023, the employer reported deferred outflows and deferred inflows of resources related to pensions from the following sources:

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONT'D)

	DEFERRED OUTFLOWS OF RESOURCES	DEFERRED INFLOWS OF RESOURCES
Differences Between Expected	$ -	$ 1,569,200
Actual Assumption Changes	877,110	2,076,833
Total	$ 877,110	$ 3,646,033

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

YEAR ENDED APRIL 30,	
2024	$ (225,233)
2025	(225,233)
2026	(225,233)
2027	(225,233)
2028	(225,233)
Thereafter	(1,642,758)
Total	$ (2,768,923)

NOTE 13. CONTINGENT LIABILITIES

A. Litigation

Certain claims, suits, and complaints arising in the ordinary course of business have been filed or are pending against the City. These legal proceedings are not likely to have a material adverse impact on the affected funds of the City.

In the opinion of management, all other such matters are adequately covered by insurance, or if not covered, are without merit or are of such kind, or involve such amounts, as would not have a significant effect on the financial position or results of operations of the City, if disposed of unfavorably.

B. Federal and State Grants

In the normal course of operations, the City receives grant funds from various federal and state agencies. The grant programs are subject to audit by agents of the granting authorities, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

NOTE 13. CONTINGENT LIABILITIES (CONT'D)

C. State Motor Fuel Tax Fund

This fund is under the direct supervision of state authorities and is subject to audit and review by them. Therefore, this report does not constitute final approval. Under current procedures, the allotments of the City are being received from the State of Illinois each month. These allotments, however, may be expended only for specific expenditures that have been approved by the Department of Transportation, State of Illinois.

D. Capital Improvements

The City has entered into construction contracts for road and bridge improvements. The City is in the preliminary design and planning phases for various other capital improvements.

NOTE 14. DEFERRED COMPENSATION PLAN

The City has two deferred compensation plans set up in accordance with the Internal Revenue Code Section 457. The plans are administered by independent plan administrators through administrative service agreements. Employees defer a portion of their salary until future years.

Deferred compensation is not available to employees until termination, retirement, death, or financial hardship. The City's administrative involvement is limited to transmitting amounts withheld from payroll to the plan administrator who performs investing functions.

Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997. The City approved plan amendments such that plan assets are held in trust, with the City serving as trustee, for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted to any other purposes. The City's beneficial ownership of plan assets will be held for the future exclusive benefit of the plan for the exclusive benefit of participants and beneficiaries and as such the total of these investments are not included in this statement.

It is the opinion of the City's legal counsel that the City, as trustee, has no liability for plan losses, but does have the duty of due care that would be required of an ordinary prudent investor.

NOTE 15. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to or destruction of assets; errors and omissions; injuries to employees; employee's health and life; and natural disasters for which the City purchases commercial insurance or participates in a risk management association, which is a statewide association of local governments that share costs and risk by membership with no direct assessment based on specific annual claims of participants. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years. The City is responsible for remitting its required contributions each year and reduces risk of loss through these payments. Management believes such coverage is sufficient to preclude any significant unissued losses to the City.

NOTE 16. COMMITMENTS

On August 23, 2011, the City entered into an Intergovernmental agreement with Caseyville Township to pay a portion of the costs incurred by the Township resulting from providing sanitary sewer services to Weinel Hills. The agreement calls for the City to pay the Township a maximum of $85,000 per year, in two lump sums of $42,500 for 20 years, once said sewer services have begun under the agreement. Sewer services have started and a total of $62,023 was made in fiscal year 2023.

NOTE 17. SUBSEQUENT EVENTS

Management has evaluated the effect of subsequent events through the date of December 13, 2023. From this evaluation, the following events were identified that met the criteria to be classified as a subsequent event subsequent to disclosure.

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE "1"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) -
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITVE (NEGATIVE)
REVENUE:				
Permits				
Building Permits	$ 65,000	$ 65,000	$ 154,266	$ 89,266
Plumbing Permits	1,000	1,000	4,502	3,502
Electric Permits	5,000	5,000	4,701	(299)
Demo, Satellite, and Grade	500	500	6,209	5,709
Sign Permits	2,500	2,500	3,394	894
Building Maintenance Permits	-	-	27,493	27,493
Occupancy Permit	115,000	115,000	70,940	(44,060)
Total Permits	189,000	189,000	271,505	82,505
Income Tax				
Income Tax	2,500,000	2,500,000	2,699,329	199,329
Utility Tax	1,000,000	1,000,000	1,195,516	195,516
Telecommunications Tax	250,000	250,000	192,073	(57,927)
Interest	6,000	6,000	154,336	148,336
Total Income Taxes	3,756,000	3,756,000	4,241,254	485,254
Miscellaneous Revenue				
Liquor Licenses	60,000	60,000	52,091	(7,909)
Miscellaneous	-	-	(10,563)	(10,563)
Total Miscellaneous Revenue	60,000	60,000	41,528	(18,472)
Other Taxes				
Food and Beverage Tax	500,000	500,000	534,086	34,086
Hotel and Motel Collection Tax	450,000	450,000	480,570	30,570
Video Gaming Tax	275,000	275,000	329,401	54,401
Total Other Taxes	1,225,000	1,225,000	1,344,057	119,057
Use Taxes				
Sales Tax	7,500,000	7,500,000	8,263,483	763,483
Home Rule Tax	4,680,000	4,680,000	4,578,685	(101,315)
Use Tax/Cannabis Tax	1,437,000	1,437,000	1,471,194	34,194
Road and Bridge Allotments	45,000	45,000	56,645	11,645
Total Use Taxes	$ 13,662,000	$ 13,662,000	$ 14,370,007	$ 708,007

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY	VARIANCE WITH FINAL BUDGET POSITVE
	ORIGINAL	FINAL	BASIS	(NEGATIVE)
Grants				
Franchises	$ 325,000	$ 325,000	$ 246,012	$ (78,988)
Special Grants	250,000	250,000	1,391,080	1,141,080
Library Grant	-	-	-	-
E.S.D.A. Grant	8,000	8,000	-	(8,000)
Total Grants	583,000	583,000	1,637,092	1,054,092
Charges for Service				
School Resource Officer Duty	100,000	100,000	105,531	5,531
Police Reports	6,500	6,500	8,454	1,954
Use of Copy/Fax Equipment	250	250	1,333	1,083
Total Charges for Services	106,750	106,750	115,318	8,568
Police Revenue				
Police Fines	90,000	90,000	97,086	7,086
Residential Rental License Fee	100,000	100,000	-	(100,000)
Police Outside Employment	100,000	100,000	125,080	25,080
Licenses - Other Than Liquor	50,000	50,000	48,151	(1,849)
Towing Fees	80,000	80,000	99,125	19,125
Fugitive Failure to Appear Fee	4,000	4,000	2,809	(1,191)
Bail Bond Fee	6,000	6,000	8,460	2,460
Sex Offender Registration	3,000	3,000	2,400	(600)
Donations	-	-	6,171	6,171
Total Police Revenue	433,000	433,000	389,282	(43,718)
Other Sources				
Zoning Permits	5,000	5,000	4,786	(214)
Waste Haulers' Fee	-	-	100	100
Users' Fees - Parks	35,000	35,000	21,447	(13,553)
Sharecrop, Rents, Other	30,000	30,000	76,585	46,585
Interfund Transfer	-	-	-	-
Total Other Sources	70,000	70,000	102,918	32,918
Total Revenue	$ 20,084,750	$ 20,084,750	$ 22,512,961	$ 2,428,211

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITVE (NEGATIVE)
EXPENDITURES:				
Executive Department				
Semi-Monthly Salaries	$ 180,779	$ 157,729	$ 136,900	$ 20,829
Elected and Appointed Officials	9,600	9,600	9,600	-
Christmas Bonus	615	615	202	413
Unemployment Insurance	750	750	217	533
Social Security	11,236	11,236	8,843	2,393
Medicare	2,628	2,628	2,068	560
Retirement Funds	16,311	16,311	8,716	7,595
Health and Life Insurance	31,000	51,000	47,880	3,120
OPEB Employer Contribution	3,625	3,625	1,514	2,111
Education	675	675	40	635
Legal Fees	200	200	30	170
Travel and Meeting Expense	2,000	2,000	1,357	643
Bonds and Notary Fees	50	100	90	10
Membership Dues	2,030	2,030	2,145	(115)
Advertising and Public Notice	5,000	5,000	3,229	1,771
Public Relations	-	-	-	-
Equipment Rental	1,275	1,275	920	355
Technical and Outside Services	2,500	5,500	4,810	690
Insurance Liability	580,000	580,000	292,169	287,831
Insurance Deductible	15,000	15,000	10,748	4,252
Postage	8,000	8,000	-	8,000
Office Furniture and Equipment	-	-	-	-
Petty Cash	-	-	-	-
Subscriptions - Books	100	100	61	39
Election Expenses	200	200	-	200
Supplies	12,000	12,000	4,896	7,104
Total Executive Department	$ 885,574	$ 885,574	$ 536,435	$ 349,139

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) -
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITVE (NEGATIVE)
Mayor's Department				
Elected and Appointed Officials	$ 117,600	$ 117,600	$ 117,600	$ -
Social Security	7,300	7,300	7,291	9
Medicare	1,750	1,750	1,705	45
Boards and Committees	-	500	400	100
Elected Official Expense	850	350	-	350
Legal Fees	238,500	248,500	255,068	(6,568)
Travel and Meeting Expense	11,250	11,750	11,708	42
Membership Dues	500	500	-	500
Public Relations	1,300	1,300	1,476	(176)
Technical and Outside Services	300	100	24	76
Office Furniture and Equipment	500	700	675	25
Supplies	-	-	-	-
Transfer to Library Fund	548,525	538,025	472,141	65,884
Total Mayor's Department	928,375	928,375	868,088	60,287
Finance Department				
Semi-Monthly Salaries	229,688	244,688	238,801	5,887
Elected and Appointed Officials	12	12	12	-
Overtime Comp	-	-	-	-
Christmas Bonus	615	615	606	9
Unemployment Insurance	500	500	225	275
Social Security	14,241	15,241	14,677	564
Medicare	4,594	4,594	3,433	1,161
Retirement Funds	20,672	20,672	16,049	4,623
Health and Life Insurance	47,500	49,500	48,179	1,321
OPEB Employer Contribution	4,594	4,594	3,202	1,392
Audit Fees	65,000	68,300	68,250	50
Travel and Meeting Expense	500	500	-	500
Membership Dues	-	-	-	-
Bad Debt Expense	-	-	-	-
Technical and Outside Services	3,500	3,500	-	3,500
IT Software	35,000	31,700	21,326	10,374
Supplies	3,500	3,500	1,075	2,425
Total Finance Department	$ 429,916	$ 447,916	$ 415,835	$ 32,081

