

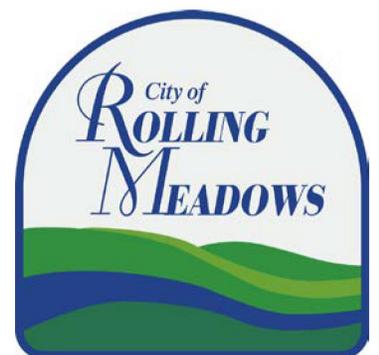


City of Rolling Meadows

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR YEAR END DECEMBER 31, 2023

CITY OF ROLLING MEADOWS
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ROLLING MEADOWS IL 60008
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CITY OF ROLLING MEADOWS, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2023

Prepared by the Finance Department

CITY OF ROLLING MEADOWS, ILLINOIS

TABLE OF CONTENTS

PAGE

INTRODUCTORY SECTION

List of Principal Officials	1
Organizational Chart	2
Letter of Transmittal	3
GFOA Certificate of Achievement for Excellence in Financial Reporting	9

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT	12
-------------------------------------	--------------------

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENTAL AUDITING STANDARDS</i>	15
--	--------------------

MANAGEMENT'S DISCUSSION AND ANALYSIS	18
---	--------------------

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements	
Statement of Net Position	39
Statement of Activities	41
Fund Financial Statements	
Balance Sheet - Governmental Funds	43
Reconciliation of Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities	45
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	47
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities - Governmental Activities	49
Statement of Net Position - Proprietary Funds	51
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds	53
Statement of Cash Flows - Proprietary Funds	54
Statement of Fiduciary Net Position	55
Statement of Changes in Fiduciary Net Position	56
Notes to Financial Statements	57

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	111
Police Pension Fund	112

CITY OF ROLLING MEADOWS, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION - Continued

REQUIRED SUPPLEMENTARY INFORMATION - Continued

Schedule of Employer Contributions - Continued	
Firefighters' Pension Fund	113
Schedule of Changes in the Employer's Net Pension Liability/(Asset)	
Illinois Municipal Retirement Fund	114
Police Pension Fund	116
Firefighters' Pension Fund	118
Schedule of Investment Returns	
Police Pension Fund	120
Firefighters' Pension Fund	121
Schedule of Changes in the Employer's Total OPEB Liability	
Retiree Benefit Plan	122
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
General Fund	124
Motor Fuel Tax - Special Revenue Fund	125

OTHER SUPPLEMENTARY INFORMATION

Governmental Funds	
Major Governmental Funds	
General Fund	
Schedule of Revenues - Budget and Actual	129
Schedule of Detailed Expenditures - Budget and Actual	131
Debt Service Fund	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	137
Local Roads - Capital Projects Fund	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	138
Fire Station - Capital Projects Fund	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	139
TIF #4 Golf Road - Capital Projects Fund	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	140
Nonmajor Governmental Funds	
Combining Balance Sheet	142
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	143
Nonmajor Special Revenue Funds	
Combining Balance Sheet	145
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	146
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
911 Emergency Telephone - Special Revenue Fund	147

CITY OF ROLLING MEADOWS, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION - Continued

OTHER SUPPLEMENTARY INFORMATION - Continued

Governmental Funds - Continued

Nonmajor Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

TIF #2 Kirchoff/Owl - Capital Projects Fund [149](#)

Proprietary Funds

Enterprise Funds

Utilities Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual [151](#)

Schedule of Operating Expenses - Budget and Actual [152](#)

Refuse Collection Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual [154](#)

Schedule of Operating Expenses - Budget and Actual [155](#)

Internal Service Funds

Combining Statement of Net Position [158](#)

Combining Statement of Revenues, Expenses and Changes in Net Position [160](#)

Combining Statement of Cash Flows [162](#)

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

Municipal Garage - Internal Service Fund [164](#)

Vehicle Replacement - Internal Service Fund [165](#)

Buildings and Land - Internal Service Fund [166](#)

Liability Insurance - Internal Service Fund [167](#)

Health Insurance - Internal Service Fund [168](#)

Pension Trust Funds

Combining Statement of Fiduciary Net Position [170](#)

Combining Statement of Changes in Fiduciary Net Position [171](#)

Consolidated Year-End Financial Report [172](#)

SUPPLEMENTAL SCHEDULES

Long-Term Debt Requirements

General Obligation Bonds of 2018 [174](#)

General Obligation Bonds of 2019 [175](#)

Illinois Environmental Protection Agency (L17-4070) Loan Payable of 2012 [176](#)

Illinois Environmental Protection Agency (L17-4141) Loan Payable of 2013 [177](#)

CITY OF ROLLING MEADOWS, ILLINOIS

TABLE OF CONTENTS

PAGE

STATISTICAL SECTION (Unaudited)

Net Position by Component - Last Ten Fiscal Years	180
Changes in Net Position - Last Ten Fiscal Years	182
Fund Balances of Governmental Funds - Last Ten Fiscal Years	184
Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years	186
Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years	188
Direct and Overlapping Property Tax Rates - Elk Grove Township Last Ten Tax Levy Years	190
Direct and Overlapping Property Tax Rates - Palatine Township (High School District 211) - Last Ten Tax Levy Years	192
Direct and Overlapping Property Tax Rates - Palatine Township (High School District 214) - Last Ten Tax Levy Years	194
Principal Property Tax Payers - Current Tax Levy Year and Nine Tax Levy Years Ago	196
Property Tax Levies and Collections - Last Ten Fiscal Years	197
Taxable Sales by Category - Last Ten Fiscal Years	198
Direct and Overlapping Sales Tax Rates - Last Ten Fiscal Years	200
Local Tax Revenues - Last Ten Fiscal Years	202
Ratios of Outstanding Debt by Type - Last Ten Fiscal Years	204
Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years	206
Schedule of Direct and Overlapping Governmental Activities Debt	207
Schedule of Legal Debt Margin	208
Demographic and Economic Statistics - Last Ten Fiscal Years	209
Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago	210
Full-Time and Part-Time Equivalent Government Employees by Function/Program - Last Ten Fiscal Years	212
Operating Indicators by Function/Program - Last Ten Fiscal Years	214
Capital Asset Statistics by Function/Program - Last Ten Fiscal Years	216
Water Sold by Type of Customer - Last Ten Fiscal Years	218
Continuing Bond Disclosures	220

INTRODUCTORY SECTION

This section includes miscellaneous data regarding the City of Rolling Meadows, including:

- List of Principal Officials
- Organizational Chart
- Letter of Transmittal
- GFOA Certificate of Achievement for Excellence in Financial Reporting

CITY OF ROLLING MEADOWS, ILLINOIS

**List of Principal Officials
December 31, 2023**

LEGISLATIVE

Mayor: Lara Sanoica

Deputy City Clerk: Judy Brose

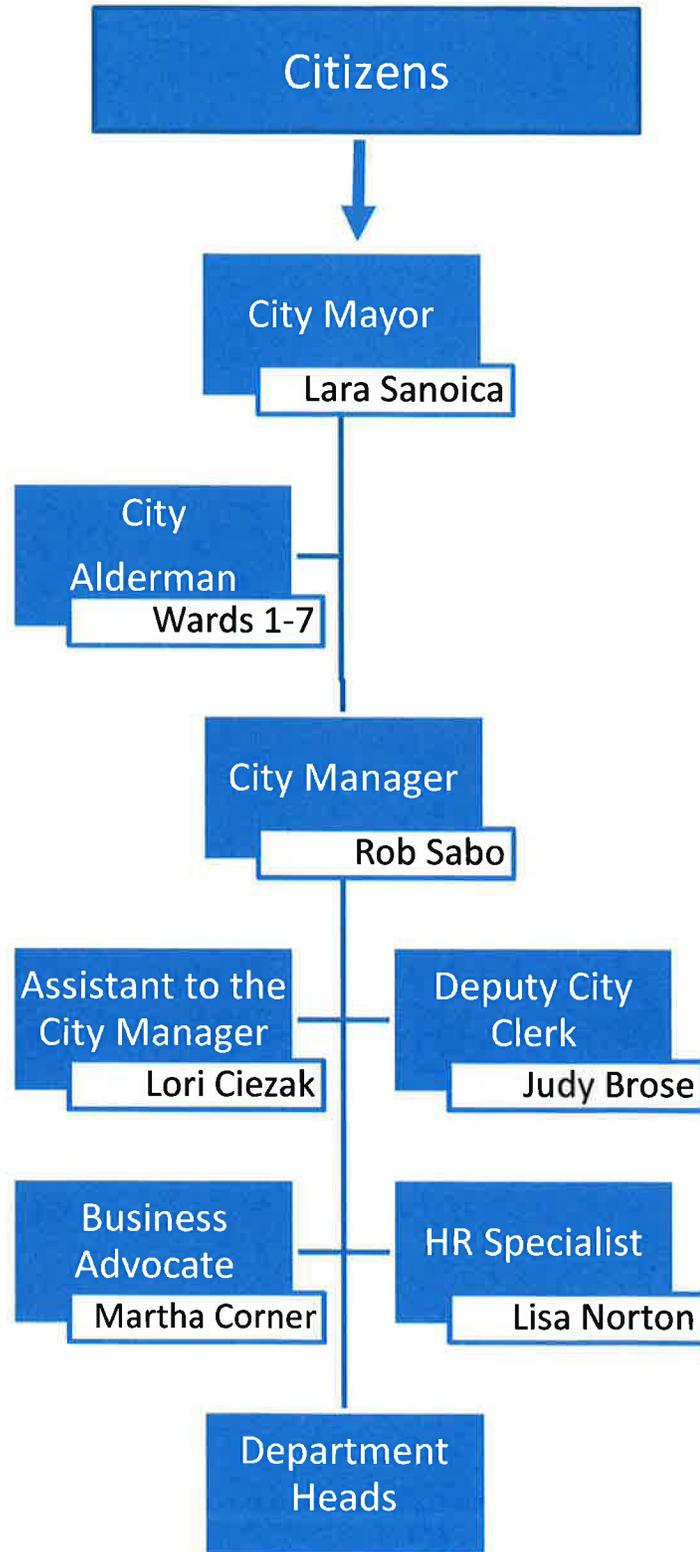
Ward 1:	Karen McHale, Alderman
Ward 2:	Nick Budmats, Alderman
Ward 3:	Kevin O'Brien, Alderman
Ward 4:	Jenifer Vinezeano, Alderman
Ward 5:	Stefanie Boucher, Alderman
Ward 6:	Mandy Reyez, Alderman
Ward 7:	Mike Koehler, Alderman

ADMINISTRATIVE

City Manager:	Rob Sabo
Finance Director:	Molly Talkington
Public Works Director:	Aaron Grosskopf
Police Chief:	John Nowacki
Fire Chief:	Pete Sutter
Community Development Director/Assistant City Manager	Glen Cole

City's Organizational Charts

Administration Organization Chart





June 5, 2024

To the Mayor of the City of Rolling Meadows
Members of the City Council
Citizens and Businesses of the City of Rolling Meadows, Illinois

The Annual Comprehensive Financial Report (ACFR) of the **CITY OF ROLLING MEADOWS, ILLINOIS** for the Fiscal Year ended December 31, 2023, is hereby submitted. The submittal of this report complies with Illinois state law which requires that the City issue a report on its financial position and activity presented in conformance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by an independent firm of certified public accountants.

For the year ended December 31, 2023, the licensed certified public accounting firm of Lauterbach & Amen, LLP, has issued an unmodified (“clean”) opinion on the City of Rolling Meadows financial statements. The independent auditors report can be found at the front of the financial section of this report.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position of the City of Rolling Meadows. The results of operations as measured by the financial activity of its various funds; and all disclosures necessary to enable the reader to gain a reasonable understanding of the City's financial affairs have been included.

This report includes all funds of the City (primary government), as well as its component unit, the Rolling Meadows Public Library (discretely presented component unit). Component units are autonomous entities for which the primary government is financially accountable.

Generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of management’s discussion and analysis (MD&A). This letter of transmittal should be read in conjunction with the management’s discussion and analysis and the notes to the financial statements to obtain the most complete assessment of the City’s current financial status and its future prospects. The City’s Management’s Discussion and Analysis can be found immediately following the report of the independent auditors.

PROFILE OF THE CITY OF ROLLING MEADOWS

The City of Rolling Meadows is located in northwest suburban Cook County, 27 miles from downtown Chicago, Illinois. Two major expressways serving the Northwest suburban area are the Jane Addams Memorial Tollway (Interstate 90) and Illinois Route 53 (also serving for part of its length as Interstate 290).

Rolling Meadows is part of the Chicago northwest suburban area that encompasses 32 communities along Interstate 90 from O'Hare Airport to Elgin, Illinois, referred to as the "Golden Corridor". The diversity of business and industry provides a stable economic base which, in turn, creates outstanding municipal services, educational systems, health and human care agencies and recreational facilities.

The City of Rolling Meadows is centrally located within the "Golden Corridor" with O'Hare Airport approximately 10 miles east of the City. The City's development, like that of much of the Northwest, traces to the mid-1950s when the Illinois Toll Road and O'Hare International Airport were under construction. The early residential developer of the City (Kimball Hill) acquired approximately 537 acres of farmland immediately south of the Arlington Racetrack and broke ground for the City's first single-family homes on July 21, 1953. At the time, the City incorporated on February 26, 1955, and had a population of 5,162. The City's current population as of the 2020 U.S. Census is 24,200.

The City operates under a City Manager form of government. The City Manager administers the City's day-to-day operations. The legislative authority of the City is vested in a seven-member council, each elected from their respective wards. The Mayor and City Clerk are elected at large. Each Alderperson and the Mayor serve staggered, four-year terms with term limits.

The City provides a full range of municipal services with approximately 158 full-time and 14 part-time persons working in Public Safety, Public Works, Community Development, Information Technology, Finance, and General Administration. The City maintains approximately 82 miles of streets, 99 miles of water mains, 78 miles of sidewalks and about 134 miles of parkway.

The City operates its own water distribution system with sewage treatment provided by the Metropolitan Water Reclamation District. The City is a member of two joint ventures; the first is the Northwest Suburban Municipal Joint Action Water Agency (NSMJAWA), which provides water from Lake Michigan through Chicago. The City also maintains a few deep-water wells as reserves. In case of emergency, the City also has two emergency water connects, one with the Village of Palatine and the other with the Village of Arlington Heights. These communities are currently in a different water system acquiring water from the City of Evanston. The second joint venture is the Solid Waste Agency of Northern Cook County (SWANCC), which provides support for solid waste disposal services. The City also owns and operates its own fleet of refuse vehicles. Recycling is a contracted service. The City also contracts with Northwest Central Dispatch for emergency 911 Dispatch services.

The Rolling Meadows Public Library is operated under an appointed board, which is separate from the City Council. Library Board positions are appointed by the City's Mayor, with consent of the City Council, and expire on a rotating basis. Library operations are administered by the Library Board, however, the City is required by state statute to include within its property tax levy and budget, the Library's requests. The Library does not have authority to issue debt, and must do so through the City. Thus, the Library is a component unit of the City. The City performs many functions for the Library including Payroll, IMRF reporting, monthly bank reconciliations, and other items.

In December 2013, Standard & Poor's Rating Services raised the City's long-term rating on the City of Rolling Meadows' general obligation bonds to AA+ from A+ based on Standard & Poor's local General Obligation rating criteria. Standard & Poor's cited the City's very strong budgetary flexibility, liquidity and strong budgetary performance among the reasons behind the increase in the credit rating. In November 2018 and March 2019, Standard & Poor's reviewed the City's credit rating as part of the comprehensive review for the issuance of general obligation bonds. Standard & Poor's reaffirmed the City's credit rating of an AA+ with a stable outlook with strong budget flexibility.

In November of 2014, Moody's Investor Service upgraded Rolling Meadows' general obligation (GO) bond rating to Aa3 from a previous rating of A1, reflecting the agency's confidence in the City's overall financial health. The Moody's report cited a substantial increase in the City's reserves levels as well as a strong capacity to meet financial obligations. In March of 2018, Moody's reaffirmed the City's bond rating of Aa3.

MAJOR INITIATIVES

The City is actively engaged in developing new strategies for economic growth and development. Economic Development continues to be a priority for the City of Rolling Meadows. The City encourages businesses to begin, grow, and expand their businesses within the City limits.

Building for the future, the City continues to re-invest in capital infrastructure projects such as water main replacements and local road reconstruction projects. The following is a discussion of some of the economic development and major projects recently completed, under construction, or recently approved:

- In 2023, the City had 64 new business openings including:
 - Casa Di Luigi
 - Phoenix Flame
 - Jerky Jerk
 - Sorry Mommy
 - Raising Cane's Chicken Fingers
 - Agit Black
 - Wing Stop
 - Sayulita Taco, Mariscos and Tequila Bar
 - Jannat
 - Brothers Ribs at Rep's Place
 - Axe Capoeira Chicago NW
- The City engaged in regional collaboration with Next Level Northwest (NLNW), a community-based business accelerator. In 2023, the professional coaching program graduated the Rolling Meadows businesses of Country Financial, Winnie Industries, and Salty Provisions.
- The City approved its first ever Sustainability Plan and Business Development Strategic Plan. These two plans will help the City reduce its carbon footprint and guide future economic development activities to meet the needs of the City now and in the future.

Redevelopment Relating to Tax Increment Financing Districts

TIF District No. 2 - Riverwalk Condominiums and Retail Space (created in 2002 and remains active) - In January 2003, the City entered into a redevelopment agreement with Salt Creek Development Corporation. The site now houses three buildings with 124 condominiums and 14,000 square foot of commercial/office space. A fourth building, originally planned, was not built. The City owns the land and uses it as green space. In 2013, the City refunded the General Obligation Bonds associated with this TIF for a little more than \$60,000 in interest savings for taxpayers. At this point in time, there is no redevelopment activity for the fourth parcel.

TIF District No. 4 - Golf Road (created in 2015) - TIF #4 was created July 28, 2015. A commercial insurance broker, Arthur J. Gallagher Insurance, relocated its headquarters from Itasca to Rolling Meadows in March 2017. Arthur J. Gallagher Insurance invested more than \$85 million to upgrade buildings, add garages and roadways and landscaping in the Meadows Corporate Center (2850 Golf Road) relocating approximately 2,000 employees to the new location. The City approved the Golf Road Tax Increment Financing District with a shortened TIF term of 15 years to help finance the redevelopment costs of the area.

Long-Term City Initiatives

The City's long-term activities are focused on the following efforts:

- **International Commerce:** City representatives have been actively engaging with Winnipeg, Canada, for economic and recreational exchange activities and with the Trade Commission of Spain to make Rolling Meadows a primary location for Spanish companies looking to establish a North American footprint.
- **Multimodal Transportation:** Enhancements were made to the City's multimodal transportation options with the establishment of PACE's Rolling Meadows/Arlington Heights On Demand bus service
- **Sustainability Plan Goals and Strategies:** The plan identifies a series of "immediate," "short-term," and "long-term" actions and strategies to achieve goals in 10 specific categories:
 - Climate Change
 - Economic Development
 - Clean Energy
 - Land Use
 - Leadership
 - Mobility
 - Sustainable Communities
 - Waste and Recycling
 - Water/Stormwater Sustainability
- **Business Development Plan's Focus Areas:** The plan has 10 focus areas identified as follows:
 - Business Attraction
 - Business Retention & Expansion
 - Encouraging Entrepreneurship
 - Financial Resources & Incentives
 - Local & Regional Partnerships
 - Communication, Outreach, & Marketing
 - Community Vibrancy, Events, & Quality of Life
 - Development, Redevelopment, & Repositioning Activities
 - Workforce Development
 - Arlington Park Redevelopment Impacts

ACCOUNTING SYSTEM AND BUDGETARY CONTROL

Management of the City of Rolling Meadows is responsible for establishing and maintaining an internal control structure. The internal control structure is designed to ensure that the assets of the City are protected from loss, theft, fraud, misappropriation or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. This structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

In addition, the City of Rolling Meadows maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the City's governing body. Activities of the general fund, certain special revenue funds, capital project funds, debt service funds, enterprise funds, and internal service funds are included in the annual budget. Project-length financial plans are adopted for the capital projects funds. The level of budgetary control (that is, the level at which expenditures

cannot legally exceed the appropriated amount) is established at the fund level. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

RELEVANT FINANCIAL POLICIES THIS YEAR

In order to ensure that the City continues to meet its immediate and long-term service goals, several financial policies and procedures have been implemented by management.

Fund	Policy	Adoption Year
General Fund	Balance within 15% to 30% of the total expenditures	2014
Refuse Fund	Unassigned balance range of 30% to 50% of operating expenditures	2015
E911 Fund	Unassigned balance of 1 to 1.5 times annual expenditures	2016
Garage Fund	Balance range of \$1.0M to \$1.5M	2019
Liability Insurance Fund	Reserve equal to one year’s payment of insurance plus an additional reserve for unforeseen liability payments (approximately \$1M)	2022
Health Insurance Fund	Reserve equal to one half a year’s payment of insurance	2022
Utilities Fund	Maintain at least 25% of operating expenditures	2022

The City continues to follow those policies when developing the City’s budget and adhering to the policies during the actual year. During 2023, Finance staff worked on a draft Debt Management Policy that will be presented to City Council for consideration in 2024. Highlighted are some of the more pertinent policies that the City followed in FY 2023:

- The Capital Projects Committee continues to review capital projects and offer recommendations for long-term capital improvements.
- As required by Public Act 97-0609, the City posted employee compensation data for Illinois Municipal Retirement Fund (IMRF) employees who are expected to receive compensation greater than \$75,000. The City took this mandate one step further, to enhance transparency, and published this data for all employees.
- Prepared and reviewed monthly revenue, expenditure and cash balance reporting for all funds with particular focus on the General Fund to the City Council. These financial reports ensure that the City Council is made aware of any variances from the appropriated budget.
- Adhered to a capitalization policy which establishes the capitalization thresholds and estimated useful lives of fixed assets.
- Followed a purchasing policy to ensure that goods and services are obtained in a timely manner at the lowest possible cost.
- Followed a written credit card policy for all business-related credit card purchases. Employees must sign a credit card policy agreement prior to a city-issued credit card may be issued.
- Adhere to investment policy which invests in public funds in a manner which protects principal, maximizes returns for a given level of risk and meets daily cash flow requirements of the City.
- The City complied with the state-mandated annual treasurer reporting requirements. The report is published in a local newspaper and posted on the City’s website.

- As in previous years, during 2023, the City provided for contributions above and beyond the actuarially required amount to the Police and Firefighters' Pension Funds to amortize the unfunded liability more quickly, which will save future property tax dollars.

RISK MANAGEMENT

The City of Rolling Meadows participates in two public entity risk pools to protect against casualty and health-risk losses. The Intergovernmental Personnel Benefit Cooperative (IPBC) insures employee health, accident and life claims and the Intergovernmental Risk Management Agency (IRMA) insures general liability, first-party property losses, third-party liability claims, workers' compensation claims, and public official liability claims.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded an Achievement for Excellence in Financial Reporting to the City of Rolling Meadows for its annual comprehensive financial report for the fiscal year ended December 31, 2022. This was the thirty-eighth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized annual comprehensive financial report (ACFR). This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the City an Award of Outstanding Achievement in Popular Annual Financial Reporting the FY 2022 Popular Annual Financial Report (PAFR).

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Distinguished Budget Presentation Award for the FY 2023 Budget.

Rolling Meadows is one of only 24 governmental agencies in Illinois to receive the prestigious Government Finance Officers Association of the United States and Canada (GFOA) Triple Crown Award, which recognizes organizations that earn the GFOA's Certificate of Achievement in Financial Reporting, the Popular Annual Financial Report (PAFR) and the Distinguished Budget Presentation Award in the same calendar year.

ACKNOWLEDGMENTS

The preparation of this report was made possible by the dedication and hard work of the Mayor, City Council, and the entire Finance Department staff. I would like to acknowledge the Mayor and City Council for their leadership and support in planning and conducting the financial operations of the City. None of this would be possible without the City Departments that provide high-quality services for the entire community.

Respectfully Submitted,



Rob Sabo
City Manager



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Rolling Meadows
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

Independent Auditor's Reports

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

INDEPENDENT AUDITOR'S REPORTS

This section includes the opinions of the City of Rolling Meadows' independent auditing firm.



INDEPENDENT AUDITOR’S REPORT

June 5, 2024

The Honorable City Mayor
Members of the City Council
City of Rolling Meadows, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Rolling Meadows, Illinois, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Rolling Meadows, Illinois, as of December 31, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules, and supplementary pension and other post-employment benefit (OPEB) schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Rolling Meadows, Illinois' basic financial statements. The other supplementary information and supplemental schedules 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, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 5, 2024, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENTAL AUDITING STANDARDS**

June 5, 2024

The Honorable City Mayor
Members of the City Council
City of Rolling Meadows, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Rolling Meadows (the City), Illinois, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 5, 2024.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

CITY OF ROLLING MEADOWS, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2023

The City of Rolling Meadows' Management's Discussion and Analysis is designed to provide readers a narrative overview and analysis of the City's financial statements for the year ending December 31, 2023. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in the letter of transmittal (in the introductory section of this report) and the City's financial statements (in the basic financial statement section of this report).

Financial Highlights

The following are a few highlights to be discussed in greater detail in this Management's Discussion and Analysis and within the 2023 Annual Comprehensive Financial Report:

Net Position and Performance in Total: The City's total net position as of December 31, 2023 was \$133,064,254 an increase of \$7,901,755 or by 6.3% from FY 2022. The City's total net position is comprised of \$156,432,114 for net investment in capital assets; \$1,881,816 for Public Safety; \$1,680,002 for Highways and Streets; and a negative \$26,929,678 for Unrestricted Deficit. The overall change of the Unrestricted Deficit for the net position was an increase of \$5.3 million (from a negative \$32.2 million for FY 2022). This was a result of governmental activities reporting an increase of \$10.5 million and business-type activities reporting an increase of approximately \$1.0 million. The total Other Post-Employment Benefits (OPEB) liability is reflected in the financials with an increase of \$0.2 million. For Compensated Absences, the short-term liability is \$1.1 million and the long-term liability is \$2.5 million for an increase of approximately \$76 thousand from FY 2022. In addition, there are deferred items recognized.

As noted in previous reports, the implementation of Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financing Reporting for Pensions, will have an ongoing effect on the full reporting of the City's long-term obligations. This GASB Statement revised existing guidance for the financial reports of most pension plans. GASB's intent is to improve the accounting and financial reporting of public employee pensions by state and local governments.

In FY 2018, the City implemented GASB Statement No. 75, Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions. Similar to GASB Statement No. 68 which requires the full accrual accounting for the City of Rolling Meadows' retirement plans (IMRF, Fire Pension Fund and the Police Pension Fund), GASB No. 75, accounts for the total OPEB liability for the City's post-employment benefits (i.e., retiree healthcare).

For the City's pension funds for FY 2023, the net pension liabilities/(asset) for these retirement plans are as follows: the Illinois Municipal Retirement Fund (IMRF) is \$5.4 million; Firefighters' Pension Fund is \$47.0 million; and the Police Pension Fund is \$34.3 million. The total OPEB liability is \$5.3 million.

Governmental Activity Summary: The net position for governmental activities ended at \$104.4 million, an increase of \$3.8 million from FY 2022. The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds. Compensated absences decreased by \$100,538 and there was an overall increase of \$2.9 million to the net pension liabilities/(asset) (IMRF, Police Pension and Fire Pension). There was an increase of \$0.2 million for OPEB. The City retired \$1.4 million in general obligation bonds in FY 2023 and as a result of GASB Statement No. 96 being implemented for Subscription-Based Information Technology Arrangements, the City has recorded \$1.5 in new debt. There were changes in amortization of bond premium, amortization of loss of refunding and a change in accrued interest payable.

Business-Type Activity Summary:

The net position for business-type activities ended at \$28.7 million, an increase of \$4.1 million from FY 2022. The primary reason for this increase is that there are capital projects that are still in process as well as the bond-funded capital projects.

General Fund Summary: At December 31, 2023, the total fund balance for the General Fund was \$16.9 million or 46.3% of General Fund operating expenditures excluding transfers in or out of the General Fund. Of the total fund balance, \$16,862,899 (or 46.3% of the General Fund’s FY 2023 operating expenditures) is unassigned fund balance (available fund balance for about three to four months of activities in the General Fund) and is available to meet the City’s ongoing obligations to its residents, businesses and creditors.

For FY 2023, the City’s total cash position increased from \$31.6 million to \$45.6 million or by \$14.0 million. For governmental activities, the cash position increased from \$14.4 million to \$35.7 million. For business activities the cash position increased from \$9.0 million to \$9.9 million. The cash position of the General Fund at the end of the current fiscal year was \$15,309,837 – an increase of approximately \$5.0 million from FY 2022. The City attributes the positive changes in cash position to better than expected revenues, lower than budgeted expenditures, increased investment activity, and ARPA funding recognition.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Rolling Meadows’ basic financial statements. The City’s basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The government-wide statements are divided between governmental activities and business-type activities, with the public library reported as a discretely presented component unit. The perspective of the fund financial statements presents financial information for individual funds established by the City for specific purposes. They are categorized into three distinct groups: governmental, proprietary and fiduciary. This report also contains other supplementary information in addition to the basic financial statements themselves.

The following table (Table 1) summarizes the major features of the City’s financial statements.

This is a useful tool and should be read in conjunction with this analysis and the Annual Comprehensive Financial Report.

TABLE (1)

Description	Fund Financial Statements			
	Government-Wide	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire City government (except Fiduciary Funds) and the City's component unit.	Activities of the City that are not proprietary or fiduciary such as public safety.	Activities of the City that operate similar to private business such as the Utilities Fund and the Refuse Fund.	Activities in which the City is trustee or agents of another's resources such as pension plans.
Required financial Statements	1. Statement of net position 2. Statement of activities	1. Balance sheet 2. Statement of revenues, expenditures and changes in fund balance	1. Statement of net position 2. Statement of revenues, expenses, and changes in net position 3. Statement of cash flows	1. Statement of fiduciary net position 2. Statement of changes in fiduciary net position
Accounting Basis	Accrual	Modified accrual	Accrual	Accrual
Measurement Focus	Economic resource	Current financial	Economic resource	Economic resource
Type of asset/deferred outflows & liability/deferred inflows information	All assets/deferred outflows and liabilities/deferred inflows; both financial and capital short and long-term.	Assets/deferred inflows expected to be used and liabilities/deferred outflows that come due during the year or shortly thereafter; no capital assets.	All assets/deferred inflows and liabilities/deferred inflows; both financial and capital short and long-term.	All assets/deferred outflows and liabilities/deferred inflows, short and long-term. Does not contain capital assets.
Type or inflow & outflow information	All revenues and expenses during the year regardless of when the cash is received or paid.	Revenues for which cash is received during the year or shortly thereafter; expenditures for goods and services that have been received and payment is due during the year or shortly thereafter.	All revenues and expenses during the year regardless of when the cash is received or paid.	All revenues and expenses during the year regardless of when the cash is received or paid.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The Statement of Net Position presents information on all of the City's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government (legislative, administrative, information technology, finance), public safety (fire, police, 911 services), public works, highways and streets, health and welfare, and economic development (community development). The business-type activities of the City include utilities (water, sewer, stormwater management) and refuse.

The government-wide financial statements include the City of Rolling Meadows, and its discretely presented component unit, the Rolling Meadows Public Library, for which the City is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

Fund Financial Statements

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

Governmental Funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

At year-end, the City of Rolling Meadows maintains ten individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, the Motor Fuel Tax Fund, the Debt Service Fund, the Local Roads Fund, the Fire Stations Fund, and the TIF #4 Golf Road Fund, all major funds. Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements and may be found elsewhere in this report.

The City of Rolling Meadows adopts an annual budget for its General Fund. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget.

Proprietary Funds

The City of Rolling Meadows maintains two different types of proprietary funds: enterprise and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City maintains two enterprise funds to account for its Utilities and Refuse Collection Funds.

Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City maintains five internal service funds: the Municipal Garage and Vehicle Replacement Funds account for its fleet of vehicles; the Buildings and Land Fund accounts for building maintenance and improvements; the Liability Insurance Fund accounts for general liability insurance as well as workers' compensation; and the Health Insurance Fund accounts for health insurance premiums (including retirees). Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Utilities and Refuse Collection Funds. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements, because the resources of those funds are not available to support the City. The fiduciary funds include both pension funds for sworn police officers and firefighters. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees and the budgetary comparison schedules for the General Fund and the Motor Fuel Tax Fund. The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information on pensions.

Infrastructure Assets

The City depreciates its assets (infrastructure – buildings, roads, sidewalks bridges, watermains, storm sewers, certain vehicles and equipment per the City's capital asset policy) over the assets' useful life.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Statement of Net Position

In FY 2019 the City's total net position was \$92.1 million and in FY 2023 the City's total net position was \$133.1 million. The change in net position for the current year is primarily due to the reduction in the City's net pension liability for the City's IMRF and Police Pension Funds which are reflected in the financials. When comparing the last two fiscal years, the overall change is an increase of 6.3% in the City's total net position or \$7.9 million. The following table and graph display the City's net position for the past five years.

TABLE 2. City of Rolling Meadows Net Position (in thousands)

Net Position	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Governmental Activities (in thousands)	\$ 70,915	77,161	90,133	100,585	104,374
Business-Type Activities (in thousands)	21,150	22,754	25,483	24,577	28,691
Total City Net Position	92,065	99,915	115,616	125,162	133,065
\$ Change from Previous Year	902	7,850	15,701	9,546	7,903
% Change from Previous Year	1.0%	8.5%	15.7%	8.3%	6.3%

TABLE 3. Condensed Statement of Net Position comparison of FY 2022 and FY 2023.

