

TOWN OF CICERO ILLINOIS



ANNUAL FINANCIAL REPORT

Fiscal Year Ended
December 31, 2020



TOWN OF CICERO, ILLINOIS

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PART I – FINANCIAL SECTION

Independent Auditors' Report

To the Honorable President and Town Board of Trustees:
Town of Cicero, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Town of Cicero, Illinois (Town), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Cicero Public Library (a discretely presented component unit). We did not audit the financial statements of the Police Pension Fund, which represents 66% of the assets, 69% of the net position/fund balance, and 57% of the revenues/additions of the aggregate remaining fund information. We also did not audit the financial statements of the Firefighters' Pension Fund, which represents 29% of the assets, 30% of the net position/fund balance, and 35% of the revenues/additions of the aggregate remaining fund information. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion insofar as it relates to amounts included for the Cicero Public Library, the Police Pension Fund and Firefighter's Pension Fund are based solely on the reports of the other auditors. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor

considers internal control relevant to the Town's preparation and fair presentation of the financial statements 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 Town's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the reports of other auditors, 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 units, each major fund, and the aggregate remaining fund information of the Town of Cicero, Illinois, as of December 31, 2020, 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.

Other Matters

Required Supplementary Information


Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedules of changes in town net pension liability and related ratios, schedule of changes in town total OPEB liability and related ratios, and schedules of town contributions on pages 4 - 4s and 74 - 99 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board (GASB), 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 and other auditors 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 Town's basic financial statements. The combining and individual fund (budget and actual) financial statements, schedules of long-term debt requirements; accompanying schedule of expenditures federal awards (SEFA), which is required by the Title 2 *U.S. Code of Federal Regulations Federal Awards* (Uniform Guidance); and the Consolidated Year-End Financial Report (CYEFR) which is required by the State of Illinois Grant Accountability and Transparency Act (GATA) are presented for purposes of additional analysis and are not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit, the procedures performed as described above, and the reports of the other auditors, combining and individual fund (budget and actual) financial statements, schedules of long-term debt requirements, SEFA, and CYEFR are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 19, 2023, on our consideration of the Town of Cicero, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Cicero, Illinois' internal control over financial reporting and compliance.



Benford Brown & Associates, LLC
Chicago, IL
April 19, 2023

MANAGEMENT DISCUSSION & ANALYSIS (MD&A)

Presented herein is an overview of the Town’s financial activities for the fiscal year ended December 31, 2020, provided in conjunction with the Town of Cicero’s financial statements, which follow this section.

The management of the Town encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the Town’s financial performance. Certain comparative information between the current year and the prior year is required to be presented in the MD&A and is included in this year’s narrative throughout the report.

FINANCIAL HIGHLIGHTS

- The net position of the primary government at December 31, 2020 measured a negative \$327.8 million, compared to a negative net position of \$340.6 million at the end of the prior fiscal year. The negative net position within the primary government was fueled in large part by a net pension liability of \$203.7 million in accordance with GASB Statement 68, Accounting and Financial Reporting for Pensions. In addition, other postemployment benefit obligations (OPEB) measured \$317.1 million at year-end compared to \$257.2 at the end of the prior year, representing an increase of \$59.9 million, or 23.3%. The noncurrent liability for compensated absences increased 14.4% from \$7.3 million in 2019 to \$8.3 million in 2020.
- Governmental Fund expenditures measured \$135.3 million in 2020 compared to \$128.3 million in 2019. The \$6.9 million increase is due primarily to a \$4.0 million increase in General Government costs and a \$1.2 million increase in costs related to street and highway maintenance within public works.
- Expenditures for public safety measured \$54.9 million, equal to 40.6% of total expenditures for governmental activities. Thirteen percent (13.3%), or \$18.0 million, of expenditures were devoted to public works and improvements to Town-wide streets and highways, while 6.2% or \$8.4 million, was expended on efforts to bolster economic and urban redevelopment. An additional sum of \$7.1 million addressed matters of health and welfare, including but not limited to operations of the Town’s Department of Public Health, Senior Services, and the President’s Office for People with Disabilities.
- Expenses for Business-Type Activities (Water and Sewer System) measured \$20.7 million in 2020 compared to \$22.3 million in 2019, representing a decrease of 7.5%.
- Total current and noncurrent liabilities measured \$593.2 million at year-end 2020. The noncurrent liability for general obligation bonds decreased \$10.3 million, or 21.3%, reflecting the Town’s scheduled annual amortization of outstanding bonded debt. The noncurrent liability for compensated absences increased \$1.0 million, or 14.4%. Noncurrent liabilities for estimated claims incurred but not yet paid decreased by \$31,199 (1.4%), while the noncurrent liability for other postemployment benefit obligations increased \$59.9 million, or 23.3%, from \$257.2 million in 2019 to \$317.1 million in 2020. Noncurrent net pension liabilities increased 13.2% from \$180.0 million in 2019 to \$203.7 million in 2020.

Noncurrent Liabilities	2020	2019	Increase/ (Decrease)	Percentage Change
Compensated Absences	\$ 8,305,918	\$ 7,259,435	\$ 1,046,483	14.4%
Estimated Liability Claims/Judgment	2,211,260	2,242,459	(31,199)	-1.4%
Capital Lease Obligations	496,713	857,691	(360,978)	-42.1%
Net Pension Liability	203,718,315	180,027,851	23,690,464	13.2%
Postemployment Pension Obligations	317,061,602	257,205,888	59,855,714	23.3%
General Obligation Bonds	37,890,202	48,157,805	(10,267,603)	-21.3%
Totals	\$ 569,684,010	\$ 495,751,129	\$ 73,932,881	14.9%

- As of the close of the most recent fiscal year, the Town of Cicero's governmental funds reported combined ending fund balances of \$46.5 million, compared to \$50.0 million at the close of the prior year. Of this sum, \$21.4 million is in the General Fund, representing an increase of \$1.2 million, or 5.8%. The fund balance within the bond and interest fund had a slight decrease to \$9.3 million from \$10.1 million in the prior year. The Cicero/Cermak TIF District No. 1 shows a fund balance of \$2.0 million in the current year, down \$586,323 from the prior year. Combined, nonmajor capital project and special revenue funds show a fund balance of \$13.7 million at year-end 2020.

Change in Fund Balance Governmental Funds	2020	2019	Increase/ (Decrease)	Percentage Change
General Fund	\$ 21,414,773	\$ 20,239,412	\$ 1,175,361	5.8%
Bond and Interest Fund	9,317,391	10,096,443	(779,052)	-7.7%
Cicero/Cermak TIF No. 1	1,996,152	2,582,475	(586,323)	-22.7%
Nonmajor Special Revenue and Capital Funds	13,747,470	17,119,778	(3,372,308)	-19.7%
Totals	\$ 46,475,786	\$ 50,038,108	\$ (3,562,322)	-7.1%

- Within Business-Type activities, the Water and Sewer Enterprise Fund shows a negative net position of (\$4.8 million) at the close of December 31, 2020, compared to a negative net position of (\$5.3 million) at the close of December 31, 2019. Total current and noncurrent assets within Business-Type Activities measured \$10.3 million against total current and noncurrent liabilities of \$19.5 million.
- The Insurance Fund (Internal Service Fund) shows net position of (\$1.4 million) at the close of December 31, 2020, compared to a negative net position of (\$3.3 million) at year-end 2019. Health care costs and workers compensation claims decreased by \$2.6 million (or 11.2%) from \$23.0 million in 2019 to \$20.4 in 2020.
- The net position of the Town's Pension Trust Funds increased \$17.2 million, from \$122.4 million in 2019 to \$139.6 million in 2020, or 14.1%.
- The Town's long-term obligations at the end of the fiscal year are \$565.6 million, consisting of \$45.0 million in outstanding general obligation bonds, \$857,691 in capital leases, \$9.1 million in accrued compensated absences, \$2.2 million in estimated liability for claims and judgments, \$203.7 million in net pension liability, and \$302.2 million in other postemployment benefit obligations. Unamortized bond premiums total \$2.5 million. Total long-term obligations at December 31, 2020 represent an increase of \$72.0 million, or 14.6%.

Long-Term Debt Obligations Government Activities	2020	2019	Increase/ (Decrease)	Percentage Change
General Obligation Bonds	\$ 45,035,000	\$ 54,290,000	\$ (9,255,000)	-17.0%
Unamortized Bond Premium	2,535,202	3,122,809	(587,607)	-18.8%
Capital Leases	857,691	1,207,598	(349,907)	-29.0%
Compensated Absences	9,114,212	8,066,039	1,048,173	13.0%
Estimated Liability for Claims and Judgments	2,211,260	2,242,459	(31,199)	-1.4%
Net Pension Liability	203,693,352	179,375,612	24,317,740	13.6%
Postemployment Benefit Obligation	302,162,101	245,282,171	56,879,930	23.2%
Totals	\$ 565,608,818	\$ 493,586,688	\$ 72,022,130	14.6%

Long-Term Debt Obligations Business Activities	2020	2019	Increase/ (Decrease)	Percentage Change
Compensated Absences	\$ 114,586	\$ -	\$ 114,586	n/a
Net Pension Liability	24,963	652,239	(627,276)	-96.2%
Postemployment Benefit Obligation	14,899,501	11,923,717	2,975,784	25.0%
Totals	\$ 15,039,050	\$ 12,575,956	\$ 2,463,094	19.6%

- Within Business-Type Activities, long-term debt obligations increased by \$2.5 million, or 19.6%.
- Within the General Fund, revenues exceeded expenditures by \$1.2 million. Other financing sources from the sale of property added \$12,000, while transfers out of the General Fund totaled \$25,000, resulting in a positive change in fund balance of \$1.2 million, or 5.8%. When compared to the budget, General Fund revenues were under the projections by \$4.4 million (or 4.2%). The principal decrease compared to budget can be found in revenue from assorted local and state shared taxes, which were under projections by \$1.2 million, or 1.6%. Fees and service charges were also under projections by \$1.3 million or 9.2%, much of which was due to varying degrees of closures due to the COVID-19 pandemic. With an ending Fund Balance of \$21.4 million, the General Fund maintains reserves equal to 21.6% of expenditures compared to an annual target of 15.0%.