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) -
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITVE (NEGATIVE)
	ORIGINAL	FINAL		
Police Department				
Semi-Monthly Salaries	$ 4,580,720	$ 4,600,720	$ 4,599,964	$ 756
Overtime Compensation	260,000	297,000	296,505	495
Shift Premium	9,500	9,500	9,305	195
Allowances	4,320	4,320	3,600	720
Christmas Bonus	11,500	11,500	8,888	2,612
Unemployment Insurance	12,500	12,500	6,877	5,623
Social Security	28,500	28,500	26,163	2,337
Medicare	71,737	71,737	70,338	1,399
9-1-1 Consolidation	728,321	488,321	475,236	13,085
Retirement Funds	49,845	30,025	26,867	3,158
Health and Life Insurance	1,230,789	1,180,789	1,180,121	668
OPEB Employer Contribution	85,000	86,400	86,372	28
Boards and Committees	15,000	20,200	25,013	(4,813)
Educational Expense	35,000	35,700	41,745	(6,045)
Travel and Meeting Expense	10,000	13,800	15,183	(1,383)
Bonds and Notary Fees	3,000	3,000	2,554	446
Membership Dues	3,990	3,990	3,111	879
Public Relations	6,650	6,650	5,568	1,082
Buildings Rental	5,000	5,000	5,000	-
Equipment Rental	25,250	25,250	23,418	1,832
Telephone Utility	-	1,500	1,445	55
Technical and Outside Services	24,950	24,950	28,141	(3,191)
Bad Debt Expense	-	-	-	-
Uniform Cleaning	6,200	6,420	7,027	(607)
Postage	3,500	3,500	3,397	103
Petty Cash	200	200	83	117
Uniform Purchase	28,150	43,150	47,183	(4,033)
Subscriptions - Books	-	-	-	-
IT Software	79,200	82,200	82,177	23
Maintenance to Equipment	66,355	66,355	57,004	9,351
Minor Equipment	10,000	10,000	8,263	1,737
Supplies	20,200	20,200	24,279	(4,079)
Transfer to Police Pension	2,272,500	2,604,500	2,797,059	(192,559)
Total Police Department	$ 9,687,877	$ 9,797,877	$ 9,967,886	$ (170,009)

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) -
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY	VARIANCE WITH FINAL BUDGET POSITVE
	ORIGINAL	FINAL	BASIS	(NEGATIVE)
Administration				
Semi-Monthly Salaries	$ 414,530	$ 422,930	$ 422,861	$ 69
Overtime Compensation	-	-	-	-
Allowances	2,200	3,300	3,300	-
Christmas Bonus	26,050	26,050	13,308	12,742
Unemployment Insurance	1,500	1,500	563	937
Social Security	27,434	27,434	26,930	504
Medicare	6,384	6,384	6,298	86
Retirement Funds	39,625	39,625	29,591	10,034
Health and Life Insurance	127,350	107,050	97,505	9,545
OPEB Employer Contribution	7,705	7,705	7,687	18
Survey and Engineer Fees	-	-	-	-
Educational Expense	1,700	1,700	99	1,601
Legal Fees	-	1,300	1,276	24
Travel and Meeting Expense	7,300	7,300	2,947	4,353
Bond, Notary Fees	50	50	-	50
Membership Dues	1,855	1,855	1,400	455
Safety Program	-	-	-	-
Advertising and Public Notices	1,250	1,250	499	751
Public Relations	750	750	1,450	(700)
Equipment Rental	107,000	101,500	78,668	22,832
Telephone Utility	97,500	97,500	82,377	15,123
Technical and Outside Services	130,300	131,800	162,075	(30,275)
Insurance Liability	850,000	731,330	229,039	502,291
Bad Debt Expense	-	-	-	-
Postage	-	-	-	-
Office Furniture and Equipment	-	-	-	-
Renovation or Remodeling	-	-	-	-
Computers	11,000	9,500	7,500	2,000
IT Hardware	56,050	87,350	91,454	(4,104)
IT Software	100,000	128,700	124,858	3,842
Maintenance to Equip	-	6,000	5,085	915
Supplies	500	1,100	1,052	48
Total Administration	$ 2,018,033	$ 1,950,963	$ 1,397,822	$ 553,141

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) -
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY	VARIANCE WITH FINAL BUDGET POSITVE
	ORIGINAL	FINAL	BASIS	(NEGATIVE)
Public Works - Engineering				
Semi-Monthly Salaries	$ 623,395	$ 620,395	$ 531,541	$ 88,854
Overtime Compensation	18,000	18,000	4,566	13,434
Shift Premium	-	-	-	-
Christmas Bonus	2,665	2,665	1,564	1,101
Unemployment Insurance	10,000	10,000	1,914	8,086
Social Security	57,983	57,983	51,844	6,139
Medicare	13,560	13,560	12,125	1,435
Retirement Funds	84,168	84,168	55,010	29,158
Health and Life Insurance	305,000	305,000	246,512	58,488
OPEB Employer Contribution	16,366	16,366	13,769	2,597
Survey and Engineer Fees	5,000	5,000	929	4,071
Educational Expense	20,000	23,000	22,864	136
Travel and Meeting Expense	-	-	-	-
Bonds and Notary Fees	-	-	-	-
Membership Dues	1,000	1,000	823	177
Public Relations	1,000	1,000	-	1,000
Equipment Rental	34,000	34,000	4,802	29,198
Electric Utility	10,000	10,000	-	10,000
Technical and Outside Services	104,000	104,000	83,940	20,060
Petty Cash	-	-	-	-
Uniform Purchase	6,000	6,000	5,813	187
Minor Equipment	4,000	4,000	1,247	2,753
Supplies	57,300	57,300	17,756	39,544
Total Public Works - Engineering	$ 1,373,437	$ 1,373,437	$ 1,057,019	$ 316,418

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) -
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITVE (NEGATIVE)
Public Works - Maintenance				
Semi-Monthly Salaries	$ 268,943	$ 268,943	$ 222,963	$ 45,980
Overtime Compensation	5,000	5,000	672	4,328
Shift Premium	300	300	-	300
Christmas Bonus	820	820	606	214
Unemployment Insurance	2,000	2,000	336	1,664
Social Security	16,674	16,674	13,582	3,092
Medicare	3,900	3,900	3,176	724
Retirement Funds	24,205	24,205	15,212	8,993
Health and Life Insurance	105,241	105,241	69,683	35,558
OPEB Employer Contribution	4,704	4,707	3,922	785
Educational Expense	12,800	12,800	4,500	8,300
Travel and Meeting Expense	-	-	-	-
Membership Dues	200	200	191	9
Equipment Rental	200	200	-	200
Technical and Outside Services	14,000	14,000	9,310	4,690
Uniform Rental	4,000	4,000	1,863	2,137
Vehicle Operations Costs	255,000	255,000	237,576	17,424
Uniform Purchase	1,500	1,500	1,316	184
Subscriptions - Books	500	500	-	500
Maintenance to Equipment	1,000	1,000	470	530
Maintenance to Rolling Stock	41,000	41,000	37,672	3,328
Minor Equipment	27,450	27,450	22,928	4,522
Supplies	114,500	114,500	114,982	(482)
Total Public Works - Maintenance	$ 903,937	$ 903,940	$ 760,960	$ 142,980

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) -
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITVE (NEGATIVE)
Parks Department				
Semi-Monthly Salaries	$ 828,273	$ 828,273	$ 825,540	$ 2,733
Overtime Compensation	8,000	8,060	8,055	5
Shift Premium	300	300	109	191
Christmas Bonus	2,300	2,300	2,170	130
Unemployment Insurance	6,792	6,792	1,778	5,014
Social Security	51,849	51,849	50,222	1,627
Medicare	12,126	12,126	11,746	380
Retirement Funds	74,638	74,638	54,821	19,817
Health and Life Insurance	285,000	285,000	304,508	(19,508)
OPEB Employer Contribution	16,764	16,764	16,518	246
Educational Expense	12,000	12,000	4,940	7,060
Travel and Meeting Expense	2,000	2,000	1,711	289
Membership Dues	345	345	310	35
Safety Program	1,500	1,500	1,425	75
Public Relations	1,500	1,500	1,136	364
Equipment Rental	3,000	3,350	3,310	40
Sewer Utility	5,000	5,000	2,850	2,150
Water Utility	12,000	12,000	10,574	1,426
Sanitation Service	14,000	14,000	8,184	5,816
Technical and Outside Services	113,850	120,350	110,316	10,034
Bad Debt Expense	-	-	-	-
Office Furniture and Equipment	-	-	-	-
Uniform Purchase	4,800	4,800	4,384	416
Minor Equipment	1,000	1,000	877	123
Renovation or Remodeling	-	-	-	-
Supplies	50,000	49,590	55,421	(5,831)
Transfer to Rec Fund	-	-	-	-
Total Parks Department	$ 1,507,037	$ 1,513,537	$ 1,480,905	$ 32,632