**TABLE 3. City of Rolling Meadows
Statement of Net Position
As of December 31, 2022 and December 31, 2023
(in millions)**

	Governmental		Business-Type		Total Primary Government	
	2022	2023	2022	2023	2022	2023
Current and Other Assets	\$ 62.5	61.1	10.7	12.6	73.2	73.7
Capital Assets	149.7	150.9	22.7	24.5	172.4	175.4
Total Assets	212.2	212.0	33.4	37.1	245.6	249.1
Deferred Outflows of Resources	27.2	24.6	1.4	1.2	28.6	25.8
Total Assets and Deferred Outflows of Resources	239.4	236.6	34.8	38.3	274.2	274.9
Current Liabilities	7.4	5.0	1.9	2.1	9.3	7.1
Noncurrent Liabilities	101.0	104.9	8.2	7.4	109.2	112.3
Total Liabilities	108.4	109.9	10.1	9.5	118.5	119.4
Deferred Inflows of Resources	30.3	22.3	0.2	0.1	30.5	22.4
Total Liabilities and Deferred Inflows of Resources	138.7	132.2	10.3	9.6	149.0	141.8
Net Position						
Net Investment in Capital Assets	136.4	137.4	17.0	19.0	153.4	156.4
Restricted	4.0	3.6	—	—	4.0	3.6
Unrestricted (Deficit)	(39.8)	(36.6)	7.6	9.7	(32.2)	(26.9)
Total Net Position	100.6	104.4	24.6	28.7	125.2	133.1

* Note: Rounding difference will occur between Annual Comprehensive Financial Report, this Table and other Tables.

Current Year Financial Impacts

The City's total net position across governmental and business-type activities is \$133.1 million (which is considered the City's bottom line). The City's net position reported an increase of \$7.9 million from FY 2022. This was a result of governmental activities reporting an increase of \$3.8 million and business-type activities reporting an increase of approximately \$4.1 million.

The City's net position is classified into three categories according to the order of their relative liquidity. These include assets invested in capital, restricted net position, and unrestricted net position. By far the largest portion of the total City of Rolling Meadows' net position shown in the summary Table 3, \$156.4 million reflects its net investment in capital assets (e.g., land, buildings, infrastructure, streets, machinery and equipment), less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

A portion of the City of Rolling Meadows' net position (approximately \$3.6 million) represents resources that are subject to external restrictions as to how they may be used. These restrictions include \$1.9 million for public safety which represents the combined ending fund balances for the 911 Fund, the Foreign Fire Insurance Fund and the Police Asset Seizure Fund. The remainder of the restricted net position is for Highways and Streets which equals \$1.7 million for the fund balance in the Motor Fuel Tax Fund for FY 2023.

Unrestricted net position consists of net position that does not meet the definition of net position invested in capital assets or restricted net position. At the end of the current fiscal year, the City of Rolling Meadows reports a negative unrestricted net position for the government as a whole, in the amount negative \$26.9 million which is an improvement of \$5.3 million from FY 2022. For governmental activities and business-type activities, the increase is attributed to changes in long-term liabilities.

Change in Net Position in the Statement of Activities

The fiscal year 2023 activities of the City of Rolling Meadows caused total net position to increase by \$3.8 million for governmental activities and to increase by approximately \$4.1 million for business-type activities. Due to the fact that the City, as a whole, has a diversified base of assets, the City of Rolling Meadows' total net position at the end of the end of fiscal year 2023 is \$133.1 million. Key elements are as follows in Table 4. The basic premise of this financial statement is to reflect the relative type of revenue in that the format identifies how each function of the government on the whole draws from general revenues, utility fees, grants, or other fees.

TABLE 4. City of Rolling Meadows
Changes in Net Position
For the Fiscal Years Ended December 31, 2022 and December 31, 2023
(in millions)

	Governmental		Business-Type		Total Primary Government	
	2022	2023	2022	2023	2022	2023
Revenues						
Program Revenues						
Charges for Services	\$ 6.6	6.3	13.2	13.8	19.8	20.1
Operating Grants/Contributions	0.1	3.4	—	—	0.1	3.4
Capital Grants/Contributions	2.0	1.3	—	—	2.0	1.3
General Revenues						
Property Taxes	19.4	17.7	—	—	19.4	17.7
Other Taxes	18.6	17.9	—	—	18.6	17.9
Other Revenues	0.9	3.6	—	0.2	0.9	3.7
Total Revenues	47.6	50.2	13.2	14.0	60.8	64.2
Expenses						
Governmental Activities						
General Government	1.8	4.2	—	—	1.8	4.2
Public Safety	27.6	29.6	—	—	27.6	29.6
Highway & Streets	1.1	1.2	—	—	1.1	1.2
Public Works	6.1	5.9	—	—	6.1	5.9
Health & Welfare	—	—	—	—	—	—
Economic Development	0.1	2.0	—	—	0.1	2.0
Interest	0.5	0.5	—	—	0.5	0.5
Business Type Activities						
Utilities	—	—	11.9	10.4	11.9	10.4
Refuse	—	—	2.3	2.4	2.3	2.4
Total Expenses	37.2	43.4	14.2	12.8	51.4	56.2
Change in Net Position before Transfers	10.4	6.8	-1.0	1.2	9.4	8.0
Transfers	—	(3.0)	—	3.0	—	—
Change in Net Position	10.4	3.8	(1.0)	4.2	9.4	8.0
Net Position Beginning	90.1	100.6	25.5	24.6	115.6	125.2
Net Position Ending	100.5	104.4	24.5	28.8	125.0	133.2

* Note: Rounding difference will occur in this Table.

For FY 2023 program revenues (all governmental revenues combined) compared to FY 2022 - Property taxes and other taxes decreased by approximately \$1.7 million and \$0.7 million, respectively, due in part an increase in the overall levy and to increases in the Personal Property Replacement taxes from the previous year.

Operating grants/contributions for public safety consisted of a total of approximately \$3.4 for FY 2023 which are public safety-reimbursable expenses and the COVID-19 CARES Act. For capital grants/contributions, this consists of a total of \$1.3 million. This amount is comprised of amounts for local roadway improvement grants and for the state motor fuel tax annual allotment.

Governmental activities expenses increased by approximately \$6.2 million from FY 2022 to FY 2023. For General Government, the overall change from FY 2022 to FY 2023 is three key changes: 1) the TIF #4 Golf Road Fund shows a \$3.9 million increase in fund balance primarily due to the recapture of funding related to the Meadows property, 2) the Local Roads Fund balance increased to \$904,865 due to a one-time transfer of \$1.05 million from the General Fund, and 3) the General Fund liabilities increased by \$2.0 million in due to other funds.

For Public Safety, expenses increased by approximately \$2.0 million from FY 2022 to FY 2023. The primary reason for this change is the overall increase of the pension deferred outflows which is related to the delay in payment of the second installment of the tax levy funding to the City from the County.

For Highways and Streets, expenses increased by approximately \$0.2 million due to planned projects in the budget and the natural fluctuation in project costs.

For Public Works, expenses decreased approximately by \$0.1 million due to planned expenses per the budget and changes in depreciation of capital assets.

For Economic Development, the increase of \$1.9 million is due to the delay in the second installment of the property tax from the County to the City into 2023. This delay then caused the economic development agreement payment to occur in FY 2023 since it is based on the tax increment received.

Interest on Long Term Debt decreased from \$0.6 million in FY 2022 to \$0.5 million in FY 2023 for planned expenses for repayment of debt.

For FY 2023 business-type activities in terms of charges for services, for the Refuse Fund, there was no rate increase (the last rate increase was in FY 2014). For the Utilities Fund, the City did not increase the Water, Sewer or Stormwater Rates (the last rate increase was in FY 2019). During FY 2023, the City developed a Fiscal Stability Plan which looked at the current operations and the need for rate increases to support operations.

For FY 2023, the overall revenues to the Utilities Fund and the Refuse Fund increased year-over-year (less than \$120,000 for both Funds).

For FY 2023 business-type activities in terms of expenses, for the City's Statement of Activities, the Utilities Fund and the Refuse Fund recognize non-cash items such as OPEB and IMRF expenses.

Governmental Activities

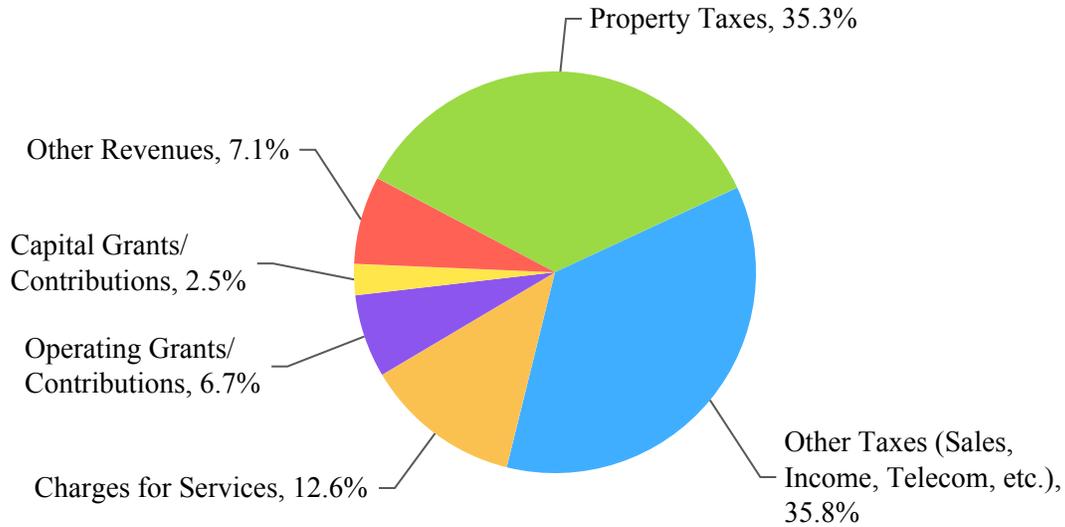
Revenues:

Total revenues for the City's Governmental Activities for FY 2023 were \$50.2 million which shows an increase of \$2.6 million from FY 2022. Charges for Services were \$6.3 million, Operating and Capital Grants were approximately \$4.6 million; Property Taxes (includes the TIF revenues - with increases in EAV) were \$17.7 million, Other Taxes were approximately \$17.9 million and Other Revenues comprise the remainder of total revenues.

In FY 2023, state sales and home rule taxes declined by approximately \$0.1 million (or 1.25%), food and beverage receipts increased by approximately \$0.1 million (or 9.39%) and hotel taxes increased by \$255,290 (or 108.47%).

The following chart reflects the percentage breakdown for each of the categories of governmental activities revenue. Taxes such as sales tax (state and home rule), telecommunications taxes, electric utility tax, hotel tax, food and beverage tax, real estate tax, income tax and other taxes account for a share at approximately 35.80% of total governmental activity revenue. Property Taxes are the largest share at 35.30% or \$17.7 million (this includes the TIF revenue), charges for services at 12.60%, operating grants/contributions at 6.70%, capital grants/contributions at 2.50%, other taxes at 35.80%, and Other Revenues at 7.10%. The City has a balanced and diversified revenue stream to help with the City's overall fiscal strength and sustainability.

2023 Governmental Activities Revenues

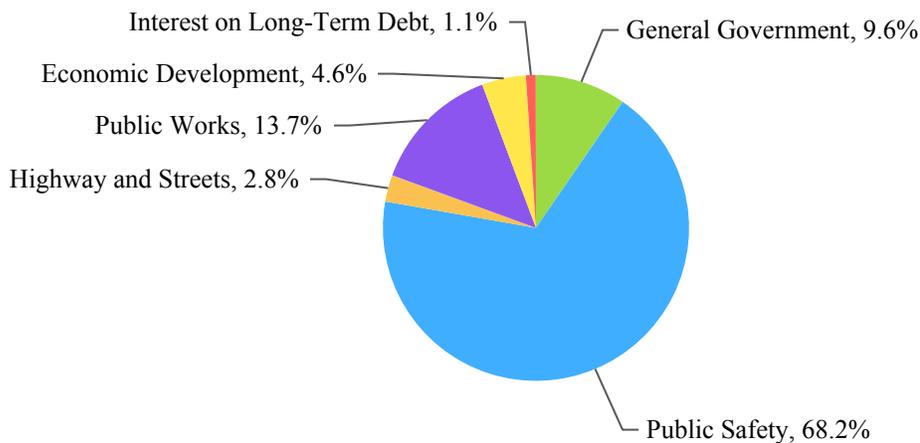


Expenses:

Total expenses for the City’s governmental activities for FY 2023 were approximately \$43.4 million - an approximate increase of \$6.2 million from FY 2022.

The following chart reflects the percentage breakdown for each of the categories of governmental activities expenses.

2023 Governmental Activities Expenses



Typical to a municipality such as the size of the City of Rolling Meadows, public safety - police and fire operations - comprise a large share of the governmental activities. For the City of Rolling Meadows, public safety expenses are 68.15% or \$29.6 million. Public safety includes police and fire public safety operations in the General Fund, 911 Fund expenditures, Foreign Fire Insurance expenditures and Asset Seizure expenditures (non-capital).

It is important to highlight that the fire and police pension expenses are budgeted and expended from the public safety budget. The employer contribution for Police and Fire Pensions comprised approximately \$7.9 million or 15.7% of the total Governmental activities’ expenses. The employer contribution (levied on the City’s property tax levy) for the Police Pension Fund was \$3.6 million and for the Fire Pension Fund was \$4.3 million.

For the other categories in governmental expenses, Highways and Streets (State Motor Fuel Tax Fund and Local Roads Fund - contractual/supply items) is approximately 2.81%, Public Works (across various funds) is 13.70%, Economic Development is at 4.64% (includes bonds) and Health/Welfare is less than 1%, and interest on long-term debt is 1.06%.

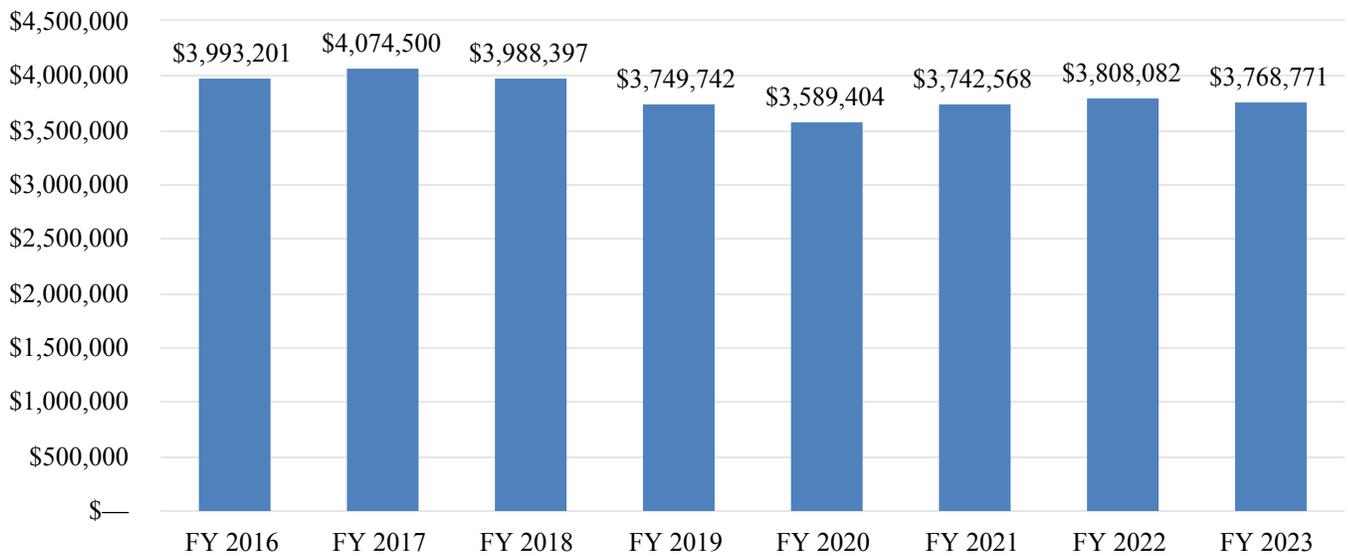
Business-Type Activities

Total revenues or charges for services for the City’s business-type activities for FY 2023 were \$13.8 million, of which is comprised of \$11.1 million for the Utilities Fund and \$2.5 million for the Refuse Collection Fund. The major revenue components of the charges for services classification for business-type activities are fees from the City’s Utilities Fund (water, sewer, refuse and stormwater) and Refuse Fund.

Total expenses for the City’s business-type activities for FY 2023 were \$12.8 million, a decrease of \$1.4 million from FY 2022.

Of the total operating expenses for business-type activities for Utilities, approximately 60% is related to water, 12% to sewer and 5% to stormwater. For FY 2023, the City paid \$3,768,771 to the Northwest Suburban Municipal Joint Action Water Agency (JAWA) for the City’s water supply, a decrease of 1.03% or \$39,311 from year-over-year. It is also important to note on the statement of net position; the City holds an Investment in Joint Venture with JAWA. The City’s share of the net position of JAWA at December 31, 2023 was \$289,842.

JAWA Water Costs Annually - FY 2016 to FY 2023



Refuse expenses are accounted for separately in the Refuse Fund. The City has not increased the monthly refuse rate since FY 2014. In FY 2015, the City Council adopted a fund balance policy for the Refuse Fund which the City shall strive to hold an amount known as current net position ranging from 30% to 50% of the Refuse Fund’s operating expenditures. As a result of the City’s Fiscal Stability Plan, the refuse rates will be increased to better support current and future operations. This is a multiyear plan and will rebuild the fund balance over time and will bring it back within the fund balance policy.

Financial Analysis of the Government's Funds

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

Governmental Funds - The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing resources available at the end of the year in comparison with the City's upcoming financing requirements. As of December 31, 2023, the governmental funds reported a combined fund balance of \$26.5 million, an increase of \$2,516,500 from FY 2022 due the ARPA grant funding use on Public Safety personnel and expenditure savings.

The General Fund ended with a \$16.9 million total fund balance for FY 2023. The General Fund is above the fund balance range of 15% to 30% for total fund balance. For FY 2023, the City's Unassigned General Fund Balance is \$16.9 million which is 46.3% of expenses to fund balance.

There were some other changes to note - the Motor Fuel Tax Fund's fund balance decreased from \$1,896,877 in FY 2022 to \$1,680,002 for FY 2023 based on the nature of project costs and natural fluctuations year over year.

The 911 Fund decreased its fund balance from \$1,731,708 in FY 2022 to \$1,644,772. The 911 Fund has a fund balance policy which strives to hold one to one and half times the expenditures in the Fund as reserves. The fund balance is in range for this policy.

The Local Roads Fund's balance increased from \$58,185 in FY 2022 to \$904,865 due to a one-time transfer of \$1.05 million from the General Fund.

The Debt Service Fund decreased its fund balance from \$5,140 in FY 2022; bringing the fund balance into a positive position. to \$1,637 deficit as the fund pays for debt service and its associated administration.

The TIF #2 (Kirchoff & Owl) Fund increased its position from a negative \$185,428 in FY 2022 to \$289,325 in FY 2023; bringing the fund balance into a positive position.

The TIF #4 (Golf Road) Fund's fund balance was increased because the City recaptured funding related to the Meadows property that is in the TIF but not part of the A. J. Gallagher Redevelopment agreement. This funding will be used for other TIF related needs. The FY 2023 fund balance is \$3,999,951. FY 2023 is the 9th year of its shortened term of fifteen years.

The two remaining governmental funds are restricted for use. These Funds are not governed by the City of Rolling Meadows; separate governing authorities may authorize the use of the funds to offset certain City expenditures. In FY 2023, the Foreign Fire Tax Fund paid for \$85,942 and the Police Asset Seizure Fund paid for \$22,414 in expenditures.

General Fund Budgetary Highlights

The General Fund represents approximately 60% of the City’s operating activities and accounts for the majority of the City’s primary activities. The City’s General Fund has stabilized over the last several years with reduction in expenditures and better than anticipated revenues in some areas (many of these revenues are one-time increases). For FY 2023, the City developed its adopted budget with a planned use of reserves in the General Fund. The planned use of reserves totaled approximately \$4.8 million and is shown in the General Fund Budgetary Highlights under “Original Budget.” The General Fund transferred \$3.0 million to the Utilities Fund for ARPA Parallel projects, \$1.05 million to Local Roads to help rebuild the fund balance, and \$459,151 was placed into reserved fund balance for economic development projects and for the 27th pay date.

For 2023, the General Fund revenues came in at \$42.2 million or 114.9% of the budgeted revenues. Personal Property Replacement taxes and Hotel taxes both saw double digit increases of 19% or \$94,786 and 69.4% or \$201,049, respectively. The Aloft Hotel opened contributed to the increases in the Hotel taxes. Personal Property Replacement tax is a state shared revenue.

General Fund Budgetary Highlights Detail				
	Original	Final	Actual	% of Actual to Final
Revenues				
Taxes	\$ 23,206,521	23,404,700	23,905,764	102.1%
Intergovernmental	5,096,466	5,688,047	8,961,720	157.6%
Licenses and Permits	1,157,341	894,650	863,268	96.5%
Charges for Services	3,769,351	3,890,806	4,308,862	110.7%
Fines and Forfeitures	1,306,050	911,852	1,152,974	126.4%
Investment Income	50,000	500,000	927,965	85.6%
Miscellaneous	1,515,000	1,471,439	2,123,580	144.3%
Total Revenues	36,100,729	36,761,494	42,244,133	114.9%
Expenditures				
General Government	3,537,193	3,336,310	4,830,831	144.8%
Public Safety	28,015,454	28,554,300	27,407,582	96.0%
Public Works	4,661,661	4,513,179	4,124,757	91.4%
Health/Welfare and Culture	11,720	5,990	4,305	71.9%
Economic Development	21,000	19,000	17,900	94.2%
Total Expenditures	36,247,028	36,428,779	36,385,375	99.9%
Excess of Revenues Over (Under) Expenditures	(146,299)	332,715	5,858,758	(1660.9%)
Other Financing Sources (Uses)				
Disposal of Capital Assets	500	—	—	100.0%
Transfers In	250,000	250,000	250,000	100.0%
Transfers Out	(4,880,861)	(4,880,861)	(4,880,861)	100.0%
	(4,630,361)	(4,630,861)	(4,630,861)	100.0%
Net Change in Fund Balance	(4,776,660)	(4,298,146)	1,227,897	
Fund Balance - Beginning - FY 2023			15,635,122	
Fund Balance - Ending - FY 2023			16,863,019	

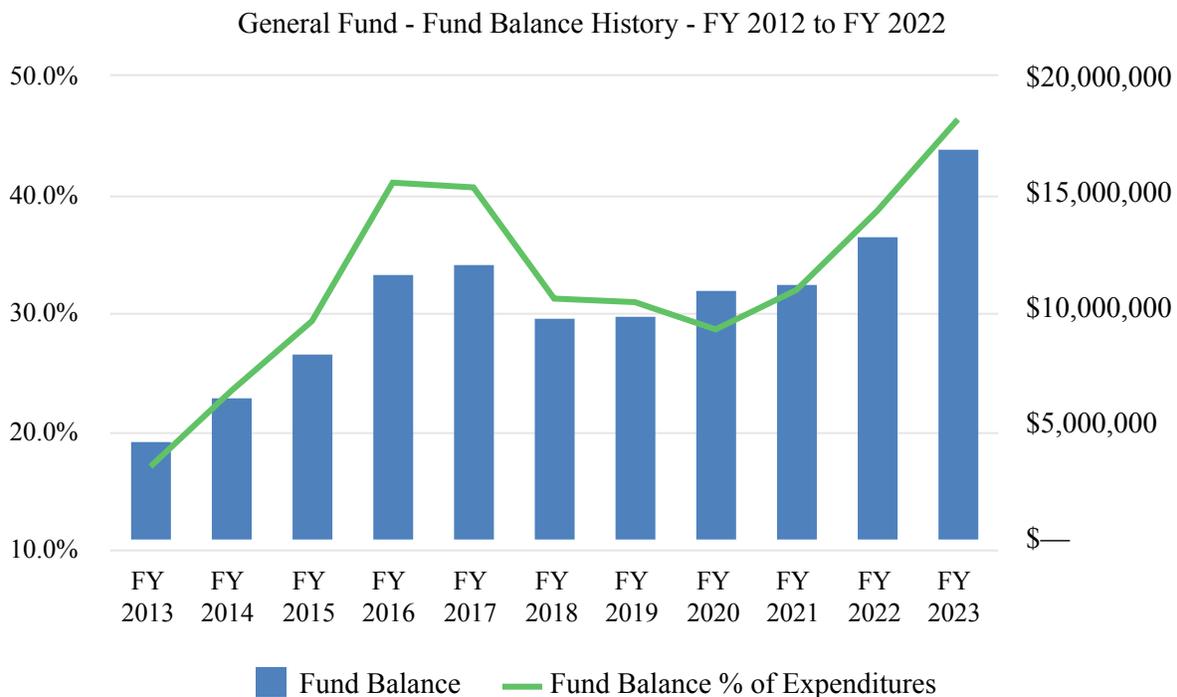
The preceding chart shows the detail for the FY 2023 Original/Final Budget and the FY 2023 Actual results. The chart also shows the percentage of the Actual results to the Original/Final Budget. In FY 2023, the City’s final/amended budget shows \$36.8 million for revenues and actual revenues received were \$42.2 million or \$5.5 million over the final/amended budget. The City’s General Fund’s revenues came in 14.9% over budget and expenditures came in 0.1% under budget or \$0.04 million.

The City was awarded \$3.2 million in State and Local Fiscal Recovery Funds as part of the Federal American Rescue Plan Act (ARPA). During FY 2022, the City applied that funding to Public Safety salary and benefits. The City was able to recognize the revenue in FY 2023.

The other financing uses included budgeted transfers of \$156,321 to the Vehicle and Equipment Replacement Fund (for the purpose of repaying a prior interfund loan) and \$3 million to the Utilities Fund. There was a transfer in of \$250,000 from the Health Insurance Fund which was included in the original/adopted FY 2023 Budget.

As of December 31, 2023, the total fund balance for the General Fund was \$16.9 million or 46.3% of General Fund operating expenditures excluding transfers in or out of the General Fund. Of the total fund balance, \$16.9 million (or 46.3% of FY 2023 operating expenditures) is unassigned fund balance (available fund balance for about three months of activities in the General Fund) and is available to meet the City’s ongoing obligations to its residents, businesses and creditors.

The next chart reflects the historical look over the last ten years and the overall gains for the General Fund (Unassigned Fund Balance).



General Fund - Revenues

General Fund revenues ended for the fiscal year with approximately \$5.5 million higher than the FY 2023 Budget. Shown in the next chart, there are seventeen revenue line items that make up the majority of General Fund revenues (or 85% of total General Fund Revenues). The FY 2023 actual to the FY 2023 Budget shows an increase of 2.3% or \$682,977 in these major line items. This is a decrease over FY 2022 Actuals by 3.6% or \$1.2 million.

Not one single line item contributes to the entire change in 2023 revenues as compared to budget. Percentage wise and dollar wise, the Hotel Tax increased the most over budget by 69.4% or \$201,049. This is also an increase over FY 2022 Actuals by 108% or \$255,290. While this improvement in City revenues is positive news, the total

revenues decreased from FY2022 to FY2023. The main contributors to the decrease are Real Estate Transfer Tax, Building Permits, and State Sales Tax by (56%) or \$497,950, (41%) or \$241,747, and (2%) or \$101,743, respectively. Sales and construction of residential and commercial properties have slowed and it is reflected in these revenues.

Telecommunications Tax is a declining revenue and has been prior to COVID because of a shift from landline phones to cellphone and more data use. This tax is not applied to the data use portion of a cell phone bill which tends to be the more significant portion of the cellphone bill. The FY 2021 actuals were down by \$204,227 (or 20.4%) compared to Budget. The FY 2022 actuals continued this downward trend at \$437,036 (or 43.7%) below budget. For the FY 2023 budget, the revenue was lowered significantly which resulted in an increase over budget of \$69,982, but not in actuals year over year. FY2023 actuals were down (2%) or \$13,912 versus FY 2023 collections. The downward collections trend is projected to continue into future years.

For the current property tax levy, the City received approximately 99.1% of the amount of the property tax levy. However, Cook County has allowed more appeals which means some returns of property taxes through appeals. Property Taxes continue to remain a reliable and consistent source of revenue for the City.

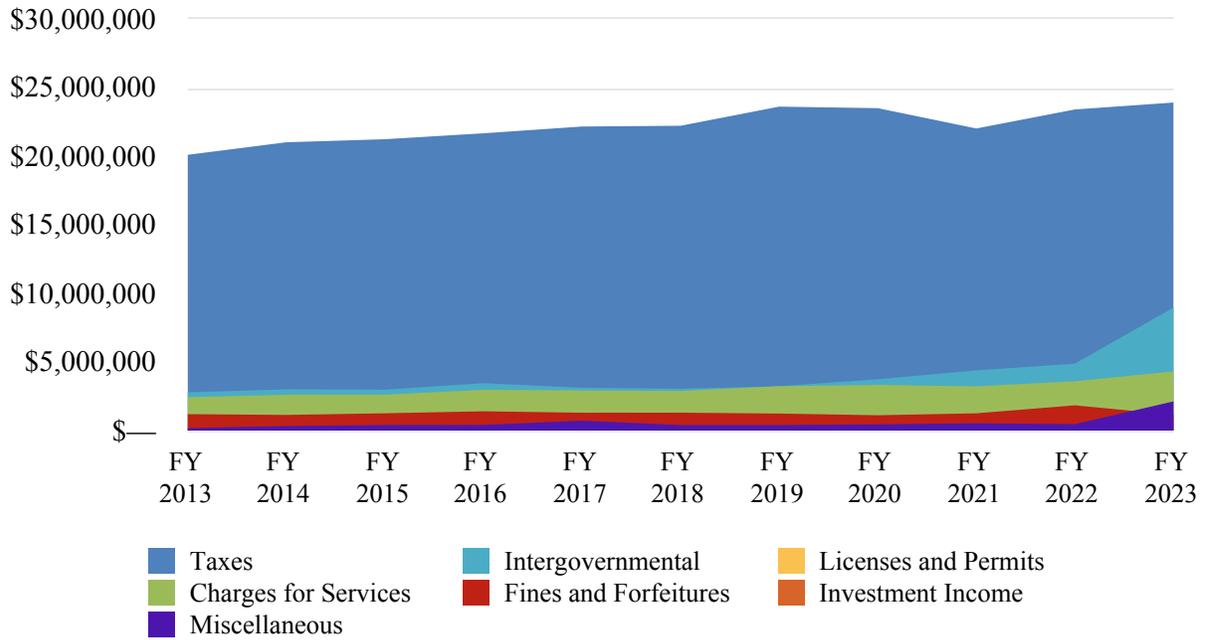
The following chart summarizes approximately 85.0% of the General Fund’s key revenue line items.

Major Revenue Sources - Budget to Actual (Approximately 85% of General Fund Revenues)

	Budget	Actual	\$ Change	% Change
Property Taxes - Prior Years' Taxes	\$ (20,000)	\$ 19,509	\$ 39,509	—%
Property Taxes - Current Levy	4,157,521	4,194,367	36,846	0.9%
Property Taxes - Police Pension	3,626,000	3,658,404	32,404	0.9%
Property Taxes - Fire Pension	4,257,000	4,295,331	38,331	0.9%
Municipal Sales Tax	4,298,369	4,286,822	(11,547)	(0.3%)
Home Rule Sales Tax	3,054,863	3,043,641	(11,222)	(0.4%)
Telecommunications Tax	480,073	549,055	68,982	14.4%
Electric Utility Tax	1,121,627	1,047,910	(73,717)	(6.6%)
Hotel Tax	289,601	490,650	201,049	69.4%
Food and Beverage Tax	1,579,127	1,667,423	88,296	5.6%
Real Estate Transfer Tax	283,858	385,439	101,581	35.8%
Cable Franchise Fees	276,661	267,213	(9,448)	(3.4%)
State Income Tax	3,756,852	3,891,016	134,164	3.6%
Local Use Tax	1,016,400	841,645	(174,755)	(17.2%)
Replacement Tax	500,176	594,962	94,786	19.0%
Building Permits	400,000	351,046	(48,954)	(12.2%)
Red Light Enforcement Fines	778,259	954,931	176,672	22.7%
	29,856,387	30,539,364	682,977	2.3%

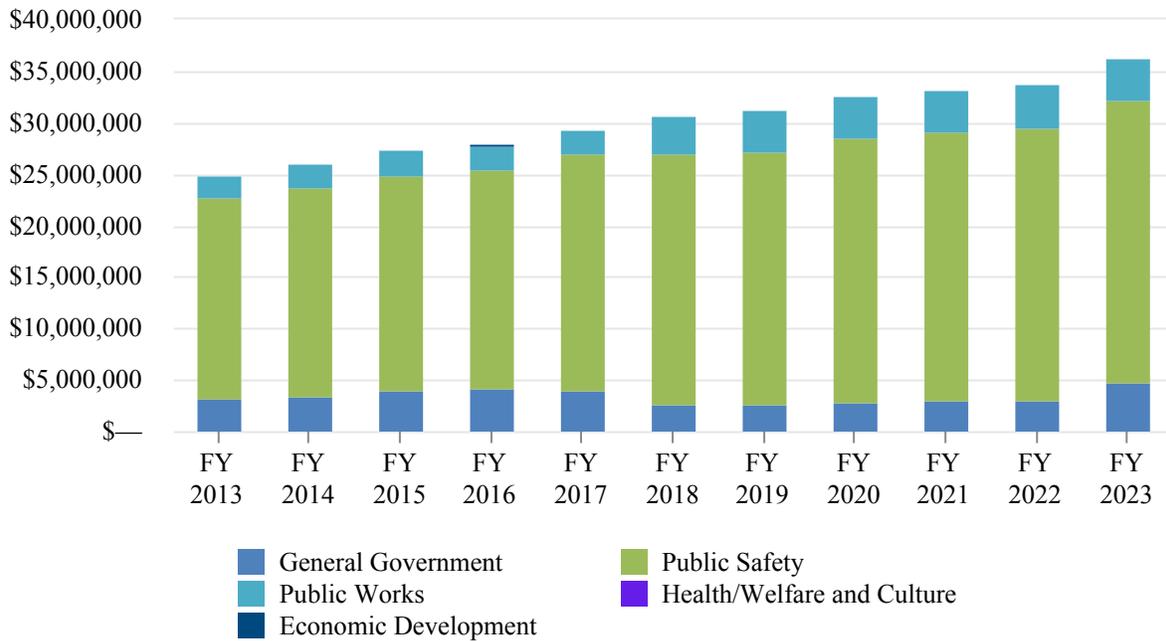
The next chart shows trend data for General Fund revenues from FY 2013 to FY 2023. Overall the City’s General Fund revenues are diversified. To gain a sense of how current year impacts affected General Fund revenues, major revenue line items are explained in further depth following this chart.