OVERVIEW OF THE ANNUAL FINANCIAL REPORT

This section of the MD&A is intended to serve as an introduction to the Town’s basic financial statements. The Town’s basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to financial statements.

The basic financial statements present two different views of the Town through the use of government-wide financial statements and fund financial statements.

In addition to the basic financial statements, this report contains other supplementary information that will enhance the reader’s understanding of the financial position of the Town.

Basic Financial Statements (BFS)

The Basic Financial Statements (BFS) include two kinds of statements and notes that present different perspectives of the Town’s financial activities.

The first two statements in the basic financial statements are the **Government-wide Financial Statements**. They provide both short and long-term information about the Town’s overall financial position, in a manner similar to a private-sector business.

The next statements are the **Fund Financial Statements**. These statements focus on the activities of the individual parts of the Town’s government and provide more detail than the government-wide financial statements. There are three parts to the Fund Financial Statements: 1) the governmental fund statements; 2) the proprietary fund statements; and 3) the fiduciary fund statements.

The next section of the basic financial statements is the **Notes to Financial Statements**. The notes to financial statements include a summary of the Town’s significant accounting policies, as well as additional details on various items contained in the financial statements.

After the notes are the following sections: **Required Supplementary Information** contains the budgetary comparison schedules for the general fund and major special revenue funds, as well as funding information about the Town's pension plans and other post-employment benefits. **Supplementary Information** is provided to show details about the Town's individual nonmajor governmental funds, which are aggregated in a single column on the basic financial statements, and to show details about individual proprietary funds and fiduciary funds. Budgetary information required by state statute also can be found in this part of the comprehensive annual financial report.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are divided into three categories: 1) governmental activities; 2) business-type activities; and 3) component units. These statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information using the accrual basis of accounting, on all of the Town's assets and liabilities, and deferred inflows/outflows of resources (including capital assets and short-term and long-term liabilities), 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 Town is improving or deteriorating.

The *statement of activities* presents a comparison between direct expenses and program revenues for each of the Town's functions/programs (hereafter referred to as activities). Direct expenses are those that are specifically associated with an activity and are clearly identified with that activity. Program revenues are from charges for services paid by recipients or operating/capital grants and contributions. The comparison of direct expenses with program revenues identifies the extent to which each activity is self-financing or draws from the general revenues of the Town. General revenues include property taxes, sales taxes, income taxes utility taxes, motor fuel taxes, other taxes, franchise fees, investment income, insurance premiums and miscellaneous sources of revenue. The governmental activities of the Town include general government, public safety, public works/highways and streets, health and welfare, economic redevelopment, and interest. The government-wide financial statements also include two component units, which are legally separate organizations for which the Town is financially accountable – the Cicero Public Library and the Mental Health Board. Financial information for the component units is reported separately from the primary government.

The government-wide financial statements can be found on pages 5-6 of this report.

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 Town, 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 Town can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Most of the Town's basic services are accounted for in governmental funds. Governmental funds are reported using the modified accrual basis of accounting, which has a measurement focus of current financial resources. As a result, the governmental fund financial statements give a detailed short-term view to assist the reader in determining if there are more or less financial resources available to finance the Town's programs. The difference between assets, liabilities, and deferred inflows/outflows of resources in governmental funds is reported as fund balance, which is presented in categories that describe the nature and extent of constraints on the use of resources that the Town is bound to observe. The relationship between governmental activities (reported in the *Statement of Net Position* and the *Statement of Activities*) and governmental funds is described in a reconciliation that is a part of the fund financial statements (see pages 7-10).

Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for funds that are considered to be major funds (see page 7). Governmental funds considered to be major funds for Fiscal Year 2020 are the General Fund, TIF No.1 Cicero/Cermak, and the Bond and Interest Fund. Data from other 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 in the supplementary information section (see pages 100-137).

Proprietary funds account for services for which the Town charges customers a fee and include both enterprise and internal service funds. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information. Enterprise funds account for water and sewer operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Town's various functions. Internal service funds account for the Town's self-insurance programs. Because internal services primarily benefit governmental rather than business-type functions, the assets and activities of the internal service funds have predominately been included with governmental activities in the government-wide financial statements. The Town's proprietary funds present the activities and balances in the Water and Sewer Fund, using the accrual basis of accounting and economic resources measurement focus. Proprietary funds provide the same type of information as the government-wide financial statements, but in greater detail. The proprietary funds reflect the private-sector type of operation, where the fee for service typically covers all or most of the cost of operation and maintenance, including depreciation.

The basic proprietary fund financial statements can be found on pages 11-13 of this report.

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

The basic fiduciary fund financial statements can be found on pages 14-15 of this report.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the Government-Wide and Fund Financial Statements. The notes to the financial statements can be found on pages 16-73 of this report.

Infrastructure Assets

Historically, a government's largest group of assets (infrastructure – roads, bridges, etc.) had not been reported or depreciated in governmental financial statements. The Town implemented GASB 34 in FY2004 and since then reports infrastructure assets within the Governmental column of the Government-Wide Statements. Additionally, the government must select to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Town has chosen to depreciate assets over their useful life. If a road project is considered maintenance – a recurring cost that does not extend the road's original useful life or expand its capacity – the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

Other Information

The Town adopts an annual appropriation budget for its General, Special Revenue, Debt Service, Capital Projects, Waterworks and Sewerage Enterprise Fund, the Employee Benefit and Workers Compensation Risk Management Internal Service Funds, and the Police and Fire Pension (Fiduciary) Funds. Budgets are adopted on a basis consistent with generally accepted accounting principles and the budgetary comparison schedules are presented using the same format, language, and classification as the legally adopted budget.

In addition to the basic financial statements and accompanying notes, this report also presents certain Required Supplementary Information (RSI) concerning the Town's contributions and funding progress of the Illinois Municipal Retirement Fund and Police and Firefighters' Pension Funds. Additional presentation in the "RSI" includes the Town's OPEB Benefits Total OPEB Liability in accordance with GASB 75 (pages 86-87). Lastly, the budgetary to actual statements for the General Fund are also included (pages 88-98). Required supplementary information can be found on pages 74-99. The combining statements detailing with the remainder of the Town's major funds (Capital Projects Fund and Bond and Interest Fund), as well as nonmajor governmental funds, are presented immediately following the required supplementary information. Combining, individual fund and budget-to-actual schedules can be found on pages 100-137 of this report. Long-term debt schedules can be found on pages 138-144 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of whether the financial position of the Town is improving or deteriorating. Total liabilities and deferred inflows of resources exceeded total assets and deferred outflows of resources of the Primary Government by \$323.0 million as of December 31, 2020. The net position of governmental activities increased from (\$335.2 million) to (\$323.0 million), reflecting a decrease of \$12.2 million or 3.7%. The net position of business-type activities in 2020 is a negative \$4.8 million, compared to a negative net position of \$5.3 million in 2019.

Condensed Statement of Net Position – Primary Government For the Year Ended December 31						
(in millions of dollars)						
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2019	2020	2019	2020	2019	2020
Assets						
Current assets	\$ 96.5	\$ 97.2	\$ 6.4	\$ 7.3	\$ 102.9	\$ 104.5
Capital and non-current assets	71.4	81.6	3.0	3.0	74.4	84.6
Net pension assets						
Total Assets	\$ 167.9	\$ 178.8	\$ 9.4	\$ 10.3	\$ 177.3	\$ 189.1
Deferred Outflows of Resources	\$ 71.1	\$ 148.7	\$ 3.0	\$ 5.4	\$ 74.1	\$ 154.1
Liabilities and Net position						
Current liabilities	\$ 19.7	\$ 19.1	\$ 4.2	\$ 4.4	\$ 23.9	\$ 23.5
Noncurrent liabilities	483.2	554.7	12.6	15.0	495.8	569.6
Total liabilities	\$ 502.9	\$ 573.8	\$ 16.8	\$ 19.4	\$ 519.7	\$ 593.1
Total deferred inflows of resources	71.3	76.7	1.0	1.0	72.3	77.7
Net position (deficit)						
Net investment in capital assets	\$ 18.5	\$ 38.8	\$ 3.0	\$ 3.0	\$ 21.5	\$ 41.8
Restricted	27.3	22.3	-	-	27.3	22.3
Unrestricted net position (deficit)	(381.0)	(384.1)	(8.4)	(7.8)	(389.4)	(391.9)
Net Position: Beginning of Year	\$ (328.2)	\$ (335.2)	\$ (4.4)	\$ (5.3)	\$ (333.0)	\$ (340.6)
Net Position: End of Year	\$ (335.2)	\$ (323.0)	\$ (5.4)	\$ (4.8)	\$ (340.6)	\$ (327.8)

For more detailed information on the Town's net position, please refer to the Statement of Net Position, found on pages 5-6.