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) -
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITVE (NEGATIVE)
Municipal Complex				
Semi-Monthly Salaries	$ 225,917	$ 224,917	$ 200,978	$ 23,939
Overtime Compensation	5,000	5,000	3,531	1,469
Shift Premium	300	300	45	255
Christmas Bonus	820	820	658	162
Unemployment Insurance	1,000	1,000	779	221
Social Security	14,386	14,386	12,755	1,631
Medicare	3,365	3,365	2,983	382
Retirement Funds	20,883	20,883	11,612	9,271
Health and Life Insurance	92,000	96,500	96,040	460
OPEB Employer Contribution	4,052	4,052	3,588	464
Educational Expense	6,000	6,000	4,500	1,500
Travel and Meeting Expense	-	-	-	-
Membership Dues	-	-	-	-
Public Relations	-	-	-	-
Equipment Rental	500	650	601	49
Electric Utility	190,000	196,700	196,647	53
Sewer Utility	7,500	7,500	4,091	3,409
Water Utility	30,000	30,000	24,217	5,783
Gas Utility	40,150	40,150	39,816	334
Technical and Outside Services	57,000	57,000	50,498	6,502
Office Furniture and Equipment	-	-	-	-
Renovation or Remodeling	2,000	2,000	2,974	(974)
Uniform Purchase	850	2,050	2,186	(136)
Maintenance to Equipment	12,500	12,500	12,210	290
Supplies	45,000	33,450	29,918	3,532
Total Municipal Complex	$ 759,223	$ 759,223	$ 700,627	$ 58,596

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) -
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITVE (NEGATIVE)
Land Use and Development				
Semi-Monthly Salaries	$ 530,817	$ 530,817	$ 529,899	$ 918
Elected and Appointed Officials	29,000	29,000	27,752	1,248
Overtime Compensation	1,200	10,600	10,565	35
Shift Premium	100	100	-	100
Allowances	1,800	1,800	1,800	-
Christmas Bonus	2,000	2,000	1,316	684
Unemployment Insurance	3,500	3,500	1,733	1,767
Social Security	35,025	35,025	34,071	954
Medicare	8,191	8,191	7,968	223
Retirement Funds	50,843	35,843	35,307	536
Health and Life Insurance	145,000	162,000	161,269	731
OPEB Employer Contribution	10,025	10,025	9,792	233
Boards and Committees	1,600	1,600	-	1,600
Educational Expense	3,000	3,000	450	2,550
Legal Fees	3,000	-	-	-
Travel and Meeting Expense	1,750	1,750	1,252	498
Membership Dues	2,195	2,195	1,620	575
Safety Program	-	-	-	-
Advertising and Public Notice	1,000	1,000	1,336	(336)
Technical and Outside Services	25,750	16,750	16,181	569
Demolition Service	50,000	58,400	58,368	32
Bad Debt Expense (Recovery)	-	1,100	(1,025)	2,125
Office Furniture and Equipment	1,000	1,250	1,239	11
Petty Cash	-	-	-	-
Renovation or Remodeling	-	-	-	-
Uniform Purchase	2,000	2,000	488	1,512
Subscriptions - Books	1,500	1,500	825	675
IT Software	-	5,000	5,000	-
G.I.S. Expenses	9,000	9,850	27,127	(17,277)
Supplies	8,700	9,300	9,699	(399)
Transfer to TIF #1	32,000	32,000	31,603	397
Transfer to TIF #2	40,000	34,500	34,036	464
Transfer to TIF #3	35,000	39,000	38,669	331
Transfer to TIF #4	4,000	4,000	2,847	1,153
Transfer to TIF #5	600	600	-	600
Total Land Use and Development	$ 1,039,596	$ 1,053,696	$ 1,051,187	$ 2,509

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) -
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITVE (NEGATIVE)
Library Department				
Semi-Monthly Salaries	$ 28,000	$ 36,700	$ 36,677	$ 23
Shift Premium	140	140	-	140
Christmas Bonus	700	700	-	700
Unemployment Insurance	3,000	3,000	1,459	1,541
Social Security	1,788	2,488	2,455	33
Medicare	418	578	574	4
Retirement Funds	2,263	2,763	2,664	99
Health and Life Insurance	40,000	90,000	88,014	1,986
OPEB Employer Contribution	6,200	7,900	7,892	8
Electric Utility	22,000	32,500	32,462	38
Sewer Utility	900	900	504	396
Water Utility	6,000	6,000	5,350	650
Technical and Outside Services	-	-	-	-
Supplies	2,100	2,310	2,307	3
Total Library Department	113,509	185,979	180,358	5,621
Emergency Services and Disaster Agency				
Elected and Appointed Officials	10,500	10,500	10,477	23
Social Security	260	260	243	17
Medicare	68	68	57	11
Retirement Funds	450	450	270	180
Educational Expenses	500	500	77	423
Travel and Meeting Expense	1,000	1,000	77	923
Membership Dues	130	130	-	130
Public Relations	250	250	-	250
Telephone Utility	1,650	1,950	1,908	42
Technical and Outside Services	17,200	17,200	16,874	326
Postage	-	-	-	-
Maintenance to Equipment	8,000	7,700	3,393	4,307
Supplies	1,500	1,500	1,415	85
Total Emergency Services and Disaster Agency	41,508	41,508	34,791	6,717
Total Expenditures (Carried Forward)	$ 19,688,022	$ 19,842,025	$ 18,451,913	$ 1,390,112

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) -
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY	VARIANCE WITH FINAL BUDGET POSITVE
	ORIGINAL	FINAL	BASIS	(NEGATIVE)
Total Expenditures (Brought Forward)	$ 19,688,022	$ 19,842,025	$ 18,451,913	$ 1,390,112
Net Change in Fund Balance	$ 396,728	$ 242,725	$ 4,061,048	$ 3,818,323
Reconciliation of Budgetary Basis to Government Fund Statement of Changes in Fund Balance				
Effect of Unrecorded Assets			(680,656)	
Effect of Unrecorded Liabilities			938,821	
Beginning Fund Balance			11,073,488	
Ending Fund Balance			$ 15,392,701	

See independent auditor's report and notes to financial statements.

SCHEDULE "2"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) - HOME RULE FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
Motor Fuel Tax Allotment	$ 2,520,000	$ 2,520,000	$ 2,522,847	$ 2,847
Interest	5,000	5,000	239,301	234,301
Special Grants	-	-	-	-
Sale of Property	-	-	7,895	7,895
Transfer from TIF	-	-	-	-
Total Revenue	2,525,000	2,525,000	2,770,043	245,043
EXPENDITURES:				
Police Department				
Tech and Outside Services	-	-	-	-
Equipment and Rolling Stock	456,000	496,000	376,012	119,988
Equipment and Accessories	-	-	3,311	(3,311)
Buildings and Structures	-	-	-	-
Streets and Alleys	25,000	25,000	6,137	18,863
Other Capital Improvements	75,000	75,000	1,626	73,374
Total Police Department	556,000	596,000	387,086	208,914
ESDA				
Building and Structures	-	-	-	-
Equipment and Rolling Stock	-	-	-	-
Total ESDA	-	-	-	-
Public Works - Engineering				
Easements	5,000	5,000	-	5,000
Equipment and Rolling Stock	94,000	94,000	90,475	3,525
Survey/Engineering - Capital	15,000	15,000	9,805	5,195
Buildings and Structures	-	-	-	-
Streets and Alleys	700,000	700,000	37,840	662,160
Storm Drainage	500,000	318,050	111,021	207,029
Other Debt Service	64,000	64,000	62,023	1,977
Other Capital Improvements	-	-	-	-
Total Public Works - Engineering	$ 1,378,000	$ 1,196,050	$ 311,164	$ 884,886

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) - HOME RULE FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
Parks Department				
Survey/Engineering - Capital	$ -	$ -	$ -	$ -
Buildings and Structures	-	-	-	-
Equipment and Rolling Stock	-	-	-	-
Streets and Alleys	-	-	-	-
Other Capital Improvements	37,000	62,750	62,723	27
Total Parks Department	37,000	62,750	62,723	27
Public Works Building Maintenance				
Survey/Engineer - Capital	-	-	-	-
Buildings and Structures	-	-	-	-
Other Capital Improvements	-	-	-	-
Total Municipal Complex Department	-	-	-	-
Land Use and Development				
Demolition Service	45,000	230,000	210,366	19,634
Equipment and Rolling Stock	40,000	40,000	22,325	17,675
Survey/Engineering - Capital	-	6,200	6,158	42
Buildings and Structures	-	175,000	174,837	163
Total Land Use and Development	85,000	451,200	413,686	37,514
Total Expenditures	2,056,000	2,306,000	1,174,659	1,131,341
Net Change in Fund Balance	$ 469,000	$ 219,000	1,595,384	$ 1,376,384
Reconciliation of Budgetary Basis to Government Fund Statement of Changes in Fund Balance				
Effect of Unrecorded Assets			(88,911)	
Effect of Unrecorded Liabilities			(26,442)	
Beginning Fund Balance			4,750,917	
Ending Fund Balance			$ 6,230,948	

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) -
RECREATIONAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Memberships	$ 1,571,000	$ 1,571,000	$ 1,312,721	$ (258,279)
Aquatics	36,000	36,000	17,579	(18,421)
Fitness	37,000	37,000	18,173	(18,827)
Athletics	20,000	20,000	11,195	(8,805)
Facility	86,000	86,000	-	(86,000)
Donations	-	-	45,000	45,000
Special Grants	112,500	112,500	-	(112,500)
Vending Machine	-	-	7,006	7,006
Interfund Transfer	-	-	-	-
Total Revenues	1,862,500	1,862,500	1,411,674	(450,826)
EXPENDITURES:				
Membership				
Semi-Monthly Salaries	835,731	733,811	550,085	183,726
Overtime	-	-	-	-
Bonuses	1,865	2,244	1,334	910
Unemployment Insurance	6,895	6,898	3,599	3,299
Social Security	51,932	48,017	33,788	14,229
Medicare	12,146	12,146	7,902	4,244
Retirement	33,300	33,300	15,330	17,970
Health Insurance	67,000	100,901	67,980	32,921
OPEB	14,657	14,657	8,957	5,700
Educational Expense	19,650	19,543	11,078	8,465
Travel/Meeting	1,000	1,000	455	545
Membership Dues	-	-	-	-
Safety Program	500	500	-	500
Electric Utility	200,000	268,000	267,743	257
Sewer Utility	5,000	5,000	4,200	800
Water Utility	18,000	18,000	17,576	424
Sanitary Service	-	-	-	-
Tech and Outside Service	398,450	401,150	350,100	51,050
Postage	10,500	12,000	10,927	1,073
Uniform Purchase	3,950	3,950	3,234	716
Minor Equipment	500	500	187	313
Supplies	158,900	150,959	78,117	72,842
Public Relations	-	-	-	-
Buildings and Structures	19,500	26,900	26,885	15
Capital Outlay	-	-	-	-
Total Expenditures	1,859,476	1,859,476	1,459,477	399,999
Net Change in Fund Balance	$ 3,024	$ 3,024	(47,803)	$ (50,827)
Reconciliation of Budgetary Basis to Government Fund Statement of Changes in Fund Balance				
Effect of Unrecorded Assets			-	
Effect of Unrecorded Liabilities			88,369	
Beginning Fund Balance			(79,397)	
Ending Fund Balance			$ (38,831)	

See independent auditor's report and notes to financial statements.