General Fund Revenues - FY 2013 to FY 2023



The City of Rolling Meadows has a diversified mix of General Fund revenues and is resilient in its composition of revenues. Remaining line items aside what were mentioned came in for the most part near, at or above budget.

General Fund Expenditures - FY 2013 to FY 2023



The General Fund expenditures chart shows expenditures from FY 2013 to FY 2023. The FY 2023 year-end results show that the General Fund's total expenditures came in at \$36.4 million which is \$858.6 thousand, or 2.4% over budget. The City's past experience shows that expenditures typically fall below the budgeted amount each year.

General Government ended with 144.8% of the FY 2023 Budget or \$1,494,521 over budget; Public Safety ended at 96.0% or \$1,146,718 under budget; Public Works ended at 91.4% or \$388,422 under budget; Health/Welfare and Culture ended at 71.9% or \$1,685 under budget; and Economic Development ended at 94.2% or \$1,100 under budget.

Proprietary Funds - The City’s proprietary funds provide the same type of information found in the government-wide financial statements, but include long-term outflows and capital assets. The total net position of the Utilities and Refuse Collection Funds at the end of the year amounted to a total of \$28.7 million - increased by \$4.1 million from FY 2022. The Utilities Fund increased its net position from \$24.1 million in FY 2022 to \$28.0 million in FY 2023. The Refuse Fund increased its net position from \$508,484 in FY 2022 to \$677,195 in FY 2023. There were no rate increases for the Utilities Fund or the Refuse Fund in FY 2023.

Capital Asset and Debt Administration

Capital Assets - The City of Rolling Meadows’ net investment in capital assets for its governmental and business-type activities as of December 31, 2023 amounts to \$156.4 million (net of accumulated depreciation) (see Statement of Net Position). This investment in capital assets includes land, land improvements, construction in progress, buildings, machinery and equipment, infrastructure, vehicles, and subscription arrangements. The following table summarizes the changes in capital assets. The governmental activities net capital assets increased by approximately \$1.1 million due to the implementation of GASB Statement No. 96. The business-type activities net capital assets increased by \$1.1 million with the addition of new capital assets and the depreciation of existing assets (mostly the underground utilities projects).

**City of Rolling Meadows
Capital Assets at Year End
Net of Depreciation
(in Millions)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2022	2023	2022	2023	2022	2023
Land	\$ 101.7	101.7	—	—	101.7	101.7
Land Improvements	4.5	3.7	0.3	1.8	4.8	5.5
Construction in Progress	0.3	0.3	0.3	0.3	0.6	0.6
Buildings	16.5	16.2	0.9	0.8	17.4	17.0
Machinery & Equipment	20.3	20.7	21.2	21.2	41.5	41.9
Infrastructure	1.3	1.4	—	0.2	1.3	1.6
Vehicles	5.1	5.5	—	—	5.1	5.5
Subscription Arrangements	0.1	1.6	—	0.1	0.1	1.7
Total	149.8	151.1	22.7	24.4	172.5	175.5

* Rounding differences may occur.

The City of Rolling Meadows produces a five-year Capital Improvements Plan (CIP) and updates it annually. As part of the City’s CIP and in the City’s FY 2023 Budget, the City invested approximately \$10.8 million in capital improvements (assets and other improvements). Investing and maintaining the City’s capital assets is essential for the City’s overall financial strength and for the benefit of the City’s residents and businesses.

Additional information on the City of Rolling Meadows’ capital assets may be found in Note 3 of this report.

DEBT OUTSTANDING

At the end of the fiscal year 2023, the City of Rolling Meadows had total debt outstanding of \$16.6 million and 100% comprises debt backed by the full faith and credit of the government. The City retired \$1.4 million in general obligation bonds and \$0.1 million in subscription arrangements in FY 2023. The City issued \$1.7 million in subscription arrangements.

City of Rolling Meadows Outstanding General Obligation Debt (in millions)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2022	2023	2022	2023	2022	2023
General Obligation Bonds	\$ 12.7	11.4	3.8	3.6	16.5	15.0
Subscription Arrangements	0.1	1.5	—	0.1	0.1	1.6
	12.8	12.9	3.8	3.7	16.6	16.6

* Rounding differences may occur.

In November 2014, Moody's Investor Service upgraded Rolling Meadows' general obligation (GO) bond rating to Aa3 from a previous rating of A1, reflecting the agency's confidence in the City's overall financial health. The Moody's report cited a substantial increase in the City's reserve levels as well as a strong capacity to meet financial obligations. In March 2018, Moody's reaffirmed the City's bond rating of Aa3.

The City of Rolling Meadows has taken advantage of low-interest loans from the Illinois Environmental Protection Agency (IEPA) for construction and eligible engineering costs associated with water main improvements and sewer works improvements. The IEPA Loans are paid from the City's Utilities Fund. The IEPA Water Loan Payable at December 31, 2023 for the Waterworks Improvements is \$719,034. The IEPA Sewer Loan Payable at December 31, 2023 is \$790,064. The City began making payments on both of the IEPA Loans in FY 2014. These loans will be paid back by FY 2034.

The City of Rolling Meadows, under its home rule authority, does not have a legal debt limit.

Additional information on the City of Rolling Meadows' long-term debt may be found in Note 3 of this report.

Economic Factors and Next Year's Budget

The City's strong fund balances are important to the City's financial stability and resiliency. The City's balance sheet continues to remain strong with solid cash reserves. The City continues to maintain an investment grade credit rating. Fiscal Year 2023 showed continued economic recovery and activity across the City, hopefully leading to greater economic activity and growth. The City has resources in place to assist businesses as they look to move into the City or expand within the City.

The Fiscal Year 2024 budget process began with the development of a Five-Year Financial Forecast. The Five-Year Financial Forecast (FYF) provides a framework for fiscal decisions. Its primary use is guiding the development of the annual budget and related matters, including the property tax levy. In addition, the FYF projects trends that may indicate future opportunities or threats to the City's fiscal condition. The FYF is intended to aid City Council in making decisions around the annual budget in the context of the City's anticipated ability to fund services and programs. The Forecast included seven funds: General, Motor Fuel Tax, Local Roads, Vehicle & Equipment, Building & Land, Refuse, and Utilities Funds.

The FYF showed that thoughtful changes in the FY 2024 would alter the course of the forecast and help the City realign revenues and their growth with expenditure growth and needs, as follows:

1. Balancing Revenue and Expenditure Growth – Focus on bringing revenue and expenditure growth in line with each other
2. Investing in the Local Economy – Finding ways to grow business and encouraging development in the City which would in turn increase the City’s assessed valuation base
3. Investments in Capital – Addressing the City’s aging infrastructure through improvements and replacement
4. Inflationary Impact to City Contracts – Finding ways to reduce the impact of high inflation on City contracts for current services
5. Enhancing Human Services – City Council has expressed their support of enhancing Human Services to reach the City’s vulnerable populations as discussed at the Committee of the Whole on July 18, 2023.

The recommended budget strategy developed from the Forecast’s outcomes was developed by fund:

1. General Fund
 - a. Enhance Human Services
 - b. Reallocation of the 2022 Property Tax Levies
 - c. Increase the Home Rule Sales Tax by 0.25%
2. Motor Fuel Tax & Local Roads Funds
 - a. Move Projects from Local Roads to Motor Fuel Tax Fund
 - b. Reallocation of the 2022 Property Tax Levies
3. Vehicle & Equipment and Building & Land Funds
 - a. Continue to watch the trends within these funds with the annual forecast
4. Refuse Fund
 - a. Implement the Recommended Rate Increases (Committee of the Whole on April 18, 2023)
5. Utilities Fund
 - a. Implement the Recommended Rate Increases (Committee of the Whole on April 18, 2023)
 - b. Bring Capital Outlay to \$3 million annually in the Capital Improvements Plan

The FY 2024 budget was then developed implementing the Budget Strategy as outlined above. Also, annually, the City will continue to emphasize balancing its priorities with its available resources and use the City’s Five-Year Financial Forecast as a guide for decision making.

Requests for Information

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the City’s finances and the City’s accountability for the money it receives. Questions concerning this report or requests for additional financial information should be addressed to the Finance Department, City of Rolling Meadows, 3600 Kirchoff Road, Rolling Meadows, IL 60008.

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements
- Governmental Funds
- Proprietary Funds
- Fiduciary Funds

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

CITY OF ROLLING MEADOWS, ILLINOIS

Statement of Net Position

December 31, 2023

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

**Statement of Net Position
December 31, 2023**

	Primary Government			Component
	Governmental Activities	Business-Type Activities	Totals	Unit Public Library
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 35,683,634	9,898,294	45,581,928	4,395,116
Receivables - Net of Allowances	21,940,672	2,334,767	24,275,439	4,808,780
Prepays/Inventories	3,427,622	127,765	3,555,387	—
Total Current Assets	61,051,928	12,360,826	73,412,754	9,203,896
Noncurrent Assets				
Capital Assets				
Nondepreciable	105,346,207	1,838,948	107,185,155	608,893
Depreciable	118,901,767	44,447,514	163,349,281	9,506,028
Accumulated Depreciation	(73,333,496)	(21,790,766)	(95,124,262)	(6,363,233)
Total Capital Assets	150,914,478	24,495,696	175,410,174	3,751,688
Other Assets				
Equity Interest in Joint Venture	—	289,842	289,842	—
Total Noncurrent Assets	150,914,478	24,785,538	175,700,016	3,751,688
Total Assets	211,966,406	37,146,364	249,112,770	12,955,584
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Items - IMRF	2,776,927	1,066,555	3,843,482	1,079,029
Deferred Items - Police Pension	8,097,446	—	8,097,446	—
Deferred Items - Firefighters' Pension	12,550,718	—	12,550,718	—
Deferred Items - RBP	1,192,968	126,191	1,319,159	118,313
Total Deferred Outflows of Resources	24,618,059	1,192,746	25,810,805	1,197,342
Total Assets and Deferred Outflows of Resources	236,584,465	38,339,110	274,923,575	14,152,926

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

	Primary Government			Component
	Governmental	Business-Type	Totals	Unit
	Activities	Activities		Public Library
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 1,561,484	1,034,455	2,595,939	152,120
Accrued Payroll	456,176	44,940	501,116	66,220
Retainage Payable	—	54,360	54,360	—
Deposits Payable	754,702	583,207	1,337,909	—
Interest Payable	19,043	13,412	32,455	—
Other Payables	383,350	—	383,350	—
Current Portion of Long-Term Liabilities				
Compensated Absences Payable	1,056,804	51,874	1,108,678	7,157
IEPA Loans Payable	—	133,315	133,315	—
General Obligation Bonds Payable - Net	596,505	182,102	778,607	—
Subscription Arrangements	164,241	22,856	187,097	—
Total Current Liabilities	4,992,305	2,120,521	7,112,826	225,497
Noncurrent Liabilities				
Compensated Absences Payable	2,251,157	237,709	2,488,866	78,619
Net Pension Liability - IMRF	3,876,983	1,489,062	5,366,045	1,506,478
Net Pension Liability - Police Pension	34,281,305	—	34,281,305	—
Net Pension Liability - Firefighters' Pension	46,959,298	—	46,959,298	—
Total OPEB Liability - RBP	4,810,587	508,857	5,319,444	477,092
IEPA Loans Payable	—	1,375,783	1,375,783	—
General Obligation Bonds Payable - Net	11,422,760	3,693,749	15,116,509	—
Subscription Arrangements	1,310,273	76,476	1,386,749	—
Total Noncurrent Liabilities	104,912,363	7,381,636	112,293,999	2,062,189
Total Liabilities	109,904,668	9,502,157	119,406,825	2,287,686
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	15,721,115	—	15,721,115	4,295,780
Grants	—	—	—	—
Deferred Items - Leases	2,245,663	—	2,245,663	—
Deferred Items - IMRF	19,993	7,679	27,672	7,769
Deferred Items - Police Pension	2,647,054	—	2,647,054	—
Deferred Items - Firefighters' Pension	362,557	—	362,557	—
Deferred Items - RBP	1,309,878	138,557	1,448,435	129,908
Total Deferred Inflows of Resources	22,306,260	146,236	22,452,496	4,433,457
Total Liabilities and Deferred Inflows of Resources	132,210,928	9,648,393	141,859,321	6,721,143
NET POSITION				
Net Investment in Capital Assets	137,420,699	19,011,415	156,432,114	3,751,688
Restricted - Public Safety	1,881,816	—	1,881,816	—
Restricted - Highways and Streets	1,680,002	—	1,680,002	—
Restricted - Debt Service	—	—	—	—
Restricted - Public Library	—	—	—	290,754
Unrestricted (Deficit)	(36,608,980)	9,679,302	(26,929,678)	3,389,341
Total Net Position	104,373,537	28,690,717	133,064,254	7,431,783

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

CITY OF ROLLING MEADOWS, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2023

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Governmental Activities				
General Government	\$ 4,157,535	3,686,233	—	—
Public Safety	29,577,540	2,639,879	3,352,171	—
Highways and Streets	1,217,678	—	—	1,272,211
Public Works	5,945,417	—	—	—
Health and Welfare	4,305	—	—	—
Economic Development	2,012,564	—	—	—
Interest on Long-Term Debt	461,661	—	—	—
Total Governmental Activities	43,376,700	6,326,112	3,352,171	1,272,211
Business-Type Activities				
Utilities	10,414,003	11,201,086	—	—
Refuse Collection	2,440,954	2,608,978	—	—
Total Business-Type Activities	12,854,957	13,810,064	—	—
Total Primary Government	56,231,657	20,136,176	3,352,171	1,272,211
Component Unit - Public Library	3,712,079	7,163	515,522	—

- General Revenues
- Taxes
 - Property
 - State Sales and Home Rule
 - Simplified Telecommunications
 - Electric Utility
 - Natural Gas
 - Hotel
 - Food and Beverage
 - Real Estate Transfer
 - Other Taxes
- Intergovernmental - Unrestricted
 - Income Taxes
 - Local Use Taxes
 - Replacement Taxes
 - Video Gaming Revenues
- Investment Income
- Miscellaneous
- Transfers - Internal Balances
- Total General Revenues

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

Net (Expenses)/Revenues			
Governmental Activities	Primary Government Business-Type Activities	Totals	Component Unit Public Library
(471,302)	—	(471,302)	—
(23,585,490)	—	(23,585,490)	—
54,533	—	54,533	—
(5,945,417)	—	(5,945,417)	—
(4,305)	—	(4,305)	—
(2,012,564)	—	(2,012,564)	—
(461,661)	—	(461,661)	—
(32,426,206)	—	(32,426,206)	—
—	787,083	787,083	—
—	168,024	168,024	—
—	955,107	955,107	—
(32,426,206)	955,107	(31,471,099)	—
—	—	—	(3,189,394)
17,732,490	—	17,732,490	4,134,540
7,330,463	—	7,330,463	—
549,055	—	549,055	—
1,047,910	—	1,047,910	—
510,036	—	510,036	—
490,650	—	490,650	—
1,667,423	—	1,667,423	—
385,439	—	385,439	—
332,775	—	332,775	—
3,891,016	—	3,891,016	—
841,645	—	841,645	—
594,962	—	594,962	204,308
281,926	—	281,926	—
1,383,560	158,469	1,542,029	33,851
2,175,035	—	2,175,035	2,811
(3,000,000)	3,000,000	—	—
36,214,385	3,158,469	39,372,854	4,375,510
3,788,179	4,113,576	7,901,755	1,186,116
100,585,358	24,577,141	125,162,499	6,245,667
104,373,537	28,690,717	133,064,254	7,431,783

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

CITY OF ROLLING MEADOWS, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2023

	General	Special Revenue Motor Fuel Tax
ASSETS		
Cash and Investments	\$ 15,309,837	1,585,550
Receivables - Net of Allowances		
Property Taxes	12,558,853	—
Other Taxes	3,007,376	94,452
Accounts	450,035	—
Leases	2,311,372	—
Due from Other Funds	1,729	—
Prepays	120	—
	<u>33,639,322</u>	<u>1,680,002</u>
LIABILITIES		
Accounts Payable	472,319	—
Accrued Payroll	446,285	—
Deposits Payable	754,702	—
Due to Other Funds	93,902	—
Other Payables	383,350	—
Total Liabilities	<u>2,150,558</u>	<u>—</u>
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	12,380,082	—
Deferred Items - Leases	2,245,663	—
Total Deferred Inflows of Resources	<u>14,625,745</u>	<u>—</u>
Total Liabilities and Deferred Inflows of Resources	<u>16,776,303</u>	<u>—</u>
FUND BALANCES		
Nonspendable	120	—
Restricted	—	1,680,002
Assigned	—	—
Unassigned	16,862,899	—
Total Fund Balances	<u>16,863,019</u>	<u>1,680,002</u>
	<u>33,639,322</u>	<u>1,680,002</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>33,639,322</u>	<u>1,680,002</u>

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

Debt Service	Capital Projects			Nonmajor	Totals
	Local Roads	Fire Stations	TIF #4 Golf Road		
—	885,771	839,878	4,001,366	2,180,009	24,802,411
92	1,629,989	1,013,251	—	704,839	15,907,024
—	90,497	—	—	—	3,192,325
—	21,565	—	—	—	471,600
—	—	—	—	—	2,311,372
—	—	—	—	—	1,729
—	—	—	—	—	120
92	2,627,822	1,853,129	4,001,366	2,884,848	46,686,581
—	95,147	—	1,415	13,707	582,588
—	—	—	—	—	446,285
—	—	—	—	—	754,702
1,729	—	—	—	—	95,631
—	—	—	—	—	383,350
1,729	95,147	—	1,415	13,707	2,262,556
—	1,627,810	1,013,223	—	700,000	15,721,115
—	—	—	—	—	2,245,663
—	1,627,810	1,013,223	—	700,000	17,966,778
1,729	1,722,957	1,013,223	1,415	713,707	20,229,334
—	—	—	—	—	120
—	—	—	—	1,881,816	3,561,818
—	904,865	839,906	3,999,951	289,325	6,034,047
(1,637)	—	—	—	—	16,861,262
(1,637)	904,865	839,906	3,999,951	2,171,141	26,457,247
92	2,627,822	1,853,129	4,001,366	2,884,848	46,686,581

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

CITY OF ROLLING MEADOWS, ILLINOIS

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

December 31, 2023

Total Governmental Fund Balances	\$ 26,457,247
 Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	150,914,478
Less; Internal Service Funds	(14,243,336)
 Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	2,756,934
Deferred Items - Police Pension	5,450,392
Deferred Items - Firefighters' Pension	12,188,161
Deferred Items - RBP	(116,910)
 Internal Service Funds are used by the City to charge the costs of vehicle and equipment management and employee compensated absences to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position.	
	27,688,683
 Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(3,281,117)
Net Pension Liability - IMRF	(3,876,983)
Net Pension Liability - Police Pension	(34,281,305)
Net Pension Liability - Firefighters' Pension	(46,959,298)
Total OPEB Liability - RBP	(4,810,587)
General Obligation Bonds Payable - Net	(12,019,265)
Subscription Arrangements	(1,474,514)
Accrued Interest Payable	(19,043)
Net Position of Governmental Activities	<u>104,373,537</u>

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

CITY OF ROLLING MEADOWS, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2023**

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2023**

	General	Special Revenue Motor Fuel Tax
Revenues		
Taxes	\$ 23,905,764	—
Intergovernmental	8,961,720	1,044,508
Licenses and Permits	863,268	—
Charges for Services	4,308,862	—
Fines and Forfeitures	1,152,974	—
Investment Income	927,965	44,475
Miscellaneous	2,123,580	—
Total Revenues	<u>42,244,133</u>	<u>1,088,983</u>
Expenditures		
General Government	4,830,831	—
Public Safety	27,407,582	—
Highways and Streets	—	—
Public Works	4,124,757	—
Health/Welfare and Culture	4,305	—
Economic Development	17,900	—
Capital Outlay	—	1,305,858
Debt Service		
Principal Retirement	—	—
Interest and Fiscal Charges	—	—
Total Expenditures	<u>36,385,375</u>	<u>1,305,858</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5,858,758</u>	<u>(216,875)</u>
Other Financing Sources (Uses)		
Transfers In	250,000	—
Transfers Out	<u>(4,880,861)</u>	<u>—</u>
	<u>(4,630,861)</u>	<u>—</u>
Net Change in Fund Balances	1,227,897	(216,875)
Fund Balances - Beginning	<u>15,635,122</u>	<u>1,896,877</u>
Fund Balances - Ending	<u><u>16,863,019</u></u>	<u><u>1,680,002</u></u>

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

Debt Service	Capital Projects			Nonmajor	Totals
	Local Roads	Fire Stations	TIF #4 Golf Road		
—	1,839,181	1,024,685	2,026,714	1,249,897	30,046,241
—	227,703	—	—	—	10,233,931
—	—	—	—	—	863,268
—	—	—	—	—	4,308,862
—	—	—	—	1,008	1,153,982
—	35,049	325,989	2,602	2,299	1,338,379
—	51,455	—	—	—	2,175,035
—	2,153,388	1,350,674	2,029,316	1,253,204	50,119,698
—	—	—	—	—	4,830,831
—	—	—	—	902,735	28,310,317
—	1,217,678	—	—	—	1,217,678
—	—	—	—	—	4,124,757
—	—	—	—	—	4,305
—	—	—	1,992,360	2,304	2,012,564
—	1,139,030	—	—	—	2,444,888
715,000	—	535,461	—	—	1,250,461
22,638	—	478,438	—	—	501,076
737,638	2,356,708	1,013,899	1,992,360	905,039	44,696,877
(737,638)	(203,320)	336,775	36,956	348,165	5,422,821
730,861	1,050,000	—	—	—	2,030,861
—	—	—	—	(56,321)	(4,937,182)
730,861	1,050,000	—	—	(56,321)	(2,906,321)
(6,777)	846,680	336,775	36,956	291,844	2,516,500
5,140	58,185	503,131	3,962,995	1,879,297	23,940,747
(1,637)	904,865	839,906	3,999,951	2,171,141	26,457,247

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

CITY OF ROLLING MEADOWS, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the
Governmental Funds to the Statement of Activities - Governmental Activities
For the Fiscal Year Ended December 31, 2023**

Net Change in Fund Balances - Total Governmental Funds **\$ 2,516,500**

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

Governmental funds report capital outlays as expenditures. However, in the
Statement of Activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expense.

Capital Outlays	2,847,978
Depreciation Expense	(2,223,750)

The net effect of deferred outflows (inflows) of resources related
to the pensions not reported in the funds.

Change in Deferred Items - IMRF	(1,016,641)
Change in Deferred Items - Police Pension	(76,456)
Change in Deferred Items - Firefighters' Pension	3,761,718
Change in Deferred Items - RBP	113,137

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

Change in Compensated Absences Payable	106,741
Change in Net Pension Liability - IMRF	2,086,839
Change in Net Pension Liability - Police Pension	139,334
Change in Net Pension Liability - Firefighters' Pension	(5,091,819)
Change in Total OPEB Liability - RBP	(192,715)
Retirement of Debt	1,250,461
Debt Issuance	(1,417,581)
Amortization of Bond Premium	38,523
Change in Accrued Interest Payable	892

Internal service funds are used by the City to charge the costs of vehicle and equipment
management and employee compensated absences to individual funds.

The net revenue of certain activities of internal service funds is
reported with governmental activities.

945,018

Changes in Net Position of Governmental Activities

3,788,179

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

CITY OF ROLLING MEADOWS, ILLINOIS

Statement of Net Position - Proprietary Funds

December 31, 2023

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

**Statement of Net Position - Proprietary Funds
December 31, 2023**

	Business-Type Activities - Enterprise			Governmental
				Activities
	Utilities	Refuse Collection	Totals	Internal Service
ASSETS				
Current Assets				
Cash and Investments	\$ 9,348,318	549,976	9,898,294	10,881,223
Receivables - Net of Allowances - Accounts	1,960,538	374,229	2,334,767	58,351
Prepays	5,165	—	5,165	3,427,502
Inventories	122,600	—	122,600	—
Total Current Assets	11,436,621	924,205	12,360,826	14,367,076
Noncurrent Assets				
Capital Assets				
Nondepreciable	1,838,948	—	1,838,948	3,006,211
Depreciable	43,848,901	598,613	44,447,514	33,238,917
Accumulated Depreciation	(21,230,972)	(559,794)	(21,790,766)	(22,001,792)
Total Capital Assets	24,456,877	38,819	24,495,696	14,243,336
Other Assets				
Equity Interest in Joint Venture	289,842	—	289,842	—
Total Noncurrent Assets	24,746,719	38,819	24,785,538	14,243,336
Total Assets	36,183,340	963,024	37,146,364	28,610,412
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Items - IMRF	884,245	182,310	1,066,555	—
Deferred Items - RBP	95,236	30,955	126,191	—
Total Deferred Outflows of Resources	979,481	213,265	1,192,746	—
Total Assets and Deferred Outflows of Resources	37,162,821	1,176,289	38,339,110	28,610,412

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

	Business-Type Activities - Enterprise			Governmental
				Activities
	Utilities	Refuse Collection	Totals	Internal Service
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 980,101	54,354	1,034,455	884,994
Retainage Payable	54,360	—	54,360	—
Accrued Payroll	36,784	8,156	44,940	9,891
Accrued Interest Payable	13,412	—	13,412	—
Compensated Absences Payable	46,122	5,752	51,874	7,717
IEPA Loans Payable	133,315	—	133,315	—
General Obligation Bonds Payable	182,102	—	182,102	—
Subscription Arrangements	22,856	—	22,856	—
Total Current Liabilities	1,469,052	68,262	1,537,314	902,602
Noncurrent Liabilities				
Deposits Payable	580,914	2,293	583,207	—
Compensated Absences Payable	223,824	13,885	237,709	19,127
Net Pension Liability - IMRF	1,234,532	254,530	1,489,062	—
Total OPEB Liability - RBP	384,034	124,823	508,857	—
IEPA Loans Payable	1,375,783	—	1,375,783	—
General Obligation Bonds Payable	3,693,749	—	3,693,749	—
Subscription Arrangements	76,476	—	76,476	—
Total Noncurrent Liabilities	7,569,312	395,531	7,964,843	19,127
Total Liabilities	9,038,364	463,793	9,502,157	921,729
DEFERRED INFLOWS OF RESOURCES				
Deferred Items - IMRF	6,366	1,313	7,679	—
Deferred Items - RBP	104,569	33,988	138,557	—
Total Deferred Inflows of Resources	110,935	35,301	146,236	—
Total Liabilities and Deferred Inflows of Resources	9,149,299	499,094	9,648,393	921,729
NET POSITION				
Net Investment in Capital Assets	18,972,596	38,819	19,011,415	14,243,336
Unrestricted	9,040,926	638,376	9,679,302	13,445,347
Total Net Position	28,013,522	677,195	28,690,717	27,688,683

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

CITY OF ROLLING MEADOWS, ILLINOIS

**Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Fiscal Year Ended December 31, 2023**

	Business-Type Activities - Enterprise			Governmental
	Utilities	Refuse Collection	Totals	Activities Internal Service
Operating Revenues				
Charges for Services	\$ 11,067,909	2,499,686	13,567,595	—
Interfund Services	—	—	—	8,583,325
Miscellaneous	133,177	109,292	242,469	1,825,901
Total Operating Revenues	11,201,086	2,608,978	13,810,064	10,409,226
Operating Expenses				
Administration	1,468,739	1,099,383	2,568,122	6,830,099
Public Safety	—	—	—	686,812
Public Works	900,000	—	900,000	656,056
Operations	6,526,772	1,337,689	7,864,461	—
Depreciation and Amortization	1,309,401	3,882	1,313,283	1,279,515
Total Operating Expenses	10,204,912	2,440,954	12,645,866	9,452,482
Operating Income	996,174	168,024	1,164,198	956,744
Nonoperating Revenues (Expenses)				
Disposal of Capital Assets	—	—	—	36,772
Investment Income	157,782	687	158,469	45,181
Interest Expense	(209,091)	—	(209,091)	—
	(51,309)	687	(50,622)	81,953
Income Before Transfers	944,865	168,711	1,113,576	1,038,697
Transfers In	3,000,000	—	3,000,000	156,321
Transfers Out	—	—	—	(250,000)
	3,000,000	—	3,000,000	(93,679)
Change in Net Position	3,944,865	168,711	4,113,576	945,018
Net Position - Beginning	24,068,657	508,484	24,577,141	26,743,665
Net Position - Ending	28,013,522	677,195	28,690,717	27,688,683

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

CITY OF ROLLING MEADOWS, ILLINOIS

**Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended December 31, 2023**

	Business-Type Activities - Enterprise			Governmental
	Utilities	Refuse Collection	Totals	Internal Service
Cash Flows from Operating Activities				
Receipts from Customers and Users	\$ 11,368,482	2,559,560	13,928,042	—
Interfund Services Provided	—	—	—	11,432,238
Payments to Suppliers	(7,621,463)	(2,175,024)	(9,796,487)	(7,857,828)
Payments to Employees	(1,575,561)	(322,592)	(1,898,153)	(321,837)
	<u>2,171,458</u>	<u>61,944</u>	<u>2,233,402</u>	<u>3,252,573</u>
Cash Flows from Noncapital Financing Activities				
Transfers In	3,000,000	—	3,000,000	156,321
Transfers Out	—	—	—	(250,000)
	<u>3,000,000</u>	<u>—</u>	<u>3,000,000</u>	<u>(93,679)</u>
Cash Flows from Capital and Related Financing Activities				
Disposal of Capital Assets	—	—	—	36,772
Purchase of Capital Assets	(3,132,920)	—	(3,132,920)	(1,785,635)
Debt Issuance	123,751	—	123,751	—
Principal Paid on Debt	(314,507)	—	(314,507)	—
Interest Paid on Debt	(209,091)	—	(209,091)	—
	<u>(3,532,767)</u>	<u>—</u>	<u>(3,532,767)</u>	<u>(1,748,863)</u>
Cash Flows from Investing Activities				
Investment Income (Loss) Received	157,782	687	158,469	45,181
Net Change in Cash and Cash Equivalents	1,796,473	62,631	1,859,104	1,455,212
Cash and Cash Equivalents - Beginning	7,551,845	487,345	8,039,190	9,426,011
Cash and Cash Equivalents - Ending	<u>9,348,318</u>	<u>549,976</u>	<u>9,898,294</u>	<u>10,881,223</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities				
Operating Income	996,174	168,024	1,164,198	956,744
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities:				
Depreciation and Amortization	1,309,401	3,882	1,313,283	1,279,515
(Increase) Decrease in Current Assets	167,396	(49,418)	117,978	1,023,012
Increase (Decrease) in Current Liabilities	(301,513)	(60,544)	(362,057)	(6,698)
Net Cash Provided by Operating Activities	<u>2,171,458</u>	<u>61,944</u>	<u>2,233,402</u>	<u>3,252,573</u>

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

CITY OF ROLLING MEADOWS, ILLINOIS

Statement of Fiduciary Net Position

December 31, 2023

	<u>Pension Trust</u>
ASSETS	
Cash and Cash Equivalents	\$ 2,056,668
Investments	
Illinois Police Officers Pension Investment Fund	62,258,882
Illinois Firefighters' Pension Investment Fund	52,050,601
Due From Other Funds	93,902
Prepays	<u>3,296</u>
Total Assets	116,463,349
LIABILITIES	
Accounts Payable	<u>5,846</u>
NET POSITION	
Net Position Restricted for Pensions	<u><u>116,457,503</u></u>

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

CITY OF ROLLING MEADOWS, ILLINOIS

**Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended December 31, 2023**

	Pension Trust
Additions	
Contributions - Employer	\$ 7,953,735
Contributions - Plan Members	1,583,576
Total Contributions	<u>9,537,311</u>
Investment Income (Loss)	
Interest Earned	13,116,685
Net Change in Fair Value	1,251,218
	<u>14,367,903</u>
Less Investment Expenses	(138,555)
Net Investment Income	<u>14,229,348</u>
Total Additions	<u>23,766,659</u>
Deductions	
Administration	110,389
Benefits and Refunds	9,558,777
Total Deductions	<u>9,669,166</u>
Change in Fiduciary Net Position	14,097,493
Net Position Restricted for Pensions	
Beginning	<u>102,360,010</u>
Ending	<u><u>116,457,503</u></u>

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Rolling Meadows (City), Illinois, is a municipal corporation and operates under the City Manager form of government. The City's major operations include police and fire protection, highways and streets maintenance and reconstruction, planning and zoning services, public improvements, economic development, water, sewer, refuse collection, stormwater management, and general administrative services.