Normal Impacts

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Position summary presentation.

Net results of activities – which will impact (increase/decrease) current assets and unrestricted net assets.

Borrowing for capital – which will increase current assets and long-term debt. Spending borrowed proceeds on new capital – which will (a) reduce current assets and increase capital assets and (b) increase capital assets and long-term debt, which will not change net assets invested in capital assets, net of related debt.

Spending of non-borrowed current assets on new capital – which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net assets and increase invested in capital assets, net of related debt.

Principal payment on debt – which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net assets and increase net assets invested in capital assets, net of related debt.

Reduction of capital assets through depreciation – which will reduce capital assets and net assets invested in capital assets, net of related debt.

Primary Government Revenue and Expenditures

The following table reflects the statement of activities for governmental and business-type activities for the fiscal year ended December 31, 2020:

Primary Government Revenue: Combined revenue of the primary government increased by \$0.4 million, or 0.3% in 2020. Program revenue in the governmental activities decreased slightly by \$44,328, or 0.1%. Operating and capital grants and contributions increased \$3.6 million or 163.6%, while charges for services decreased \$3.6 million, or 12.7%. Property taxes, accounting for 35.7% of total general revenues in the primary government, increased \$0.6 million, or 1.1%. State and Home Rule Sales Taxes increased \$240,356 or 3.7%, from \$18.2 million in 2019 to \$18.4 million in 2020. Distributions of state income tax increased \$237,147, or 2.6%. Utility taxes fell slightly to \$4.0 million, or (-4.4%) and motor fuel taxes witnessed a significant increase of \$300,784, or 10.9%.

Primary Government Revenues	2020	Percentage of Total	2019	Percentage of Total	Increase/ (Decrease)	Percentage Change
Charges for Services	\$ 24,852,073	16.2%	\$ 28,477,234	18.6%	\$ (3,625,161)	-12.7%
Charges - Business Type	21,169,890	13.8%	21,146,109	13.8%	23,781	0.1%
Operating and Capital Grants	5,769,859	3.8%	2,188,936	1.4%	3,580,923	163.6%
Property Taxes	54,636,609	35.6%	54,041,301	35.3%	595,308	1.1%
State Sales Taxes	8,119,993	5.3%	8,054,278	5.3%	65,715	0.8%
State Use Tax	3,746,006	2.4%	2,830,619	1.8%	915,387	32.3%
State Replacement Tax	2,391,512	1.6%	2,780,877	1.8%	(389,365)	-14.0%
Home Rule Sales Tax	10,282,526	6.7%	10,107,885	6.6%	174,641	1.7%
State Income Tax	9,238,110	6.0%	9,000,963	5.9%	237,147	2.6%
Utility Taxes	4,031,385	2.6%	4,216,602	2.8%	(185,217)	-4.4%
Motor Fuel Tax	3,052,904	2.0%	2,752,120	1.8%	300,784	10.9%
Telecommunications Tax	1,212,430	0.8%	1,146,904	0.7%	65,526	5.7%
Other Taxes	4,212,113	2.7%	4,169,365	2.7%	42,748	1.0%
Investment Income	195,032	0.1%	417,968	0.3%	(222,936)	-53.3%
Miscellaneous	595,473	0.4%	1,731,778	1.1%	(1,136,305)	-65.6%
Totals	\$ 153,505,915	100.0%	\$ 153,062,939	100.0%	\$ 442,976	0.3%

Governmental Activities and Business-Type Activities: 2019 and 2020 Revenue Comparison				
	2020	2019	Increase/ (Decrease)	Percentage Change
Governmental Activities	\$ 132,336,025	\$ 131,916,830	\$ 419,195	0.3%
Business-Type Activities	21,169,890	21,146,109	23,781	0.1%
Totals	\$ 153,505,915	\$ 153,062,939	\$ 442,976	0.3%

Revenue within Business-Type Activities, namely the Waterworks and Sewerage Enterprise Fund, remained steady at \$21.2 million in 2020 only increasing \$23,781 from 2019.

Program Revenues: Governmental Activities and Business-Type Activities: 2019 and 2020 Revenue Comparison				
	2020	2019	Increase/ (Decrease)	Percentage Change
Governmental Activities	\$ 30,621,932	\$ 30,666,170	\$ (44,238.00)	-0.1%
Business-Type Activities	21,169,890	21,146,109	23,781	0.1%
Totals	\$ 51,791,822	\$ 51,812,279	\$ (20,457)	0.0%

General Revenues: Governmental Activities and Business-Type Activities: 2019 and 2020 Revenue Comparison				
	2020	2019	Increase/ (Decrease)	Percentage Change
Governmental Activities	\$ 101,714,093	\$ 101,250,660	\$ 463,433.00	0.5%
Business-Type Activities	79,370	96,327	(16,957)	-17.6%
Totals	\$ 101,793,463	\$ 101,346,987	\$ 446,476	0.4%

Primary Government Expenses: Primary government expenses totaled \$140.8 million in 2020, representing a decrease of \$20.5 million, or 12.7% under 2019.

Primary Government Expenses	2020	Percentage of Total	2019	Percentage of Total	Increase/ (Decrease)	Percentage Variance
General Government	\$ 16,331,603	11.6%	\$ 20,301,899	12.6%	\$ (3,970,296)	-19.6%
Public Safety	64,335,809	45.7%	69,378,501	43.0%	(5,042,692)	-7.3%
Public Works	21,853,506	15.5%	23,158,420	14.4%	(1,304,914)	-5.6%
Health and Welfare	7,253,941	5.2%	10,264,748	6.4%	(3,010,807)	-29.3%
Economic/Urban Redevelopment	8,611,678	6.1%	13,687,173	8.5%	(5,075,495)	-37.1%
Interest	1,682,112	1.2%	2,156,867	1.3%	(474,755)	-22.0%
Water/Sewer Enterprise	20,696,924	14.7%	22,335,638	13.8%	(1,638,714)	-7.3%
Totals	\$ 140,765,573	100.0%	\$ 161,283,246	100.0%	\$ (20,517,673)	-12.7%

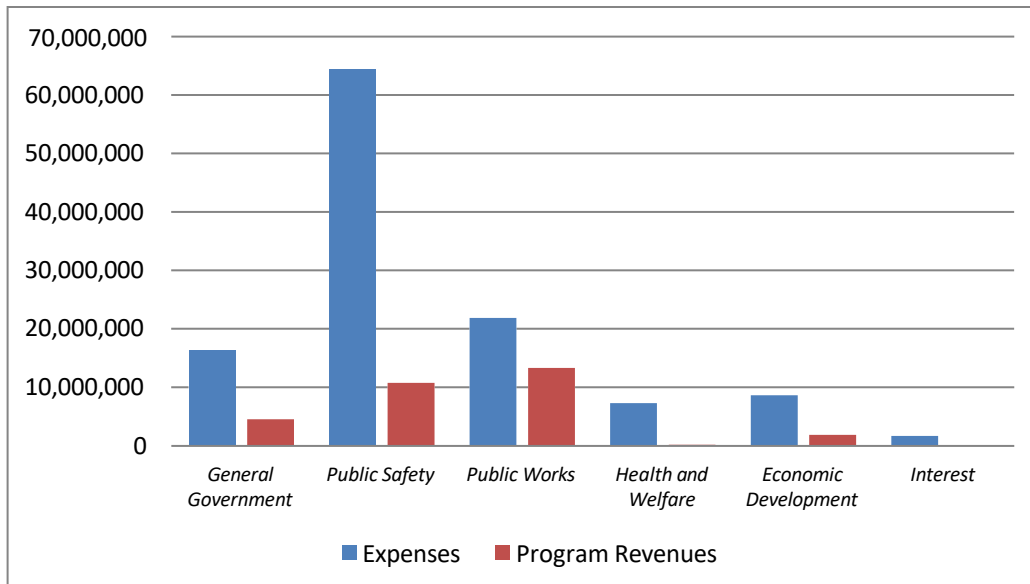
Governmental Activities Expenses	2020	Percentage of Total	2019	Percentage of Total	Increase/ (Decrease)	Percentage Change
General Government	\$ 16,331,603	13.6%	\$ 20,301,899	14.6%	\$ (3,970,296)	-19.6%
Public Safety	64,335,809	53.6%	69,378,501	49.9%	(5,042,692)	-7.3%
Public Works	21,853,506	18.2%	23,158,420	16.7%	(1,304,914)	-5.6%
Health and Welfare	7,253,941	6.0%	10,264,748	7.4%	(3,010,807)	-29.3%
Economic/Urban Redevelopment	8,611,678	7.2%	13,687,173	9.9%	(5,075,495)	-37.1%
Interest	1,682,112	1.4%	2,156,867	1.6%	(474,755)	-22.0%
Totals	\$ 120,068,649	100.0%	\$ 138,947,608	100.0%	\$ (18,878,959)	-13.6%

Governmental Activities Expenses: 2020 governmental activities expenses totaled \$120.1 million compared to expenses of \$138.9 million in 2019, representing a decrease of \$18.9 million, or 13.6%. Expenses for general government decreased \$4.0 million, or 19.6%. The Town’s commitment to public safety totaled \$64.3 million and 53.6% of total governmental activity expenses. Public works expenses decreased \$1.3 million, or 5.6%. Expenses for economic and urban development decreased 37.1% to \$8,611,678 reflecting investment within the Town’s active tax increment financing districts. Expenses for health and welfare totaled \$7.3 million, while interest expense on outstanding debt decreased 22.0% with increased amortization of outstanding debt.