SCHEDULE "4"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) - FOOD AND BEVERAGE
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUE:				
Food and Beverage Taxes	$ -	$ 1,500,000	$ 2,046,285	$ 546,285
Use Taxes	240,000	240,000	254,873	14,873
Interest	2,000	2,000	79,018	77,018
Miscellaneous	1,500,000	-	-	-
Total revenue	1,742,000	1,742,000	2,380,176	638,176
EXPENDITURES:				
Intergovernmental Agreements	-	-	-	-
Audit Fees	1,600	1,600	1,575	25
Tech and Outside Service	1,000	1,000	318	682
Debt Service - Principle	460,000	475,000	475,000	-
Debt Service - Interest	625,000	610,000	606,750	3,250
Total Expenditures	1,087,600	1,087,600	1,083,643	3,957
Net Change in Fund Balance	$ 654,400	$ 654,400	1,296,533	$ 642,133
Reconciliation of Budgetary Basis to Government Fund Statement of Changes in Fund Balance				
Effect of Unrecorded Assets			(14,537)	
Effect of Unrecorded Liabilities			-	
Beginning Fund Balance			2,369,865	
Ending Fund Balance			$ 3,651,861	

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) - TAX REBATES FUND
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUE:				
Sales Tax	$ 600,000	$ 600,000	$ 171,751	$ (428,249)
Home Rule Sales Tax	300,000	300,000	106,587	(193,413)
Business District Sales Tax	85,000	85,000	58,838	(26,162)
Interest	400	400	31,057	30,657
Interfund Transfers	-	-	-	-
Total Revenue	985,400	985,400	368,233	(617,167)
EXPENDITURES:				
Sales Tax Rebate	825,000	825,000	311,008	513,992
Intergovernmental Agreements	60,400	60,400	-	60,400
Total Expenditures	885,400	885,400	311,008	574,392
Net Change in Fund Balance	$ 100,000	$ 100,000	57,225	$ (42,775)
Reconciliation of Budgetary Basis to Government Fund Statement of Changes in Fund Balance				
Effect of Unrecorded Assets			(25,060)	
Effect of Unrecorded Liabilities			407,332	
Beginning Fund Balance			(199,551)	
Ending Fund Balance			$ 239,946	

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) - TIF NO. 1 BUNKUM ROAD
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUE:				
TIF Revenue	$ 360,000	$ 360,000	$ 303,157	$ (56,843)
Interfund Transfers	36,000	36,000	31,603	(4,397)
Interest	7,000	7,000	94,476	87,476
Total Revenue	403,000	403,000	429,236	26,236
EXPENDITURES:				
Audit Fees	2,200	350	2,533	(2,183)
Legal Fees	50,000	(350)	5,018	(5,368)
Land	-	750,000	702,916	47,084
Survey/Engineering	75,000	75,000	-	75,000
TIF Expenditures	-	-	-	-
Right of Way	-	-	-	-
Total Expenditures	127,200	825,000	710,467	114,533
Net Change in Fund Balance	$ 275,800	$ (422,000)	(281,231)	$ (140,769)
Reconciliation of Budgetary Basis to Government Fund Statement of Changes in Fund Balance				
Effect of Unrecorded Assets			12,874	
Effect of Unrecorded Liabilities			-	
Beginning Fund Balance			2,557,492	
Ending Fund Balance			$ 2,289,135	

See independent auditor's report and notes to financial statements.

SCHEDULE "7"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) - TIF NO. 2 SHOPPES OF ST. CLAIR
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUE:				
TIF Revenue	$ 415,000	$ 415,000	$ 345,421	$ (69,579)
Interfund Transfer	41,500	41,500	34,036	(7,464)
Interest	5,000	5,000	77,564	72,564
Total Revenue	461,500	461,500	457,021	(4,479)
EXPENDITURES:				
Audit Fees	2,200	350	2,533	(2,183)
TIF Expenditures	5,000	(350)	73,849	(74,199)
Survey/Engineering - Capital	100,000	100,350	-	100,350
Streets and Alleys	1,050,000	1,049,650	-	1,049,650
Total Expenditures	1,157,200	1,150,000	76,382	1,073,618
Net Change in Fund Balance	$ (695,700)	$ (688,500)	380,639	$ 1,069,139
Reconciliation of Budgetary Basis to Government Fund Statement of Changes in Fund Balance				
Effect of Unrecorded Assets			(5,061)	
Effect of Unrecorded Liabilities			(65,975)	
Beginning Fund Balance			2,062,408	
Ending Fund Balance			$ 2,372,011	

See independent auditor's report and notes to financial statements.

SCHEDULE "8"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS) - TIF NO. 3 LINCOLN TRAIL
FOR THE YEAR ENDED APRIL 30, 2023

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUE:				
TIF Revenue	$ 360,000	$ 360,000	$ 350,107	$ (9,893)
Interfund Transfer	36,000	36,000	38,669	2,669
Special Grants	-	-	-	-
Interest	8,000	8,000	78,641	70,641
Total revenue	404,000	404,000	467,417	63,417
EXPENDITURES:				
Intergovernmental Agreements	45,000	55,000	54,827	173
Audit Fees	2,200	2,550	2,533	17
Advertising & Public Notices	50,000	50,000	-	-
Minor Equipment	1,200	1,200	-	1,200
Contingencies	10,000	10,000	-	10,000
Easements	-	-	-	-
Land	-	-	-	-
Streets and Alleys	1,050,000	1,050,000	74,618	975,382
Survey & Engineering Fees	-	-	36,354	(36,354)
Survey Engineering - Capital	60,000	60,000	-	60,000
Legal Fees	5,000	5,000	-	5,000
Demolition Services	25,000	14,650	5,119	9,531
TIF Expenditures	150,000	150,000	24,910	125,090
Total Expenditures	1,398,400	1,398,400	198,361	1,150,039
Net Change in Fund Balance	$ (994,400)	$ (994,400)	269,056	$ 1,213,456
Reconciliation of Budgetary Basis to Government Fund Statement of Changes in Fund Balance				
Effect of Unrecorded Assets			36,588	
Effect of Unrecorded Liabilities			13,308	
Beginning Fund Balance			2,111,332	
Ending Fund Balance			$ 2,430,284	

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO BUDGETARY COMPARISON SCHEDULES
APRIL 30, 2023

NOTE 1. BUDGETARY CONTROL

The City Council is required to adopt an annual budget and appropriations ordinance for the City. The budget is presented to the City Council for review and public hearings are held to address priorities and the allocation of resources. The budgets for the operating funds are prepared on the cash and expenditures basis. Revenues are budgeted in the year receipts are expected and expenditures are budgeted in the year that the applicable purchase orders are expected to be paid. The budget and actual financial statements are reported on these bases. Unencumbered appropriations for annually budgeted funds lapse at fiscal year-end.

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

1. Prior to April 1 the Budget Director submits to the City Council, a proposed operating budget for the fiscal year commencing the following May 1. Each fund's appropriated budget is prepared on a detailed line item basis. Revenues are budgeted by sources. Expenditures are budgeted by account and class as follows: personnel services, other services and charges, supplies, capital outlay, transfers, and debt service. The legal level of control is by department within a fund. Expenditures may not exceed appropriations at this level. Within these control levels, management may transfer appropriations without Council approval.

   Revisions to the budget were made throughout the year. Budget revisions at this level are subject to final review by the City Council.

2. Prior to May 1, the budget is legally enacted through passage of an ordinance.

3. The Budget Director is authorized to transfer budgeted amounts between departments with approval by the City Council and any amendments that alter the total expenditures of any fund must be approved by the City Council.

4. Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue funds.

5. The budget figures shown in the financial statements represent the final authorized amounts as revised during the year.

The City amended its budget during the year.

The City operated within the legal confines of the budget during the fiscal year ended April 30, 2023, except the following:

Police Escrow	$	8,957
TIF No. 5 Ludwig Drive		734
TIF No. 6 IL Rte 159		733

See independent auditor's report and notes to financial statements.