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

REPORTING ENTITY

The City is a municipal corporation governed by an elected mayor and seven-member Aldermen. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government. Management has determined that there are two component units that are required to be included in the financial statements of the Village as pension trust funds and there is one discretely component unit to include in the reporting entity.

Police Pension Employees Retirement System

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

REPORTING ENTITY - Continued

Firefighters' Pension Employees Retirement System

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

Discretely Presented Component Unit

Discretely presented component units are separate legal entities that meet the component unit criteria described above but do not meet the criteria for blending.

City of Rolling Meadows Public Library

The City of Rolling Meadows Public Library operates and maintains the public library within the City. The Public Library's Board is appointed by the Mayor of the City. The Public Library may not issue bonded debt without the City's approval. Separate audited financial statements for the Public Library may be obtained from the Public Library's offices at 3110 Martin Lane, Rolling Meadows, Illinois 60008.

BASIS OF PRESENTATION

Government-Wide Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The City's public safety, highways and streets, public works, health and welfare, economic development, and general administrative services are classified as governmental activities. The City's utilities, such as water, sewer and stormwater management services, and refuse collection services are classified as business-type activities.

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Government-Wide Statements - Continued

The government-wide Statement of Activities reports both the gross and net cost of each of the City's functions and business-type activities (general government, public safety, highways and streets, public works, health and welfare, economic development services, etc.). The functions are supported by administration and finance revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, intergovernmental revenues, fines, permits and charges, etc.).

The City does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

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

Fund Financial Statements

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

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

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

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

Governmental Funds

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

General Fund is the general operating fund of the City. It accounts for all revenues and expenditures of the City which are not accounted for in other funds. The General Fund is a major fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The City maintains one major special revenue fund, the Motor Fuel Tax Fund, which is used to account for allotments of motor fuel taxes from the State of Illinois made on a per capita basis. The City uses this fund to maintain and construct transportation-related community needs, such as streets, bridges, and traffic signals. The City also maintains three nonmajor special revenue funds, the 911 Emergency Telephone Fund, the Foreign Fire Tax Fund and the Asset Seizure Fund.

Debt Service Funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The City maintains one major debt service funds, the Debt Service Fund. The Debt Service Fund is used to account for the payment of interest and principal on the City's general long-term debt obligations for the governmental activities.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The City maintains three major capital projects funds, the Local Roads Fund, the Fire Stations Fund, and the TIF #4 Golf Road Fund. The Local Roads Fund is used to account for street improvements, including resurfacing, curb and gutter, sidewalks and bike paths. The Fire Stations Fund is used to account for the purchase of property for two fire stations, demolition of existing structures, engineering and design costs, regulatory and permitting costs, construction and legal costs, as well as acquisition and installation of furniture, fixtures and equipment costs related to two fire stations. The TIF #4 Golf Road Fund is used to account for the redevelopment of the property located primarily in the Meadows Corporate Center area along the Golf Road corridor (2850 Golf Road). The City also maintains one nonmajor capital projects fund: the TIF #2 Kirchoff/Owl Fund.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

Proprietary Funds

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

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

The Utilities Fund is used to account for all resources collected and used to provide water and sanitary services to the City as well as to account for the resources collected to finance storm water runoff and creek bank improvements. The Refuse Collection Fund is used to account for all the resources collected and used to provide waste collection and disposal services.

Internal Service Funds are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the City on a cost-reimbursement basis. The City maintains five internal services funds, the Municipal Garage Fund, the Vehicle Replacement Fund, the Buildings and Land Fund, the Liability Insurance Fund, and the Health Insurance Fund. The Municipal Garage Fund is used to account for the resources collected from other City departments used to provide maintenance to City vehicles and major equipment/machinery. The Vehicle Replacement Fund is used to account for the resources collected from other City departments used in replacing City vehicles and major equipment. The Buildings and Land Fund is used to account for the resources collected from other City departments used for the purchase of land or buildings, or the remodeling, renovation, and expansion of current buildings. The Liability Insurance Fund is used to account for the resources collected from other City departments used to manage funding of the property/casualty/workers compensation claims. The Health Insurance Fund is used to account for resources collected from other City departments to fund the City's portion of health insurance premiums as well as those of retired employees.

The City's internal service funds are presented in the proprietary funds financial statements. Because the principal users of the internal services are the City's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity (general government, public safety, highways and streets, etc.).

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

Fiduciary Funds

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

Pension Trust Funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the City's police force. The Firefighters' Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the City's Fire Department.

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

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting

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

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year end. The City recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, income taxes, use taxes, telecommunications taxes, local and state motor fuel taxes, food and beverages taxes, replacement taxes, franchise taxes, utility taxes, hotel/motel taxes, fines, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Cash and Investments

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

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

Receivables

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

Prepays/Inventories

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

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Deferred Outflows/Inflows of Resources

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Capital Assets

Capital assets purchased or acquired with an original cost of \$25,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized/amortized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the City as a whole. Infrastructure such as streets and storm sewers are capitalized. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by the governmental activities) the government chose to include all such items regardless of their acquisition date. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

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

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

Land Improvements	7 - 31.5 Years
Buildings	7 - 45 Years
Infrastructure	5 - 15 Years
Machinery and Equipment	15 - 60 Years
Vehicles	8 - 20 Years
Waterworks and Sewage System	5 - 20 Years
Subscription Assets - Software	1.5 - 5 Years

Compensated Absences

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Long-Term Obligations

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

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

Net Position

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

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

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

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

Use of Estimates

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for all funds except the Foreign Fire Tax, the Asset Seizure, and the pension trust funds. All annual appropriations lapse at fiscal year-end.

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

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations. A final budget must be prepared and adopted prior to December 31.

The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures/expenses of any fund must be approved by the governing body.

During the year, there were no supplemental appropriations. The amounts reflected in the financial statements represent the original and final budget.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUND

The following fund had an excess of actual expenditures over budget as of the date of this report:

Fund	Excess
Liability Insurance (23)	\$ 476,546

For the Liability Insurance Fund (23), the overage of \$476,546 is primarily due to the use of excess reserves at Illinois Risk Management Agency (IRMA) to pay the City's 2023 Contribution.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

DEFICIT FUND BALANCE

The following fund had deficit fund balance as of the date of this report:

Fund	Deficit
Debt Service (47)	\$ 1,637

The Debt Service Fund has a deficit fund balance as the City realigned paying agent fees to the appropriate fund. This will be rectified in the following fiscal year.

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

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

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

The Illinois Metropolitan Investment Fund (IMET) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an Investment Company. Investments in IMET are valued at the share price, the price for which the investment could be sold.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

The Illinois Public Reserves Investment Management Trust (IPRIME) is an investment opportunity and cash management service for Illinois Municipal Treasurers acting on behalf of counties, townships, cities, towns, villages, special road districts, public water supply districts, fire protection districts, drainage districts, levee districts, sewer districts, housing authorities, and all other political corporations or subdivisions of the State of Illinois. Participation in IPRIME is voluntary. IPRIME is not registered with the SEC as an Investment Company. Investments in IPRIME are valued at the share price, the price for which the investment could be sold.

City

Deposits. At year-end, the carrying amount of the City’s deposits for governmental and business-type totaled \$16,885,313 and the bank balances totaled \$16,882,328. Additionally, the City has \$1,158,634 invested in the Illinois Funds, \$17,168,135 invested in the IMET Fund, and \$7,824,561 invested in IPRIME. The City’s investments in Illinois Funds, IMET and IPRIME are 2a7-like investment pools that are measured at the net asset value per share as determined by the pool.

Investments. The City has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasury Securities	\$ 2,545,285	2,545,285	—	—	—

The City has the following recurring fair value measurements as of year-end:

- U.S. Treasury Securities of \$2,545,285 are valued using quoted market prices (Level 1 inputs)

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the City manages its interests rate risk by structuring its investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and by investing operating funds primarily in shorter term securities, money market mutual funds, or similar investment pools. The City’s investments in the Illinois Funds and IPRIME have an average maturity of less than one year. The City’s investments in the IMET Fund have an average maturity of less than one year and one to three years.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

City - Continued

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in security instruments authorized under State Statute, the City's investment policy further states investments are limited to U.S. government obligations; U.S. government agency obligations which have a liquid fair value with a readily determinable fair value; certificates of deposit and other evidences of deposit at financial institutions, bankers' acceptances and commercial paper, rated in the highest tier by a nationally recognized rating agency; investment-grade obligations of state and local governments and public authorities; repurchase agreements whose underlying purchased securities consist of money market mutual funds regulated by the Securities and Exchange Commission and whose portfolios consist only of dollar-denominated securities; local government investment pools; any other investments allowed by Illinois Complied Statutes. At year-end, the City's investment in the Illinois Funds was rated AAA by Fitch. The Illinois Metropolitan Investment Trust Convenience Fund is not rated and the Illinois Metropolitan Investment Trust 1-3 Year Fund is rated Aaa/bf by Moody's. The investment in the IPRIME is rated AAAM by Standard & Poor's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. Per the City's investment policy, the amount of collateral provided shall not be less than 110 percent of the fair value of the net amount of public funds secured. Pledged collateral will be held in safekeeping by an independent third-party depository designated by the City and evidenced by a safekeeping agreement. In accordance with its investment policy, all City deposits with financial institutions are fully insured and collateralized.

For an investment, this is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investments in the Illinois Funds, the IMET Fund, and IPRIME are not subject to custodial credit risk.

Concentration Risk. This is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's investment policy states that the City shall diversify its investments to avoid incurring unreasonable risks regarding specific security types and/or individual institutions. Furthermore, no financial institution shall hold more than fifty percent (50%) of the City's investment portfolio, exclusive of U.S. Treasury securities held in safekeeping. Commercial paper shall not exceed twenty-five percent (25%) of the City's investment portfolio. At December 31, 2023, all of the City's investments are in compliance with the guidelines outlined above in the City's investment policy. At year-end, the City does not have any investments over 5 percent of the cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund

The Illinois Police Officers Pension Investment Fund (IPOPIF) is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate police pension funds. IPOPIF was created by Public Act 101-0610, and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds. Participation in IPOPIF by Illinois suburban and downstate police pension funds is mandatory. Investments of the Fund are combined in a commingled external investment pool and held by IPOPIF. A schedule of investment expenses is included in IPOPIF's annual comprehensive financial report. For additional information on IPOPIF's investments, please refer to their annual report, which can be obtained from IPOPIF at 456 Fulton Street, Suite 402 Peoria, Illinois 61602 or at www.ipopif.org.

Deposits. The Fund retains all its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the Fund. The excess of available cash is required to be transferred to IPOPIF for purposes of the long-term investment for the Fund. At year-end, the carrying amount of the Fund's cash on hand totaled \$256,333 and the bank balances totaled \$256,333.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Fund's deposits may not be returned to it. The Fund's investment policy does not require pledging of collateral for all bank balances in excess of federal depository, since flow-through FDIC is available for the Fund's deposits with financial institutions. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance.

Investments. At year-end the Fund has \$62,258,882 invested in IPOPIF. The pooled investments consist of the investments as noted in the target allocation table available at www.ipopif.org. Investments in IPOPIF are valued at IPOPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at year-end. The fund may redeem shares with a seven calendar day notice. IPOPIF may, at its sole discretion and based on circumstances, process redemption requests with fewer than a seven calendar day notice. Regular redemptions of the same amount on a particular day of the month may be arranged with IPOPIF.

Investment Policy. IPOPIF's current investment policy was adopted by the Board of Trustees on December 17, 2021. IPOPIF is authorized to invest in all investments allowed by Illinois Compiled Statutes (ILCS). The IPOPIF shall not be subject to any of the limitations applicable to investments of pension fund assets currently held by the transferor pension funds under Sections 1-113.1 through 1-113.12 or Article 3 of the Illinois Pension Code.

Rate of Return

For the year ended December 31, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 13.70%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund

The Illinois Firefighters' Pension Investment Fund (IFPIF) is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate firefighter pension funds. IFPIF was created by Public Act 101-0610, and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds. Participation in IFPIF by Illinois suburban and downstate firefighter pension funds is mandatory. Investments of the Fund are combined in a commingled external investment pool and held by IFPIF. A schedule of investment expenses is included in IFPIF's annual comprehensive financial report. For additional information on IFPIF's investments, please refer to their annual report, which can be obtained from IFPIF at 1919 South Highland Avenue, Building A, Suite 237, Lombard, IL 60148 or at www.ifpif.org.

Deposits. The Fund retains all its available cash with one financial institution. Available cash is determined to be that amount which is required for the current expenditures of the Fund. The excess of available cash is required to be transferred to IFPIF for purposes of the long-term investment for the Fund. At year-end, the carrying amount of the Fund's cash on hand totaled \$1,800,335 and the bank balances totaled \$1,804,816.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Fund's deposits may not be returned to it. The Fund's investment policy does not limit custodial credit risk for deposits. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance.

Investments. At year-end the Fund has \$52,050,601 invested in IFPIF. The pooled investments consist of the investments as noted in the target allocation table available at www.ifpif.org. Investments in IFPIF are valued at IFPIF's share price, which is the price the investment could be sold. There are no unfunded commitments at year-end. The plan may redeem shares by giving notice by 5:00 pm central time on the 1st of each month. Requests properly submitted on or before the 1st of each month will be processed for redemption by the 14th of the month. Expedited redemptions may be processed at the sole discretion of IFPIF.

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

Rate of Return

For the year ended December 31, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 15.38%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances as Restated	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 101,650,189	—	—	101,650,189
Construction in Progress	4,519,645	715,865	1,539,492	3,696,018
	<u>106,169,834</u>	<u>715,865</u>	<u>1,539,492</u>	<u>105,346,207</u>
Depreciable Capital Assets				
Land Improvements	1,367,862	—	—	1,367,862
Buildings	28,911,225	255,357	—	29,166,582
Infrastructure	66,271,374	2,291,211	—	68,562,585
Machinery and Equipment	6,040,132	308,512	—	6,348,644
Vehicles	11,316,646	1,054,400	519,645	11,851,401
Subscription Assets - Software	56,933	1,547,760	—	1,604,693
	<u>113,964,172</u>	<u>5,457,240</u>	<u>519,645</u>	<u>118,901,767</u>
Less Accumulated Depreciation				
Land Improvements	1,056,096	46,750	—	1,102,846
Buildings	12,388,479	584,371	—	12,972,850
Infrastructure	45,974,690	1,927,515	—	47,902,205
Machinery and Equipment	4,746,557	249,462	—	4,996,019
Vehicles	6,184,054	657,354	519,645	6,321,763
Subscription Assets - Software	—	37,813	—	37,813
	<u>70,349,876</u>	<u>3,503,265</u>	<u>519,645</u>	<u>73,333,496</u>
Total Net Depreciable Capital Assets	<u>43,614,296</u>	<u>1,953,975</u>	<u>—</u>	<u>45,568,271</u>
Total Net Capital Assets	<u>149,784,130</u>	<u>2,669,840</u>	<u>1,539,492</u>	<u>150,914,478</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Governmental Activities - Continued

Depreciation expense was charged to governmental activities as follows:

Public Works	\$ 2,223,750
Internal Service	<u>1,279,515</u>
	<u><u>3,503,265</u></u>

Business-Type Activities

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

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 252,689	1,749,236	162,977	1,838,948
Depreciable Capital Assets				
Land Improvements	608,701	—	—	608,701
Building	3,801,290	—	—	3,801,290
Machinery and Equipment	1,984,033	269,087	—	2,253,120
Waterworks System	19,050,276	1,026,873	—	20,077,149
Sewerage System	17,416,733	97,644	—	17,514,377
Garage	39,819	—	—	39,819
Subscription Assets - Software	—	153,058	—	153,058
	<u>42,900,852</u>	<u>1,546,662</u>	<u>—</u>	<u>44,447,514</u>
Less Accumulated Depreciation				
Land Improvements	326,617	25,476	—	352,093
Building	2,886,024	69,987	—	2,956,011
Machinery and Equipment	1,970,533	36,894	—	2,007,427
Waterworks System	5,956,661	618,146	—	6,574,807
Sewerage System	9,282,747	559,920	—	9,842,667
Garage	39,819	—	—	39,819
Subscription Assets - Software	—	17,942	—	17,942
	<u>20,462,401</u>	<u>1,328,365</u>	<u>—</u>	<u>21,790,766</u>
Total Net Depreciable Capital Assets	<u>22,438,451</u>	<u>218,297</u>	<u>—</u>	<u>22,656,748</u>
Total Capital Assets	<u><u>22,691,140</u></u>	<u><u>1,967,533</u></u>	<u><u>162,977</u></u>	<u><u>24,495,696</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Business-Type Activities - Continued

Depreciation expense was charged to business-type activities as follows:

Utilities	\$ 1,324,483
Refuse Collection	<u>3,882</u>
	<u><u>1,328,365</u></u>

Component Unit - Public Library

Component Unit - Public Library capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 608,893	—	—	<u>608,893</u>
Depreciable Capital Assets				
Buildings and Improvements	5,794,632	9,431	—	5,804,063
Furniture and Equipment	573,852	—	—	573,852
Books and Other Library Materials	2,590,919	206,138	160,161	2,636,896
Audio Visual Materials	541,373	26,613	76,769	491,217
	<u>9,500,776</u>	<u>242,182</u>	<u>236,930</u>	<u>9,506,028</u>
Less Accumulated Depreciation				
Buildings and Improvements	3,453,149	131,226	—	3,584,375
Furniture and Equipment	451,636	19,627	—	471,263
Books and Other Library Materials	1,824,912	233,078	160,161	1,897,829
Audio Visual Materials	446,785	39,750	76,769	409,766
	<u>6,176,482</u>	<u>423,681</u>	<u>236,930</u>	<u>6,363,233</u>
Total Net Depreciable Capital Assets	<u>3,324,294</u>	<u>(181,499)</u>	<u>—</u>	<u>3,142,795</u>
Total Capital Assets	<u><u>3,933,187</u></u>	<u><u>(181,499)</u></u>	<u><u>—</u></u>	<u><u>3,751,688</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

PROPERTY TAXES

Property taxes for 2023 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Cook County and are payable in two installments, on or about March 1 and September 1 during the following year. The County collects such taxes and remits them periodically. Based upon collection histories, the City has provided an allowance for uncollectible property taxes equivalent to 5% and 3% of the current year's levy for Debt Service Funds and all other funds, respectively.

LEASES RECEIVABLE

For the year ended December 31, 2023, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

On January 1, 2022, the City entered into a 55 month lease as Lessor for the use of Waste Transfer Station. An initial lease receivable was recorded in the amount of \$374,784. As of December 31, 2023, the value of the lease receivable is \$209,480. The lessee is required to make quarterly variable principal and interest payments of \$21,146. The lease has an interest rate of 0.6860%. The value of the deferred inflow of resources as of December 31, 2023 was \$213,201, and the City recognized lease revenue of \$80,792 during the fiscal year.

On January 1, 2022, the City entered into a 113 month lease as Lessor for the use of LAMAR BILLBOARD. An initial lease receivable was recorded in the amount of \$340,357. As of December 31, 2023, the value of the lease receivable is \$284,121. The lessee is required to make monthly fixed payments of \$3,333. The lease has an interest rate of 1.1610%. The value of the deferred inflow of resources as of December 31, 2023 was \$268,069, and the City recognized lease revenue of \$36,144 during the fiscal year. The lessee had a termination period of 1 month as of the lease commencement.

On January 1, 2022, the City entered into a 131 month lease as Lessor for the use of 3201 Central Road. An initial lease receivable was recorded in the amount of \$423,157. As of December 31, 2023, the value of the lease receivable is \$355,943. The lessee is required to make annual fixed payments of \$37,841. The lease has an interest rate of 1.2450%. The value of the deferred inflow of resources as of December 31, 2023 was \$346,025, and the City recognized lease revenue of \$38,566 during the fiscal year. The lessee has 2 extension options, each for 60 months.

On January 1, 2022, the City entered into a 136 month lease as Lessor for the use of 3207 Central Road. An initial lease receivable was recorded in the amount of \$574,795. As of December 31, 2023, the value of the lease receivable is \$489,902. The lessee is required to make annual fixed payments of \$44,699. The lease has an interest rate of 0.8330%. The value of the deferred inflow of resources as of December 31, 2023 was \$473,855, and the City recognized lease revenue of \$50,470 during the fiscal year. The lessee has 1 extension option for 60 months.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LEASES RECEIVABLE - Continued

On January 1, 2022, the City entered into a 50 month lease as Lessor for the use of 3200 Campbell Street. An initial lease receivable was recorded in the amount of \$195,552. As of December 31, 2023, the value of the lease receivable is \$101,723. The lessee is required to make annual fixed payments of \$46,487. The lease has an interest rate of 0.5520%. The value of the deferred inflow of resources as of December 31, 2023 was \$101,687, and the City recognized lease revenue of \$46,933 during the fiscal year.

On January 1, 2022, the City entered into a 158 month lease as Lessor for the use of 2455 South Plum Grove Road. An initial lease receivable was recorded in the amount of \$344,905. As of December 31, 2023, the value of the lease receivable is \$300,509. The lessee is required to make annual fixed payments of \$22,714. The lease has an interest rate of 0.4260%. The value of the deferred inflow of resources as of December 31, 2023 was \$292,768, and the City recognized lease revenue of \$26,069 during the fiscal year. The lessee has 2 extension options, each for 60 months.

On January 1, 2022, the City entered into a 145 month lease as Lessor for the use of 2455 Plum Grove Road. An initial lease receivable was recorded in the amount of \$658,594. As of December 31, 2023, the value of the lease receivable is \$569,694. The lessee is required to make annual fixed payments of \$44,718. The lease has an interest rate of 0.3300%. The value of the deferred inflow of resources as of December 31, 2023 was \$550,058, and the City recognized lease revenue of \$54,267 during the fiscal year. The lessee has 2 extension options, each for 60 months.

During the fiscal year, the City has recognized \$333,241 of lease revenue.

The future minimum lease assets and the net present value of these minimum lease receipts as of year-end, are as follows:

Fiscal Year	Principal	Interest
2024	\$ 320,045	16,560
2025	330,637	14,207
2026	244,917	11,814
2027	211,083	10,078
2028	219,760	8,384
2029-2033	952,682	16,250
2034-2035	32,248	137
	<u>2,311,372</u>	<u>77,430</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERFUND TRANSFERS

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due. Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General	Internal Service	\$ 250,000 (1)
Utilities	General	3,000,000 (1)
Internal Service	General	100,000 (1)
Internal Service	Nonmajor Governmental	56,321 (1)
Debt Service	General	730,861 (2)
Local Roads	General	<u>1,050,000 (1)</u>
		<u><u>5,187,182</u></u>

INTERFUND BALANCES

Interfund balances result from the time lag between when transactions are recorded in the accounting system and payments between funds are made. The composition of interfund balances as of the date of this report, is as follows:

Receivable Fund	Payable Fund	Amount
Police Pension	General	\$ 43,188
Fire Pension	General	50,714
General	Debt Service	<u>1,729</u>
		<u><u>95,631</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental and business-type activities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Bonds of 2012 (\$9,690,000), due in annual installments of \$80,000 to \$1,215,000 plus interest at 2.00% to 3.00% through January 1, 2024.	Debt Service (Sales Tax)	\$ 715,000	—	715,000	—
General Obligation Bonds of 2018 (\$9,500,000), due in annual installments of \$320,000 to \$670,000 plus interest at 4.00% through December 15, 2038.	Fire Stations	8,145,000	—	375,000	7,770,000
General Obligation Bonds of 2019 (\$8,500,000), due in annual installments of \$285,000 to \$600,000 plus interest at 4.00% through December 15, 2039.	Debt Service (Property Tax)	3,815,959	—	160,461	3,655,498
	Utilities	3,794,041	—	159,539	3,634,502
		<u>16,470,000</u>	<u>—</u>	<u>1,410,000</u>	<u>15,060,000</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

IEPA Loans Payable

The City has entered into loan agreements with the IEPA to provide low interest financing for waterworks and sewerage improvements. IEPA loans currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
IEPA (L17-4070) Loan Payable of 2012 - Due in semi-annual installments of \$40,440 including interest at 2.295% through September 15, 2033.	Utilities	\$ 782,320	—	63,286	719,034
IEPA (L17-4141) Loan Payable of 2013 - Due in semi-annual installments of \$41,743 including interest at 1.930% through May 1, 2034.	Utilities	857,327	—	67,263	790,064
		1,639,647	—	130,549	1,509,098

Legal Debt Margin

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

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity

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

Type of Debt	Beginning Balances as Restated	Additions	Deductions	Ending Balances	Amounts within One Year
Governmental Activities					
Compensated Absences					
General	\$ 3,387,858	106,741	213,482	3,281,117	1,049,087
Internal Services	20,641	12,406	6,203	26,844	7,717
Net Pension Liability					
IMRF	5,963,822	—	2,086,839	3,876,983	—
Police Pension	34,420,639	—	139,334	34,281,305	—
Firefighters' Pension	41,867,479	5,091,819	—	46,959,298	—
Total OPEB Liability - RBP	4,617,872	192,715	—	4,810,587	—
General Obligation Bonds	12,675,959	—	1,250,461	11,425,498	557,982
Unamortized Premium	632,290	—	38,523	593,767	38,523
Subscription Arrangements	56,933	1,539,645	122,064	1,474,514	164,241
	<u>103,643,493</u>	<u>6,943,326</u>	<u>3,856,906</u>	<u>106,729,913</u>	<u>1,817,550</u>
Business-Type Activities					
Compensated Absences	264,568	50,030	25,015	289,583	51,874
Net Pension Liability - IMRF	2,055,634	—	566,572	1,489,062	—
Total OPEB Liability - RBP	536,780	—	27,923	508,857	—
IEPA Loans Payable	1,639,647	—	130,549	1,509,098	133,315
General Obligation Bonds	3,794,041	—	159,539	3,634,502	167,018
Unamortized Premium	256,433	—	15,084	241,349	15,084
Subscription Arrangements	—	123,751	24,419	99,332	22,856
	<u>8,547,103</u>	<u>173,781</u>	<u>949,101</u>	<u>7,771,783</u>	<u>390,147</u>
Component Unit - Public Library					
Compensated Absences	79,606	12,339	6,169	85,776	7,157
Net Pension Liability - IMRF	2,114,997	—	608,519	1,506,478	—
Total OPEB Liability - RBP	426,072	51,020	—	477,092	—
	<u>2,620,675</u>	<u>63,359</u>	<u>614,688</u>	<u>2,069,346</u>	<u>7,157</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity - Continued

For the governmental activities, payments on the compensated absences, the net pension liabilities and the total OPEB liability are made by the General Fund and Health Insurance Fund. Payments on general obligation bonds are being liquidated by the Debt Service and the Fire Stations Funds. Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities.

Additionally, for business-type activities, compensated absences, the net pension liability and the total OPEB liability are liquidated by the Utilities and Refuse Collection Funds, and general obligation bonds are being liquidated by the Utilities Fund. Payments on the IEPA loans payable are being made by the Utilities Fund.

Debt Service Requirements to Maturity

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

Fiscal Year	Governmental Activities		Business-Type Activities			
	General Obligation Bonds		IEPA Loans Payable		General Obligation Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 557,982	457,020	133,315	31,051	167,018	145,380
2025	580,504	434,700	136,140	28,226	174,496	138,700
2026	600,518	411,480	139,025	25,341	179,482	131,720
2027	623,040	387,460	141,970	22,396	186,960	124,540
2028	650,562	362,538	144,979	19,387	194,438	117,062
2029	673,083	336,516	148,053	16,313	201,917	109,284
2030	703,112	309,592	151,191	13,175	211,888	101,208
2031	730,634	281,468	154,396	9,970	219,366	92,732
2032	758,155	252,242	157,671	6,695	226,845	83,958
2033	793,184	221,916	161,014	3,352	236,816	74,884
2034	823,213	190,188	41,344	399	246,787	65,412
2035	858,242	157,260	—	—	256,758	55,540
2036	888,270	122,930	—	—	266,730	45,270
2037	923,299	87,400	—	—	276,701	34,600
2038	960,835	50,468	—	—	289,165	23,532
2039	300,865	12,034	—	—	299,135	11,966
Totals	11,425,498	4,075,212	1,509,098	176,305	3,634,502	1,355,788

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Subscription Based Information Technology Arrangements (SBITAs)

City of Rolling Meadows has the following Subscription Arrangements at year end:

Subscription Arrangements	Term Length	Start Date	Payments	Interest Rate
VCS Scheduling Software	18 Months	1/1/2023	\$15,048 per Year	2.7070%
Pro License Bundle	120 Months	12/1/2023	\$84,319 per Year	3.6080%
Civic Plus Hosting	25 Months	1/1/2023	\$9,384 per Year	2.7070%
Debt Management	47 Months	1/1/2023	\$7,000 per Year	2.6760%
Sensus FlexNet AMI	60 Month	5/30/2023	\$24,419 per Year	2.3100%
Human Services Case	36 Month	12/1/2023	\$10,100 Per Year	3.6310%

The future principal and interest subscription arrangement payments as of the year-end were as follows:

Fiscal Year	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2024	\$ 164,241	52,961	22,856	2,295
2025	160,674	47,195	24,139	1,767
2026	147,292	41,477	25,474	1,209
2027	152,606	36,163	26,863	620
2028	158,112	30,657	—	—
2029 - 2033	691,589	63,488	—	—
	<u>1,474,514</u>	<u>271,941</u>	<u>99,332</u>	<u>5,891</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of December 31, 2023:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 150,914,478
Less Capital Related Debt:	
General Obligation Bonds of 2018	(7,770,000)
General Obligation Bonds of 2019	(3,655,498)
Premium on Debt Issuance	(593,767)
Subscription Arrangements	<u>(1,474,514)</u>
Net Investment in Capital Assets	<u><u>137,420,699</u></u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	24,495,696
Less Capital Related Debt:	
IEPA Loan Payable of 2012	(719,034)
IEPA Loan Payable of 2013	(790,064)
General Obligation Bonds of 2019	(3,634,502)
Premium on Debt Issuance	(241,349)
Subscription Arrangements	<u>(99,332)</u>
Net Investment in Capital Assets	<u><u>19,011,415</u></u>

NET POSITION RESTATEMENT

Beginning balances in capital assets and long-term debt were restated due to the implementations of GASB Statement No. 96; however, the net effect on the Statement of Activities was zero.

FUND BALANCE CLASSIFICATIONS

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

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

	General	Special Revenue		Capital Projects			Nonmajor	Totals
		Motor Fuel Tax	Debt Service	Local Roads	Fire Stations	TIF #4 Golf Road		
Fund Balances								
Nonspendable								
Prepays	\$ 120	—	—	—	—	—	—	120
Restricted								
Public Safety								
Police	—	—	—	—	—	—	1,748,686	1,748,686
Fire	—	—	—	—	—	—	133,130	133,130
Highways and Streets	—	1,680,002	—	—	—	—	—	1,680,002
	—	1,680,002	—	—	—	—	1,881,816	3,561,818
Assigned								
Capital Projects	—	—	—	904,865	839,906	3,999,951	289,325	6,034,047
Unassigned	16,862,899	—	(1,637)	—	—	—	—	16,861,262
Total Fund Balances	16,863,019	1,680,002	(1,637)	904,865	839,906	3,999,951	2,171,141	26,457,247

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

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

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

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

Minimum Fund Balance Policy. The City's policy manual states that the General Fund should maintain a minimum fund balance equal to 15% to 30% of operating expenditures. The 911 Fund should maintain a minimum fund balance equal to one to one and a half times the annual budgeted expenditures.

NOTE 4 - OTHER INFORMATION

RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the City's employees. These risks, along with medical claims for employees and retirees, are provided for through the City's participation in the Intergovernmental Risk Management Agency (IRMA) and the Intergovernmental Personnel Benefit Cooperative (IPBC). The City accounts for these activities in the Liability Insurance – Internal Service Fund and the Health Insurance – Internal Service Fund. There have been no significant reductions in coverage from the prior year and settled claims have not exceeded coverage for any of the past three years.

Intergovernmental Personnel Benefit Cooperative (IPBC)

Risks for medical and death benefits for employees and retirees are provided for through the City's participation in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each member. IPBC maintains specific reinsurance coverage for claims in excess of \$50,000 per individual employee participant. The City pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into subsequent years experience factor for premiums.

Intergovernmental Risk Management Agency (IRMA)

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Intergovernmental Risk Management Agency (IRMA) - Continued

The City's payments to IRMA are displayed on the financial statements as expenses in the Liability Insurance Fund. Each member assumes the first \$2,500 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts about that level. Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The City does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

CONTINGENT LIABILITIES

Litigation

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

Grants

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

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

The City's water purchase contract with the Northwest Suburban Municipal Joint Action Water Agency (JAWA) provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

Solid Waste Agency of Northern Cook County (SWANCC)

The City's contract with the Solid Waste Agency of Northern Cook County (SWANCC) provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

COMMITMENTS

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

The City has committed to purchase water from the Northwest Suburban Municipal Joint Action Water Agency (JAWA). A new agreement, negotiated by the Member Communities and JAWA was approved on March 13, 2018. This Revised Water Supply Agreement will expire in FY 2032. The obligation to pay minimum annual amounts was removed from the new agreement.

Solid Waste Agency of Northern Cook County (SWANCC)

The City has committed to make payments to the Solid Waste Agency of Northern Cook County (SWANCC). The City expects to pay the following minimum amounts:

Fiscal Year	Amount
2024	<u>\$ 425,000</u>

JOINT VENTURES

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

The City is a member of the Northwest Suburban Municipal Joint Action Water Agency (JAWA) which consists of seven municipalities. JAWA is a municipal corporation and public body politic and corporate established pursuant to the Intergovernmental Cooperation Act of the State of Illinois. JAWA is empowered to plan, construct, improve, extend, acquire, finance, operate and maintain a water supply system to serve its members and other potential water purchasers.