The following table and chart depict the expenses and related program revenues by function for the Town’s governmental activities for the fiscal year ended December 31, 2020.

Functions	Expenses	Program Revenue
General Government	\$ 16,331,603	\$ 4,518,623
Public Safety	64,335,809	10,761,540
Public Works	21,853,506	13,306,710
Health and Welfare	7,253,941	167,499
Economic Redevelopment	8,611,678	1,867,560
Interest	1,682,112	-

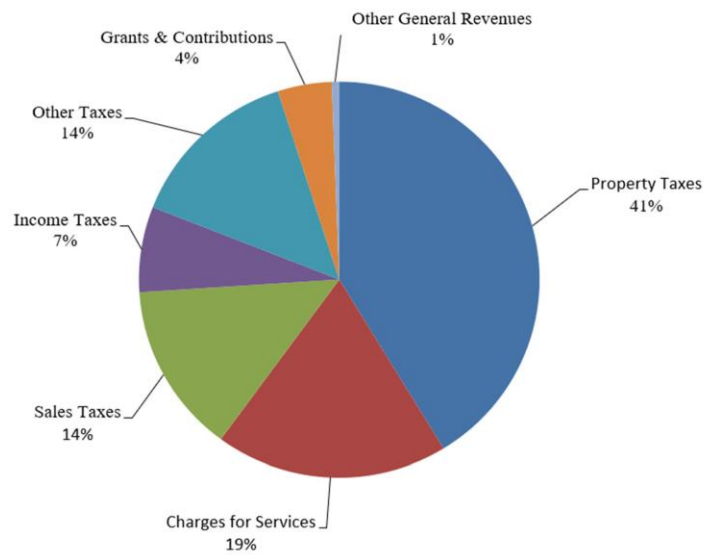
**Expenses and Program Revenues – Governmental Activities
Fiscal Year Ended December 31, 2020**



Revenues by source for governmental activities for the fiscal year ended December 31, 2020, are shown as follow: Revenues from governmental activities within the Primary Government totaled \$132.3 million for the fiscal year ended December 31, 2020. Taxes (\$100.9 million, or 76.3%), represent the largest revenue source. Property taxes and sales taxes represent the two largest sources of tax revenues. Property taxes totaled \$54.6 million, or 41.3% of primary government revenues, while state and home rule sales taxes totaled \$18.4 million, or 13.9% of total primary government revenues, for a combined total of \$73.0 million, or 55.2% of total revenues. Other major revenues include state income taxes, local use taxes, utility taxes, state replacement taxes, and motor fuel taxes.

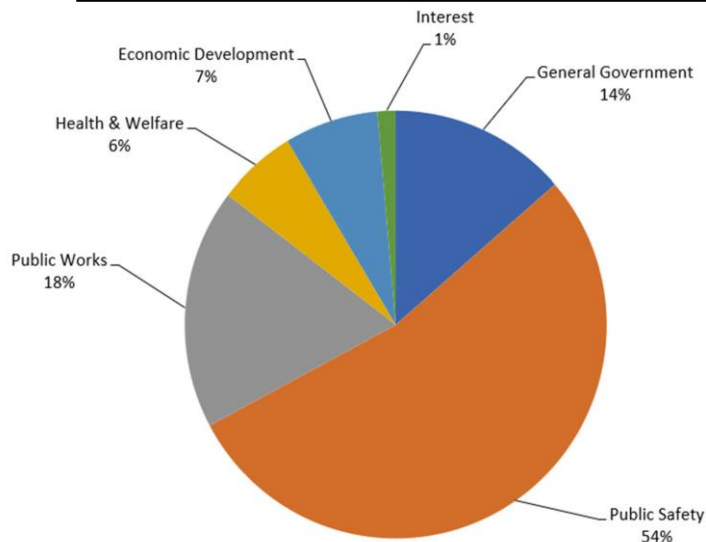
Charges for services (\$24.9 million, or 18.8%) represent the second largest revenue source. Charges for services are derived mainly from business licenses and fees, building permits, ambulance/paramedic billings, economic/urban redevelopment charges to the Towns various tax increment financing districts, and payments from the waterworks and sewerage enterprise fund for services provided by the general government.

Revenues by Source – Governmental Activities Fiscal Year Ended December 31, 2020



Expenses by function for governmental activities for the fiscal year ended December 31, 2020 are shown a follows:

Expenses by Function – Governmental Activities Fiscal Year Ended December 31, 2020



Expenses for governmental activities totaled \$120.1 million for the fiscal year ended December 31, 2020. The largest component is public safety, which totaled \$64.3 million, or 53.6% of total governmental activities expenses. Expenses in this category include the operations of the Police and Fire Departments, 911 Emergency Services, Community Service Officers, Crossing Guards, and Violations. The Police Department represents the largest component of public safety and activities performed include patrol, detectives, narcotics, community service officers, and special tactical units.

The second largest component is public works/highways and streets, which totaled \$21.9 million, or 18.2%, of total governmental activities expenses. Included in the department's activities are such functions as street, alley and sidewalk maintenance, street sweeping, and roadway snow and ice maintenance. Activities provided by the Electrical Department in maintaining streetlights and traffic signals totaled \$390,725, fleet maintenance costs totaled \$1.1 million, general building maintenance required resources of \$2.1 million.

The third largest component is general and administrative costs, which totaled \$16.3 million, or 13.6%, of total governmental activities expenses. Expenses in this category include general administration, employer contribution toward pensioner health insurance, internal affairs, building permitting and inspections, special events, public relations, purchasing, project management, finance, human resources, legal, information technology, Town Clerk, Town Collector, violations, building maintenance, Town Treasurer, licensing, legal, community center, and overhead.

The fourth largest component is economic/urban redevelopment which totaled \$8.6 million, or 7.2%, of total governmental activities expenses. Economic/urban redevelopment activities within the Town's five (5) tax increment financing districts, expenses recorded within Community Development Block Grant, Neighborhood Stabilization and Capital Projects.

The fifth largest component of governmental activities expenses is health and welfare, which totaled \$7.3 million, or 6.0%, of total governmental activities expenses. Included in this category are the health clinic, senior services, senior activities, people with disabilities, and emergency shelter, special events, community center, community outreach, operation of the community ice rink, rodent abatement, and the Cicero Animal Shelter.

The smallest component of governmental activities expenses is interest, which totaled \$1.7 million, or 1.4%, of total governmental activities expenses. Interest represents payment on long-term debt obligations, including capital leases. See page 4s and the Notes to the Financial Statements, (pages 42-46) for further discussion of long-term obligations.

Business-Type Activities

For the fiscal year ended December 31, 2020, the net position for business-type activities (consisting of the Town's waterworks and sewerage enterprise system) shows a deficit of \$4.8 million, due entirely to a reported \$14.9 million noncurrent liability for the utility's postemployment benefit obligations. Total revenues for business-type activities totaled \$21.3 million, compared to revenue of \$21.2 million reported for the prior year. Total expenses for business-type activities decreased from \$22.3 million in 2019 to \$20.7 million in 2020.

MAJOR FUNDS FINANCIAL ANALYSIS FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental Funds. The Town uses fund accounting to ensure and demonstrate compliance with finance related legal requirements and budgetary compliance. The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements.

The Town's major funds include: the General Fund, the Cicero/Cermak Tax Increment Financing District No. 1 (TIF No.1), and the Bond and Interest Fund.

At the end of the current fiscal year, the Town's governmental funds reported a combined (major and nonmajor) ending fund balance of \$46.5 million, compared to a fund balance of \$50.0 million reported for the prior year, reflecting a decrease of \$3.5 million, or 7.0%.

Changes in Fund Balance or Net Position Major Funds	2020	2019	Increase/ (Decrease)	Percentage change
General Fund	\$ 21,414,773	\$ 20,239,412	\$ 1,175,361	5.8%
Bond and Interest	9,317,391	10,096,443	(779,052)	-7.7%
TIF No. 1	1,996,152	2,582,475	(586,323)	-22.7%
Nonmajor Funds	13,747,470	17,119,778	(3,372,308)	-19.7%
Totals	\$ 46,475,786	\$ 50,038,108	\$ (3,562,322)	-7.1%

Summary Analysis of Changes in Fund Balance or Net Financial Position: Major Funds

The **General Fund** is the Town’s primary operating fund and the largest source of day-to-day service delivery. The fund balance of the General Fund is an important financial indicator of stability and has a target of 15.0% of expenditures. At December 31, 2020 the fund balance of the General Fund measured \$21.4 million for an increase of \$1.2 million, or 5.8% over the balance at the beginning of the year. It measures 21.6% of expenditures, representing a value \$6.6 million greater than the Town’s operating target. Revenues within the General Fund were \$4.4 million underbudget, while expenditures were also under budget by \$4.4 million.