SCHEDULE "10"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
POLICE PENSION TRUST FUND -
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS - CURRENT YEAR
(SCHEDULE TO BE BUILT PROSPECTIVELY FROM FISCAL YEAR 2015)
APRIL 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
TOTAL PENSION LIABILITY:										
Service Cost	$ 1,030,383	$ 962,839	$ 954,130	$ 958,205	$ 859,960	$ 917,006	$ 963,518	$ 839,355	$ 865,338	$ -
Interest on the Total Pension Liability	3,530,229	3,379,723	3,284,706	3,088,283	2,808,093	2,701,593	2,562,213	2,532,522	2,218,469	-
Experience	1,587,669	420,323	(414,689)	884,375	631,328	386,736	404,930	(2,591,212)	(128,421)	-
Change of Assumptions	-	(56,582)	-	-	1,957,887	(436,393)	-	1,132,453	2,609,255	-
Changes of Benefit Terms	-	-	-	289,771	-	-	-	-	-	-
Contributions - Buy Back	-	-	-	34,872	-	-	-	69,871	-	-
Benefit Payments	(2,483,959)	(2,432,794)	(2,309,309)	(2,149,749)	(1,940,052)	(1,806,815)	(1,672,870)	(1,627,869)	(1,400,257)	-
Net Change in Total Pension Liability	3,664,322	2,273,509	1,514,838	3,105,757	4,317,216	1,762,127	2,257,791	355,120	4,164,384	
Total Pension Liability, Beginning of Period	54,522,812	52,249,303	50,734,465	47,628,708	43,311,492	41,549,365	39,291,574	38,936,454	34,772,070	-
Total Pension Liability, End of Period (a)	58,187,134	54,522,812	52,249,303	50,734,465	47,628,708	43,311,492	41,549,365	39,291,574	38,936,454	-
PLAN FIDUCIARY NET POSITION:										
Employer Contributions	2,604,000	1,963,898	1,299,996	1,299,996	1,299,996	1,299,996	1,336,663	1,300,000	1,260,000	-
Member Contributions	506,676	399,581	378,252	368,116	342,772	357,669	353,941	308,698	599,979	-
Contributions - Buy Back	-	-	-	34,872	-	-	-	69,871	-	-
Net Investment Income	216,686	(2,667,759)	9,123,697	(551,516)	1,569,517	1,806,326	2,467,647	(253,744)	1,549,494	-
Benefit Payments	(2,483,959)	(2,432,794)	(2,309,309)	(2,149,749)	(1,940,052)	(1,806,815)	(1,672,870)	(1,627,869)	(1,400,257)	-
Administrative Expense	(95,248)	(43,775)	(31,689)	(40,595)	(37,335)	(30,695)	(27,338)	(19,457)	-	-
Other (Net Transfer)	-	-	-	-	-	-	-	-	(20,957)	-
Net Change in Plan Fiduciary Net Position	748,155	(2,780,849)	8,460,947	(1,038,876)	1,234,898	1,626,481	2,458,043	(222,501)	1,988,259	-
Plan Fiduciary Net Position - Beginning	34,483,730	37,264,579	28,803,631	29,842,506	28,607,608	26,982,582	24,524,539	24,747,040	22,758,781	-
Adjustment to Beginning of Year	-	-	1	1	-	(1,455)	-	-	-	
Plan Fiduciary Net Position - Ending (b)	35,231,885	34,483,730	37,264,579	28,803,631	29,842,506	28,607,608	26,982,582	24,524,539	24,747,040	-
Net Pension Liability - Ending (a)-(b)	$22,955,249	$20,039,082	$14,984,724	$21,930,834	$17,786,202	$14,703,884	$14,566,783	$14,767,035	$14,189,414	$ -
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	60.55%	63.25%	71.32%	56.77%	62.66%	66.05%	64.94%	62.42%	63.56%	0.00%
Covered Valuation Payroll	$ 5,112,775	$ 4,032,099	$ 3,890,000	$ 3,890,460	$ 3,815,612	$ 3,511,857	$ 3,469,400	$ 3,475,703	$ 3,234,164	$ -
Net Pension Liability as a Percentage of Covered Valuation Payroll	448.98%	496.99%	385.21%	563.71%	466.14%	418.69%	419.86%	424.86%	438.74%	0.00%

See independent auditor's report and notes to financial statements.

SCHEDULE "11"

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND -
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS - CURRENT YEAR
(SCHEDULE TO BE BUILT PROSPECTIVELY FROM CALENDAR YEAR 2014)
APRIL 30, 2023

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
TOTAL PENSION LIABILITY										
Service Cost	$ 364,451	$ 359,507	$ 441,957	$ 429,718	$ 379,746	$ 424,597	$ 427,355	$ 452,292	$ 446,254	$ -
Interest on the Total Pension Liability	2,276,827	2,271,122	2,235,989	2,177,295	2,089,633	2,086,136	1,983,146	1,915,308	1,756,883	-
Difference Between Expected and Actual Experience	516,127	(609,806)	(77,666)	(22,815)	508,361	(32,548)	412,657	(111,131)	225,545	-
Change of Assumptions	-	-	(204,884)	-	814,375	(874,741)	(67,179)	32,279	874,212	-
Benefit Payments	(2,011,752)	(1,877,448)	(1,861,711)	(1,699,774)	(1,594,662)	(1,474,127)	(1,430,063)	(1,240,272)	(1,078,710)	-
Net Change in Total Pension Liability	1,145,653	143,375	533,685	884,424	2,197,453	129,317	1,325,916	1,048,476	2,224,184	-
Total Pension Liability, Beginning of Period	32,228,167	32,084,792	31,551,107	30,666,683	28,469,230	28,339,913	27,013,997	25,965,521	23,741,337	-
Total Pension Liability, End of Period (a)	33,373,820	32,228,167	32,084,792	31,551,107	30,666,683	28,469,230	28,339,913	27,013,997	25,965,521	-
PLAN FIDUCIARY NET POSITION										
Employer Contributions	340,825	407,527	453,987	426,797	497,620	442,475	480,680	496,412	507,379	-
Employee Contributions	189,077	177,863	181,592	203,273	186,706	176,531	186,042	189,470	199,290	-
Pension Plan Net Investment Income	(4,832,770)	5,787,200	4,371,167	5,034,762	(1,591,521)	4,472,559	1,619,400	119,149	1,398,908	-
Benefit Payments	(2,011,752)	(1,877,448)	(1,861,711)	(1,699,774)	(1,594,662)	(1,474,127)	(1,430,063)	(1,240,272)	(1,078,710)	-
Other	(149,268)	(915,359)	245,627	93,252	853,146	(426,425)	179,542	152,432	(38,765)	-
Net Change in Plan Fiduciary Net Position	(6,463,888)	3,579,783	3,390,662	4,058,310	(1,648,711)	3,191,013	1,035,601	(282,809)	988,102	-
Plan Fiduciary Net Position - Beginning	37,430,893	33,851,110	30,460,448	26,402,138	28,050,849	24,859,836	23,824,235	24,107,044	23,118,942	-
Plan Fiduciary Net Position - Ending (b)	30,967,005	37,430,893	33,851,110	30,460,448	26,402,138	28,050,849	24,859,836	23,824,235	24,107,044	-
Net Pension (Asset) Liability - (a)-(b)	$2,406,815	$(5,202,726)	$(1,766,318)	$1,090,659	$4,264,545	$ 418,381	$3,480,077	$3,189,762	$ 1,858,477	$ -
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	92.79%	116.14%	105.51%	96.54%	86.09%	98.53%	87.72%	88.19%	92.84%	0.00%
Covered Valuation Payroll	$4,189,708	$ 3,941,261	$ 4,035,886	$4,506,843	$4,137,704	$3,928,514	$4,056,371	$4,210,446	$ 4,193,206	$ -
Net Pension Liability as a Percentage of Covered Valuation Payroll	57.45%	-132.01%	-43.77%	24.20%	103.07%	10.65%	85.79%	75.76%	44.32%	0.00%

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
POLICE PENSION TRUST FUND -
MULTIYEAR SCHEDULE OF CONTRIBUTIONS - LAST 10 FISCAL YEARS
(SCHEDULE TO BE BUILT PROSPECTIVELY FROM FISCAL YEAR 2015)
APRIL 30, 2023

FISCAL YEAR ENDING APRIL 30,	ACTUARIALLY DETERMINED CONTRIBUTION	ACTUAL CONTRIBUTION	CONTRIBUTION DEFICIENCY	COVERED VALUATION PAYROLL	ACTUAL CONTRIBUTION AS A % OF COVERED VALUATION PAYROLL
2023	$ 2,581,902	$ 2,604,000	$ (22,098)	$ 5,112,775	50.93 %
2022	2,457,238	1,963,898	493,340	4,032,099	48.71
2021	2,481,608	1,299,996	1,181,612	3,890,000	33.42
2020	2,234,042	1,299,996	934,046	3,890,460	33.41
2019	1,872,369	1,299,996	572,373	3,815,612	34.07
2018	1,894,338	1,299,996	594,342	3,511,857	37.02
2017	1,866,410	1,336,663	529,747	3,469,400	38.53
2016	1,803,573	1,300,000	503,573	3,475,703	37.40
2015	1,803,573	1,260,000	543,573	3,234,164	38.96

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
NOTES TO SCHEDULE OF CONTRIBUTIONS - POLICE PENSION
APRIL 30, 2023

Valuation Date:	Actuarially determined contributions are calculated as of May 1 of each year prior to the beginning of the year in which contributions are reported.

Methods and Assumptions Used to Determine Total Pension Liability and Contribution Rates

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar
Amortization Period	Ends in fiscal year 2041
Asset Valuation Method	5-year smoothed market, no corridor
Salary Increases	Graded rates based on service from 11 percent at -0- years to 3.5 percent at 30 years plus 2.50 percent inflation allowance.
Payroll Growth	N/A (level dollar amortization)
Investment Rate of Return	6.50 percent per year, compounded annually
Cost of Living Adjustments	Tier I: 3.00 percent per year after age 55. Those that retire prior to age 55 receive an increase of 1/12 of 3.00 percent for each full month since benefit commencement upon reaching age 55. Tier II: 1.25 percent per year after the later of attainment of age 60 or first anniversary of retirement.
Actuarial Asset Basis	The actuarial value of assets recognizes future gains and losses based on a 5-year smoothed market method as prescribed by Statute. In a 5-year smoothed market method, the current market value of assets is reduced (increased) for the current year and each of the three succeeding years, by a portion of the gain/(loss) in market value during the prior year. Such gain/(loss) is determined as the excess/(deficit) of the current market value of assets over the market value of assets as of the prior year, increased to reflect interest at the actuarial rate and adjusted to reflect contributions and benefit payments during the prior year. The portion of such gain/(loss) by which the current market value of assets is reduced (increased) shall be 80 percent in the current year, 60 percent in the first succeeding year, 40 percent in the second succeeding year and 20 percent in the third succeeding year. Additionally, in accordance with government accounting standards, the actuarial value of assets is adjusted to remove any contributions receivable on the reporting date.
Mortality	Active Lives: PubS-2010 Employee mortality, unadjusted, with Scale MP-2021. 10 percent of active deaths are assumed to be in the line of duty. Inactive Lives: PubS-2010 Healthy Retiree mortality, adjusted by a factor of 1.15 for male retirees and unadjusted for female retirees with Scale MP-2021. Beneficiaries: PubS-2010 Survivor mortality, unadjusted for male beneficiaries and adjusted by a factor of 1.15 for female beneficiaries with Scale MP-2021. Disabled Lives: PubS-2010 Disabled mortality, adjusted by a factor of 1.08 for male disabled members and unadjusted for female disabled members with Scale MP-2021. The mortality assumptions sufficiently accommodate anticipated future mortality improvements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
NOTES TO SCHEDULE OF CONTRIBUTIONS - POLICE PENSION
APRIL 30, 2023

Termination

Illustrative rates of withdrawal from the plan for reasons other than death or disability are as follows:

AGE	RATE OF WITHDRAWAL	
20	14.00	%
25	10.40	
30	5.60	
35	3.10	
40	1.90	
45	1.50	
50	1.50	
56+	0.00	

It is assumed that terminated police officers will not be rehired.