The members form a contiguous geographic service area which is located 15 to 30 miles northwest of downtown Chicago. Under the Agency Agreement, additional members may join JAWA upon the approval of each member.

JAWA is governed by a Board of Directors which consists of one elected official from each member municipality. Each Director has an equal vote. The officers of JAWA are appointed by the Board of Directors. The Board of Directors determines the general policy of JAWA, makes all appropriations, approves contracts for sale or purchase of water, provides for the issuance of debt, adopts bylaws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the Agency Agreement or the bylaws.

Complete financial statements can be obtained from the Northwest Suburban Municipal Joint Action Water Agency, 903 Brantwood Avenue, Elk Grove Village, Illinois 60007.

Revenues of the system consist of: (a) all receipts derived from Water Supply Agreements or any other contract for the supply of water; (b) all income derived from the investment of monies; and (c) all income, fees, water service charges, and all rates, rents and receipts derived by JAWA from the ownership and operation of the system and the sale of water. JAWA covenants to establish fees and charges sufficient to provide revenues to meet all its requirements.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURES - Continued

Northwest Suburban Municipal Joint Action Water Agency (JAWA) - Continued

JAWA has entered into Revised Water Supply Agreements with the seven-member municipalities, extending to December 31, 2032. The Agreements are irrevocable and may not be terminated or amended except as provided in the General Resolution. Each member is obligated, on a “take or pay” basis, to purchase or in any event to pay for a minimum annual quantity of water.

JAWA has entered into an agreement with the City of Chicago under which the City has agreed to sell quantities of lake water sufficient to supply the projected water needs of JAWA through the year 2032.

The obligation of the City to make all payments as required by this agreement is unconditional and irrevocable, without regard to performance or nonperformance by JAWA of its obligations under this Agreement.

The payments required to be made by the City under this Agreement shall be required to be made solely from revenues to be derived by the City from the operation of the Water System. Members are not prohibited by the Agreement, however, from using other available funds to make payments under the Agreement. This Agreement shall not constitute an indebtedness of the City within the meaning of any statutory or constitutional limitation.

The obligation of the City to make payments required by this Agreement from revenues of the Water System shall be payable from the operation and maintenance account of the Water Fund.

In accordance with the joint venture agreement, the City remitted \$3,768,771 to JAWA for the year ended December 31, 2023. All payments were paid from the Utilities Fund. Deposits with JAWA in the amount of \$289,842 represent amounts held for security of debt service.

Solid Waste Agency of Northern Cook County (SWANCC)

The City is a member of the Solid Waste Agency of Northern Cook County (SWANCC) which consists of twenty-three municipalities. SWANCC is a municipal joint action agency, established pursuant to the Constitution of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). SWANCC is empowered under the Act to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members. SWANCC is reported as a nonequity proprietary joint venture.

SWANCC is governed by a Board of Directors which consists of one appointed representative from each member municipality. Each Director has an equal vote. The officers of SWANCC are appointed by the Board of Directors. The Board of Directors determines the general policy of SWANCC, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by SWANCC, adopts by-laws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the SWANCC agreement or by-laws. Separate audited financial statements are available from SWANCC’s administrative office at 77 W Hintz Road, Suite 200, Wheeling, Illinois 60090.

The City’s contract with SWANCC provides that each member is liable for its proportionate share of annual operating and fixed costs. The City’s share of these costs is expected to be funded through tipping fees paid by refuse haulers. In addition, the City is obligated for any costs arising from defaults in payment obligations by other members.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURES - Continued

Solid Waste Agency of Northern Cook County (SWANCC) - Continued

In accordance with the joint venture agreement, the City remitted \$458,344 to SWANCC for the year ended December 31, 2023, which is recorded in the City’s Refuse Collection Fund.

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS

The City contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Police Pension Plan which is a single-employer pension plan, and the Firefighters’ Pension Plan which is also a single-employer pension plan. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The Police and Firefighters’ Pension Plans also issue separate reports that may be obtained by writing the City at 3600 Kirchoff Road, Rolling Meadows, Illinois 60008.. The benefits, benefit levels, employee contributions and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

The aggregate amounts recognized for the pension plans is:

	Pension (Revenues)/ Expenses	Net Pension Liability	Deferred Outflows	Deferred Inflows
IMRF				
City	\$ (738,735)	5,366,045	3,843,482	27,672
Library	(157,297)	1,506,478	1,079,029	7,769
Police Pension	3,595,527	34,281,305	8,097,446	2,647,054
Firefighters' Pension	5,625,431	46,959,298	12,550,718	362,557
	<u>8,324,926</u>	<u>88,113,126</u>	<u>25,570,675</u>	<u>3,045,052</u>

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

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

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

Plan Membership. As of December 31, 2023, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	210
Inactive Plan Members Entitled to but not yet Receiving Benefits	106
Active Plan Members	<u>113</u>
Total	<u><u>429</u></u>

Contributions. As set by statute, the City's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2023, the City's contribution was 9.62% of covered payroll.

Net Pension Liability. The City's net pension liability was measured as of December 31, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2023, using the following actuarial methods and assumptions:

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

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108.0%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

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:

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	24.50%	4.75%
Domestic Equities	34.50%	5.00%
International Equities	18.00%	6.35%
Real Estate	10.50%	6.30%
Blended	11.50%	6.05% - 8.65%
Cash and Cash Equivalents	1.00%	3.80%

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
City	\$ 12,284,022	5,366,045	(227,179)
Library	3,448,650	1,506,478	(63,779)
Net Pension Liability/(Asset)	15,732,672	6,872,523	(290,958)

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension Liability

	City	Library	Totals
Total Pension Liability			
Service Cost	\$ 609,481	171,107	780,588
Interest	4,493,280	1,261,456	5,754,736
Differences Between Expected and Actual Experience	695,951	331,791	1,027,742
Change of Assumptions	(43,429)	(12,193)	(55,622)
Benefit Payments, Including Refunds of Member Contributions	(4,111,817)	(1,154,363)	(5,266,180)
Net Change in Total Pension Liability	1,643,466	597,798	2,241,264
Total Pension Liability - Beginning	63,838,917	17,779,550	81,618,467
Total Pension Liability - Ending	65,482,383	18,377,348	83,859,731
Plan Fiduciary Net Position			
Contributions - Employer	656,219	184,229	840,448
Contributions - Members	306,993	86,186	393,179
Net Investment Income	6,219,987	1,746,216	7,966,203
Benefit Payments, Including Refunds of Member Contributions	(4,111,817)	(1,154,363)	(5,266,180)
Other (Net Transfer)	1,225,495	344,049	1,569,544
Position	4,296,877	1,206,317	5,503,194
Plan Net Position - Beginning	55,819,461	15,664,553	71,484,014
Plan Net Position - Ending	60,116,338	16,870,870	76,987,208
Employer's Net Pension Liability	5,366,045	1,506,478	6,872,523

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

For the year ended December 31, 2023, the City recognized pension revenue of \$738,735 and the Library recognized pension revenue of \$157,297. At December 31, 2023, the City and the Library reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	City		Library		Totals
	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Deferred Outflows of Resources	Deferred (Inflows) of Resources	
Difference Between Expected and Actual Experience	\$ 520,923	—	146,245	—	667,168
Change in Assumptions		(27,672)	—	(7,769)	(35,441)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	3,322,559		932,784		4,255,343
Total Deferred Amounts Related to IMRF	<u>3,843,482</u>	<u>(27,672)</u>	<u>1,079,029</u>	<u>(7,769)</u>	<u>4,887,070</u>

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

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources		
	City	Library	Totals
2024	\$ 610,456	171,382	781,838
2025	1,329,005	373,109	1,702,114
2026	2,324,977	652,721	2,977,698
2027	(448,628)	(125,952)	(574,580)
2028	—	—	—
Thereafter	—	—	—
Totals	<u>3,815,810</u>	<u>1,071,260</u>	<u>4,887,070</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan

Plan Descriptions

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

Plan Membership. At December 31, 2023, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	56
Inactive Plan Members Entitled to but not yet Receiving Benefits	10
Active Plan Members	<u>50</u>
Total	<u><u>116</u></u>

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

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of $\frac{1}{2}$ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or $\frac{1}{2}$ of the change in the Consumer Price Index for the preceding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2023, the City's contribution was 62.26% of covered payroll.

Concentrations. At year end, the Pension Plan did not have any investments (other than U.S. Government and U.S. Government-guaranteed obligations) in any one organization that represent 5 percent or more of net position available for benefits.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2023, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.00%
Salary Increases	Graded by Years of Service
Adjustments	2.25%
Inflation	2.25%

Mortality rates were based on the PubS-2010(A) Study improved using MP-2019 improvement rates applied on a fully generational basis.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Discount Rate Sensitivity

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$ 47,383,446	34,281,305	23,522,739

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2022	\$ 89,637,959	55,217,320	34,420,639
Changes for the Year:			
Service Cost	1,254,061	—	1,254,061
Interest on the Total Pension Liability	6,200,323	—	6,200,323
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	4,293,183	—	4,293,183
Changes of Assumptions	(435,255)	—	(435,255)
Contributions - Employer	—	3,658,405	(3,658,405)
Contributions - Employees	—	1,103,789	(1,103,789)
Net Investment Income	—	7,270,838	(7,270,838)
Benefit Payments, Including Refunds of Employee Contributions	(4,110,480)	(4,631,963)	521,483
Other (Net Transfer)	—	(59,903)	59,903
Net Changes	7,201,832	7,341,166	(139,334)
Balances at December 31, 2023	96,839,791	62,558,486	34,281,305

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

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

For the year ended December 31, 2023, the City recognized pension expense of \$3,595,527. At December 31, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 4,100,176	(2,079,980)	2,020,196
Change in Assumptions	1,440,852	(567,074)	873,778
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,556,418		2,556,418
Total Deferred Amounts Related to Police Pension	<u>8,097,446</u>	<u>(2,647,054)</u>	<u>5,450,392</u>

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2024	\$ 1,426,397
2025	1,435,450
2026	2,160,578
2027	(215,021)
2028	642,988
Thereafter	<u>—</u>
Total	<u>5,450,392</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan

Plan Descriptions

Plan Administration. The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The City accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the City President, one member is elected by pension beneficiaries and two members are elected by active fire employees.

Plan Membership. At December 31, 2023, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	60
Inactive Plan Members Entitled to but not yet Receiving Benefits	3
Active Plan Members	<u>42</u>
Total	<u><u>105</u></u>

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the preceding calendar year.

Contributions. Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2023, the City's contribution was 84.65% of covered payroll.

Concentrations. At year end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2023, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Value
Actuarial Assumptions	
Interest Rate	7.00%
Salary Increases	Graded by years of service
Cost of Living Adjustments	2.25%
Inflation	2.50%

Active Mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study. Mortality improvement uses MP-2019 Improvement Rates applied on a fully generational basis.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Discount Rate Sensitivity

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$ 61,318,309	46,959,298	35,291,801

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2022	\$ 89,010,169	47,142,690	41,867,479
Changes for the Year:			
Service Cost	1,323,660	—	1,323,660
Interest on the Total Pension Liability	6,150,930	—	6,150,930
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	8,499,870	—	8,499,870
Changes of Assumptions	800,500	—	800,500
Contributions - Employer	—	4,295,330	(4,295,330)
Contributions - Employees	—	479,787	(479,787)
Net Investment Income	—	6,958,510	(6,958,510)
Benefit Payments, Including Refunds of Employee Contributions	(4,926,814)	(4,926,814)	—
Other (Net Transfer)	—	(50,486)	50,486
Net Changes	11,848,146	6,756,327	5,091,819
Balances at December 31, 2023	100,858,315	53,899,017	46,959,298

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

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

For the year ended December 31, 2023, the City recognized pension expense of \$5,625,431. At December 31, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Totals
Difference Between Expected and Actual Experience	\$ 8,332,189	(178,111)	8,154,078
Change in Assumptions	2,029,084	(184,446)	1,844,638
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,189,445		2,189,445
Total Deferred Amounts Related to Firefighters' Pension	<u>12,550,718</u>	<u>(362,557)</u>	<u>12,188,161</u>

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

Fiscal Year	Net Deferred Outflows of Resources
2024	\$ 2,929,098
2025	3,220,356
2026	3,434,076
2027	1,034,043
2028	1,570,588
Thereafter	<u>—</u>
Total	<u>12,188,161</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

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

Benefits Provided. RBP provides healthcare and life insurance benefits for retirees and their dependents. The benefit terms provide for payment of 55 percent of health insurance premiums for non-Medicare-eligible retirees and 55 percent of supplemental health insurance premiums for Medicare-eligible retirees. The plan also provides all retirees with \$5,000 of life insurance benefits.

Plan Membership. As of December 31, 2023, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	30
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>195</u>
Total	<u><u>225</u></u>

The plan membership as noted above includes both the City and the Library members.

Total OPEB Liability

The City's total OPEB liability was measured as of December 31, 2023, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued.

Inflation	3.00%
Salary Increases	3.50%
Discount Rate	4.00%
Healthcare Cost Trend Rates	Initial rate of 6.00% and 5.00% for PPO and HMO, decreasing to an ultimate rate of 4.50%
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on the S&P Municipal Bond 20 Year High-Grade Rate Index as of December 31, 2023.

Mortality rates were based on the PubG.H-2010(B) Mortality Table - General (below-median income), Male adjusted 106% and Female adjusted 105% tables, with future mortality improvement using Scale MP-2020.

Change in the Total OPEB Liability

	City	Library	Totals
Balance at December 31, 2022	\$ 5,154,652	426,072	5,580,724
Changes for the Year:			
Service Cost	202,449	18,157	220,606
Interest on the Total OPEB Liability	178,192	52,222	230,414
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience	281,483	25,246	306,729
Changes of Assumptions or Other Inputs	(66,577)	(5,971)	(72,548)
Benefit Payments	(430,755)	(38,634)	(469,389)
Net Changes	164,792	51,020	215,812
Balance at December 31, 2023	5,319,444	477,092	5,796,536

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

The following presents the total OPEB liability, calculated using a Single Discount Rate of 4.00%, while the prior valuation used 4.31%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (3.00%)	Current Discount Rate (4.00%)	1% Increase (5.00%)
City	\$ 5,737,864	5,319,444	4,939,365
Library	514,619	477,092	443,003
Total OPEB Liability	<u>6,252,483</u>	<u>5,796,536</u>	<u>5,382,368</u>

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

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

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
City	\$ 4,832,130	5,319,444	5,891,761
Library	433,386	477,092	528,422
Total OPEB Liability	<u>5,265,516</u>	<u>5,796,536</u>	<u>6,420,183</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

For the year ended December 31, 2023, the City recognized OPEB revenue of \$393,474 and the Library recognized OPEB expense of \$2,755. At December 31, 2023, the City and the Library reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	City		Library		Totals
	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Deferred Outflows of Resources	Deferred (Inflows) of Resources	
Difference Between Expected and Actual Experience	\$ 497,543	(86,286)	44,624	(7,739)	448,142
Change in Assumptions	821,616	(1,362,149)	73,689	(122,169)	(589,013)
Net Difference Between Projected and Actual Earnings	—	—	—	—	—
Total Deferred Amounts Related to OPEB	<u>1,319,159</u>	<u>(1,448,435)</u>	<u>118,313</u>	<u>(129,908)</u>	<u>(140,871)</u>

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

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources		
	City	Library	Totals
2024	\$ 89,052	7,987	97,039
2025	89,052	7,987	97,039
2026	46,009	4,126	50,135
2027	(104,940)	(9,412)	(114,352)
2028	(158,232)	(14,192)	(172,424)
Thereafter	(90,217)	(8,091)	(98,308)
Totals	<u>(129,276)</u>	<u>(11,595)</u>	<u>(140,871)</u>

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule Employer Contributions
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Investment Returns
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Total OPEB Liability
 - Retiree Benefit Plan
- Budgetary Comparison Schedules
 - General Fund
 - Motor Fuel Tax - Special Revenue Fund

Notes to the Required Supplementary Information

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

CITY OF ROLLING MEADOWS, ILLINOIS

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions
December 31, 2023**

Fiscal Year		Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	Totals	\$ 1,131,864	\$ 1,131,864	\$ —	\$ 7,316,510	15.47%
2016	Totals	1,200,910	1,201,445	535	7,376,594	16.29%
2017	Totals	1,159,896	1,159,896	—	7,546,491	15.37%
2018	Totals	1,212,876	1,212,876	—	8,085,842	15.00%
2019	Totals	1,006,573	1,114,698	108,125	8,084,925	13.79%
2020	Totals	1,351,923	1,464,122	112,199	8,350,959	17.53%
2021	Totals	1,269,636	1,410,529	140,893	8,363,872	16.86%
2022	Totals	1,069,222	1,131,910	62,688	8,506,140	13.31%
2023	City	634,369	656,219	21,850	6,821,169	9.62%
	Library	178,094	184,229	6,135	1,914,994	9.62%
	Totals	812,463	840,448	27,985	8,736,163	9.62%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.75% to 13.75%, Including Inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

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

CITY OF ROLLING MEADOWS, ILLINOIS

Police Pension Fund

Schedule of Employer Contributions

December 31, 2023

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 2,478,905	\$ 2,483,648	\$ 4,743	\$ 4,604,542	53.94%
2015	2,507,804	2,547,497	39,693	4,628,740	55.04%
2016	2,805,767	3,104,921	299,154	4,741,621	65.48%
2017	3,219,336	3,607,352	388,016	4,942,478	72.99%
2018	3,198,022	3,480,637	282,615	5,103,111	68.21%
2019	3,200,509	3,910,789	710,280	5,196,556	75.26%
2020	3,597,226	3,610,730	13,504	5,364,126	67.31%
2021	3,598,358	3,565,144	(33,214)	5,490,802	64.93%
2022	3,625,940	3,682,031	56,091	5,725,608	64.31%
2023	3,262,543	3,658,405	395,862	5,875,943	62.26%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	13 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.75% - 13.61%
Investment Rate of Return	7.00%
Retirement Age	Experience Weighted with Sex Distinct Raw Rates.
Mortality	PubS-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data.

CITY OF ROLLING MEADOWS, ILLINOIS

**Firefighters' Pension Fund
Schedule of Employer Contributions
December 31, 2023**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 2,662,914	\$ 2,678,449	\$ 15,535	\$ 4,053,549	66.08%
2015	2,706,989	2,755,511	48,522	4,139,289	66.57%
2016	2,977,769	3,245,390	267,621	4,095,760	79.24%
2017	3,540,137	4,080,981	540,844	4,338,255	94.07%
2018	3,497,572	3,788,593	291,021	4,479,252	84.58%
2019	3,635,708	3,910,789	275,081	4,656,367	83.99%
2020	4,346,203	4,400,367	54,164	4,905,971	89.69%
2021	4,307,022	4,356,483	49,461	4,946,056	88.08%
2022	4,256,827	4,310,709	53,882	4,951,673	87.06%
2023	3,914,708	4,295,330	380,622	5,074,426	84.65%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	13 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.75% - 13.61%
Investment Rate of Return	7.00%
Retirement Age	Experience Weighted with Sex Distinct Raw Rates.
Mortality	PubS-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data.

CITY OF ROLLING MEADOWS, ILLINOIS

Illinois Municipal Retirement Fund

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

December 31, 2023

	12/31/2015	12/31/2016	12/31/2017
	Totals	Totals	Totals
Total Pension Liability			
Service Cost	\$ 754,337	764,608	769,374
Interest	4,704,433	4,796,080	4,959,320
Changes in Benefit Terms			
Differences Between Expected and Actual Experience	(964,158)	70,604	79,030
Change of Assumptions	150,883	(305,973)	(1,952,922)
Benefit Payments, Including Refunds of Member Contributions	(3,115,648)	(3,391,363)	(3,596,746)
Net Change in Total Pension Liability	1,529,847	1,933,956	258,056
Total Pension Liability - Beginning	64,074,148	65,603,995	67,537,951
Total Pension Liability - Ending	65,603,995	67,537,951	67,796,007
Plan Fiduciary Net Position			
Contributions - Employer	\$ 1,131,864	1,201,445	1,159,896
Contributions - Members	338,251	348,298	346,110
Net Investment Income	279,814	3,774,049	10,348,710
Benefit Payments, Including Refunds of Member Contributions	(3,115,648)	(3,391,363)	(3,596,746)
Other (Net Transfer)	(492,750)	702,941	(1,339,459)
Net Change in Plan Fiduciary Net Position	(1,858,469)	2,635,370	6,918,511
Plan Net Position - Beginning	56,785,526	54,927,057	57,562,427
Plan Net Position - Ending	54,927,057	57,562,427	64,480,938
Employer's Net Pension Liability/(Asset)	\$ 10,676,938	9,975,524	3,315,069
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83.73%	85.23%	95.11%
Covered Payroll	\$ 7,316,510	7,376,594	7,546,491
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	145.93%	135.23%	43.93%

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2015 and 2017.

12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023		
Totals	Totals	Totals	Totals	Totals	City	Library	Totals
732,079	789,699	814,695	768,881	773,284	609,481	171,107	780,588
4,968,572	5,204,828	5,341,529	5,454,818	5,651,358	4,493,280	1,261,456	5,754,736
1,906,001	124,031	220,382	1,183,702	46,710	695,951	331,791	1,027,742
1,926,418	—	(367,215)	—	—	(43,429)	(12,193)	(55,622)
(3,828,837)	(4,208,721)	(4,282,325)	(4,565,419)	(4,832,010)	(4,111,817)	(1,154,363)	(5,266,180)
5,704,233	1,909,837	1,727,066	2,841,982	1,639,342	1,643,466	597,798	2,241,264
67,796,007	73,500,240	75,410,077	77,137,143	79,979,125	63,838,917	17,779,550	81,618,467
73,500,240	75,410,077	77,137,143	79,979,125	81,618,467	65,482,383	18,377,348	83,859,731
1,212,876	1,114,698	1,464,122	1,409,336	1,131,910	656,219	184,229	840,448
366,259	363,822	391,156	384,541	384,471	306,993	86,186	393,179
(3,749,148)	11,603,061	9,977,994	13,133,743	(11,607,451)	6,219,987	1,746,216	7,966,203
(3,828,837)	(4,208,721)	(4,282,325)	(4,565,419)	(4,832,010)	(4,111,817)	(1,154,363)	(5,266,180)
1,424,942	(80,412)	(209,928)	269,768	(265,372)	1,225,495	344,049	1,569,544
(4,573,908)	8,792,448	7,341,019	10,631,969	(15,188,452)	4,296,877	1,206,317	5,503,194
64,480,938	59,907,030	68,699,478	76,040,497	86,672,466	55,819,461	15,664,553	71,484,014
59,907,030	68,699,478	76,040,497	86,672,466	71,484,014	60,116,338	16,870,870	76,987,208
13,593,210	6,710,599	1,096,646	(6,693,341)	10,134,453	5,366,045	1,506,478	6,872,523
81.51%	91.10%	98.58%	108.37%	87.58%	91.81%	91.80%	91.80%
8,085,842	8,084,925	8,350,359	8,363,872	8,506,140	6,821,169	1,914,994	8,736,163
168.11%	83.00%	13.13%	(80.03%)	119.14%	78.67%	78.67%	78.67%

CITY OF ROLLING MEADOWS, ILLINOIS

Police Pension Fund

Schedule of Changes in the Employer's Net Pension Liability

December 31, 2023

	12/31/2014	12/31/2015	12/31/2016
Total Pension Liability			
Service Cost	\$ 1,149,125	1,139,586	1,171,229
Interest	4,230,819	4,649,406	5,082,602
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	(599,310)	(1,820,391)	181,793
Change of Assumptions	3,979,187	5,292,677	(2,389,766)
Benefit Payments, Including Refunds of Member Contributions	(2,632,396)	(2,927,628)	(3,217,902)
Other (Net Transfer)	—	—	—
Net Change in Total Pension Liability	6,127,425	6,333,650	827,956
Total Pension Liability - Beginning	61,756,473	67,883,898	74,217,548
Total Pension Liability - Ending	67,883,898	74,217,548	75,045,504
Plan Fiduciary Net Position			
Contributions - Employer	\$ 2,483,648	2,547,497	3,104,921
Contributions - Members	507,162	469,521	472,132
Net Investment Income	1,579,499	142,603	2,381,161
Benefit Payments, Including Refunds of Member Contributions	(2,632,396)	(2,927,628)	(3,217,902)
Administrative Expenses	(55,519)	(54,640)	(57,478)
Net Change in Plan Fiduciary Net Position	1,882,394	177,353	2,682,834
Plan Net Position - Beginning	33,007,286	34,889,680	35,067,033
Plan Net Position - Ending	34,889,680	35,067,033	37,749,867
Employer's Net Pension Liability	\$ 32,994,218	39,150,515	37,295,637
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	51.40%	47.25%	50.30%
Covered Payroll	\$ 4,604,542	4,628,740	4,741,621
Employer's Net Pension Liability as a Percentage of Covered Payroll	716.56%	845.81%	786.56%

12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023
1,168,217	1,079,503	1,097,117	1,441,621	1,250,214	1,251,118	1,254,061
5,135,650	5,152,332	5,381,873	5,696,678	5,948,714	5,944,567	6,200,323
—	—	469,226	—	—	(62,645)	—
(192,715)	(2,201,325)	624,605	731,994	(2,937,864)	(237,933)	4,293,183
(2,442,434)	2,926,844	1,171,048	(492,871)	475,330	—	(435,255)
(3,358,167)	(3,502,585)	(3,853,858)	(4,291,945)	(4,306,752)	(4,392,150)	(4,110,480)
—	—	—	(80,952)	—	—	—
310,551	3,454,769	4,890,011	3,004,525	429,642	2,502,957	7,201,832
75,045,504	75,356,055	78,810,824	83,700,835	86,705,360	87,135,002	89,637,959
75,356,055	78,810,824	83,700,835	86,705,360	87,135,002	89,637,959	96,839,791
3,607,352	3,480,637	3,910,789	3,610,730	3,565,144	3,682,031	3,658,405
482,643	505,917	566,608	546,585	544,139	569,893	1,103,789
5,047,122	(1,949,568)	7,675,033	5,596,243	7,884,509	(7,750,089)	7,270,838
(3,358,167)	(3,502,585)	(3,853,858)	(4,291,945)	(4,306,752)	(4,392,150)	(4,631,963)
(59,187)	(57,448)	(63,914)	(80,952)	(74,081)	(67,226)	(59,903)
5,719,763	(1,523,047)	8,234,658	5,380,661	7,612,959	(7,957,541)	7,341,166
37,749,867	43,469,630	41,946,583	50,181,241	55,561,902	63,174,861	55,217,320
43,469,630	41,946,583	50,181,241	55,561,902	63,174,861	55,217,320	62,558,486
31,886,425	36,864,241	33,519,594	31,143,458	23,960,141	34,420,639	34,281,305
57.69%	53.22%	59.95%	64.08%	72.50%	61.60%	64.60%
4,942,478	5,103,111	5,196,556	5,364,126	5,490,802	5,725,608	5,875,943
645.15%	722.39%	645.03%	580.59%	436.37%	601.17%	583.42%

CITY OF ROLLING MEADOWS, ILLINOIS

**Firefighters' Pension Fund
Schedule of Changes in the Employer's Net Pension Liability
December 31, 2023**

	12/31/2014	12/31/2015	12/31/2016
Total Pension Liability			
Service Cost	\$ 1,229,937	1,204,872	1,291,068
Interest	3,784,080	4,130,260	4,626,392
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	237,138	(354,477)	347,104
Change of Assumptions	2,782,790	5,331,911	(2,345,758)
Benefit Payments, Including Refunds of Member Contributions	(3,020,345)	(3,156,692)	(3,293,238)
Administrative Expenses	—	—	—
Net Change in Total Pension Liability	5,013,600	7,155,874	625,568
Total Pension Liability - Beginning	55,568,457	60,582,057	67,737,931
Total Pension Liability - Ending	60,582,057	67,737,931	68,363,499
Plan Fiduciary Net Position			
Contributions - Employer	\$ 2,678,449	2,755,511	3,245,390
Contributions - Members	391,581	397,740	407,278
Net Investment Income	1,389,103	221,351	2,011,769
Benefit Payments, Including Refunds of Member Contributions	(3,020,345)	(3,156,692)	(3,293,238)
Administrative Expenses	(41,149)	(43,840)	(40,939)
Net Change in Plan Fiduciary Net Position	1,397,639	174,070	2,330,260
Plan Net Position - Beginning	25,224,467	26,622,106	26,796,176
Plan Net Position - Ending	26,622,106	26,796,176	29,126,436
Employer's Net Pension Liability	\$ 33,959,951	40,941,755	39,237,063
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	43.94%	39.56%	42.61%
Covered Payroll	\$ 4,053,549	4,139,289	4,095,760
Employer's Net Pension Liability as a Percentage of Covered Payroll	837.78%	989.10%	957.99%

12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023
1,212,059	1,073,974	1,159,904	1,316,062	1,227,274	1,216,921	1,323,660
4,663,118	4,704,541	5,168,179	5,488,684	5,829,142	5,817,403	6,150,930
—	—	432,145	—	—	(75,281)	—
15,822	577,218	1,003,648	(294,656)	(128,550)	1,252,266	8,499,870
(1,683,291)	4,129,948	994,082	(486,670)	477,753	—	800,500
(3,495,079)	(3,736,785)	(3,987,774)	(4,034,644)	(4,425,248)	(4,687,215)	(4,926,814)
—	—	—	(78,280)	—	—	—
712,629	6,748,896	4,770,184	1,910,496	2,980,371	3,524,094	11,848,146
68,363,499	69,076,128	75,825,024	80,595,208	82,505,704	85,486,075	89,010,169
69,076,128	75,825,024	80,595,208	82,505,704	85,486,075	89,010,169	100,858,315
4,080,981	3,788,593	4,210,983	4,400,367	4,356,483	4,310,709	4,295,330
417,337	421,856	469,435	485,364	477,052	477,913	479,787
4,243,937	(1,310,139)	7,119,367	5,932,756	7,006,312	(8,108,819)	6,958,510
(3,495,079)	(3,736,785)	(3,987,774)	(4,034,644)	(4,425,248)	(4,687,215)	(4,926,814)
(56,824)	(73,346)	(71,408)	(78,280)	(65,009)	(52,621)	(50,486)
5,190,352	(909,821)	7,740,603	6,705,563	7,349,590	(8,060,033)	6,756,327
29,126,436	34,316,788	33,406,967	41,147,570	47,853,133	55,202,723	47,142,690
34,316,788	33,406,967	41,147,570	47,853,133	55,202,723	47,142,690	53,899,017
34,759,340	42,418,057	39,447,638	34,652,571	30,283,352	41,867,479	46,959,298
49.68%	44.06%	51.05%	58.00%	64.58%	52.96%	53.44%
4,338,255	4,563,723	4,656,367	4,905,971	4,946,056	4,951,673	5,074,426
801.23%	929.46%	847.18%	706.33%	612.27%	845.52%	925.41%

CITY OF ROLLING MEADOWS, ILLINOIS

Police Pension Fund

Schedule of Investment Returns

December 31, 2023

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	5.67%
2015	0.68%
2016	6.81%
2017	13.41%
2018	(4.43%)
2019	18.26%
2020	11.21%
2021	14.39%
2022	(12.39%)
2023	13.70%

CITY OF ROLLING MEADOWS, ILLINOIS

**Firefighters' Pension Fund
Schedule of Investment Returns
December 31, 2023**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	4.75%
2015	0.86%
2016	7.80%
2017	15.05%
2018	(3.98%)
2019	20.65%
2020	11.22%
2021	15.55%
2022	(15.05%)
2023	15.38%

CITY OF ROLLING MEADOWS, ILLINOIS

Retiree Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2023

	12/31/2018	12/31/2019
	Totals	Totals
Total OPEB Liability		
Service Cost	\$ 351,060	188,331
Interest	192,306	207,033
Changes in Benefit Terms	—	757,774
Differences Between Expected and Actual Experience	5,305	349,658
Change of Assumptions or Other Inputs	(268,381)	(399,308)
Benefit Payments	(264,586)	117,000
Net Change in Total OPEB Liability	15,704	1,220,488
Total OPEB Liability - Beginning	5,764,346	5,780,050
Total OPEB Liability - Ending	5,780,050	7,000,538
Covered-Employee Payroll	\$ 16,395,718	17,043,879
Total OPEB Liability as a Percentage of Covered-Employee Payroll	35.25%	41.07%

Notes:

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

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2018 through 2023.