The **Bond and Interest Fund** is used to account for the payment of principal and interest on the Town’s outstanding General Obligation Bonds and for recognizing those resources collected from ad valorem property taxes and transfers from Tax Increment Financing District No. 1 for the payment of annual debt service obligations. At the beginning of the year the Town recognized outstanding debt of \$54.3 million, retired \$9.3 million in principal, for an ending balance of \$45.0 million. Interest on the outstanding debt required \$2.4 million in 2020, resulting in total debt service obligations of \$11.6 million. These obligations were met by \$4.4 million in property taxes and \$7.0 million from Tax Increment Financing District No. 1, Cicero Ave/Cermak Rd, in payment of debt service obligations on the \$14,690,000 Series 2014A General Obligation Refunding Bonds issued for redevelopment initiatives within the TIF District. Fund balance experienced a slight decrease from \$10.1 million in 2019 to \$9.3 million in 2020.

The Town recognizes the **Cicero/Cermak Tax Increment Financing District (TIF No. 1) Fund** as a major fund due to its importance in the Town’s economic redevelopment initiatives that measured \$8.7 million in expenses, with \$12.6 million collected from incremental real estate taxes within the District. 2020 expenditures totaled \$8.6 million in direct expenditures and \$3.0 million as reimbursements to the General Fund in support of activities carried out by the Town’s operating departments reported within the General Fund in support of redevelopment efforts, including but not limited to: public safety, street and highway maintenance, property acquisition and maintenance, marketing and legal services. The fund balance with TIF No.1 measures \$2.0 million as of the end of 2020.

A number of nonmajor special revenue and capital project funds are part of the activity reported within Governmental Funds, consisting of fifteen (15) nonmajor special revenue funds and six (6) nonmajor capital. The combined ending balance is \$13.7 million, representing a decrease of \$3.4 million under the prior year.

NONMAJOR GOVERNMENTAL FUNDS

Nonmajor Special Revenue and Capital Projects Funds					
Special Revenue Funds	Revenues	Expenditures	Other Sources/(Uses)	Beginning Fund Balance	Ending Fund Balance
Judgment Fund	\$ 2,066,493	\$ 552,574	-	\$ 3,732,412	\$ 5,246,331
Motor Fuel Tax Fund	4,907,381	4,862,370	-	3,234,700	3,279,711
911 Emergency Fund	1,508,482	1,179,708	-	1,258,124	1,586,898
CDBG Fund	1,867,561	1,904,746	-	(384,672)	(421,857)
Neighborhood Stabilization Program Fund	45,338	108,201	-	107,448	44,585
Aquatic Center Fund	3,047	-	-	11,591	14,638
CDBG Housing Fund	-	-	-	5,991	5,991
Federal Equitable Sharing Grant Fund	-	-	-	810	810
Police Seizure/Narcotics Forfeitures Fund	10,241	1,309	-	687,199	696,131
Youth Commission Fund	31,509	59,774	25,000	63,813	60,548
Economic Development Fund	1	-	-	27,911	27,912
2014 JAG Grant Fund	22,115	22,068	-	-	47
Foreign Fire Insurance Fund	44,482	50,392	-	85,434	79,524
Public Welfare Fund	197,958	132,785	(250,000)	351,739	166,912
Emergency Shelter Fund	-	-	-	-	-
Total Special Revenue Funds	\$ 10,704,608	\$ 8,873,927	\$ (225,000)	\$ 9,182,500	\$ 10,788,181
Capital Projects Funds					
2012 Capital Projects Fund	\$ 729	\$ -	\$ 850,000	\$ 300,007	\$ 1,150,736
Capital Projects Fund	108,568	5,303,809	-	5,588,707	393,466
Laramie and 25th Street TIF No. 2	95,244	442,975	470,000	(47,970)	74,299
54th Avenue TIF No. 3	869,970	863,991	740,000	341,904	1,087,883
Town Square (Sportsman's Park) TIF No. 4	2,712,161	594,565	(3,619,250)	1,749,925	248,271
1400 South Laramie Avenue TIF No. 5	3,542	8,613	5,000	4,705	4,634
Total Capital Projects Funds	\$ 3,790,214	\$ 7,213,953	\$ (1,554,250)	\$ 7,937,278	\$ 2,959,289
Total Nonmajor Funds	\$ 14,494,822	\$ 16,087,880	\$ (1,779,250)	\$ 17,119,778	\$ 13,747,470

General Fund Budgetary Highlights

General Fund Revenues Compared to Final Budget: 2020

In compliance with reporting standards, both the original and final amended budget are presented in the financial statements. Actual General Fund revenues of \$100.1 million in 2020 were short of budgeted revenues by \$4.4 million, or 4.2%. Revenues from taxes were below the budget by \$1.2 million, or 1.6%. Property taxes fell short of budget by \$1.3 million, or 3.9%. State sales taxes were close to the budget only falling short by \$17,969 and totaled \$8.1 million, while local sales taxes from the Town's 1.75% Home Rule Sales Tax only came in \$10,950 under the 2020 budget with receipts of \$10.2 million against projected receipt of \$10.2 million. Corporate property replacement taxes totaled \$2.4 million and were under budget by \$427,037, or 15.1%. The Town's per capita share of state income taxes exceeded budget by \$174,894, or 1.9%, while revenue from taxes on the Town's three utility providers mirrored the projection of \$4.0 million.

Revenues	2020 Budget	2020 Actual	Variance Over/(Under)	Percentage Variance
Taxes	\$ 74,765,010	\$ 73,542,896	\$ (1,222,114)	-1.7%
Licenses, Permits, and Fees	18,305,716	16,914,546	(1,391,170)	-8.2%
Fines and Forfeitures	3,077,500	1,996,656	(1,080,844)	-54.1%
Franchise Fees	330,000	303,585	(26,415)	-8.7%
Interest	75,000	16,600	(58,400)	-351.8%
Intergovernmental	363,458	1,384,726	1,021,268	73.8%
Other Revenue	347,500	410,769	63,269	15.4%
Reimbursements	7,235,133	5,551,682	(1,683,451)	-30.3%
Other	-	(13,000)	(13,000)	n/a
Totals	\$ 104,499,317	\$ 100,108,460	\$ (4,390,857)	-4.2%

Taxes	2020 Budget	2020 Actual	Variance Over/(Under)	Percentage Variance
Property Taxes	\$ 33,089,063	\$ 31,812,362	\$ (1,276,701)	-4.0%
State Sales Tax	8,109,160	8,091,191	(17,969)	-0.2%
State Use Tax	2,783,549	3,593,492	809,943	22.5%
State Replacement Tax	2,818,549	2,391,512	(427,037)	-17.9%
Home Rule Sales Tax	10,236,473	10,225,523	(10,950)	-0.1%
State Income Tax	9,063,216	9,238,110	174,894	1.9%
Utility Tax	3,950,000	4,031,385	81,385	2.0%
Other Taxes	4,715,000	4,159,321	(555,679)	-13.4%
Totals	\$ 74,765,010	\$ 73,542,896	\$ (1,222,114)	-1.6%