Disability Rates

Incidence of disability amongst police officers eligible for disability benefits:

AGE	RATE	
20	0.000	%
25	0.029	
30	0.133	
35	0.247	
40	0.399	
45	0.561	
50	0.675	
55	0.855	
60+	1.093	

Retirement Age

60 percent of disabilities amongst active police officers are assumed to be in the performance of duty.

Tier I

AGE	RATE OF RETIREMENT	
50-54	20	%
55-62	25	
63	33	
64	40	
65-69	55	
70+	100	

Tier II

AGE	RATE OF RETIREMENT	
50-54	5	%
55	40	
56-62	25	
63	33	
64	40	
65-69	55	
70+	100	

Marital Status

80 percent of police officers are assumed to be married.

Spouse's Age

Males are assumed to be three years older than females.

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND -
MULTIYEAR SCHEDULE OF CONTRIBUTIONS - LAST 10 FISCAL YEARS
APRIL 30, 2023

(SCHEDULE TO BE BUILT PROSPECTIVELY FROM FISCAL YEAR 2014)

CALENDAR YEAR ENDING DECEMBER 31,	ACTUARIALLY DETERMINED CONTRIBUTION	ACTUAL CONTRIBUTION	CONTRIBUTION DEFICIENCY	COVERED VALUATION PAYROLL	ACTUAL CONTRIBUTION AS A % OF COVERED VALUATION
2022	$ 325,959	$ 340,825	$ (14,866)	$ 4,189,708	8.13 %
2021	407,526	407,527	(1)	3,941,261	10.34
2020	454,037	453,987	50	4,035,886	11.25
2019	426,798	426,797	1	4,506,843	9.47
2018	490,318	497,620	(7,302)	4,137,704	12.03
2017	443,136	442,475	661	3,928,514	11.26
2016	480,680	480,680	-	4,056,371	11.85
2015	496,412	496,412	-	4,210,446	11.79
2014	507,378	507,378	-	4,193,206	12.10

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
NOTES TO SCHEDULE OF CONTRIBUTIONS - IMRF
APRIL 30, 2023

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

Summary of Actuarial Methods and Assumptions Used in Calculation of the 2022 Contribution Rate

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period.
	Taxing bodies (Regular, SLEP, and ECO groups): 21-year closed period.
	Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the employer upon adoption of ERI.
	SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 16 years for most employers (five employers were financed over 17 years; one employer was financed over 18 years, two employers were financed over 19 years; one employer was financed over 20 years; four employers were financed over 26 years and one employer was financed over 27 years).
Asset Valuation Method	5-year smoothed market, 20 percent corridor
Wage Growth	2.75 percent
Price Inflation	2.25 percent
Salary Increases	2.85 percent to 13.75 percent including inflation
Investment Rate of Return	7.25 percent
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighed, below-median income, General, Retiree, Male (adjusted 106 percent) and Female (adjusted 105 percent) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
Other Information:	There were no benefit changes during the year.

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
MULTIYEAR SCHEDULE OF POST RETIREMENT BENEFITS

GASB 75 HISTORICAL NET OPEB LIABILITY

LAST 10 CALENDAR YEARS
(SCHEDULE TO BE BUILT PROSPECTIVELY FROM 2019)

Calendar year ending April 30,	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
TOTAL OPEB LIABILITY										
Discount Rate	3.77%	3.42%	2.12%	2.91%	3.79%	0.00%	0.00%	0.00%	0.00%	0.00%
Service Cost	$ 380,410	$ 462,729	$ 378,397	$ 315,019	$ 293,513	$ -	$ -	$ -	$ -	$ -
Interest Cost	203,430	134,335	168,066	191,529	186,350	-	-	-	-	-
Plan Amendments	-	-	-	-	-	-	-	-	-	-
Actuarial Losses/(Gains)	(1,313,643)	-	(484,369)	-	-	-	-	-	-	-
Assumption Changes	(1,598,105)	(730,613)	741,171	435,246	78,265	-	-	-	-	-
Benefit Payments	(259,127)	(250,364)	(233,985)	(205,736)	(191,382)	-	-	-	-	-
Net Change in Total OPEB Liability	(2,587,035)	(383,913)	569,280	736,058	366,746	-	-	-	-	-
Total OPEB Liability - Beginning	6,077,816	6,461,729	5,892,449	5,156,391	4,789,645	-	-	-	-	-
Total OPEB Liability - Ending (a)	3,490,781	6,077,816	6,461,729	5,892,449	5,156,391	-	-	-	-	-
PLAN FIDUCIARY NET POSITION										
Employer Contributions	259,127	250,364	233,985	205,736	191,382	-	-	-	-	-
Employee Contributions	-	-	-	-	-	-	-	-	-	-
Net Investment Income	-	-	-	-	-	-	-	-	-	-
Benefit Payments	(259,127)	(250,364)	(233,985)	(205,736)	(191,382)	-	-	-	-	-
Administrative Expenses	-	-	-	-	-	-	-	-	-	-
Net Change in Plan Fiduciary Net Position	-	-	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position - Beginning	-	-	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position - Ending (b)	-	-	-	-	-	-	-	-	-	-
Net OPEB Liability/(Asset) -Ending (a)-(b)	$3,490,781	$6,077,816	$6,461,729	$5,892,449	$5,156,391	$ -	$ -	$ -	$ -	$ -
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered Valuation Payroll	$7,975,537	$7,397,767	$7,147,601	$7,819,509	$7,555,081	$ -	$ -	$ -	$ -	$ -
Net OPEB Liability as a Percentage of Covered Valuation Payroll	43.77%	82.16%	90.40%	75.36%	68.25%	0.00%	0.00%	0.00%	0.00%	0.00%

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
MULTIYEAR SCHEDULE OF EMPLOYER PAID CONTRIBUTIONS - POST RETIREMENT BENEFITS

LAST 10 CALENDAR YEARS

YEAR ENDING APRIL 30,	ACTUARIALLY DETERMINED CONTRIBUTION	ACTUAL CONTRIBUTION	CONTRIBUTION DEFICIENCY (EXCESS)	COVERED VALUATION PAYROLL	ACTUAL CONTRIBUTION AS A % OF COVERED VALUATON PAYROLL
2023	$ 259,127	$ 259,127	$ -	$ 7,975,537	3.25%
2022	250,364	250,364	-	7,397,767	3.38%
2021	233,985	233,985	-	7,147,601	3.27%
2020	205,736	205,736	-	7,819,509	2.63%
2019	191,382	191,382	-	7,555,081	2.53%

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
NOTES TO THE SCHEDULE OF POST RETIREMENT BENEFITS - SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS - POST RETIREMENT BENEFITS

USED IN THE CALCULATION OF THE 2023 TOTAL OPEB LIABILITY

Methods and Assumptions Used to Determine the 2023 Total OPEB Liability:

Actuarial Cost Method — The Actuarial Cost Method used in this valuation is the Entry Age Normal Actuarial Cost Method. Under this Method, a Normal Cost is developed by spreading the actuarial value of benefits expected to be received by each active participant over the total working lifetime of that participant, from hire to termination, as a level percentage of pay.

Discount (Interest) Rate — A discount rate of 3.42 percent was used as of May 1, 2022, and 3.77 percent as of April 30, 2023.

Salary Increase — Salaries are assumed to increase at the rate of 3.5 percent per annum.

Monthly Health Plan Premium Costs (Blended)

Coverage	Traditional	Medical with HSA Plan
Employee Only	$ 930.22	$ 784.21
Employee/Spouse	1,934.91	1,631.21
Employee/Child	1,767.44	1,490.01
Employee/Family	2,697.68	2,274.25

*For valuation calculations, blended rates are adjusted to reflect the individual participant age through actuarial rate factors. The factors used are from the Society of Actuaries June 2013 report: "Health Care Costs - From Birth to Death".

Retiree Contributions — Retirees contribute 100 percent of the average employer group cost. Disabled officers eligible for PSEBA benefits are 100 percent paid by the City.

Mortality — Probabilities of death for participants were according to Pub-S base rates projected genrationally using scale MP-2021 for Police. For all others the Pub G base rates projected generationally using scale MP-2021 was used.

Disability — Sample rates by age are:

		Other Departments	
Age	Police	Male	Female
25	0.0003	0.0000	0.0000
35	0.0026	0.0001	0.0000
45	0.0059	0.0003	0.0001
55	0.0090	0.0007	0.0003
65	0.0115	0.0009	0.0006

60 percent of police disabilities are assumed to occur in the line of duty.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
NOTES TO THE SCHEDULE OF POST RETIREMENT BENEFITS -
SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS -
POST RETIREMENT BENEFITS

USED IN THE CALCULATION OF THE 2023 TOTAL OPEB LIABILITY

Methods and Assumptions Used to Determine the 2023 Total OPEB Liability Continued:

Withdrawal Representative withdrawal rates by age are:

AGE	POLICE
25	0.104%
35	0.031
45	0.015
55	0.015

Other Departments

SERVICE	MALE	FEMALE
0	0.245%	0.285%
1	0.195	0.222
2	0.150	0.178
3	0.130	0.145
4	0.103	0.118
5	0.088	0.103
6	0.073	0.085
7	0.070	0.080

AGE	8 OR MORE YEARS OF SERVICE	
25	0.000%	8.000%
35	0.035	0.058
45	0.023	0.036
55	0.015	0.025

Retirement Representative rates of retirement are:

	POLICE			POLICE	
AGE	TIER I	TIER II	AGE	TIER I	TIER II
50	0.15%	0.05%	60	0.25%	0.25%
51	0.15	0.05	61	0.25	0.25
52	0.20	0.05	62	0.25	0.25
53	0.20	0.05	63	0.25	0.25
54	0.20	0.05	64	0.25	0.25
55	0.25	0.40	65	1.00	1.00
56	0.25	0.25			
57	0.25	0.25			
58	0.25	0.25			
59	0.25	0.25			