12/31/2020	12/31/2021	12/31/2022	12/31/2023		
Totals	Totals	Totals	City	Library	Totals
217,521	281,185	271,813	202,449	18,157	220,606
221,754	152,589	142,890	178,192	52,222	230,414
—	(945,380)	—	—	—	—
—	(146,300)	—	281,483	25,246	306,729
1,041,079	(515,835)	(981,095)	(66,577)	(5,971)	(72,548)
(396,531)	(356,436)	(407,069)	(430,755)	(38,634)	(469,389)
1,083,823	(1,530,177)	(973,461)	164,792	51,020	215,812
7,000,538	8,084,361	6,554,184	5,154,651	426,072	5,580,723
8,084,361	6,554,184	5,580,723	5,319,443	477,092	5,796,535
17,640,414	18,257,829	18,896,853	16,508,757	1,480,643	17,989,400
45.83%	35.90%	29.53%	32.22%	32.22%	32.22%

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2023**

	Budgeted Amounts		Actual
	Original	Final	
Revenues			
Taxes	\$ 23,206,521	23,404,700	23,905,764
Intergovernmental	5,096,466	5,688,047	8,961,720
Licenses and Permits	1,157,341	894,650	863,268
Charges for Services	3,769,351	3,890,806	4,308,862
Fines and Forfeitures	1,306,050	911,852	1,152,974
Investment Income	50,000	500,000	927,965
Miscellaneous	1,515,000	1,471,439	2,123,580
Total Revenues	36,100,729	36,761,494	42,244,133
Expenditures			
General Government	3,537,193	3,336,310	4,830,831
Public Safety	28,015,454	28,554,300	27,407,582
Public Works	4,661,661	4,513,179	4,124,757
Health/Welfare and Culture	11,720	5,990	4,305
Economic Development	21,000	19,000	17,900
Total Expenditures	36,247,028	36,428,779	36,385,375
Excess (Deficiency) of Revenues Over (Under) Expenditures	(146,299)	332,715	5,858,758
Other Financing Sources (Uses)			
Disposal of Capital Assets	500	—	—
Transfers In	250,000	250,000	250,000
Transfers Out	(4,880,861)	(4,880,861)	(4,880,861)
	(4,630,361)	(4,630,861)	(4,630,861)
Net Change In Fund Balance	(4,776,660)	(4,298,146)	1,227,897
Fund Balance - Beginning			15,635,122
Fund Balance - Ending			16,863,019

CITY OF ROLLING MEADOWS, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual
	Original	Final	
Revenues			
Intergovernmental	\$ 887,000	1,034,792	1,044,508
Investment Income	250	36,000	44,475
Total Revenues	<u>887,250</u>	<u>1,070,792</u>	<u>1,088,983</u>
Expenditures			
Capital Outlay	<u>1,400,000</u>	<u>1,400,000</u>	<u>1,305,858</u>
Net Change in Fund Balance	<u>(512,750)</u>	<u>(329,208)</u>	(216,875)
Fund Balance - Beginning			<u>1,896,877</u>
Fund Balance - Ending			<u><u>1,680,002</u></u>

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Enterprise Funds
- Combining Statements - Internal Service Funds
- Budgetary Comparison Schedules - Internal Service Funds
- Combining Statements - Pension Trust Funds
- Consolidated Year-End Financial Report

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

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

MAJOR SPECIAL REVENUE FUND

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for allotments of motor fuel taxes from the State of Illinois made on a per capita basis. The City uses these funds to maintain and construct transportation-related community needs, such as streets, bridges, and traffic signals.

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt.

MAJOR CAPITAL PROJECTS FUNDS

Local Roads Fund

The Local Roads Fund is used to account for street improvements, including resurfacing, curb and gutter, sidewalks and bike paths.

Fire Stations Fund

The Fire Stations Fund is used to account for the purchase of property for two fire stations, demolition of existing structures, engineering and design costs, regulatory and permitting costs, construction and legal costs, as well as acquisition and installation of furniture, fixtures and equipment costs related to two fire stations.

TIF #4 Golf Road Fund

The TIF #4 Golf Road Fund is used to account for the redevelopment of the property located primarily in the Meadows Corporate Center area along the Golf Road corridor (2850 Golf Road). The large commercial insurance broker Arthur J. Gallagher Insurance set up its headquarters - moving from Itasca to Rolling Meadows to redevelop this area. The City approved the Golf Road Tax Increment Financing District with a shortened TIF term of 15 years to help finance the redevelopment costs of the area.

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual
	Original	Final	
Taxes			
Property Taxes			
Prior Years' Taxes	\$ —	(20,000)	19,509
Current Levy	4,157,521	4,157,521	4,194,367
Police Pension	3,626,000	3,626,000	3,658,404
Fire Pension	4,257,000	4,257,000	4,295,331
Municipal Sales Tax	4,190,000	4,298,369	4,286,822
Home Rule Sales Tax	2,700,000	3,054,863	3,043,641
Simplified Telecommunications Tax	600,000	480,073	549,055
Electric Utility Tax	1,148,000	1,121,627	1,047,910
Hotel Tax	225,000	289,601	490,650
Food and Beverage Tax	1,497,000	1,579,127	1,667,423
Real Estate Transfer Tax	500,000	283,858	385,439
Cable Franchise Fees	306,000	276,661	267,213
Total Taxes	23,206,521	23,404,700	23,905,764
Intergovernmental			
State Income Tax	3,410,000	3,756,852	3,891,016
Local Use Tax	851,000	1,016,400	841,645
Replacement Tax	528,516	500,176	594,962
Video Gaming	227,000	264,647	281,926
Other Grants	79,950	149,972	3,352,171
Total Intergovernmental	5,096,466	5,688,047	8,961,720
Licenses and Permits			
Business Licenses	212,000	185,000	200,928
Liquor Licenses	111,591	111,650	113,502
Video Gaming Licenses	66,750	92,720	92,720
Building Permits	650,000	400,000	351,046
Rental Unit Permits	95,000	95,000	92,525
Other Permits	22,000	10,280	12,547
Total Licenses and Permits	1,157,341	894,650	863,268

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual
	Original	Final	
Charges for Services			
Police Special Details	\$ 40,000	16,745	25,895
School Liaison Charges	565,000	497,931	502,224
Ambulance Fees	875,000	900,000	882,778
Overhead Charges			
Garage	309,000	309,000	300,000
E911	77,250	77,250	75,000
TIF #4	61,206	61,206	61,206
Refuse	515,000	515,000	500,000
Utilities	927,000	927,000	900,000
Library	47,895	47,895	47,895
Other Inspection Fees	150,000	98,610	104,306
Other Charges for Services	202,000	440,169	909,558
Total Charges for Services	<u>3,769,351</u>	<u>3,890,806</u>	<u>4,308,862</u>
Fines and Forfeitures			
Circuit Court Fines	75,000	41,684	39,822
Traffic and Compliance Fines	32,500	27,610	39,390
DUI Fines	5,000	121	121
Red Light Enforcement Fines	1,100,000	778,259	954,931
Adjudication	25,000	1,000	3,850
Other Fines	68,550	63,178	114,860
Total Fines and Forfeitures	<u>1,306,050</u>	<u>911,852</u>	<u>1,152,974</u>
Investment Income	<u>50,000</u>	<u>500,000</u>	<u>927,965</u>
Miscellaneous			
Rental Income	280,000	280,000	311,733
Other	1,235,000	1,191,439	1,811,847
Total Miscellaneous	<u>1,515,000</u>	<u>1,471,439</u>	<u>2,123,580</u>
Total Revenues	<u><u>36,100,729</u></u>	<u><u>36,761,494</u></u>	<u><u>42,244,133</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual
	Original	Final	
General Government			
Administration			
Mayor			
Salaries and Wages	\$ 9,950	9,950	9,950
Benefits	761	799	761
Contracted Services	400	535	318
Supplies	450	200	141
Total Mayor	11,561	11,484	11,170
City Council			
Salaries and Wages	28,001	28,001	28,001
Benefits	2,142	2,249	2,142
Contracted Services	32,600	31,242	39,120
Supplies	950	600	45
Total City Council	63,693	62,092	69,308
City Manager			
Salaries and Wages	609,347	549,940	550,116
Benefits	238,449	241,628	228,582
Contracted Services	56,843	53,833	46,515
Supplies	8,100	5,700	7,383
Total City Manager	912,739	851,101	832,596
City Clerk			
Salaries and Wages	121,213	119,460	124,519
Benefits	30,582	30,099	32,722
Contracted Services	14,080	25,280	21,777
Supplies	1,000	1,000	12
Total City Clerk	166,875	175,839	179,030
Public Relations			
Contracted Services	91,750	89,250	63,601

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual
	Original	Final	
General Government - Continued			
Administration - Continued			
Video Production			
Contracted Services	\$ 19,500	18,755	14,974
Supplies	200	—	—
Total Video Production	19,700	18,755	14,974
Adjudication			
Contracted Services	33,500	38,600	20,024
Supplies	250	—	—
Total Adjudication	33,750	38,600	20,024
Community Events			
Contracted Services	4,450	4,000	—
Supplies	145,000	150,500	132,636
Total Community Events	149,450	154,500	132,636
Finance			
Salaries and Wages	371,569	373,192	371,411
Benefits	135,217	125,162	142,447
Contracted Services	49,855	51,315	45,306
Supplies	1,550	1,550	2,365
Total Finance	558,191	551,219	561,529
Administrative Services			
Legal Contracted Services	338,000	242,000	312,667
Engineering Contracted Services	30,000	30,000	22,500
Police Special Detail			
Salaries and Wages	50,000	50,000	35,281
Benefits	—	6,190	4,482
Other Contracted Services	300,792	314,982	1,853,693
Other Supplies	5,500	5,500	8,168
Total Administrative Services	724,292	648,672	2,236,791

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual
	Original	Final	
General Government - Continued			
Administration - Continued			
Information Technology			
Salaries and Wages	\$ 402,507	362,220	370,323
Benefits	132,218	128,161	121,830
Contracted Services	236,417	213,617	189,677
Supplies	32,500	29,500	26,842
Total Information Technology	803,642	733,498	708,672
Total Administration	3,535,643	3,335,010	4,830,331
Community Development			
Plan Commission			
Contracted Services	1,550	1,300	500
Total General Government	3,537,193	3,336,310	4,830,831
Public Safety			
Police Department			
Administration			
Salaries and Wages	693,051	633,967	664,366
Benefits	160,240	125,809	143,424
Employer Pension Contribution	3,626,000	4,077,000	3,658,404
Contracted Services	773,947	763,992	727,616
Supplies and Materials	441,650	244,000	113,077
Total Administration	5,694,888	5,844,768	5,306,887
Patrol			
Salaries and Wages	6,299,519	6,458,115	6,453,705
Benefits	1,305,313	1,347,930	1,284,595
Contracted Services	124,160	101,270	90,894
Supplies	104,675	81,325	100,214
Total Patrol	7,833,667	7,988,640	7,929,408

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Investigation			
Salaries and Wages	\$ 766,445	695,309	665,317
Benefits	204,059	205,912	160,732
Contracted Services	31,720	33,320	27,699
Supplies and Materials	25,700	15,900	17,581
Total Investigation	1,027,924	950,441	871,329
Total Police Department	14,556,479	14,783,849	14,107,624
Fire Department			
Administration			
Salaries and Wages	487,931	391,570	412,172
Benefits	98,199	108,965	114,739
Employer Pension Contribution	4,257,000	4,708,000	4,295,331
Contracted Services	1,022,096	1,027,376	1,012,517
Supplies and Materials	8,500	8,500	6,319
Total Administration	5,873,726	6,244,411	5,841,078
Fire Operations			
Salaries and Wages	5,712,385	5,671,930	5,779,813
Benefits	1,444,661	1,477,697	1,380,722
Contracted Services	185,535	150,350	119,298
Supplies and Materials	132,610	127,520	102,304
Total Fire Operations	7,475,191	7,427,497	7,382,137
Special Rescue Teams			
Salaries and Wages	40,000	21,000	10,079
Benefits	725	305	239
Contracted Services	30,013	28,585	20,380
Supplies and Materials	8,300	9,300	7,971
Total Special Rescue Teams	79,038	59,190	38,669
Total Fire Department	13,427,955	13,731,098	13,261,884

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual
	Original	Final	
Public Safety - Continued			
Board of Police and Fire Commission			
Salaries and Wages	\$ 3,000	6,450	3,969
Contracted Services	27,250	32,133	33,193
Supplies and Materials	770	770	912
Total Board of Police and Fire Commission	31,020	39,353	38,074
Total Public Safety	28,015,454	28,554,300	27,407,582
Public Works			
Administration			
Salaries and Wages	680,413	757,529	686,544
Benefits	215,339	230,931	201,340
Contracted Services	315,640	311,788	291,272
Supplies and Materials	9,600	9,676	7,269
Total Administration	1,220,992	1,309,924	1,186,425
Community Development			
Administration			
Salaries and Wages	988,038	906,157	878,760
Benefits	393,779	384,930	338,517
Contracted Services	346,274	303,724	390,813
Supplies and Materials	7,200	6,050	4,778
Total Community Development	1,735,291	1,600,861	1,612,868
Forestry Program			
Salaries and Wages	1,098,183	1,019,427	823,894
Benefits	472,220	450,302	376,339
Contracted Services	122,575	120,640	115,737
Supplies and Materials	12,400	12,025	9,494
Total Forestry Program	1,705,378	1,602,394	1,325,464
Total Public Works	4,661,661	4,513,179	4,124,757

CITY OF ROLLING MEADOWS, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual
	Original	Final	
Health/Welfare and Culture			
Museum			
Contracted Services	\$ 4,220	2,990	3,767
ESDA			
Supplies and Materials	2,500	—	—
Safety Committee			
Supplies and Materials	2,000	2,000	—
Employee Wellness			
Contracted Services	1,000	—	—
Supplies and Materials	1,000	1,000	538
Total Employee Wellness	2,000	1,000	538
Urban Affairs			
Supplies	1,000	—	—
Total Health/Welfare and Culture	11,720	5,990	4,305
Economic Development			
Community Development			
Contracted Services	18,000	18,000	17,123
Supplies and Materials	3,000	1,000	777
Total Economic Development	21,000	19,000	17,900
Total Expenditures	36,247,028	36,428,779	36,385,375

CITY OF ROLLING MEADOWS, ILLINOIS

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Amounts
	Original	Final	
Revenues			
Investment Income	\$ —	—	—
Expenditures			
Debt Service			
Principal Retirement	715,000	715,000	715,000
Interest and Fiscal Charges	21,950	22,650	22,638
Total Expenditures	<u>736,950</u>	<u>737,650</u>	<u>737,638</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(736,950)	(737,650)	(737,638)
Other Financing Sources			
Transfers In	<u>730,861</u>	<u>730,861</u>	<u>730,861</u>
Net Change in Fund Balance	<u>(6,089)</u>	<u>(6,789)</u>	(6,777)
Fund Balance - Beginning			<u>5,140</u>
Fund Balance - Ending			<u><u>(1,637)</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Local Roads - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,347,810	1,327,810	1,329,145
Natural Gas Tax	572,000	491,803	510,036
Intergovernmental	294,000	447,875	227,703
Investment Income	1,250	25,030	35,049
Miscellaneous	435,700	251,128	51,455
Total Revenues	<u>2,650,760</u>	<u>2,543,646</u>	<u>2,153,388</u>
Expenditures			
Highways and Streets			
Contracted Services	891,770	810,602	940,529
Supplies			
Operating Supplies	330,000	259,270	263,246
Repairs and Maintenance Supplies	34,000	27,300	13,903
Capital Outlay			
Street Improvements	1,781,000	1,500,200	1,139,030
Total Expenditures	<u>3,036,770</u>	<u>2,597,372</u>	<u>2,356,708</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(386,010)	(53,726)	(203,320)
Other Financing Sources			
Transfers In	<u>1,050,000</u>	<u>1,050,000</u>	<u>1,050,000</u>
Net Change in Fund Balance	<u>663,990</u>	<u>996,274</u>	846,680
Fund Balance - Beginning			<u>58,185</u>
Fund Balance - Ending			<u><u>904,865</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Fire Stations - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,013,875	1,013,875	1,024,685
Investment Income	12,000	135,000	325,989
Total Revenues	<u>1,025,875</u>	<u>1,148,875</u>	<u>1,350,674</u>
Expenditures			
Debt Service			
Principal Retirement	535,461	535,461	535,461
Interest and Fiscal Charges	478,414	478,889	478,438
Total Expenditures	<u>1,013,875</u>	<u>1,014,350</u>	<u>1,013,899</u>
Net Change in Fund Balance	<u>12,000</u>	<u>134,525</u>	336,775
Fund Balance - Beginning			<u>503,131</u>
Fund Balance - Ending			<u><u>839,906</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

TIF #4 Golf Road - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 3,000,000	4,642,302	2,026,714
Investment Income	250	15	2,602
Total Revenues	<u>3,000,250</u>	<u>4,642,317</u>	<u>2,029,316</u>
Expenditures			
Economic Development			
Contracted Services	<u>3,033,206</u>	<u>1,992,395</u>	<u>1,992,360</u>
Net Change in Fund Balance	<u>(32,956)</u>	<u>2,649,922</u>	36,956
Fund Balance - Beginning			<u>3,962,995</u>
Fund Balance - Ending			<u><u>3,999,951</u></u>

NONMAJOR GOVERNMENTAL FUNDS

CITY OF ROLLING MEADOWS, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2023

	Special Revenue	Capital Projects TIF #2 Kirchoff/Owl	Totals
ASSETS			
Cash and Investments	\$ 1,895,523	284,486	2,180,009
Receivables - Net of Allowances			
Property Taxes	700,000	4,839	704,839
 Total Assets	 2,595,523	 289,325	 2,884,848
LIABILITIES			
Accounts Payable	13,707	—	13,707
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	700,000	—	700,000
Total Liabilities and Deferred Inflows of Resources	713,707	—	713,707
FUND BALANCES			
Restricted	1,881,816	—	1,881,816
Assigned	—	289,325	289,325
Total Fund Balances	1,881,816	289,325	2,171,141
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 2,595,523	 289,325	 2,884,848

CITY OF ROLLING MEADOWS, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2023

	Special Revenue	Capital Projects TIF #2 Kirchoff/Owl	Totals
Revenues			
Taxes	\$ 773,005	476,892	1,249,897
Fines and Forfeitures	1,008	—	1,008
Investment Income	2,134	165	2,299
Total Revenues	<u>776,147</u>	<u>477,057</u>	<u>1,253,204</u>
Expenditures			
Public Safety	902,735	—	902,735
Economic Development	—	2,304	2,304
Total Expenditures	<u>902,735</u>	<u>2,304</u>	<u>905,039</u>
Net Change in Fund Balances	(126,588)	474,753	348,165
Fund Balances - Beginning	<u>2,064,725</u>	<u>(185,428)</u>	<u>1,879,297</u>
Fund Balances - Ending	<u><u>1,938,137</u></u>	<u><u>289,325</u></u>	<u><u>2,227,462</u></u>

NONMAJOR SPECIAL REVENUE FUNDS

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

911 Emergency Telephone Fund

The 911 Emergency Telephone Fund is used to account for the operation of the emergency telephone communication system. Financing is provided by local and state surcharges and property taxes.

Foreign Fire Tax Fund

The Foreign Fire Tax Fund is used to account for the receipt and disbursement of funds collected as foreign fire tax.

Asset Seizure Fund

The Asset Seizure Fund is used to account for the receipts and disbursements incurred as a result of the City's asset seizure program pursuant to Federal and State drug seizure laws.

CITY OF ROLLING MEADOWS, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet

December 31, 2023

	911 Emergency Telephone	Foreign Fire Tax	Asset Seizure	Totals
ASSETS				
Cash and Investments	\$ 1,656,646	134,334	104,543	1,895,523
Receivables - Net of Allowances Property Taxes	700,000	—	—	700,000
Total Assets	<u>2,356,646</u>	<u>134,334</u>	<u>104,543</u>	<u>2,595,523</u>
LIABILITIES				
Accounts Payable	11,874	1,204	629	13,707
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	700,000	—	—	700,000
Total Liabilities and Deferred Inflows of Resources	711,874	1,204	629	713,707
FUND BALANCES				
Restricted	1,644,772	133,130	103,914	1,881,816
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>2,356,646</u>	<u>134,334</u>	<u>104,543</u>	<u>2,595,523</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2023

	911 Emergency Telephone	Foreign Fire Tax	Asset Seizure	Totals
Revenues				
Taxes	\$ 707,443	65,562	—	773,005
Fines and Forfeitures	—	—	1,008	1,008
Investment Income	—	—	2,134	2,134
Total Revenues	<u>707,443</u>	<u>65,562</u>	<u>3,142</u>	<u>776,147</u>
Expenditures				
Public Safety	<u>794,379</u>	<u>85,942</u>	<u>22,414</u>	<u>902,735</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(86,936)	(20,380)	(19,272)	(126,588)
Other Financing (Uses)				
Transfers Out	<u>—</u>	<u>—</u>	<u>(56,321)</u>	<u>(56,321)</u>
Net Change in Fund Balances	(86,936)	(20,380)	(75,593)	(182,909)
Fund Balances - Beginning	<u>1,731,708</u>	<u>153,510</u>	<u>179,507</u>	<u>2,064,725</u>
Fund Balances - Ending	<u><u>1,644,772</u></u>	<u><u>133,130</u></u>	<u><u>103,914</u></u>	<u><u>1,881,816</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

911 Emergency Telephone - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 700,000	700,000	707,443
Expenditures			
Public Safety			
Contracted Services	867,580	792,880	794,256
Supplies	2,500	1,500	123
Total Expenditures	870,080	794,380	794,379
Net Change in Fund Balance	<u>(170,080)</u>	<u>(94,380)</u>	(86,936)
Fund Balance - Beginning			<u>1,731,708</u>
Fund Balance - Ending			<u>1,644,772</u>

NONMAJOR CAPITAL PROJECTS FUND

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

TIF #2 Kirchoff/Owl Fund

The TIF #2 Kirchoff/Owl Fund is used to account for the purchase of property and construction of a mixed-use development along Kirchoff Road. The plan includes condominium homes, senior housing, and office/retail space.

CITY OF ROLLING MEADOWS, ILLINOIS

TIF #2 Kirchoff/Owl - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 478,983	287,498	476,892
Investment Income	100	100	165
Total Revenues	479,083	287,598	477,057
Expenditures			
Economic Development			
Contracted Services	2,500	2,500	2,304
Net Change in Fund Balance	476,583	285,098	474,753
Fund Balance - Beginning			(185,428)
Fund Balance - Ending			289,325

ENTERPRISE FUNDS

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

Utilities Fund

The Utilities Fund is used to account for all resources collected and used to provide water and sanitary services to the City as well as to account for the resources collected to finance storm water runoff and creek bank improvements. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration of billings and collections, operations, and maintenance of the system.

Refuse Collection Fund

The Refuse Collection Fund is used to account for all the resources collected and used to provide waste collection and disposal services to the City. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration of billings and collections, operations, and maintenance of the waste collection vehicles.

CITY OF ROLLING MEADOWS, ILLINOIS

Utilities - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 11,598,000	11,145,848	11,067,909
Miscellaneous	81,000	76,560	133,177
Total Operating Revenues	<u>11,679,000</u>	<u>11,222,408</u>	<u>11,201,086</u>
Operating Expenses			
Administration	1,576,105	1,605,803	1,468,739
Public Works	900,000	900,000	900,000
Operations	10,828,057	9,641,526	6,526,772
Depreciation and Amortization	—	—	1,309,401
Total Operating Expenses	<u>13,304,162</u>	<u>12,147,329</u>	<u>10,204,912</u>
Operating Income (Loss)	<u>(1,625,162)</u>	<u>(924,921)</u>	<u>996,174</u>
Nonoperating Revenues (Expenses)			
Investment Income	2,000	95,000	157,782
Interest Expense	(475,691)	(475,691)	(209,091)
	<u>(473,691)</u>	<u>(380,691)</u>	<u>(51,309)</u>
Income (Loss) Before Transfers	(2,098,853)	(1,305,612)	944,865
Transfers In	<u>3,000,000</u>	<u>3,000,000</u>	<u>3,000,000</u>
Change in Net Position	<u>901,147</u>	<u>1,694,388</u>	3,944,865
Net Position - Beginning			<u>24,068,657</u>
Net Position - Ending			<u>28,013,522</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Utilities - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budget		Actual
	Original	Final	
Administration			
Salaries and Wages	\$ 256,607	275,856	302,746
Benefits	72,636	77,625	83,947
IMRF Pension Expense	—	—	(50,319)
Contracted Services	1,246,362	1,252,322	1,132,365
Supplies	500	—	—
Total Administration	1,576,105	1,605,803	1,468,739
Public Works			
Contracted Services	900,000	900,000	900,000
Operations			
Water			
Salaries and Wages	694,567	571,396	524,230
Benefits	201,283	181,530	164,604
IMRF Pension Expense	—	—	(96,413)
Contracted Services	510,050	877,975	507,432
Supplies	257,650	254,725	217,210
Lake Michigan Water	4,299,750	4,199,750	3,768,771
Machinery & Equipment	725,000	942,000	63,801
Total Water	6,688,300	7,027,376	5,149,635
Sewer			
Salaries and Wages	533,286	565,705	576,286
Benefits	206,616	214,420	206,823
IMRF Pension Expense	—	—	(98,076)
Contracted Services	197,300	239,677	150,199
Supplies	87,100	74,800	63,888
Machinery & Equipment	1,100,000	512,000	31,569
Total Sewer	2,124,302	1,606,602	930,689

CITY OF ROLLING MEADOWS, ILLINOIS

Utilities - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Budget		Actual
	Original	Final	
Operations - Continued			
Stormwater			
Salaries and Wages	\$ 201,970	210,365	197,308
Benefits	101,610	102,818	83,052
IMRF Pension Expense	—	—	(35,012)
OPEB Expense	—	—	(17,974)
Contracted Services	241,000	253,250	174,514
Supplies	44,375	45,115	36,183
Machinery & Equipment	1,426,500	396,000	8,377
Total Stormwater	2,015,455	1,007,548	446,448
Total Operations	10,828,057	9,641,526	6,526,772
Depreciation and Amortization	—	—	1,309,401
Total Operating Expenses	13,304,162	12,147,329	10,204,912

CITY OF ROLLING MEADOWS, ILLINOIS

Refuse Collection - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 2,510,600	2,458,127	2,499,686
Miscellaneous	75,500	85,000	109,292
Total Operating Revenues	<u>2,586,100</u>	<u>2,543,127</u>	<u>2,608,978</u>
Operating Expenses			
Administration	1,105,982	1,106,622	1,099,383
Operations	1,310,243	1,393,425	1,337,689
Depreciation	—	—	3,882
Total Operating Expenses	<u>2,416,225</u>	<u>2,500,047</u>	<u>2,440,954</u>
Operating Income	169,875	43,080	168,024
Nonoperating Revenues			
Investment Income	<u>2,500</u>	<u>614</u>	<u>687</u>
Change in Net Position	<u>172,375</u>	<u>43,694</u>	168,711
Net Position - Beginning			<u>508,484</u>
Net Position - Ending			<u>677,195</u>

CITY OF ROLLING MEADOWS, ILLINOIS

**Refuse Collection - Enterprise Fund
Scheduling of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2023**

	Budget		Actual
	Original	Final	
Administration			
Contracted Services	\$ 1,105,982	1,106,622	1,099,383
Operations			
Salaries and Wages	326,971	322,189	322,598
Benefits	135,222	136,211	137,277
IMRF Pension Expense	—	—	(44,936)
OPEB Expense	—	—	(24,323)
Contracted Services	843,900	931,475	943,974
Supplies	4,150	3,550	3,099
Total Operations	1,310,243	1,393,425	1,337,689
Depreciation	—	—	3,882
Total Operating Expenses	2,416,225	2,500,047	2,440,954

INTERNAL SERVICE FUNDS

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

Municipal Garage Fund

The Municipal Garage Fund is used to account for the resources collected from other City departments used to provide maintenance to City vehicles and major equipment/machinery.

Vehicle Replacement Fund

The Vehicle Replacement Fund is used to account for the resources collected from other City departments used in replacing City vehicles and major equipment.

Buildings and Land Fund

The Buildings and Land Fund is used to account for the resources collected from other City departments used for the purchase of land or buildings, or the remodeling, renovation, and expansion of current buildings.

Liability Insurance Fund

The Liability Insurance Fund is used to account for the resources collected from other City departments used to manage funding of the property/casualty/workers compensation claims.

Health Insurance Fund

The Health Insurance Fund is used to account for resources collected from other City departments to fund the City's portion of health insurance premiums as well as those of retired employees.

CITY OF ROLLING MEADOWS, ILLINOIS

Internal Service Funds

Combining Statement of Net Position

December 31, 2023

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

**Internal Service Funds
Combining Statement of Net Position
December 31, 2023**

	<u>Municipal Garage</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 1,648,244
Receivables - Net of Allowances - Accounts	19,788
Prepays	—
Total Current Assets	<u>1,668,032</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	—
Depreciable	9,247
Accumulated Depreciation	<u>(9,247)</u>
Total Capital Assets	<u>—</u>
Total Assets	<u>1,668,032</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	34,900
Accrued Payroll	8,130
Compensated Absences Payable	<u>7,717</u>
Total Current Liabilities	50,747
Noncurrent Liabilities	
Compensated Absences Payable	<u>19,127</u>
Total Liabilities	<u>69,874</u>
NET POSITION	
Investment in Capital Assets	—
Unrestricted	<u>1,598,158</u>
Total Net Position	<u><u>1,598,158</u></u>

Vehicle Replacement	Buildings and Land	Liability Insurance	Health Insurance	Totals
2,357,253	1,827,819	2,218,855	2,829,052	10,881,223
—	38,563	—	—	58,351
—	—	2,154,864	1,272,638	3,427,502
2,357,253	1,866,382	4,373,719	4,101,690	14,367,076
2,694,370	311,841	—	—	3,006,211
26,736,183	6,493,487	—	—	33,238,917
(18,356,843)	(3,635,702)	—	—	(22,001,792)
11,073,710	3,169,626	—	—	14,243,336
13,430,963	5,036,008	4,373,719	4,101,690	28,610,412
513,232	48,790	7,802	280,270	884,994
—	—	—	1,761	9,891
—	—	—	—	7,717
513,232	48,790	7,802	282,031	902,602
—	—	—	—	19,127
513,232	48,790	7,802	282,031	921,729
11,073,710	3,169,626	—	—	14,243,336
1,844,021	1,817,592	4,365,917	3,819,659	13,445,347
12,917,731	4,987,218	4,365,917	3,819,659	27,688,683

CITY OF ROLLING MEADOWS, ILLINOIS

Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Net Position

For the Fiscal Year Ended December 31, 2023

	<u>Municipal Garage</u>
Operating Revenues	
Interfund Services	\$ 1,652,884
Miscellaneous	10,580
Total Operating Revenues	<u>1,663,464</u>
Operating Expenses	
Administration	1,601,676
Public Safety	—
Public Works	—
Depreciation	—
Total Operating Expenses	<u>1,601,676</u>
Operating Income (Loss)	<u>61,788</u>
Nonoperating Revenues	
Disposal of Capital Assets	—
Investment Income	—
	<u>—</u>
Income (Loss) before Transfers	<u>61,788</u>
Transfers In	—
Transfers Out	—
	<u>—</u>
Change in Net Position	61,788
Net Position - Beginning	<u>1,536,370</u>
Net Position - Ending	<u><u>1,598,158</u></u>

Vehicle Replacement	Buildings and Land	Liability Insurance	Health Insurance	Totals
2,003,678	1,016,063	132,161	3,778,539	8,583,325
—	—	304,626	1,510,695	1,825,901
2,003,678	1,016,063	436,787	5,289,234	10,409,226
—	—	611,546	4,616,877	6,830,099
686,812	—	—	—	686,812
—	656,056	—	—	656,056
1,113,650	165,865	—	—	1,279,515
1,800,462	821,921	611,546	4,616,877	9,452,482
203,216	194,142	(174,759)	672,357	956,744
36,772	—	—	—	36,772
—	38,541	735	5,905	45,181
36,772	38,541	735	5,905	81,953
239,988	232,683	(174,024)	678,262	1,038,697
156,321	—	—	—	156,321
—	—	—	(250,000)	(250,000)
156,321	—	—	(250,000)	(93,679)
396,309	232,683	(174,024)	428,262	945,018
12,521,422	4,754,535	4,539,941	3,391,397	26,743,665
12,917,731	4,987,218	4,365,917	3,819,659	27,688,683

CITY OF ROLLING MEADOWS, ILLINOIS

Internal Service Funds

Combining Statement of Cash Flows

For the Fiscal Year Ended December 31, 2023

	Municipal Garage
Cash Flows from Operating Activities	
Interfund Services Provided	\$ 1,660,580
Payments to Suppliers	(1,283,846)
Payments to Employees	(321,837)
	<u>54,897</u>
Cash Flows from Noncapital Financing Activities	
Transfers In	—
Transfers Out	—
	<u>—</u>
Cash Flows from Capital and Related Financing Activities	
Disposal of Capital Assets	—
Purchase of Capital Assets	—
	<u>—</u>
Cash Flows from Investing Activities	
Investment Income (Loss) Received	—
	<u>—</u>
Net Change in Cash and Cash Equivalents	54,897
Cash and Cash Equivalents - Beginning	<u>1,593,347</u>
Cash and Cash Equivalents - Ending	<u><u>1,648,244</u></u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities	
Operating Income	61,788
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in)	
Operating Activities	
Depreciation and Amortization	—
(Increase) Decrease in Current Assets	(2,884)
Increase (Decrease) in Current Liabilities	(4,007)
	<u>(4,007)</u>
Net Cash Provided by Operating Activities	<u><u>54,897</u></u>

Vehicle Replacement	Buildings and Land	Liability Insurance	Health Insurance	Totals
2,003,678	1,022,640	737,923	6,007,417	11,432,238
(553,271)	(760,852)	(627,497)	(4,632,362)	(7,857,828)
—	—	—	—	(321,837)
1,450,407	261,788	110,426	1,375,055	3,252,573
156,321	—	—	—	156,321
—	—	—	(250,000)	(250,000)
156,321	—	—	(250,000)	(93,679)
36,772	—	—	—	36,772
(1,620,654)	(164,981)	—	—	(1,785,635)
(1,583,882)	(164,981)	—	—	(1,748,863)
—	38,541	735	5,905	45,181
22,846	135,348	111,161	1,130,960	1,455,212
2,334,407	1,692,471	2,107,694	1,698,092	9,426,011
2,357,253	1,827,819	2,218,855	2,829,052	10,881,223
203,216	194,142	(174,759)	672,357	956,744
1,113,650	165,865	—	—	1,279,515
—	6,577	301,136	718,183	1,023,012
133,541	(104,796)	(15,951)	(15,485)	(6,698)
1,450,407	261,788	110,426	1,375,055	3,252,573