General Fund Expenditures Compared to Final Budget: 2020

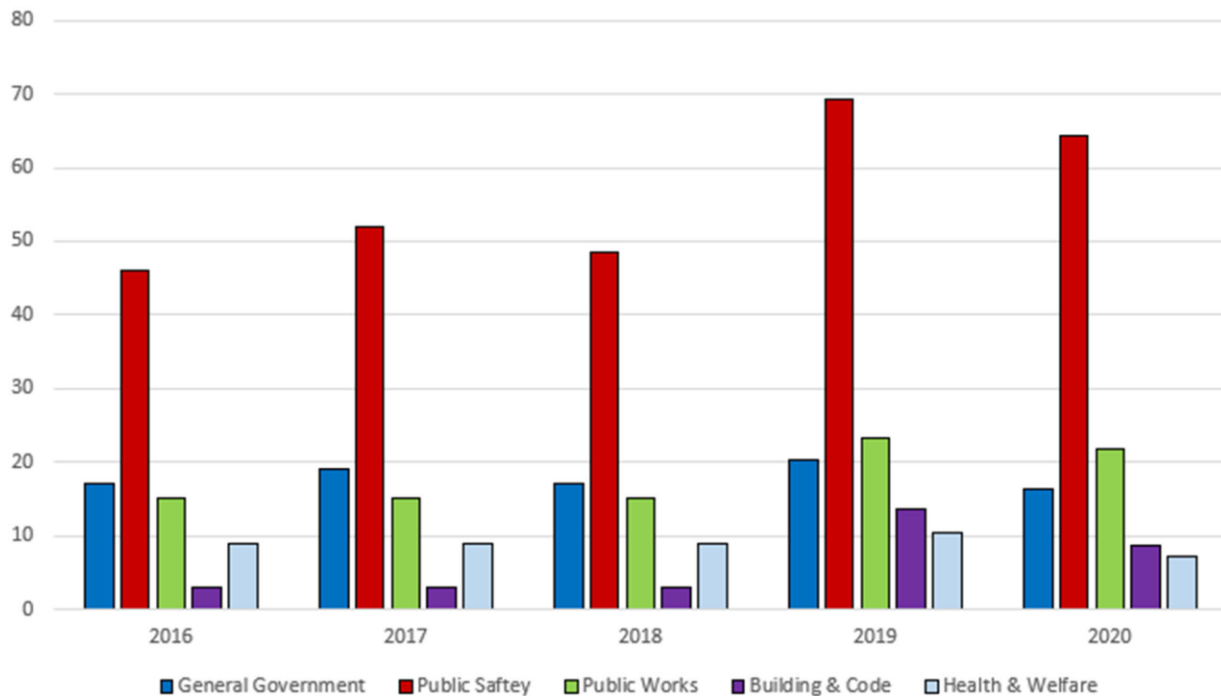
Actual General Fund expenditures for fiscal 2020 were below budget by \$4.4 million, or 4.2%. Costs associated with general administration totaled \$17.5 million against a projected budget of \$17.7 million. Public safety expenditures for police and fire services, emergency telephone system initiatives, crossing guards, community service officers, parking enforcement and the police/fire commission were under budget by 2.5%, totaling \$54.2 million against a budget of \$55.6 million. Expenditures for public works projects in the area of street and highway maintenance, building maintenance, street lighting and electrical maintenance exceeded budget by 0.3%, totaling \$17.4 million against a budget of \$17.3 million. Building, zoning and code enforcement expenditures were below budget by 13.5%, totaling \$2.8 million against a budget of \$3.3 million. Costs related to health and welfare initiatives in the operation of the Town's health department, senior services, disability assistance, special events and recreation totaled \$7.1 million, a sum 24.6% under budget of \$9.4 million.

General Fund Expenditures	2020 Budget	2020 Actual	Variance Over/(Under)	Percentage Variance
General Administration	\$ 17,671,156	\$ 17,451,529	\$ 219,627	1.2%
Public Safety	55,578,985	54,165,071	1,413,914	2.5%
Public Works	17,330,008	17,374,933	-44,925	-0.3%
Building and Code	3,275,042	2,832,636	442,406	13.5%
Health and Welfare	9,422,841	7,108,930	2,313,911	24.6%
Totals	\$ 103,278,032	\$ 98,933,099	\$ 4,344,933	4.2%

The following table illustrates the expenditures by function over the past five years and the proportional share of the General Fund resources directed to the functional categories.

General Fund Expenditures	2016	2017	2018	2019	2020
General Administration	\$ 18.1	\$ 16.0	\$ 15.5	\$ 16.4	\$ 16.3
Public Safety	47.2	52	49.2	53	64.3
Public Works	15.3	14.7	15.3	16.4	21.9
Building and Code	3.2	3.4	3.3	3.1	7.3
Health and Welfare	8.8	8.3	8.8	8.7	8.6
Totals	\$ 92.6	\$ 94.4	\$ 92.1	\$ 97.6	\$ 118.4

**Annual General Fund Expenditures by Category Fiscal Year 2016 through 2020
In Millions**



Capital Assets and Long-Term Debt Activity

Capital Assets

At the end of fiscal year 2020, the Town had total capital assets (net of accumulated depreciation) of \$84.5 million, invested in a broad range of capital assets including police and fire equipment, buildings, Town facilities, water facilities, and sewer lines. The Town's capital assets (net of depreciation) increased approximately \$10.2 million or 13.7%. More detailed information about the Town's capital assets is presented in Note 7 to the financial statements.

Capital Assets Net of Depreciation – Primary Government For the Year Ended December 31 (in millions of dollars)							
	Governmental Activities		Business-Type Activities		Total Primary Government		
	2019	2020	2019	2020	2019	2020	Percentage Change
Land and Construction-in-Progress	\$ 15.3	\$ 20.6	\$ 0.4	\$ 0.6	\$ 15.7	\$ 21.2	35.0%
Land Improvements	5.7	5.3	0.5	0.5	6.2	5.8	-6.5%
Buildings	38.7	37.6	-	-	38.7	37.6	-2.8%
Equipment/Vehicles	6.1	5.7	0.5	0.4	6.6	6.1	-7.6%
Infrastructure	5.5	12.4	1.6	1.4	7.1	13.8	94.4%
Totals	\$ 71.3	\$ 81.6	\$ 3.0	\$ 2.9	\$ 74.3	\$ 84.5	13.7%

Debt Administration

The debt administration discussion covers two main types of debt reported by the Town's financial statements: general obligation and other long-term debt.

The Town's long-term debt totals \$580,647,868 and consists of:

•	General Obligation Bonds Outstanding	
	Series 2007	\$ 5,105,000
	Series 2010B	3,995,000
	Series 2012	16,505,000
	Series 2014A	6,835,000
	Series 2017	<u>12,595,000</u>
	Total General Obligation Bonds Outstanding	<u>\$ 45,035,000</u>
•	Capital Leases	\$ 857,691
•	Unamortized Bond Premium	\$ 2,535,202
•	Compensated Absences	\$ 9,228,798
•	Estimated Liability for Claims	\$ 2,211,260
•	Net Pension Liability	\$ 203,718,315
•	OPEB Liability	\$ 317,061,602

The Town began the year with \$506,162,644 in long-term debt, and during the year showed the following increases and (decreases):

Types of Increases/(Decreases)	Amount
General Obligation Bond Principal Retirement	\$ (9,255,000)
Unamortized Bond Premium	(587,607)
Net decrease in Capital Leases	(349,907)
Net decrease Estimated Liability of Claims and Judgments	1,162,759
Net increase in Compensated Absences	(31,199)
Net increase in Other Postemployment Benefit Obligations	23,690,464
Net increase in Pension Liability	59,855,714
Net change	\$ 74,485,224

Long-Term Obligations	Balance 12/31/2020	Balance 12/31/2019	Increase/ (Decrease)	Percentage Change
General Obligation Bonds	\$ 45,035,000	\$ 54,290,000	\$ (9,255,000)	-17.0%
Unamortized Bond Premium	2,535,202	3,122,809	(587,607)	-18.8%
Capital Leases	857,691	1,207,598	(394,907)	-32.7%
Compensated Absences	9,228,798	8,066,039	1,162,759	14.4%
Estimated Liability for Claims and Judgments	2,211,260	2,242,459	(31,199)	-1.4%
Net Pension Liability	203,718,315	180,027,851	23,690,464	13.2%
Other Postemployment Benefit Obligation	317,061,602	257,205,888	59,855,714	23.3%
Total	\$ 580,647,868	\$ 506,162,644	\$ 74,440,224	14.7%

For further detailed information on long-term debt activity, refer to: "Notes to the Financial Statements: Note 9: Long-Term Debt."

Pension Trust Funds

Funded Status and Funding Progress

Police Pension Fund: As of December 31, 2019, the most recent actuarial valuation date, the Police Pension Plan was 44.6% funded. The total pension liability is \$218,878,904 and the plan fiduciary net position was \$97,550,935 resulting in a net pension liability of \$121,327,969.

Firefighters' Pension Fund: As of December 31, 2020, the most recent actuarial valuation date, the Firefighters' Pension Plan was 33.9% funded. The total pension liability was \$124,136,854 and the plan fiduciary net position was \$42,070,717 resulting in a net pension liability of \$82,066,137.

Changes in Plan Net Position Pension Trust Funds	Police Pension	Firefighters Pension	2020 Pension Trust Funds	2019 Pension Trust Funds
Additions				
Employer Contributions	\$ 6,029,611	\$ 6,085,825	\$ 12,115,436	\$ 11,522,810
Employee Contributions	1,696,916	702,522	2,399,438	2,594,399
Total Contributions	7,726,527	6,788,347	14,514,874	14,117,209
Net Investment Income	11,410,564	5,078,474	16,489,038	19,523,589
Other Income/(Expense)	-	(19,129)	(19,129)	(1,871)
Total Additions	19,137,091	11,847,692	30,984,783	33,638,927
Deductions				
Pension Payments and Refunds	7,202,304	6,354,975	13,557,279	12,899,405
Administrative Expenses	146,826	64,009	210,835	150,958
Total Deductions	7,349,130	6,418,984	13,768,114	13,050,363
Net Change in Plan Net Position	\$ 11,787,961	\$ 5,428,708	\$ 17,216,669	\$ 20,588,564
Net Position Held in Trust				
Beginning of Year	\$ 85,762,974	\$ 36,652,405	\$ 122,415,379	\$ 101,826,815
End of Year	\$ 97,550,935	\$ 42,081,113	\$ 139,632,048	\$ 122,415,379

Economic Factors

The major fund financial analysis and the government-wide financial analysis presented earlier in the MD&A provide valuable insights into whether the Town's near-term and overall financial position has improved or deteriorated. However, since the Town does not exist in a vacuum, many different economic conditions and circumstances will ultimately affect the Town's future financial position. Considering major economic factors can provide context for interpreting current financial information, as well as provide a basis for assessing the likelihood that the Town's current financial position will improve or deteriorate in the future.