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
NOTES TO THE SCHEDULE OF POST RETIREMENT BENEFITS -
SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS -
POST RETIREMENT BENEFITS

USED IN THE CALCULATION OF THE 2023 TOTAL OPEB LIABILITY

Methods and Assumptions Used to Determine the 2023 Total OPEB Liability Continued:

Retirement
Other Departments:

	TIER I				TIER II			
	REDUCED EARLY		NORMAL RETIREMENT		REDUCED EARLY		NORMAL RETIREMENT	
AGE	MALE	FEMALE	MALE	FEMALE	MALE	FEMALE	MALE	FEMALE
55	0.071%	0.060%	0.370%	0.260%				
56	0.071	0.06	0.28	0.20				
57	0.071	0.06	0.21	0.17				
58	0.071	0.06	0.21	0.17				
59	0.071	0.06	0.23	0.19				
60			0.13	0.11				
61			0.13	0.10				
62			0.21	0.18	0.15%	0.13%	0.75%	0.75%
63			0.19	0.18	0.15	0.13	0.75	0.75
64			0.18	0.17	0.15	0.13	0.75	0.75
65			0.25	0.26	0.15	0.13	0.75	0.75
66			0.31	0.28	0.15	0.13	0.75	0.75
67			0.26	0.26			0.75	0.75
68			0.24	0.22			0.75	0.75
69			0.22	0.23			0.75	0.75
70			0.22	0.23			0.75	0.75
71			0.22	0.21			0.75	0.75
72			0.19	0.21			0.75	0.75
73			0.20	0.23			0.75	0.75
74			0.21	0.21			0.75	0.75
75			0.21	0.22			0.75	0.75
76			0.21	0.22			0.75	0.75
77			0.21	0.22			0.75	0.75
78			0.21	0.22			0.75	0.75
79			0.21	0.22			0.75	0.75
80			1.00	1.00			1.00	1.00

See independent auditor's report and notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
NOTES TO THE SCHEDULE OF POST RETIREMENT BENEFITS -
SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS -
POST RETIREMENT BENEFITS

USED IN THE CALCULATION OF THE 2023 TOTAL OPEB LIABILITY

Methods and Assumptions Used to Determine the 2023 Total OPEB Liability Continued:

Participation — 100 percent of employees currently enrolled in medical plans were assumed to participate in the retiree plan.

Spouse Information — 50 percent of employees were assumed to have participating spouses. Females were assumed to be three years younger than males.

Health Care Cost Inflation Rates

PERIOD	RATES
2023	6.75%
2024	6.50%
2025	6.25%
2026	6.00%
2027	5.75%
2028	5.50%
2029	5.25%
2030	5.00%
2031 and after	4.50%

See independent auditor's report and notes to financial statements.

SUPPLEMENTARY INFORMATION

SCHEDULE "19"

CITY OF FAIRVIEW HEIGHTS, ILLINIOS
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2023

ASSETS

	POLICE ESCROW	LOCAL POLICE ESCROW	LIBRARY	HOTEL AND MOTEL TAX	STATE MOTOR FUEL TAX	OPEB	WEST TIF #4	TIF #5 LUDWIG DRIVE	TIF #6 IL RTE 159	TOTALS
Cash and Cash Equivalents	$ 340,013	$ 305,431	$ 84,118	$ 812,553	$ 1,960,361	$ 802,755	$ -	$ -	$ -	$ 4,305,231
Certificates of Deposit	-	-	408,565	213,884	374,977	-	-	-	-	997,426
Receivables	-	-	-	133,155	59,353	-	52,744	-	-	245,252
Due From Other Funds	-	-	-	-	-	-	-	-	-	-
Restricted Cash and Cash Equivalents	-	-	-	-	-	-	122,870	29,470	-	152,340
Total Assets	$ 340,013	$ 305,431	$ 492,683	$ 1,159,592	$ 2,394,691	$ 802,755	$ 175,614	$ 29,470	$ -	$ 5,700,249

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE

	POLICE ESCROW	LOCAL POLICE ESCROW	LIBRARY	HOTEL AND MOTEL TAX	STATE MOTOR FUEL TAX	OPEB	WEST TIF #4	TIF #5 LUDWIG DRIVE	TIF #6 IL RTE 159	TOTALS
LIABILITIES:										
Accounts Payable	$ -	$ -	$ 1,828	$ 18,420	$ 15,160	$ -	$ -	$ -	$ 2,511	$ 37,919
Accrued Payroll	-	-	15,096	-	-	-	-	-	-	15,096
Due to Other Funds	-	-	-	-	-	-	-	127,093	1,025	128,118
Total Liabilities	-	-	16,924	18,420	15,160	-	-	127,093	3,536	181,133
DEFERRED INFLOWS OF RESOURCES:										
Unavailable Revenue - Property Taxes	-	-	-	-	-	-	52,744	-	-	52,744
Total Deferred Inflows of Resources	-	-	-	-	-	-	52,744	-	-	52,744
FUND BALANCE:										
Restricted for:										
Infrastructure	-	-	-	-	2,379,531	-	-	-	-	2,379,531
Special Revenue Funds	-	-	-	-	-	-	122,870	-	-	122,870
Assigned:										-
Special Revenue Funds	340,013	305,431	475,759	1,141,172	-	802,755	-	-	-	3,065,130
Unassigned:										
Special Revenue Funds	-	-	-	-	-	-	-	(97,623)	(3,536)	(101,159)
Total Fund Balance (Deficit)	340,013	305,431	475,759	1,141,172	2,379,531	802,755	122,870	(97,623)	(3,536)	5,466,372
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	$ 340,013	$ 305,431	$ 492,683	$ 1,159,592	$ 2,394,691	$ 802,755	$ 175,614	$ 29,470	$ -	$ 5,700,249

See notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (DEFICIT) -
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2023

	POLICE ESCROW	LOCAL POLICE ESCROW	LIBRARY	HOTEL AND MOTEL TAX	STATE MOTOR FUEL TAX	OPEB	WEST TIF #4	TIF #5 LUDWIG DRIVE	TIF #6 IL RTE 159	TOTALS
REVENUES:										
Motor Fuel Tax	$ -	$ -	$ -	$ -	$ 980,739	$ -	$ -	$ -	$ -	$ 980,739
Hotel and Motel Taxes	-	-	-	480,075	-	-	-	-	-	480,075
Property Taxes	-	-	-	-	-	-	28,471	2,471	-	30,942
Food and Beverage Tax	-	-	-	-	-	-	-	-	-	-
Use Tax	-	-	-	-	-	-	-	-	-	-
Fines and Fees	28,376	24,940	33,057	-	-	-	-	-	-	86,373
Donations	-	-	587	-	-	-	-	-	-	587
Interest Income	12,316	9,716	2,687	68,207	69,083	5,151	204	-	-	167,364
OPEB Insurance Contributions	-	-	-	-	-	157,641	-	-	-	157,641
Miscellaneous	-	-	37,003	-	-	-	-	-	-	37,003
Total Revenues	40,692	34,656	73,334	548,282	1,049,822	162,792	28,675	2,471	-	1,940,724
EXPENDITURES:										
General Government										
Administration Department	-	-	-	117,784	-	-	-	-	-	117,784
Clerk's Department	-	-	-	-	-	46,551	-	-	-	46,551
Public Safety										
Police	46,107	5,069	-	-	-	-	-	-	-	51,176
Streets and Public Works										
Public Works Maintenance	-	-	-	-	899,289	-	-	-	-	899,289
Tax Increment Financing	-	-	-	-	-	-	733	734	733	2,200
Culture and Recreation										
Parks	-	-	-	23,439	-	-	-	-	-	23,439
Tourism	-	-	-	108,370	-	-	-	-	-	108,370
Library	-	-	520,485	-	-	-	-	-	-	520,485
Debt Service										
Principal	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Capital Outlay	62,850	-	-	-	196,635	-	-	-	-	259,485
Total Expenditures	108,957	5,069	520,485	249,593	1,095,924	46,551	733	734	733	2,028,779
Excess (Deficiency) of Revenues Over Expenditures	(68,265)	29,587	(447,151)	298,689	(46,102)	116,241	27,942	1,737	(733)	(88,055)
OTHER FINANCING SOURCES:										
Transfer In	-	-	472,141	-	-	-	2,847	-	-	474,988
Total Other Financing Sources	-	-	472,141	-	-	-	2,847	-	-	474,988
Net Change in Fund Balance	(68,265)	29,587	24,990	298,689	(46,102)	116,241	30,789	1,737	(733)	386,933
Fund Balance (Deficit), Beginning of Year	408,278	275,844	450,769	842,483	2,425,633	686,514	92,081	(99,360)	(2,803)	5,079,439
Funds Balance (Deficit), End of Year	$ 340,013	$ 305,431	$ 475,759	$1,141,172	$ 2,379,531	$ 802,755	$ 122,870	$ (97,623)	$ (3,536)	$ 5,466,372

See notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINIOS
COMBINING BALANCE SHEET - ALL GENERAL FUND ACCOUNTS
APRIL 30, 2023

ASSETS

	GENERAL	PARKS PROGRAMS	POLICE PENSION	POLICE YOUTH	CAPITAL RESERVE	TOTAL GENERAL FUND
Cash and Cash Equivalents	$ 10,541,969	$ 212,960	$ 666,193	$ 10,978	$ 906,845	$ 12,338,945
Certificates of Deposit	-	-	-	-	-	-
Prepaid Insurance	313,344	-	-	-	-	313,344
Receivables	2,758,488	-	-	-	-	2,758,488
Due From Other Funds	807,019	-	-	-	-	807,019
Restricted Cash and Cash Equivalents	176,155	-	-	-	-	176,155
Total Assets	$ 14,596,975	$ 212,960	$ 666,193	$ 10,978	$ 906,845	$ 16,393,951