CITY OF ROLLING MEADOWS, ILLINOIS

Municipal Garage - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 1,648,096	1,650,096	1,652,884
Miscellaneous	5,500	10,583	10,580
Total Operating Revenues	<u>1,653,596</u>	<u>1,660,679</u>	<u>1,663,464</u>
Operating Expenses			
Administration			
Motor Pool			
Salaries and Wages	291,343	287,820	321,837
Benefits	100,358	100,729	102,505
Contracted Services	725,534	724,085	718,167
Supplies	515,350	508,700	459,167
Total Operating Expenses	<u>1,632,585</u>	<u>1,621,334</u>	<u>1,601,676</u>
Operating Income	21,011	39,345	61,788
Nonoperating Revenues			
Investment Income	25	—	—
Change in Net Position	<u>21,036</u>	<u>39,345</u>	61,788
Net Position - Beginning			<u>1,536,370</u>
Net Position - Ending			<u>1,598,158</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Vehicle Replacement - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 2,003,678	2,003,678	2,003,678
Operating Expenses			
Public Safety	2,580,000	2,983,494	686,812
Depreciation	—	—	1,113,650
Total Operating Expenses	2,580,000	2,983,494	1,800,462
Operating Income (Loss)	(576,322)	(979,816)	203,216
Nonoperating Revenues			
Disposal of Capital Assets	10,000	19,201	36,772
Investment Income	25	—	—
	10,025	19,201	36,772
Income (Loss) before Transfers	(566,297)	(960,615)	239,988
Transfer In	100,000	100,000	156,321
Change in Net Position	(466,297)	(860,615)	396,309
Net Position - Beginning			12,521,422
Net Position - Ending			12,917,731

CITY OF ROLLING MEADOWS, ILLINOIS

Buildings and Land - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 1,000,000	1,000,000	1,016,063
Miscellaneous	—	39,831	—
Total Operating Revenues	<u>1,000,000</u>	<u>1,039,831</u>	<u>1,016,063</u>
Operating Expenses			
Public Works	1,489,350	1,325,045	656,056
Depreciation	—	—	165,865
Total Operating Expenses	<u>1,489,350</u>	<u>1,325,045</u>	<u>821,921</u>
Operating Income (Loss)	(489,350)	(285,214)	194,142
Nonoperating Revenues			
Investment Income	<u>15,025</u>	<u>25,000</u>	<u>38,541</u>
Change in Net Position	<u>(474,325)</u>	<u>(260,214)</u>	232,683
Net Position - Beginning			<u>4,754,535</u>
Net Position - Ending			<u><u>4,987,218</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Liability Insurance - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 132,161	131,531	132,161
Miscellaneous			
Insurance Rebate	30,000	49,724	65,462
Other	—	—	239,164
Total Operating Revenues	<u>162,161</u>	<u>181,255</u>	<u>436,787</u>
Operating Expenses			
Administration			
Liability Insurance	400,000	100,000	588,269
Unemployment	1,000	20,000	14,959
Reimbursable Repairs	26,000	15,000	8,318
Total Operating Expenses	<u>427,000</u>	<u>135,000</u>	<u>611,546</u>
Operating Income (Loss)	(264,839)	46,255	(174,759)
Nonoperating Revenues			
Investment Income	<u>500</u>	<u>250</u>	<u>735</u>
Change in Net Position	<u>(264,339)</u>	<u>46,505</u>	<u>(174,024)</u>
Net Position - Beginning			<u>4,539,941</u>
Net Position - Ending			<u><u>4,365,917</u></u>

CITY OF ROLLING MEADOWS, ILLINOIS

Health Insurance - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 4,360,740	1,582,560	3,778,539
Miscellaneous			
Employee Contributions	489,450	489,450	509,005
Retiree Contributions	869,157	869,157	670,859
Other	—	—	330,831
Total Operating Revenues	<u>5,719,347</u>	<u>2,941,167</u>	<u>5,289,234</u>
Operating Expenses			
Administration			
Group Health			
PPO White	545,586	545,586	577,317
PPO Blue	848,673	848,673	1,039,894
HMO	1,357,896	1,357,896	1,216,247
Retirees	494,895	494,895	434,387
PSEBA	60,438	60,438	56,267
PPO Purple	195,722	195,722	241,342
HMO Orange	41,574	41,574	30,302
PPO Green	29,237	29,237	28,674
Dental Insurance			
PPO	101,729	101,729	111,904
Retirees	22,118	22,118	15,799
HMO	38,883	38,883	32,400
Life Insurance	29,687	29,687	13,955
Medical Waivers	2,550	2,550	252
Retiree Medicare Reimbursements	290,248	290,248	235,060
Retiree Payouts	600,000	600,000	508,780
Retiree Taxes	45,900	45,900	16,657
Retiree IMRF	150,420	150,420	43,787
Other	20,000	20,000	13,853
Total Operating Expenses	<u>4,875,556</u>	<u>4,875,556</u>	<u>4,616,877</u>
Operating Income (Loss)	843,791	(1,934,389)	672,357
Nonoperating Revenues			
Investment Income	1,000	2,000	5,905
Income (Loss) before Transfers	<u>844,791</u>	<u>(1,932,389)</u>	<u>678,262</u>
Transfer Out	<u>(250,000)</u>	<u>(250,000)</u>	<u>(250,000)</u>
Change in Net Position	<u>594,791</u>	<u>(2,182,389)</u>	<u>428,262</u>
Net Position - Beginning			<u>3,391,397</u>
Net Position - Ending			<u><u>3,819,659</u></u>

PENSION TRUST FUNDS

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the police force at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an annual actuarial study.

Firefighters' Pension Fund

The Firefighters' Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the fire department at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an annual actuarial study.

CITY OF ROLLING MEADOWS, ILLINOIS

Pension Trust Funds

Combining Statement of Fiduciary Net Position

December 31, 2023

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 256,333	1,800,335	2,056,668
Investments			
Illinois Police Officers Pension Investment Fund	62,258,882	—	62,258,882
Illinois Firefighters' Pension Investment Fund	—	52,050,601	52,050,601
Due from Other Funds	43,188	50,714	93,902
Prepays	2,418	878	3,296
Total Assets	62,560,821	53,902,528	116,463,349
LIABILITIES			
Accounts Payable	2,335	3,511	5,846
NET POSITION			
Net Position Restricted for Pensions	62,558,486	53,899,017	116,457,503

CITY OF ROLLING MEADOWS, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended December 31, 2023

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 3,658,405	4,295,330	7,953,735
Contributions - Plan Members	1,103,789	479,787	1,583,576
Total Contributions	<u>4,762,194</u>	<u>4,775,117</u>	<u>9,537,311</u>
Investment Income (Loss)			
Interest Earned	6,964,260	6,152,425	13,116,685
Net Change in Fair Value	391,877	859,341	1,251,218
	<u>7,356,137</u>	<u>7,011,766</u>	<u>14,367,903</u>
Less Investment Expenses	(85,299)	(53,256)	(138,555)
Net Investment Income	<u>7,270,838</u>	<u>6,958,510</u>	<u>14,229,348</u>
Total Additions	<u>12,033,032</u>	<u>11,733,627</u>	<u>23,766,659</u>
Deductions			
Administration	59,903	50,486	110,389
Benefits and Refunds	4,631,963	4,926,814	9,558,777
Total Deductions	<u>4,691,866</u>	<u>4,977,300</u>	<u>9,669,166</u>
Change in Fiduciary Net Position	7,341,166	6,756,327	14,097,493
Net Position Restricted for Pensions			
Beginning	<u>55,217,320</u>	<u>47,142,690</u>	<u>102,360,010</u>
Ending	<u>62,558,486</u>	<u>53,899,017</u>	<u>116,457,503</u>

CITY OF ROLLING MEADOWS, ILLINOIS

**Consolidated Year-End Financial Report
December 31, 2023**

CSFA #	Program Name	State	Federal	Other	Totals
420-00-2265	City of Rolling Meadows for Costs Associated with Park Street Storm Sewer Improvements	\$ 17,240	—	—	17,240
444-26-1565	Tobacco Enforcement Program	2,733	—	—	2,733
493-80-2595	Violent Crime Intelligence Task Force FOID Grant	4,746	—	—	4,746
494-10-0343	State and Community Highway Safety/National Priority Safety Program	—	23,358	—	23,358
546-00-1745	Victims of Crime Act (VOCA)	—	52,961	—	52,961
588-40-0448	Public Assistance Grants	—	40,022	—	40,022
	Other Grant Programs and Activities	25,000	3,203,352	—	3,228,352
	All Other Costs Not Allocated	—	—	52,862,245	52,862,245
	Totals	49,719	3,319,693	52,862,245	56,231,657

SUPPLEMENTAL SCHEDULES

CITY OF ROLLING MEADOWS, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2018
December 31, 2023**

Date of Issue	December 18, 2018
Date of Maturity	December 15, 2038
Authorized Issue	\$9,500,000
Denomination of Bonds	\$5,000
Interest Rate	4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago
Fund Debt Retired by	Fire Stations
Purpose of Debt	Construction of Two Fire Stations, Land Acquisition, Demolition of Existing Structures, Engineering and Design Costs and the Acquisition of Furniture, Fixtures and Equipment

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2023	\$ 390,000	310,800	700,800	2024	155,400	2024	155,400
2024	405,000	295,200	700,200	2025	147,600	2025	147,600
2025	420,000	279,000	699,000	2026	139,500	2026	139,500
2026	435,000	262,200	697,200	2027	131,100	2027	131,100
2027	455,000	244,800	699,800	2028	122,400	2028	122,400
2028	470,000	226,600	696,600	2029	113,300	2029	113,300
2029	490,000	207,800	697,800	2030	103,900	2030	103,900
2030	510,000	188,200	698,200	2031	94,100	2031	94,100
2031	530,000	167,800	697,800	2032	83,900	2032	83,900
2032	555,000	146,600	701,600	2033	73,300	2033	73,300
2033	575,000	124,400	699,400	2034	62,200	2034	62,200
2034	600,000	101,400	701,400	2035	50,700	2035	50,700
2035	620,000	77,400	697,400	2036	38,700	2036	38,700
2036	645,000	52,600	697,600	2037	26,300	2037	26,300
2037	670,000	26,800	696,800	2038	13,400	2038	13,400
	<u>7,770,000</u>	<u>2,711,600</u>	<u>10,481,600</u>		<u>1,355,800</u>		<u>1,355,800</u>

CITY OF ROLLING MEADOWS, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2019
December 31, 2023**

Date of Issue	March 21, 2019
Date of Maturity	December 15, 2039
Authorized Issue	\$8,500,000
Denomination of Bonds	\$5,000
Interest Rate	4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago
Fund Debt Retired by	Debt Service and Utilities
Purpose of Debt	Construction of Two Fire Stations, Land Acquisition, Demolition of Existing Structures, Engineering and Design Costs and the Acquisition of Furniture, Fixtures and Equipment and Underground Utilities (Watermains)

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2023	\$ 335,000	291,600	626,600	2024	145,800	2024	145,800
2024	350,000	278,200	628,200	2025	139,100	2025	139,100
2025	360,000	264,200	624,200	2026	132,100	2026	132,100
2026	375,000	249,800	624,800	2027	124,900	2027	124,900
2027	390,000	234,800	624,800	2028	117,400	2028	117,400
2028	405,000	219,200	624,200	2029	109,600	2029	109,600
2029	425,000	203,000	628,000	2030	101,500	2030	101,500
2030	440,000	186,000	626,000	2031	93,000	2031	93,000
2031	455,000	168,400	623,400	2032	84,200	2032	84,200
2032	475,000	150,200	625,200	2033	75,100	2033	75,100
2033	495,000	131,200	626,200	2034	65,600	2034	65,600
2034	515,000	111,400	626,400	2035	55,700	2035	55,700
2035	535,000	90,800	625,800	2036	45,400	2036	45,400
2036	555,000	69,400	624,400	2037	34,700	2037	34,700
2037	580,000	47,200	627,200	2038	23,600	2038	23,600
2038	600,000	24,000	624,000	2039	12,000	2039	12,000
	<u>7,290,000</u>	<u>2,719,400</u>	<u>10,009,400</u>		<u>1,359,700</u>		<u>1,359,700</u>
	3,655,498	Governmental Activities					
	<u>3,634,502</u>	Business-Type Activities					
	<u><u>7,290,000</u></u>						

CITY OF ROLLING MEADOWS, ILLINOIS

Long-Term Debt Requirements

Illinois Environmental Protection Agency (L17-4070) Loan Payable of 2012

December 31, 2023

Date of Issue	December 13, 2012
Date of Maturity	September 15, 2033
Authorized Issue	\$1,265,744
Interest Rate	2.295%
Interest Dates	March 15 and September 15
Principal Maturity Date	September 15
Payable at	Illinois Environmental Protection Agency
Fund Debt Retired by	Utilities
Purpose of Debt	Drinking Water Project

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Mar. 15	Amount	Sept. 15	Amount
2023	\$ 64,747	16,133	80,880	2024	8,251	2024	7,882
2024	66,242	14,638	80,880	2025	7,508	2025	7,130
2025	67,771	13,109	80,880	2026	6,748	2026	6,361
2026	69,335	11,545	80,880	2027	5,970	2027	5,575
2027	70,935	9,945	80,880	2028	5,175	2028	4,770
2028	72,573	8,307	80,880	2029	4,361	2029	3,946
2029	74,248	6,632	80,880	2030	3,528	2030	3,104
2030	75,961	4,919	80,880	2031	2,676	2031	2,243
2031	77,715	3,165	80,880	2032	1,804	2032	1,361
2032	79,507	1,373	80,880	2033	912	2033	461
	<u>719,034</u>	<u>89,766</u>	<u>808,800</u>		<u>46,933</u>		<u>42,833</u>

CITY OF ROLLING MEADOWS, ILLINOIS

Long-Term Debt Requirements

Illinois Environmental Protection Agency (L17-4141) Loan Payable of 2013

December 31, 2023

Date of Issue	October 18, 2013
Date of Maturity	May 1, 2034
Authorized Issue	\$1,365,863
Interest Rate	1.930%
Interest Dates	May 1 and November 1
Principal Maturity Date	May 1
Payable at	Illinois Environmental Protection Agency
Fund Debt Retired by	Utilities
Purpose of Debt	Wastewater Project

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2022	\$ 68,568	14,918	83,486	2024	7,624	2024	7,294
2023	69,898	13,588	83,486	2025	6,962	2025	6,626
2024	71,254	12,232	83,486	2026	6,288	2026	5,944
2025	72,635	10,851	83,486	2027	5,600	2027	5,251
2026	74,044	9,442	83,486	2028	4,899	2028	4,543
2027	75,480	8,006	83,486	2029	4,185	2029	3,821
2028	76,943	6,543	83,486	2030	3,457	2030	3,086
2029	78,435	5,051	83,486	2031	2,714	2031	2,337
2030	79,956	3,530	83,486	2032	1,957	2032	1,573
2031	81,507	1,979	83,486	2033	1,186	2033	793
2032	41,344	399	41,743	2034	399	2034	—
	<u>790,064</u>	<u>86,539</u>	<u>876,603</u>		<u>45,271</u>		<u>41,268</u>

STATISTICAL SECTION (Unaudited)

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

CITY OF ROLLING MEADOWS, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*

December 31, 2023 (Unaudited)

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
December 31, 2023 (Unaudited)

	2014	2015	2016
Governmental Activities			
Net Investment in Capital Assets	\$ 117,346,244	121,051,207	123,131,275
Restricted	1,226,505	1,084,594	1,388,890
Unrestricted (Deficit)	5,192,234	(62,359,303)	(68,600,811)
Total Governmental Activities Net Position	<u>123,764,983</u>	<u>59,776,498</u>	<u>55,919,354</u>
Business-Type Activities			
Net Investment in Capital Assets	8,847,435	10,554,431	12,601,433
Unrestricted	6,089,240	4,637,392	2,515,984
Total Business-Type Activities Net Position	<u>14,936,675</u>	<u>15,191,823</u>	<u>15,117,417</u>
Primary Government			
Net Investment in Capital Assets	126,193,679	131,605,638	135,732,708
Restricted (Deficit)	1,226,505	1,084,594	1,388,890
Unrestricted	11,281,474	(57,721,911)	(66,084,827)
Total Primary Government Net Position	<u>138,701,658</u>	<u>74,968,321</u>	<u>71,036,771</u>

* Accrual Basis of Accounting

Data Source: Audited Financial Statements

2017	2018	2019	2020	2021	2022	2023
128,751,947	132,346,127	134,024,598	134,969,001	134,248,347	136,418,948	137,420,699
1,670,010	1,797,635	1,965,814	2,961,105	3,835,861	3,966,742	3,561,818
(57,482,713)	(62,272,079)	(65,075,389)	(60,768,723)	(47,950,804)	(39,800,332)	(36,608,980)
72,939,244	71,871,683	70,915,023	77,161,383	90,133,404	100,585,358	104,373,537
14,095,822	14,530,097	12,475,724	16,200,116	17,761,381	17,001,019	19,011,415
2,911,351	4,762,152	8,674,614	6,554,014	7,721,746	7,576,122	9,679,302
17,007,173	19,292,249	21,150,338	22,754,130	25,483,127	24,577,141	28,690,717
142,847,769	146,876,224	146,500,322	151,169,117	152,009,728	153,419,967	156,432,114
1,670,010	1,797,635	1,965,814	2,961,105	3,835,861	3,966,742	3,561,818
(54,571,362)	(57,509,927)	(56,400,775)	(54,214,709)	(40,229,058)	(32,224,210)	(26,929,678)
89,946,417	91,163,932	92,065,361	99,915,513	115,616,531	125,162,499	133,064,254

CITY OF ROLLING MEADOWS, ILLINOIS

**Changes in Net Position - Last Ten Fiscal Years*
December 31, 2023 (Unaudited)**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental Activities										
General Government	\$ 1,978,376	4,710,309	929,813	1,354,511	1,457,228	2,125,040	1,311,913	(2,368,323)	1,804,185	4,157,535
Public Safety	21,718,054	30,989,615	33,691,854	11,271,148	30,114,837	25,520,356	23,863,185	21,947,814	27,566,521	29,577,540
Highways and Streets	993,051	1,019,272	1,013,213	1,253,252	1,082,494	1,828,790	431,123	1,330,437	1,056,557	1,217,678
Public Works	4,478,722	4,209,525	4,498,849	5,614,464	5,718,353	5,903,450	6,194,260	6,317,718	6,068,323	5,945,417
Health and Welfare	10,352	4,797	4,370	6,121	4,790	13,526	4,377	3,999	7,621	4,305
Economic Development	65,738	72,945	159,407	160,526	386,195	6,802,153	2,056,757	1,799,248	145,619	2,012,564
Interest on Long-Term Debt	412,711	346,695	283,878	221,075	230,817	666,724	624,443	572,233	535,028	461,661
Total Governmental Activities Expenses	29,657,004	41,353,158	40,581,384	19,881,097	38,994,714	42,860,039	34,486,058	29,603,126	37,183,854	43,376,700
Business-Type Activities										
Refuse	2,120,696	2,188,936	2,349,984	2,178,195	2,209,077	2,288,099	2,613,205	1,900,561	2,334,527	2,440,954
Utilities	8,557,359	9,443,330	10,425,577	9,601,362	9,399,536	9,815,137	9,295,732	9,015,339	11,851,957	10,414,003
Total Business-Type Activities Expenses	10,678,055	11,632,266	12,775,561	11,779,557	11,608,613	12,103,236	11,908,937	10,915,900	14,186,484	12,854,957
Total Primary Government Expenses	40,335,059	52,985,424	53,356,945	31,660,654	50,603,327	54,963,275	46,394,995	40,519,026	51,370,338	56,231,657
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	2,949,559	4,422,436	3,482,990	3,100,246	3,371,559	3,405,801	3,157,328	3,531,565	3,790,186	3,686,233
Public Safety	2,088,946	2,398,343	2,215,543	2,103,101	2,450,768	2,388,269	2,481,909	3,048,125	2,772,928	2,639,879
Highways and Streets	494,121	492,658	484,226	486,865	427,400	—	—	—	—	—
Operating Grants/Contributions	34,668	131,706	26,655	15,585	35,781	45,476	386,676	160,511	89,288	3,352,171
Capital Grants/Contributions	1,620,109	1,584,544	1,129,271	1,170,974	1,212,653	1,241,264	2,041,022	1,767,706	2,005,433	1,272,211
Total Governmental Activities Program Revenues	7,187,403	9,029,687	7,338,685	6,876,771	7,498,161	7,080,810	8,066,935	8,507,907	8,657,835	10,950,494
Business-Type Activities										
Charges for Services										
Refuse	2,289,293	2,211,095	2,198,818	2,194,628	2,178,810	2,173,823	2,241,441	2,129,747	2,112,926	2,608,978
Utilities	9,638,533	9,946,864	10,600,582	11,413,154	11,789,968	11,597,371	11,651,752	11,374,947	11,128,123	11,201,086
Total Business-Type Activities Program Revenues	11,927,826	12,157,959	12,799,400	13,607,782	13,968,778	13,771,194	13,893,193	13,504,694	13,241,049	13,810,064
Total Primary Government Program Revenues	19,115,229	21,187,646	20,138,085	20,484,553	21,466,939	20,852,004	21,960,128	22,012,601	21,898,884	24,760,558

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Net (Expense) Revenue										
Governmental Activities	\$ (22,469,601)	(32,323,471)	(33,242,699)	(13,004,326)	(31,496,553)	(35,779,229)	(26,419,123)	(21,095,219)	(28,526,019)	(32,426,206)
Business-Type Activities	1,249,771	525,693	23,839	1,828,225	2,360,165	1,667,958	1,984,256	2,588,794	(945,435)	955,107
Total Primary Government Net Revenue (Expense)	(21,219,830)	(31,797,778)	(33,218,860)	(11,176,101)	(29,136,388)	(34,111,271)	(24,434,867)	(18,506,425)	(29,471,454)	(31,471,099)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	13,185,352	13,330,729	13,352,220	14,931,202	17,292,247	18,528,573	17,359,533	17,047,638	19,442,569	17,732,490
Sales and Home Rule	5,725,672	5,696,766	6,332,653	6,210,667	6,108,188	6,092,965	5,870,745	6,772,707	7,423,217	7,330,463
Telecommunications Taxes	1,489,622	1,691,483	1,405,592	1,317,282	1,215,689	1,090,862	913,759	795,773	562,964	549,055
Electric Utility	1,318,396	1,291,072	1,285,380	1,241,455	1,274,398	1,173,873	1,195,810	1,136,977	1,144,285	1,047,910
Hotel	466,914	476,594	459,967	437,536	296,908	327,709	143,637	154,118	235,360	490,650
Food and Beverage	1,219,330	1,286,438	1,337,145	1,322,223	1,588,313	1,447,335	1,085,841	1,381,715	1,524,235	1,667,423
Real Estate Transfer	433,172	505,464	599,679	587,918	912,718	327,913	398,773	856,405	883,389	385,439
Income	2,282,225	2,605,804	2,315,210	2,189,384	2,324,681	2,585,667	2,653,791	3,258,231	3,973,762	3,891,016
Replacement	194,283	179,585	191,939	221,448	160,928	224,814	201,287	353,173	714,537	594,962
Other Taxes	952,161	1,020,476	943,578	986,795	1,157,347	1,824,693	2,019,758	1,988,835	2,154,167	1,966,382
Investment Income (Loss)	(36,478)	17,131	54,407	78,814	212,418	724,000	200,407	(2,044)	209,243	1,383,560
Miscellaneous	415,396	713,424	907,785	499,492	403,712	474,165	622,142	465,940	710,245	2,175,035
Transfers	—	—	200,000	—	—	—	—	(142,228)	—	(3,000,000)
Total Governmental Activities	27,646,045	28,814,966	29,385,555	30,024,216	32,947,547	34,822,569	32,665,483	34,067,240	38,977,973	36,214,385
Business-Type Activities										
Investment Income (Loss)	1,430	20,876	101,755	61,531	45,443	190,131	(380,464)	(2,025)	39,449	158,469
Transfers	—	—	(200,000)	—	—	—	—	142,228	—	3,000,000
Total Business-Type Activities	1,430	20,876	(98,245)	61,531	45,443	190,131	(380,464)	140,203	39,449	3,158,469
Total Primary Government	27,647,475	28,835,842	29,287,310	30,085,747	32,992,990	35,012,700	32,285,019	34,207,443	39,017,422	39,372,854
Changes in Net Position										
Governmental Activities	5,176,444	(3,508,505)	(3,857,144)	17,019,890	1,450,994	(956,660)	6,246,360	12,972,021	10,451,954	3,788,179
Business-Type Activities	1,251,201	546,569	(74,406)	1,889,756	2,405,608	1,858,089	1,603,792	2,728,997	(905,986)	4,113,576
Total Primary Government	6,427,645	(2,961,936)	(3,931,550)	18,909,646	3,856,602	901,429	7,850,152	15,701,018	9,545,968	7,901,755

* Accrual Basis of Accounting

Data Source: Audited Financial Statements

CITY OF ROLLING MEADOWS, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
December 31, 2023 (Unaudited)

	2014	2015	2016
General Fund			
Nonspendable	\$ 44,792	44,788	41,146
Restricted	—	—	52,835
Committed	421,452	521,452	721,452
Assigned	—	1,221,683	1,000,000
Unassigned	7,565,662	9,671,128	10,113,617
Total General Fund	<u>8,031,906</u>	<u>11,459,051</u>	<u>11,929,050</u>
All Other Governmental Funds			
Nonspendable	2,677	35,126	35,331
Restricted	1,234,222	1,090,277	1,454,780
Assigned	488,579	313,560	1,112,349
Unassigned	(1,020,387)	(1,147,851)	(1,416,954)
Total All Other Governmental Funds	<u>705,091</u>	<u>291,112</u>	<u>1,185,506</u>
Total Governmental Funds	<u><u>8,736,997</u></u>	<u><u>11,750,163</u></u>	<u><u>13,114,556</u></u>

* Modified Accrual Basis of Accounting

Data Source: Audited Financial Statements

2017	2018	2019	2020	2021	2022	2023
46,467	38,431	26,883	40,648	44,015	3,640	120
35,178	—	—	—	—	—	—
1,021,452	1,400,000	1,400,000	400,000	—	—	—
750,000	—	—	—	—	—	—
7,711,972	9,675,955	9,363,567	10,606,672	13,032,826	15,631,482	16,862,899
9,565,069	11,114,386	10,790,450	11,047,320	13,076,841	15,635,122	16,863,019
41,990	1,198	50,657	—	—	—	—
1,634,832	1,797,635	1,965,814	2,961,105	3,835,861	3,966,742	3,561,818
1,285,115	3,636,772	2,300,216	115,686	444,653	4,524,311	6,034,047
(1,544,381)	7,359,677	(1,157,011)	(356,372)	(1,030,031)	(185,428)	(1,637)
1,417,556	12,795,282	3,159,676	2,720,419	3,250,483	8,305,625	9,594,228
10,982,625	23,909,668	13,950,126	13,767,739	16,327,324	23,940,747	26,457,247

CITY OF ROLLING MEADOWS, ILLINOIS

**Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years*
December 31, 2023 (Unaudited)**

	2014	2015	2016
Revenues			
Taxes	\$ 24,319,808	24,763,044	25,130,858
Intergovernmental	4,602,096	5,037,617	4,248,431
Licenses and Permits	1,549,965	2,743,938	1,906,181
Charges for Services	2,615,701	2,972,949	2,926,258
Fines and Forfeitures	1,366,960	1,596,550	1,350,320
Investment Income (Loss)	(37,604)	16,965	53,648
Miscellaneous	415,396	713,424	907,785
Total Revenues	<u>34,832,322</u>	<u>37,844,487</u>	<u>36,523,481</u>
Expenditures			
General Government	4,062,109	4,320,711	4,039,414
Public Safety	21,688,294	21,970,277	23,764,984
Highways and Streets	993,051	1,019,272	1,013,213
Public Works	2,400,591	2,336,042	2,287,326
Health and Welfare	10,352	4,797	4,370
Economic Development	65,738	72,945	159,407
Capital Outlay	1,986,357	2,666,447	1,661,489
Debt Service			
Principal Retirement	2,166,300	2,230,830	2,275,720
Interest	381,365	315,000	253,165
Total Expenditures	<u>33,754,157</u>	<u>34,936,321</u>	<u>35,459,088</u>
Excess of Revenues Over (Under) Expenditures	<u>1,078,165</u>	<u>2,908,166</u>	<u>1,064,393</u>
Other Financing Sources (Uses)			
Disposal of Capital Assets	600	—	—
Debt Issuance	—	—	—
Premium/Discount on Debt Issuance	—	—	—
Payment to Escrow Agent	—	—	—
Transfers In	1,712,967	1,700,724	2,997,575
Transfers Out	(1,707,967)	(1,595,724)	(2,697,575)
	<u>5,600</u>	<u>105,000</u>	<u>300,000</u>
Net Change in Fund Balances	<u>1,083,765</u>	<u>3,013,166</u>	<u>1,364,393</u>
Debt Service as a Percentage of Noncapital Expenditures	<u>7.97%</u>	<u>7.87%</u>	<u>7.40%</u>

* Modified Accrual Basis of Accounting

Data Source: Audited Financial Statements

2017	2018	2019	2020	2021	2022	2023
26,411,720	29,133,926	29,929,856	27,841,282	29,030,662	32,146,099	30,046,241
4,220,749	4,445,925	4,981,288	6,429,350	6,643,127	8,007,107	10,233,931
1,479,815	1,640,953	1,280,705	1,147,215	1,145,471	1,162,965	863,268
2,888,994	3,235,235	3,329,586	3,222,284	3,595,521	3,925,292	4,308,862
1,321,403	1,373,539	1,183,779	1,269,738	1,838,698	1,474,857	1,153,982
77,986	208,497	695,524	189,336	(1,662)	203,096	1,338,379
499,492	403,712	474,165	622,142	465,940	710,245	2,175,035
36,900,159	40,441,787	41,874,903	40,721,347	42,717,757	47,629,661	50,119,698
2,666,435	2,780,263	2,976,876	3,078,077	3,108,200	3,010,953	4,830,831
24,987,648	25,491,740	26,421,368	26,666,708	27,187,374	27,654,374	28,310,317
1,108,131	1,082,494	1,135,666	1,003,317	1,068,548	1,056,557	1,217,678
3,649,697	3,938,222	4,086,068	4,051,994	4,176,874	4,105,740	4,124,757
6,121	4,790	13,526	4,377	3,999	7,621	4,305
873,430	386,195	6,802,153	2,056,757	1,799,248	145,619	2,012,564
3,540,267	3,144,352	12,431,271	3,829,741	2,365,927	2,454,247	2,444,888
2,360,348	1,020,000	915,000	1,147,910	1,127,925	1,190,446	1,250,461
190,013	197,088	648,356	614,853	577,849	540,681	501,076
39,382,090	38,045,144	55,430,284	42,453,734	41,415,944	40,166,238	44,696,877
(2,481,931)	2,396,643	(13,555,381)	(1,732,387)	1,301,813	7,463,423	5,422,821
—	—	—	—	—	—	—
—	9,500,000	4,262,240	—	—	—	—
—	451,852	318,599	—	—	—	—
—	—	—	—	—	—	—
3,552,075	1,411,623	2,769,934	2,401,713	2,283,150	965,688	2,030,861
(3,202,075)	(833,075)	(3,754,934)	(851,713)	(1,025,378)	(815,688)	(4,937,182)
350,000	10,530,400	3,595,839	1,550,000	1,257,772	150,000	(2,906,321)
(2,131,931)	12,927,043	(9,959,542)	(182,387)	2,559,585	7,613,423	2,516,500
7.25%	3.49%	3.56%	4.63%	4.33%	4.62%	4.19%

CITY OF ROLLING MEADOWS, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
December 31, 2023 (Unaudited)**

Tax Levy Year	Residential Property	Commercial Property	Industrial Property	Less: Tax-Exempt Property
2013	\$ 369,772,380	\$ 252,591,816	\$ 100,770,099	\$ —
2014	394,371,663	254,681,126	81,117,603	—
2015	382,895,892	242,324,603	78,686,402	—
2016	454,910,891	259,421,096	79,071,548	—
2017	453,622,046	270,527,838	83,954,247	—
2018	443,340,025	265,568,525	81,088,939	—
2019	491,536,045	340,213,474	104,656,464	—
2020	487,850,448	342,963,461	113,103,389	—
2021	451,396,652	319,476,788	100,392,018	—
2022	565,483,132	327,325,680	108,982,154	—

Data Source: Office of the Cook County Clerk

Note: Property is assessed at 33% of actual value.