Although it is often times difficult to forecast the local economy with any specific degree of certainty, it is nonetheless possible (and advisable) to review trends and identify those variables that could potentially impact the Town's financial position.

Low but steady economic growth. On the national level, the Congressional Budget Office (CBO) projects growth in real GDP of 3.7% in 2021, up from 2.2% in 2020. Growth in real GDP is projected to average 2.6% per year 2021-2025, with excess demand putting pressure on prices, wages, and interest rates over the next few years.

- With anticipated economic growth, the Congressional Budget Office forecasts national unemployment as low as 5.3% and 4.9% in 2021 and 2022, respectively, over the short term, rising to a more sustainable 4.0% to 4.6% 2023 through 2031. Demand for labor is projected to impact wages over the next few years of roughly 3.0% to 3.5%, but slowing in later years with a lessening in the demand for labor. Due to its higher number of unemployed workers, coupled with the loss of warehousing and manufacturing jobs that best match the employment objective of the local workforce, local recovery is expected to lag national recovery, with unemployment holding steady over the next several years.
- The 2021 Budget for the Town of Cicero expects overall General Fund revenue growth of 1.4% over the next year.
- **Projected steady climb in Property Valuation.** The Town's equalized assessed valuation (EAV) has experienced a dramatic decrease of 31.5% from its historical high of \$913.6 million in 2010 to \$625.9 million in 2019. EAV remained steady from 2018 EAV of \$625.9 million. With several projects currently in planning stages, the Town anticipates annual property growth of 5.0% to 7.5% over the next three years.

Factors Bearing on the Town's Future

With five active Tax Incremental Financing Districts, the Town is working to create an economically vibrant community. It is the hope of the Town Board to utilize the numerous properties held by the Town to attract developers to replace the numerous businesses that have either ceased operation or relocated to another area.

Request for Information

This financial report is designed to provide the Town's citizens, taxpayers, and creditors with a general overview of the Town's finances and to demonstrate the Town's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Department of Financial Affairs at 4949 W. Cermak Rd, Cicero, Illinois 60804.

TOWN OF CICERO, ILLINOIS
STATEMENT OF NET POSITION
DECEMBER 31, 2020

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Cicero Public Library	Mental Health Board
ASSETS					
Current Assets					
Cash	\$ 28,887,402	\$ 2,222,927	\$ 31,110,329	\$ 1,397,994	\$ 282,814
Cash - Restricted	9,390,177	-	9,390,177	-	-
Receivables - Net of Allowances:					
Property Taxes Receivable - Net	43,482,520	-	43,482,520	1,783,494	646,652
Intergovernmental	9,341,408	-	9,341,408	-	-
Accounts Receivable - Net	1,436,988	5,062,688	6,499,676	-	-
Loans	57,062	-	57,062	-	-
Other Receivables	1,534,232	-	1,534,232	13,469	7,078
Prepaid Expenses	909,517	-	909,517	-	-
Assets Held for Resale	2,047,431	-	2,047,431	-	-
Other Assets	-	58,637	58,637	-	-
Due from Discreetly Presented Component Units	88,102	-	88,102	-	20
Total Current Assets	<u>97,174,839</u>	<u>7,344,252</u>	<u>104,519,091</u>	<u>3,194,957</u>	<u>936,564</u>
Noncurrent Assets					
Net Pension Asset	42,795	-	42,795	-	-
Capital Assets - Non-depreciable:					
Land	20,368,718	446,282	20,815,000	267,000	-
Construction-in-Progress	250,000	134,820	384,820	-	-
Capital Assets - Depreciable:					
Land Improvements	10,281,201	422,132	10,703,333	-	-
Buildings and Improvements	66,630,640	-	66,630,640	4,545,226	-
Infrastructure	45,437,245	14,051,992	59,489,237	-	-
Furniture, Equipment and Vehicles	25,482,334	668,066	26,150,400	982,841	-
Library Material	-	-	-	3,755,290	-
Less: Accumulated Depreciation	(86,855,912)	(12,749,956)	(99,605,868)	(5,702,968)	-
Total Capital Assets	<u>81,594,226</u>	<u>2,973,336</u>	<u>84,567,562</u>	<u>3,847,389</u>	<u>-</u>
Total Noncurrent Assets	<u>81,637,021</u>	<u>2,973,336</u>	<u>84,610,357</u>	<u>3,847,389</u>	<u>-</u>
Total Assets	<u>178,811,860</u>	<u>10,317,588</u>	<u>189,129,448</u>	<u>7,042,346</u>	<u>936,564</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Charge on Refunding	89,400	-	89,400	-	-
Deferred Outflows Related to OPEB	104,109,201	5,133,586	109,242,787	893,893	85,627
Deferred Outflows Related to Pensions	44,494,849	254,202	44,749,051	1,102,148	14,254
Total Deferred Outflows of Resources	<u>148,693,450</u>	<u>5,387,788</u>	<u>154,081,238</u>	<u>1,996,041</u>	<u>99,881</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 327,505,310</u>	<u>\$ 15,705,376</u>	<u>\$ 343,210,686</u>	<u>\$ 9,038,387</u>	<u>\$ 1,036,445</u>
LIABILITIES					
Current					
Accounts Payable	\$ 1,671,484	\$ 1,452,446	\$ 3,123,930	\$ 280,415	\$ 8,895
Accrued Payroll	2,147,488	132,909	2,280,397	46,188	5,810
Accrued Interest Payable	667,884	-	667,884	-	-
Escrow Deposit Payable	106,952	-	106,952	-	-
Unearned Revenue	1,383,500	-	1,383,500	-	-
Due to Fiduciary Funds	100,544	-	100,544	-	-
Due to Primary Government	-	-	-	2,849	85,274
Internal Activity	(2,828,615)	2,828,615	-	-	-
Estimated Claims Incurred but not Paid	4,933,332	-	4,933,332	-	-
Capital Lease Obligations	360,978	-	360,978	-	-
Compensated Absences	911,421	11,459	922,880	-	-
General Obligation Bonds	9,680,000	-	9,680,000	-	-
Total Current Liabilities	<u>19,134,968</u>	<u>4,425,429</u>	<u>23,560,397</u>	<u>329,452</u>	<u>99,979</u>
Noncurrent					
Net Pension Liability	203,693,352	24,963	203,718,315	-	1,400
Other Postemployment Benefit Liability	302,162,101	14,899,501	317,061,602	4,224,155	248,519
Estimated Liability for Claims and Judgments	2,211,260	-	2,211,260	-	-
Capital Lease Obligations	496,713	-	496,713	-	-
Compensated Absences	8,202,791	103,127	8,305,918	-	-
General Obligation Bonds	37,890,202	-	37,890,202	-	-
Total Noncurrent Liabilities	<u>554,656,419</u>	<u>15,027,591</u>	<u>569,684,010</u>	<u>4,224,155</u>	<u>249,919</u>
Total Liabilities	<u>573,791,387</u>	<u>19,453,020</u>	<u>593,244,407</u>	<u>4,553,607</u>	<u>349,898</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred Property Taxes	42,141,943	-	42,141,943	1,778,217	644,798
Deferred Intergovernmental Revenue	2,643	-	2,643	-	-
Deferred Inflows Related to OPEB	11,238,776	554,180	11,792,956	-	9,244
Deferred Inflows Related to Pensions	23,302,772	492,821	23,795,593	532,469	27,635
Total Deferred Inflows of Resources	<u>76,686,134</u>	<u>1,047,001</u>	<u>77,733,135</u>	<u>2,310,686</u>	<u>681,677</u>
NET POSITION					
Net Investment in Capital Assets	38,844,440	2,973,336	41,817,776	3,847,389	-
Restricted for:					
Debt Service	9,317,391	-	9,317,391	-	-
Capital Projects	1,808,553	-	1,808,553	-	-
Other Restricted Funds for Special Purposes	11,149,490	-	11,149,490	-	-
Unrestricted Net Position (Deficit)	(384,092,085)	(7,767,981)	(391,860,066)	(1,673,295)	4,870
Total Net Position (Deficit)	<u>\$ (322,972,211)</u>	<u>\$ (4,794,645)</u>	<u>\$ (327,766,856)</u>	<u>\$ 2,174,094</u>	<u>\$ 4,870</u>

See accompanying notes to the financial statements.