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE

	GENERAL	PARKS PROGRAMS	POLICE PENSION	POLICE YOUTH	CAPITAL RESERVE	TOTAL GENERAL FUND
LIABILITIES:						
Accounts Payable	$ 120,233	$ -	$ -	$ -	$ -	$ 120,233
Accrued Payroll	353,224	-	-	-	-	353,224
Due to Other Funds	-	-	69,476	-	-	69,476
Total Liabilities	473,457	-	69,476	-	-	542,933
DEFERRED INFLOWS OF RESOURCES:						
Unavailable Revenue - Grant Proceeds	458,317	-	-	-	-	458,317
Unavailable Revenue - Property Taxes	-	-	-	-	-	-
Total Deferred Inflows of Resources	458,317	-	-	-	-	458,317
FUND BALANCE:						
Nonspendable	313,344	-	-	-	-	313,344
Restricted for:						
Rebate and Financing Agreements	176,155	-	-	-	-	176,155
Unassigned						
General Funds	13,175,702	212,960	596,717	10,978	906,845	14,903,202
Total Fund Balance	13,665,201	212,960	596,717	10,978	906,845	15,392,701
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	$ 14,596,975	$ 212,960	$ 666,193	$ 10,978	$ 906,845	$ 16,393,951

See notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - ALL GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED APRIL 30, 2023

	GENERAL	PARKS PROGRAM	POLICE PENSION	POLICE YOUTH	CAPITAL RESERVE	TOTAL GENERAL FUND
REVENUES:						
Sales Taxes	$ 8,221,179	$ -	$ -	$ -	$ -	$ 8,221,179
Food and Beverage Taxes	534,086	-	-	-	-	534,086
Home Rule Taxes	4,578,685	-	-	-	-	4,578,685
Income Taxes	2,570,911	-	-	-	-	2,570,911
Property Taxes	56,824	-	-	-	-	56,824
Use Taxes	910,090	-	509,746	-	-	1,419,836
Hotel and Motel Taxes	480,570	-	-	-	-	480,570
Utility/Franchise Taxes	1,626,259	-	-	-	-	1,626,259
Video Game Taxes	331,984	-	-	-	-	331,984
Licenses and Permits	362,093	-	-	-	-	362,093
Grant	949,505	-	-	-	-	949,505
Fines and Fees	242,364	(100)	-	-	-	242,264
Donations	-	-	-	6,171	-	6,171
Interest Income	144,059	2,965	26	379	6,904	154,333
Miscellaneous	297,604	-	-	-	-	297,604
Total Revenues	21,306,213	2,865	509,772	6,550	6,904	21,832,304
EXPENDITURES:						
Current						
General Government						
Mayor's Department	388,074	-	-	-	-	388,074
Clerk's Department	630,021	-	-	-	-	630,021
Finance Department	416,459	-	-	-	-	416,459
Administration Department	1,433,162	-	-	-	-	1,433,162
Municipal Complex	697,509	-	-	-	-	697,509
Public Safety						
Police	8,992,083	-	-	4,309	-	8,996,392
Emergency Services and Disaster Agency	34,648	-	-	-	-	34,648
Streets and Public Works						
Engineering/Streets	1,054,182	-	-	-	-	1,054,182
Public Works Maintenance	750,668	-	-	-	-	750,668
Land use and Development	942,853	-	-	-	-	942,853
Culture and Recreation						
Parks	1,408,936	-	-	-	-	1,408,936
Library	180,891	-	-	-	-	180,891
Capital Outlay	-	-	-	-	-	-
Total Expenditures	16,929,486	-	-	4,309	-	16,933,795
Excess (Deficiency) of Revenues Over Expenditures (Carried Forward)	$ 4,376,727	$ 2,865	$ 509,772	$ 2,241	$ 6,904	$ 4,898,509

See notes to financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
ALL GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED APRIL 30, 2023

	GENERAL	PARKS PROGRAM	POLICE PENSION	POLICE YOUTH	CAPITAL RESERVE	TOTAL GENERAL FUND
Excess (Deficiency) of Revenues Over Expenditures (Brought Forward)	$ 4,376,727	$ 2,865	$ 509,772	$ 2,241	$ 6,904	$ 4,898,509
OTHER FINANCING SOURCES (USES):						
Transfers Out	(579,296)	-	-	-	-	(579,296)
Transfers In	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(579,296)	-	-	-	-	(579,296)
Net Change in Fund Balances	3,797,431	2,865	509,772	2,241	6,904	4,319,213
Fund Balances, Beginning of Year	9,867,770	210,095	86,945	8,737	899,941	11,073,488
Fund Balances, End of Year	$ 13,665,201	$ 212,960	$ 596,717	$ 10,978	$ 906,845	$ 15,392,701

See notes to financial statements.

COMPLIANCE AUDIT

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED APRIL 30, 2023

Summary of Auditor's Results

1. The auditor's report expresses an unmodified opinion on the financial statements of the City of Fairview Heights, Illinois.

2. There were two significant deficiencies disclosed during the audit of the financial statements and they are reported below. No material weaknesses were reported.

3. There was one instance of noncompliance material to the financial statements of the City of Fairview Heights, Illinois was disclosed during the audit and is reported below.

Findings related to the financial statements which are required to be reported in accordance with GAGAS:

Finding No. 2023-1

Condition: The City relies upon its external auditors to assist in the preparation of the City's financial statements and all required disclosures in accordance with generally accepted accounting principles.

Criteria: The City should be able to prepare its own financial statements and all required disclosures in accordance with generally accepted accounting principles.

Cause: This occurs due to the fact that the City does not have on staff someone with the expertise to prepare the financial statements and all required disclosures in accordance with generally accepted accounting principles.

Effect: Inaccurate or incomplete financial statements could be issued to the public and other third parties due to this lack of expertise.

Recommendation: The City should consider the costs and benefits of hiring staff with expertise or contracting with an outside Certified Public Accounting firm to ensure the City's annual financial statements are prepared in accordance with generally accepted accounting principles and all the required disclosures.

Management's Response: The City will consider the economic feasibility of retaining an employee or an outside Certified Public Accountant to prepare the statements and note disclosures.

Finding No. 2023-2

Condition: The City does not maintain a depreciation schedule or record fixed assets.

Criteria: The City should prepare a depreciation schedule and make the necessary journal entries to record capital activity.

Cause: This occurs due to the fact that the City does not have a fixed asset software and they do not have on staff someone with sufficient training or expertise to ensure that the proper accounting entries are made for depreciation and fixed asset recording.

Effect: With no capital activity recorded, inaccurate, or incomplete financial statements could be issued to the public and other third parties.

Recommendation: The City should consider the costs and benefits of obtaining fixed asset software and as well as hiring staff with expertise to ensure the City's financial statements encompass the fixed asset recording.

Management's Response: The City will consider the economic feasibility of obtaining fixed asset software and retaining an employee to prepare the necessary adjustments related to fixed asset recordkeeping.

Finding No. 2023-3

Condition: The City submitted expenditures on their annual Project and Expenditure (P&E) report that did not agree to the actual expenditures for the fiscal year.

Criteria: The City should report the same amount of expenditures on their annual Project and Expenditure (P&E) report as actual expenditures incurred and included in the financial statements.

Cause: This occurred due to an oversight by management.

Effect: Inaccurate or incomplete financial reporting to granting agencies could result in the City becoming ineligible to receive federal funds.

Recommendation: The City should report the same amount of expenditures on the annual Project and Expenditure (P&E) report as actual expenditures incurred and reported in the financial statements.

Management's Response: The finding for this audit was due to a one-time contribution of the American Rescue Plan Act (ARPA) funds. It is not anticipated that such a contribution will happen again. However, the City will ensure expenditures on the annual Project and Expenditure (P&E) report will agree to the amount of expenditures reported in the financial statements.

CITY OF FAIRVIEW HEIGHTS, ILLINOIS
SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES
FOR THE YEAR ENDED APRIL 30, 2022

Summary of Auditor's Results

1. The auditor's report expresses an unmodified opinion on the financial statements of the City of Fairview Heights, Illinois.

2. There were four significant deficiencies disclosed during the audit of the financial statements and they are reported below. No material weaknesses were reported.

3. No instances of noncompliance material to the financial statements of the City of Fairview Heights, Illinois were disclosed during the audit.

Findings related to the financial statements which are required to be reported in accordance with GAGAS:

Finding No. 2022-1

Condition: The City relies upon its external auditors to assist in the preparation of the City's financial statements and all required disclosures in accordance with generally accepted accounting principles.

Criteria: The City should be able to prepare its own financial statements and all required disclosures in accordance with generally accepted accounting principles.

Cause: This occurs due to the fact that the City does not have on staff someone with the expertise to prepare the financial statements and all required disclosures in accordance with generally accepted accounting principles.

Effect: Inaccurate or incomplete financial statements could be issued to the public and other third parties due to this lack of expertise.

Recommendation: The City should consider the costs and benefits of hiring staff with expertise or contracting with an outside Certified Public Accounting firm to ensure the City's annual financial statements are prepared in accordance with generally accepted accounting principles and all the required disclosures.

Management's Response: The City will consider the economic feasibility of retaining an employee or an outside Certified Public Accountant to prepare the statements and note disclosures.

Finding No. 2022-2

Condition: The City does not maintain a depreciation schedule or record fixed assets.

Criteria: The City should prepare a depreciation schedule and make the necessary journal entries to record capital activity.

Cause: This occurs due to the fact that the City does not have a fixed asset software and they do not have on staff someone with sufficient training or expertise to ensure that the proper accounting entries are made for depreciation and fixed asset recording.

Effect: With no capital activity recorded, inaccurate, or incomplete financial statements could be issued to the public and other third parties.

Recommendation: The City should consider the costs and benefits of obtaining fixed asset software and as well as hiring staff with expertise to ensure the City's financial statements encompass the fixed asset recording.

Management's Response: The City will consider the economic feasibility of obtaining fixed asset software and retaining an employee to prepare the necessary adjustments related to fixed asset recordkeeping.

Finding No. 2022-3

Condition: Various funds of the City expended more than what was approved in their budgets.

Criteria: All funds should maintain their expenditures at or below budgeted amounts.

Cause: Timing of certain bills and unexpected expenses caused the funds to go over budget.

Effect: If the above mentioned recording and reconciling is not done timely, there is a greater chance that mistakes could happen without City personnel being aware. This is also necessary in order to have complete accounting records of the City.

Recommendation: The City should consider amending the budget as necessary to prevent funds from expenditing more than what was budgeted.

Management's Response: The City will do a better job monitoring expenditures as compared to the budget during the six month budget review to ensure compliance.