	Total Taxable Assessed Value	% Increase/ (Decrease)	Estimated Actual Taxable Value	Ratio of Total Assessed Value to Total Estimated Actual Value	Total Direct Tax Rate
\$	723,134,295	0.97%	\$ 2,169,402,885	33.33%	2.200
	730,170,392	(3.60%)	2,190,511,176	33.33%	2.187
	703,906,897	12.71%	2,111,720,691	33.33%	2.362
	793,403,535	1.85%	2,380,210,605	33.33%	2.190
	808,104,131	(2.24%)	2,424,312,393	33.33%	2.247
	789,997,489	18.53%	2,369,992,467	33.33%	2.370
	936,405,983	0.80%	2,809,217,949	33.33%	2.018
	943,917,298	—%	2,831,751,894	33.33%	2.029
	871,265,458	(7.70%)	2,613,796,374	33.33%	2.206
	1,001,790,966	14.98%	3,005,372,898	33.33%	1.954

CITY OF ROLLING MEADOWS, ILLINOIS

**Direct and Overlapping Property Tax Rates - Elk Grove Township - Last Ten Tax Levy Years
December 31, 2023 (Unaudited)**

	2013	2014	2015
City Direct Rates			
General	\$ 0.812	0.790	0.833
Debt Service	0.193	0.189	0.191
Pension Trust			
Police Pension	0.353	0.355	0.411
Firefighters' Pension	0.379	0.384	0.436
Total City Direct Rates	1.737	1.718	1.870
Component Unit - Library Direct Rate	0.463	0.469	0.493
Total City Direct Rate	2.200	2.187	2.362
Overlapping Rates - Elk Grove Township			
Cook County	0.560	0.568	0.552
Forest Preserve District	0.069	0.069	0.069
Metropolitan Sanitary District	0.417	0.430	0.426
Northwest Mosquito Abatement	0.013	0.013	0.011
Consolidated Elections	0.031	—	0.03
Elk Grove			
Town	0.077	0.076	0.078
Road and Bridge	0.017	0.018	0.018
General Assistance	0.017	0.017	0.017
School Districts			
School District Number 15	3.849	3.868	4.035
High School District Number 214	2.768	2.776	2.881
Community College District Number 512	0.444	0.451	0.466
Rolling Meadows Park District	0.709	0.711	0.749
Total Overlapping Rates - Elk Grove Township	8.971	8.997	9.336
Total Direct and Overlapping Rates	11.171	11.184	11.698

Data Source: Office of the County Clerk

Note: Rates are per \$100 of Assessed Value.

2016	2017	2018	2019	2020	2021	2022
0.692	0.802	0.950	0.639	0.635	0.691	0.616
0.169	0.056	—	0.106	0.106	0.122	0.106
0.418	0.445	0.443	0.396	0.393	0.429	0.373
0.460	0.484	0.482	0.482	0.478	0.503	0.438
1.739	1.787	1.876	1.623	1.611	1.745	1.533
0.451	0.460	0.494	0.395	0.418	0.461	0.421
2.190	2.247	2.370	2.018	2.029	2.206	1.954
0.533	0.496	0.489	0.454	0.453	0.446	0.431
0.063	0.062	0.060	0.059	0.058	0.058	0.081
0.406	0.402	0.396	0.389	0.378	0.382	0.374
0.010	0.010	0.011	0.010	0.010	0.011	0.009
—	0.031	—	0.030	—	0.019	—
0.066	0.650	0.059	0.055	0.053	0.058	0.050
0.016	0.016	0.080	0.014	0.013	0.014	0.012
0.013	0.013	0.007	0.011	0.011	0.012	0.010
3.543	3.618	3.807	3.486	3.564	3.955	3.673
2.527	2.563	3.044	2.356	2.382	2.664	2.352
0.416	0.425	0.443	0.403	0.409	0.457	0.410
0.677	0.679	0.714	0.650	0.619	0.689	0.638
8.270	8.965	9.110	7.917	7.950	8.765	8.040
10.460	11.212	11.480	9.935	9.979	10.971	9.994

CITY OF ROLLING MEADOWS, ILLINOIS

Direct and Overlapping Property Tax Rates- Palatine Township (High School District 211) - Last Ten Tax Levy Years

December 31, 2023 (Unaudited)

	2013	2014	2015
City Direct Rates			
General	\$ 0.812	0.790	0.833
Debt Service	0.193	0.189	0.191
Pension Trust			
Police Pension	0.353	0.355	0.411
Firefighters' Pension	0.379	0.384	0.436
Total City Direct Rates	1.737	1.718	1.870
Component Unit - Library Direct Rate	0.463	0.469	0.493
Total City Direct Rate	2.200	2.187	2.362
Overlapping Rates - Palatine Township			
Cook County	0.560	0.568	0.552
Forest Preserve District	0.069	0.069	0.069
Water Reclamation District	0.417	0.430	0.426
Northwest Mosquito Abatement	0.013	0.013	0.011
Consolidated Elections	0.031	—	0.034
Palatine			
Town	0.058	0.059	0.063
Road and Bridge	0.092	0.090	0.092
General Assistance	0.017	0.017	0.018
School Districts			
School District Number 15	3.849	3.868	4.035
High School District Number 214	3.197	3.213	3.309
Community College District Number 512	0.444	0.451	0.466
Rolling Meadows Park District	0.709	0.711	0.749
Total Overlapping Rates - Palatine Township	9.456	9.489	9.824
Total Direct and Overlapping Rates	11.656	11.676	12.186

Data Source: Office of the County Clerk

Note: Rates are per \$100 of Assessed Value.

2016	2017	2018	2019	2020	2021	2022
0.692	0.802	0.950	0.639	0.635	0.691	0.616
0.169	0.056	0.001	0.106	0.106	0.122	0.106
0.418	0.445	0.443	0.396	0.393	0.429	0.373
0.460	0.484	0.482	0.482	0.478	0.503	0.438
1.739	1.787	1.876	1.623	1.611	1.745	1.533
0.451	0.460	0.494	0.395	0.418	0.461	0.421
2.190	2.247	2.370	2.018	2.029	2.206	1.954
0.533	0.496	0.489	0.454	0.453	0.446	0.431
0.063	0.062	0.060	0.059	0.058	0.058	0.081
0.406	0.402	0.396	0.389	—	0.382	0.374
0.010	0.010	0.011	0.010	0.378	0.011	0.009
—	0.030	—	0.030	0.010	0.019	—
0.054	0.550	0.059	0.055	0.055	0.060	0.050
0.079	0.780	0.080	0.072	0.068	0.074	0.060
0.012	0.100	0.007	0.007	0.007	0.008	0.007
3.543	3.618	3.807	3.486	3.564	3.955	3.673
2.871	2.922	3.044	2.749	2.787	3.020	2.710
0.416	0.425	0.443	0.403	0.409	0.457	0.410
0.677	0.679	0.714	0.605	0.619	0.689	0.638
8.664	10.074	9.110	8.319	8.408	9.179	8.443
10.854	12.321	11.480	10.337	10.437	11.385	10.397

CITY OF ROLLING MEADOWS, ILLINOIS

Direct and Overlapping Property Tax Rates- Palatine Township (High School District 214) - Last Ten Tax Levy Years

December 31, 2023 (Unaudited)

	2013	2014	2015
City Direct Rates			
General	\$ 0.812	0.790	0.833
Debt Service	0.193	0.189	0.191
Pension Trust			
Police Pension	0.353	0.355	0.411
Firefighters' Pension	0.379	0.384	0.436
Total City Direct Rates	1.737	1.718	1.870
Component Unit - Library Direct Rate	0.463	0.469	0.493
Total City Direct Rate	2.200	2.187	2.362
Overlapping Rates - Palatine Township			
Cook County	0.560	0.568	0.552
Forest Preserve District	0.069	0.069	0.069
Water Reclamation District	0.417	0.430	0.426
Northwest Mosquito Abatement	0.013	0.013	0.011
Consolidated Elections	0.031	—	0.034
Palatine			
Town	0.058	0.059	0.063
Road and Bridge	0.092	0.090	0.092
General Assistance	0.017	0.017	0.018
School Districts			
School District Number 15	3.849	3.868	4.035
High School District Number 214	2.768	2.776	2.881
Community College District Number 512	0.444	0.451	0.466
Rolling Meadows Park District	0.709	0.711	0.749
Total Overlapping Rates - Palatine Township	9.027	9.052	9.396
Total Direct and Overlapping Rates	11.227	11.239	11.758

Data Source: Office of the County Clerk

Note: Rates are per \$100 of Assessed Value.

2016	2017	2018	2019	2020	2021	2022
0.692	0.802	0.950	0.639	0.635	0.691	0.616
0.169	0.056	0.001	0.106	0.106	0.122	0.106
0.418	0.445	0.443	0.396	0.393	0.429	0.373
0.460	0.484	0.482	0.482	0.478	0.503	0.438
1.739	1.787	1.876	1.623	1.611	1.745	1.533
0.451	0.460	0.494	0.395	0.418	0.461	0.421
2.190	2.247	2.370	2.018	2.029	2.206	1.954
0.533	0.496	0.489	0.454	0.453	0.446	0.431
0.063	0.062	0.060	0.059	0.058	0.058	0.081
0.406	0.402	0.396	0.389	0.378	0.382	0.374
0.010	0.010	0.010	0.010	0.010	0.011	0.009
—	0.031	—	0.030	—	0.019	—
0.054	0.550	0.059	0.055	0.053	0.060	0.050
0.079	0.780	0.080	0.072	0.013	0.740	0.060
0.012	0.010	0.007	0.007	0.011	0.008	0.007
3.543	3.618	3.807	3.486	3.564	3.955	3.673
2.527	2.563	2.669	2.356	2.382	2.664	2.352
0.416	0.425	0.443	0.403	0.409	0.457	0.410
0.677	0.679	0.714	0.605	0.619	0.689	0.638
8.320	9.626	8.734	7.926	7.950	9.489	8.085
10.510	11.873	11.104	9.944	9.979	11.695	10.039

CITY OF ROLLING MEADOWS, ILLINOIS

**Principal Property Tax Payers - Current Tax Levy Year and Nine Tax Levy Years Ago
December 31, 2023 (Unaudited)**

Taxpayer	2022 Tax Levy Year			2014 Tax Levy Year		
	Taxable Assessed	Rank	Percentage of Total City	Taxable Assessed	Rank	Percentage of Total City
	Value		Value	Value		Value
CT Acquisitions/1701 Golf Rd	\$ 17,038,227	1	1.70%	\$ 10,434,525	1	1.43%
2950 LAND COMPANY LLC	9,307,826	2	0.90%			
Arthur J Gallagher	8,484,091	3	0.80%	3,356,246	7	0.46%
3800 GR OWNER LLC	7,776,306	4	0.80%			
Northrop Grumman Systems	6,750,000	5	0.70%	6,121,671	3	0.84%
1600 Corp Center	5,937,503	6	0.60%			
RYAN, LLC	4,351,589	7	0.40%			
Meijer Stores LTD	4,264,640	8	0.40%			
Woodfield Crossing	4,193,022	9	0.40%	3,515,411	6	0.48%
Marc Realty	3,375,100	10	0.30%	3,091,975	9	0.42%
Atrium Center LLC				6,249,998	2	0.86%
Walmart Stores				4,078,347	4	0.56%
YPI 1600 Corporate Center				3,831,229	5	0.52%
Buck Management				3,141,532	8	0.43%
Rolling Meadows 450 LLC				3,086,250	10	0.42%
Totals	<u>71,478,304</u>		<u>7.00%</u>	<u>46,907,184</u>		<u>6.42%</u>

Data Source: Office of the Cook County Clerk - Tax Extension Department

CITY OF ROLLING MEADOWS, ILLINOIS

**Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2014	2013	\$ 12,559,428	\$ 12,374,321	98.53%	\$ 11,319	\$ 12,385,640	98.62%
2015	2014	12,546,303	12,294,644	97.99%	(170,334)	12,124,310	96.64%
2016	2015	13,160,870	12,938,003	98.31%	(167,112)	12,770,891	97.04%
2017	2016	13,791,764	13,383,753	97.04%	(120,203)	13,263,550	96.17%
2018	2017	14,435,144	13,994,684	96.95%	(34,027)	13,960,657	96.71%
2019	2018	14,818,612	14,482,145	97.73%	(71,894)	14,410,251	97.24%
2020	2019	15,207,233	15,085,732	99.20%	(86,267)	14,999,465	98.63%
2021	2020	15,206,508	14,972,073	98.46%	5,093	14,977,166	98.49%
2022	2021	15,199,425	15,075,680	99.19%	—	15,075,680	99.19%
2023	2022	15,347,111	15,228,884	99.23%	—	15,228,884	99.23%

Data Source: Office of the Cook County Clerk

Note: Property in the City is reassessed each year. Property is assessed at 33% of actual value.

CITY OF ROLLING MEADOWS, ILLINOIS

**Taxable Sales by Category - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

	2014	2015	2016
General Merchandise	\$ 60,335,714	59,296,321	49,435,476
Food	9,890,112	9,118,952	7,470,631
Drinking and Eating Places	50,610,022	55,103,777	48,756,038
Apparel	346,145	46,913	60,881
Furniture and H.H. and Radio	9,640,245	8,940,544	4,877,923
Lumber, Building, Hardware	1,374,305	2,535,015	2,113,695
Automobile and Filling Stations	39,460,442	41,794,477	32,872,344
Drugs and Misc. Retail	17,298,321	18,327,253	15,052,532
Agriculture and All Others	31,126,523	37,164,473	40,386,830
Manufacturers	23,661,044	11,994,220	28,418,044
Totals	<u>243,742,873</u>	<u>244,321,945</u>	<u>229,444,394</u>
Local Sales Tax Rate	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>
Total Sales Tax Rate	<u>9.00%</u>	<u>9.00%</u>	<u>10.00%</u>

Data Source: Illinois Department of Revenue

2017	2018	2019	2020	2021	2022	2023
48,619,619	50,073,648	49,493,472	49,891,152	51,430,860	53,912,427	54,223,200
6,956,669	7,450,416	7,150,112	7,161,216	9,179,824	8,844,781	8,845,972
53,287,474	53,771,112	54,801,008	29,186,112	41,606,416	46,027,057	48,538,060
120,495	248,271	72,064	43,712	539,840	681,434	783,705
5,903,590	4,729,296	3,904,160	3,322,128	3,916,072	3,987,045	4,741,777
1,935,699	1,517,739	1,514,640	2,066,272	2,226,274	2,310,933	2,116,446
28,853,418	24,202,332	25,515,216	51,750,224	46,151,204	35,922,746	26,845,902
14,440,187	13,158,908	12,197,984	17,423,072	38,196,395	41,919,151	45,178,751
36,091,630	37,316,155	35,850,640	29,414,608	24,125,851	33,406,848	32,397,815
27,078,622	26,125,184	25,864,368	25,100,096	26,012,848	34,441,297	30,547,286
223,287,403	218,593,061	216,363,664	215,358,592	243,385,584	261,453,719	254,218,914
2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%

CITY OF ROLLING MEADOWS, ILLINOIS

**Direct and Overlapping Sales Tax Rates - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Fiscal Year	Sales Tax	Sales Tax to City	Home Rule Sales Tax to City	Mass Transit Portion	Cook County Portion	Total Sales Tax Rate
2014	5.25%	1.00%	1.00%	1.00%	0.75%	9.00%
2015	5.25%	1.00%	1.00%	1.00%	0.75%	9.00%
2016	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2017	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2018	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2019	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2020	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2021	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2022	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%
2023	6.25%	1.00%	1.00%	1.00%	0.75%	10.00%

Data Source: Illinois Department of Revenue

CITY OF ROLLING MEADOWS, ILLINOIS

Local Tax Revenues - Last Ten Fiscal Years

December 31, 2023 (Unaudited)

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

**Local Tax Revenues - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Fiscal Year	State Sales Tax (A)	Home Rule Sales Tax (B)	Telecom Tax (C)
2014	\$ 3,318,967	\$ 2,406,705	\$ 1,489,622
2015	3,354,233	2,342,533	1,691,483
2016	3,665,593	2,667,060	1,405,592
2017	3,563,795	2,646,872	1,317,282
2018	3,497,915	2,610,273	1,215,689
2019	3,508,828	2,584,137	1,090,862
2020	3,698,072	2,172,673	913,759
2021	4,125,005	2,647,702	795,773
2022	4,181,931	3,034,653	562,964
2023	4,286,822	3,043,641	549,055

Data Source: Audited Financial Statements

- Notes: (A) Cannabis Tax Revenues must be listed under State Sales Tax per the Illinois Department of
(B) Home Rule Sales Tax rate increased from .5% to 1.0% in 2004.
(C) The 1.0% "Infrastructure Maintenance Fee" was changed to a 4.0% Telecom Tax in Sept, 2004. Telecom Tax rates increased from 4.5% to 6% in 2005.
(D) Electric Utility tax was implemented in 2009.
(E) Food & Beverage Tax increased from 1% to 1.5% in 2002 and to 2% in 2004.
(F) Hotel Tax rate increased from 4% to 5% in 2002 and to 8% in 2008.
(G) Real Estate Transfer Tax is \$3.00 per \$1,000 of Real Property Purchase Price.
(H) Nicor Gas Tax implemented in 2018.
(I) Video Gaming established in 2018.

Electric Utility Tax (D)	Food & (E)	Hotel Tax (F)	Estate Transfer Tax (G)	Nicor Gas Tax (H)	Video (I)
\$ 1,318,396	\$ 1,219,330	\$ 466,914	\$ 433,172	\$ —	\$ —
1,291,072	1,286,438	476,594	505,464	—	—
1,285,380	1,337,145	459,967	599,679	—	—
1,241,455	1,322,223	437,536	587,918	—	—
1,274,398	1,588,313	296,908	912,718	93,003	3,962
1,173,873	1,447,335	327,709	327,913	595,966	70,927
1,195,810	1,085,841	143,637	398,773	527,644	70,475
1,136,977	1,381,715	154,118	856,405	520,095	177,939
1,144,285	1,524,235	235,360	883,389	558,738	243,307
1,047,910	1,667,423	490,650	385,439	510,036	281,926

CITY OF ROLLING MEADOWS, ILLINOIS

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Fiscal Year	Governmental Activities	
	General Obligation Bonds	Subscription Arrangements
2014	\$ 11,181,898	\$ —
2015	8,951,068	—
2016	6,675,348	—
2017	4,315,000	—
2018	13,246,852	—
2019	16,874,927	—
2020	15,703,666	—
2021	14,537,218	—
2022	13,308,249	—
2023	12,019,265	1,474,514

Data Source: Audited Financial Statements

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

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

Business-Type Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
General Obligation Bonds	IEPA Loans	Subscription Arrangements			
\$ 1,558,102	\$ 2,586,404	\$ —	\$ 11,181,898	3.18%	\$ 636
1,218,932	2,480,774	—	8,951,068	2.61%	525
859,652	2,368,030	—	6,675,348	1.92%	401
490,000	2,252,899	—	4,315,000	1.33%	286
295,000	2,135,333	—	13,246,852	2.82%	647
4,669,445	2,015,278	—	16,874,927	4.24%	985
4,382,271	1,892,682	—	15,703,666	2.37%	930
4,220,112	1,767,490	—	14,537,218	2.05%	848
4,050,474	1,639,647	—	13,308,249	1.63%	799
3,875,851	1,509,098	99,332	13,493,779	1.71%	805

CITY OF ROLLING MEADOWS, ILLINOIS

**Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Fiscal Year	General Obligation Bonds	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2014	\$ 12,740,000	1.76%	\$ 529
2015	10,170,000	1.39%	422
2016	7,535,000	1.07%	305
2017	4,805,000	0.61%	195
2018	13,541,852	1.68%	559
2019	21,544,372	2.73%	901
2020	20,085,937	2.15%	850
2021	18,757,330	1.99%	775
2022	17,358,723	1.99%	730
2023	15,895,116	1.59%	675

Data Source: Audited Financial Statements

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

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

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

CITY OF ROLLING MEADOWS, ILLINOIS

**Schedule of Direct and Overlapping Governmental Activities Debt
December 31, 2023 (Unaudited)**

Governmental Unit	Gross Debt	Percentage of Debt Applicable to City (1)	City's Share of Debt
City Direct Debt	\$ 13,493,779	100.00%	\$ 13,493,779
Overlapping Debt			
County of Cook	3,181,539,378	0.43%	13,680,619
Cook County Forest Preserve	107,277,919	0.08%	85,822
Metropolitan Water Reclamation District	2,816,854	0.37%	10,422
Arlington Heights Park District	8,977,546	0.46%	41,297
Palatine Park District	16,506,587	0.64%	105,642
Rolling Meadows Park District	1,264,000	0.64%	8,090
Schaumburg Park District	11,730,284	0.63%	73,901
Community Consolidated School District No. 15	109,224,450	3.67%	4,008,537
Community Consolidated School District No. 59	21,370,000	2.84%	606,908
Township High School District 214	91,070,000	2.35%	2,140,145
Harper College Comm College District No. 512	249,699,886	0.41%	1,023,770
Total Overlapping Debt	3,801,476,904		21,785,153
Total Direct and Overlapping Debt	3,814,970,683		35,278,932

Data Source: Cook County Treasurer's Office

(1) Determined by ratio of assessed valuation of property subject to taxation in the City to valuation of property subject to taxation in overlapping unit.

CITY OF ROLLING MEADOWS, ILLINOIS

**Schedule of Legal Debt Margin
December 31, 2023 (Unaudited)**

The City is a home rule municipality.

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

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

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

CITY OF ROLLING MEADOWS, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Fiscal Year	(1) Population	(2) Personal Income (in Thousands)	(1) Per Capita Personal Income	(3) Median Age	(3) *Percent High School Graduate or Higher %	(4) School Enrollment	(5) Unemployment Rate	(3) Bachelor's Degree or Better Education Level	(1) Median Household Income	(1) Median House Value
2014	24,099	\$ 482,206	\$ 28,813	37.0	84.9%	5,646	6.40%	N/A	\$ N/A	\$ N/A
2015	24,099	484,322	29,331	36.6	85.6%	5,258	6.70%	N/A	N/A	N/A
2016	24,667	514,662	32,238	37.2	85.4%	5,513	5.90%	N/A	N/A	N/A
2017	24,639	529,121	33,722	37.7	87.0%	5,486	5.00%	36.00%	65,965	248,361
2018	24,231	555,922	35,094	38.0	87.0%	5,183	3.90%	33.90%	67,849	256,218
2019	23,922	555,922	37,008	37.8	87.0%	4,351	3.40%	38.00%	73,847	255,340
2020	23,641	929,257	39,307	38.1	84.2%	4,202	9.10%	37.50%	76,879	248,379
2021	24,200	1,000,283	41,334	38.1	83.7%	4,114	6.40%	37.20%	78,634	266,587
2022	23,781	1,162,035	48,864	38.0	85.0%	4,241	4.70%	36.30%	88,195	284,217
2023	23,564	1,112,362	47,206	38.2	88.6%	4,130	4.20%	41.60%	82,990	283,169

Data Source:

(1) Illinois Hometown Locator - Data as of 07/01/21; (2) U.S. Bureau of Economic Analysis/Metropolitan Area; (3) Data.census.gov (4) Data provided by School District Adm Offices D214=1993/CCSD15=2024/D211=334; (5) Illinois Dept of Employment Security, Economic Information and Analysis/idea.illinois.gov(LAUS) Metro Areas City-Data.com Census.gov

* For year 2016, category was changed from "Education Level in Years of Schooling" due to lack of data available.

N/A - Not Available

CITY OF ROLLING MEADOWS, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2023 (Unaudited)**

Employer	2023			2014		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Northrop Grumman Systems Corporation	2,380	1	9.90%	2,100	1	9.10%
Arthur J. Gallagher & Co.	2,020	2	8.40%			
Cellco Partnership DBA Verizon Wireless	900	3	3.80%			
Meijer Great Lakes Limited Partnership DBA Meijer Store #228	320	4	1.30%	274	5	1.20%
Bank of America DBA Merrill Edge	300	5	1.30%			
Walmart Inc. DBA Walmart Inc. #2815	273	6	1.10%	217	10	0.90%
Simens Industry Inc.	260	7	1.10%			
Advocate Physician Partners	240	8	1.00%			
RTC Industries	225	9	0.90%	246	7	1.10%
Methode Electronic, Inc	190	10	0.80%	230	9	1.00%
Houghton Mifflin Harcourt (Formerly Riverside Publishing)				350	3	1.50%
Capital One				625	2	2.70%
Komatsu				325	4	1.40%
A.H. Management Group				268	6	1.20%
Panasonic Corporation of America				235	8	1.00%
	<u>7,108</u>		<u>29.60%</u>	<u>4,870</u>		<u>21.10%</u>

Data Sources:

Rolling Meadows Chamber of Commerce-Top Rolling Meadows Employers March 2022 data

CITY OF ROLLING MEADOWS, ILLINOIS

**Full-Time and Part-Time Employees by Function/Program - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

See Following Page

CITY OF ROLLING MEADOWS, ILLINOIS

**Full-Time and Part-Time Employees by Function/Program - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Function/Program	2014	2015	2016
Full-Time			
General Government			
Management	6	8	8
Finance	4	5	5
Community Development	7	9	8
Public Safety			
Police			
Officers	49	49	50
Civilians	8	6	7
Fire			
Firefighters and Officers	44	44	42
Civilians	1	1	1
Public Works			
Administration	5	5	5
Streets and Grounds	14	14	15
Utilities and Garage	17	14	17
Part-Time			
General Government			
Management	1	1	1
Finance	3	3	3
Community Development	2	—	—
Public Safety			
Police	13	14	13
Public Works			
Streets and Grounds	—	2	1
Utilities	—	1	2

Data Source: City Human Resources and Budget Departments

2017	2018	2019	2020	2021	2022	2023
9	9	9	8	8	8	9
5	5	5	5	4	6	7
7	7	7	8	8	8	9
50	50	50	51	51	50	51
7	7	7	7	8	7	10
44	44	44	44	41	44	43
1	1	1	1	1	—	1
5	4	5	5	3	4	5
14	15	16	16	16	15	16
17	16	16	15	17	16	17
—	—	—	—	—	—	—
3	3	2	2	2	1	—
—	—	—	—	—	—	1
13	14	12	13	14	13	11
1	1	1	1	—	—	—
3	—	—	—	—	—	—

CITY OF ROLLING MEADOWS, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Function/Program	2014	2015	2016
Public Safety			
Police			
Physical Arrests	871	678	692
Parking Violations	4,983	2,281	2,220
Traffic Violations	3,069	3,999	4,241
Fire			
Emergency Responses	3,535	3,787	3,991
Fire Calls	1,280	1,096	1,141
Fires Extinguished	54	42	43
Public Works			
Street Resurfacing (Miles)	0.91	1.00	1.52
Snow and Ice Control (Tons of Salt)	1,420	1,408	952
Water			
Number of Water Main Repairs	52	66	46
Water Average Daily Consumption (Millions of Gallons)	2.006	1.944	1.928
Refuse Collection			
Refuse Collected (Tons per Day)	18	19	20
Recyclables Collected (Tons per Day)	9.00	8.90	8.90

Data Source: Various City Departments

2017	2018	2019	2020	2021	2022	2023
513	531	739	264	302	278	339
2,152	1,460	1,216	1,153	346	532	513
2,145	1,979	1,457	1,899	1,798	1,543	1,749
3,955	4,024	3,946	3,541	3,861	4,263	4,183
1,114	1,096	1,209	1,028	1,145	1,201	1,164
52	57	34	50	64	69	75
1.57	1.55	2.44	2.59	2.68	5.70	2.70
673	1,547	2,276	1,123	2,048	1,726	733
66	36	61	39	35	31	39
1.946	1.873	1.750	1.660	1.613	1.640	1.756
19	19	19	20	20	20	20
8.75	8.65	8.61	8.45	8.59	8.16	7.57

CITY OF ROLLING MEADOWS, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Function/Program	2014	2015	2016
Public Safety			
Police			
Stations	1	1	1
Patrol Units	15	15	15
Fire			
Fire Stations	2	2	2
Fire Engines	4	4	4
Public Works			
Streets (Miles)	61.71	61.71	61.71
Streetlights	350	350	350
Traffic Signals	49	49	49
Water			
Water Mains (Miles)	90.40	91.25	91.58
Fire Hydrants	1,364	1,373	1,463
Storage Capacity (Millions of Gallons)	5.50	5.55	5.55
Wastewater			
Sanitary Sewer (Miles)	82.00	93.30	93.60
Lift Stations	3	3	3
Storm Sewers (Miles)	61	61	126

Data Source: Various City Departments

2017	2018	2019	2020	2021	2022	2023
1	1	1	1	1	1	1
15	15	15	15	15	15	13
2	2	2	2	2	2	2
4	4	4	4	4	5	4
61.91	61.91	65.64	65.64	65.64	65.64	65.64
350	350	451	451	451	451	451
49	49	64	61	64	64	64
91.71	91.75	99.28	105.18	105.00	105.00	110.68
1,465	1,469	1,251	1,256	1,256	1,256	1,493
5.50	5.50	5.50	5.50	5.50	5.50	5.50
93.61	93.64	84.98	84.47	85.00	84.76	81.62
3	3	3	3	3	3	3
126	126	121	133	124	125	123

CITY OF ROLLING MEADOWS, ILLINOIS

**Water Sold by Type of Customer - Last Ten Fiscal Years
December 31, 2023 (Unaudited)**

Type of Customer	2014	2015	2016
Industrial	35,452	33,139	33,735
Residential/Multi-Family	460,017	451,679	453,485
Commercial	145,063	138,671	142,611
School/Government	24,316	29,674	24,227
Totals	664,848	653,163	654,058
Water Rate per 1,000 Gallons of 1st 15,000 Gallons	\$8.76	\$9.42	\$10.08
Water Rate per 1,000 Gallons in Excess of 15,000 Gallons	\$10.12	\$10.78	\$11.53
Sewer Rate per 1,000 Gallons of 1st 15,000 Gallons	\$2.84	\$2.98	\$3.13
Sewer Rate per 1,000 Gallons of 1st 15,000 Gallons	\$3.35	\$3.52	\$3.70

Notes:

City of Rolling Meadows Current Utility Rates for Water and Sewer services may be found on the City's website at www.cityrm.org

Data Source: City of Rolling Meadows Water Department Pumpage Report, Budget/Water-Utility Billing/Monthly Statistics/PW Report tab, and Budget folder-2019 UB

2017	2018	2019	2020	2021	2022	2023
34,014	30,678	29,281	23,437	20,950	21,318	21,453
456,871	439,376	417,760	396,897	439,963	416,789	422,530
153,385	149,605	138,312	110,051	113,854	118,983	116,504
27,312	27,275	23,890	17,093	18,861	20,823	21,575
671,582	646,934	609,243	547,478	593,628	577,913	582,062

\$10.79 \$11.55 \$12.36 \$12.36 \$12.36 \$12.36 \$12.36

\$12.34 \$13.20 \$14.12 \$14.12 \$14.12 \$14.12 \$14.12

\$3.29 \$3.45 \$3.62 \$3.62 \$3.62 \$3.62 \$3.62

\$3.89 \$4.08 \$4.28 \$4.28 \$4.28 \$4.28 \$4.28

CITY OF ROLLING MEADOWS, ILLINOIS

**Continuing Bond Disclosures
December 31, 2023 (Unaudited)**

**City of Rolling Meadows, Cook County, Illinois
Continuing Bond Disclosures Relating to the Following Bonds:**

\$9,500,000 General Obligation Bonds of 2018

\$8,500,000 General Obligation Bonds of 2019

For further information please contact:

City of Rolling Meadows
3600 Kirchoff Road
Rolling Meadows, Illinois 60008

Telephone Number: (847) 394-8500

Fax Number: (847) 394-8710

Certain Information Regarding the City

General

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its annual comprehensive financial report for the fiscal year ended December 31, 2022. The City has received the award to each of the last 36 years. According to the GFOA, this award represents a significant accomplishment for a government and its management and is the highest form of recognition in the field of governmental reporting.

Budgetary Data

There is no updated information to report.

Cash Management

There is no updated information to report.

CITY OF ROLLING MEADOWS, ILLINOIS

Continuing Bond Disclosures - Continued

December 31, 2023 (Unaudited)

Certain Information Regarding the City - Continued

Property Taxes

Information regarding property tax levies, collections, and valuations for the City can be found in the statistical section on pages 188 - 195 and 197 of these audited financial statements.

Tax Rates

Information regarding updated property tax rates for the City can be found in the statistical section on pages 188 - 195 of these audited financial statements.

Debt Statement

Issue Date	Bond Issue	Principal Outstanding	Supported by
12/18/2018	General Obligation Bonds of 2018	\$ 7,770,000	Governmental
03/21/2019	General Obligation Bonds of 2019	<u>7,290,000</u>	Governmental/ Proprietary
		<u><u>15,060,000</u></u>	

The City's overlapping and underlying bonded debt is updated as of December 31, 2023, and can be found on pages 203 - 206 of the audited financial statements.

The City's debt ratios are updated using the 2022 equalized assessed valuation and the 2022 estimated full value of taxable property.

Estimated Full Value of Taxable Property - 2022	\$ 3,005,372,898
Equalized Assessed Valuation - 2022	1,001,790,966

CITY OF ROLLING MEADOWS, ILLINOIS

Continuing Bond Disclosures - Continued

December 31, 2023 (Unaudited)

Debt Statement - Continued

	Gross Direct Debt	Gross Direct Debt and Overlapping Debt
Per Capita	\$ 639.11	\$ 161,898.26
Percent of Estimated Full Value	0.501%	126.938%
Percent of Equalized Assessed Value	1.503%	380.815%

Debt Maturity Schedule

The following schedule sets forth the maturity schedule for all general obligation bonded debt of the City:

Fiscal Year	Annual Requirement	Cumulative Retirement	
		Amount	Percent
2024	\$ 725,000	\$ 4,755,000	24.91%
2025	755,000	5,510,000	28.86%
2026	780,000	6,290,000	32.95%
2027	810,000	7,100,000	37.19%
2028	845,000	7,945,000	41.62%
2029	875,000	8,820,000	46.20%
2030	915,000	9,735,000	51.00%
2031	950,000	10,685,000	55.97%
2032	985,000	11,670,000	61.13%
2033	1,030,000	12,700,000	66.53%
2034	1,070,000	13,770,000	72.13%
2035	1,115,000	14,885,000	77.97%
2036	1,155,000	16,040,000	84.02%
2037	1,200,000	17,240,000	90.31%
2038	1,250,000	18,490,000	96.86%
2039	600,000	19,090,000	100.00%

CITY OF ROLLING MEADOWS, ILLINOIS

Continuing Bond Disclosures - Continued

December 31, 2023 (Unaudited)

Future Debt

There is no updated information to report.

Pension and Retirement Fund Commitments

Updated annual financial information is contained in the audited financial statements of the City on pages 90 - 109.