TOWN OF CICERO, ILLINOIS
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2020

Functions/Programs	Program Revenues				Net (Expense) Revenues and Changes in Net Position			Component Units	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Cicero Public Library	Mental Health Board
					Governmental Activities	Business-Type Activities	Total		
Primary Government									
Governmental Activities:									
General Government	\$ 16,331,603	\$ 4,518,623	-	\$ -	\$ (11,812,980)	\$ -	\$ (11,812,980)	\$ -	\$ -
Public Safety	64,335,809	8,702,157	2,059,383	-	(53,574,269)	-	(53,574,269)	-	-
Public Works/Highways and Streets	21,853,506	11,463,794	-	1,842,916	(8,546,796)	-	(8,546,796)	-	-
Health and Welfare	7,253,941	167,499	-	-	(7,086,442)	-	(7,086,442)	-	-
Economic/Urban Redevelopment	8,611,678	-	1,867,560	-	(6,744,118)	-	(6,744,118)	-	-
Interest	1,682,112	-	-	-	(1,682,112)	-	(1,682,112)	-	-
Total Governmental Activities	120,068,649	24,852,073	3,926,943	1,842,916	(89,446,717)	-	(89,446,717)	-	-
Business-Type Activities:									
Water and Sewer System	20,696,924	21,169,890	-	-	-	472,966	472,966	-	-
Total Primary Government	140,765,573	46,021,963	3,926,943	1,842,916	(89,446,717)	472,966	(88,973,751)	-	-
Component Units									
Cicero Public Library	2,189,957	-	104,864	-	-	-	-	(2,085,093)	-
Mental Health Board	438,199	-	-	-	-	-	-	-	(438,199)
Total Component Units	\$ 2,628,156	\$ -	104,864	\$ -	-	-	-	(2,085,093)	(438,199)
General Revenues									
Property Taxes					54,636,609	-	54,636,609	1,725,264	607,919
Intergovernmental Revenue:									
State Sales Taxes					8,119,993	-	8,119,993	-	-
State Use Tax					3,746,006	-	3,746,006	-	-
State Replacement Taxes					2,391,512	-	2,391,512	78,931	39,466
Home Rule Sales Tax					10,282,526	-	10,282,526	-	-
State Income Tax					9,238,110	-	9,238,110	-	-
Utility Taxes					4,031,385	-	4,031,385	-	-
Motor Fuel Tax Allotments					3,052,904	-	3,052,904	-	-
Telecommunications Taxes					1,212,430	-	1,212,430	-	-
Real Estate Transfer Tax					1,371,398	-	1,371,398	-	-
Municipal Gas Tax					1,851,406	-	1,851,406	-	-
Other Taxes					989,309	-	989,309	-	-
Investment Income					195,032	-	195,032	5,844	-
Gain/(Loss) on Disposal of Capital Assets					116,818	-	116,818	-	-
Miscellaneous					478,654	79,370	558,024	23,801	-
Total General Revenues					101,714,092	79,370	101,793,462	1,833,840	647,385
Change in Net Position					12,267,375	552,336	12,819,711	(251,253)	209,186
Net Position (Deficit)									
Beginning of Year					(335,239,586)	(5,346,981)	(340,586,567)	2,425,347	(204,316)
End of Year					\$ (322,972,211)	\$ (4,794,645)	\$ (327,766,856)	\$ 2,174,094	\$ 4,870

See accompanying notes to the financial statements.

TOWN OF CICERO, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2020

	<u>Major Funds</u>				<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Bond and Interest Fund</u>	<u>Cicero/Cermak TIF No. 1 Fund</u>	<u>Nonmajor Funds</u>	
ASSETS					
Cash	\$ 8,499,205	2,182,609	-	\$ 13,100,725	\$ 23,782,539
Cash - Restricted	-	7,005,876	1,332,387	1,051,914	9,390,177
Receivables - Net of Allowances					
Property Taxes	36,093,937	4,847,046	581,178	1,960,359	43,482,520
Intergovernmental	9,062,922	-	-	278,486	9,341,408
Accounts Receivable	1,052,180	-	116,818	-	1,168,998
Loans	-	-	-	57,062	57,062
Other	20	-	-	1,534,212	1,534,232
Prepaid Items	123,022	-	-	-	123,022
Assets Held for Resale	82,852	-	1,964,579	-	2,047,431
Due from Other Funds	7,482,289	1,129,125	165,765	2,085,309	10,862,488
Due from Component Units	88,102	-	-	-	88,102
Total Assets	<u>\$ 62,484,529</u>	<u>15,164,656</u>	<u>4,160,727</u>	<u>\$ 20,068,067</u>	<u>\$ 101,877,979</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE					
Liabilities					
Accounts Payable	\$ 1,278,663	1,225	13,401	\$ 290,092	\$ 1,583,381
Accrued Payroll	2,122,508	-	-	24,980	2,147,488
Escrow Deposits	71,436	-	-	35,516	106,952
Unearned Revenue	-	-	-	1,274,000	1,274,000
Due to Other Funds	105,030	1,310,780	2,151,174	1,735,377	5,302,361
Due to Fiduciary Funds	100,544	-	-	-	100,544
Total Liabilities	<u>3,678,181</u>	<u>1,312,005</u>	<u>2,164,575</u>	<u>3,359,965</u>	<u>10,514,726</u>
Deferred Inflows of Resources					
Unavailable Revenue - Intergovernmental	2,645,424	-	-	100,100	2,745,524
Unavailable Revenue - Property Taxes	34,746,151	4,535,260	-	2,860,532	42,141,943
Total Deferred Inflows of Resources	<u>37,391,575</u>	<u>4,535,260</u>	<u>-</u>	<u>2,960,632</u>	<u>44,887,467</u>
Fund Balances					
Nonspendable	205,874	-	-	-	205,874
Restricted	-	9,317,391	1,996,152	12,958,043	24,271,586
Assigned	-	-	-	1,211,284	1,211,284
Unassigned	21,208,899	-	-	(421,857)	20,787,042
Total Fund Balances	<u>21,414,773</u>	<u>9,317,391</u>	<u>1,996,152</u>	<u>13,747,470</u>	<u>46,475,786</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 62,484,529</u>	<u>15,164,656</u>	<u>4,160,727</u>	<u>\$ 20,068,067</u>	<u>\$ 101,877,979</u>

See accompanying notes to the financial statements.

TOWN OF CICERO, ILLINOIS
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2020

Total Fund Balance Per Governmental Funds Balance Sheet \$ 46,475,786

Amounts reported for Governmental Activities in the Statement of Net Position are different because:

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

Governmental Capital Assets	\$ 168,450,138	
Less: Accumulated Depreciation	(86,855,912)	81,594,226

Unavailable revenues for sales and utility taxes and grants reported in the governmental funds that do not provide current financial resources are recognized as revenue in the government-wide financial statements.	2,742,881
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Premium on bonds that is an other financing source in the fund financial statements is a liability that is amortized over the life of the bonds in the government-wide financial statements.	(2,535,203)
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Interest payable used in the governmental activities is not payable from current resources and therefore is not reported in the governmental funds.	(667,884)
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Long-term liabilities/assets are not reported in the governmental funds:

Net Pension Asset	42,795	
Net Pension Liability	(203,693,352)	
Estimated Liability for Claims and Judgments	(2,211,260)	
Compensated Absences	(9,114,212)	
Capital Lease Obligations	(857,691)	
General Obligation Bonds	(45,035,000)	
Post-employment Benefit Obligation	(302,162,101)	(563,030,821)

Deferred outflows and inflows of resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the governmental funds:

Deferred outflows of resources related to pensions	44,494,849	
Deferred outflows of resources related to OPEB	104,109,201	
Deferred inflows of resources related to OPEB	(11,238,776)	
Deferred inflows of resources related to pensions	(23,302,772)	114,062,502

Governmental funds report the difference between the debt issued to refund an issuance and the net carrying amount of refunded debt as an expenditure whereas this amount is deferred and amortized in the government-wide statements	89,400
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Internal Service Fund is used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the Internal Service Fund are allocated to the governmental and business-type activities for the government-wide financial statements.	(1,703,098)
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Net Position of Governmental Activities \$ (322,972,211)

See accompanying notes to the financial statements.

TOWN OF CICERO, ILLINOIS
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2020

	General Fund	Bond and Interest Fund	Cicero/Cermak TIF No. 1 Fund	Nonmajor Funds	Total
Revenue					
Property Taxes	\$ 31,812,362	4,411,283	12,558,448	\$ 5,854,516	\$ 54,636,609
Intergovernmental Revenues:					
State Sales Tax	8,091,191	-	-	-	8,091,191
State Use Tax	3,593,492	-	-	-	3,593,492
State Replacement Taxes	2,391,512	-	-	-	2,391,512
Home Rule Sales Tax	10,225,523	-	-	-	10,225,523
State Income Taxes	9,238,110	-	-	-	9,238,110
Utility Taxes	4,031,385	-	-	-	4,031,385
Other Taxes	4,159,321	-	-	52,792	4,212,113
Motor Fuel Tax Allotments	-	-	-	3,052,904	3,052,904
Telecommunication Taxes	-	-	-	1,230,556	1,230,556
Licenses, Permits and Fees	16,914,546	-	-	-	16,914,546
Fines and Forfeitures	1,996,656	-	-	-	1,996,656
Franchise Fees	303,585	-	-	-	303,585
Interest	16,600	6,249	13,825	155,079	191,753
Grants	1,384,726	-	-	4,007,486	5,392,212
Other	410,769	-	-	141,489	552,258
Reimbursements	5,551,682	-	-	-	5,551,682
Total Revenue	<u>100,121,460</u>	<u>4,417,532</u>	<u>12,572,273</u>	<u>14,494,822</u>	<u>131,606,087</u>
Expenditures					
Current:					
General Government	17,340,332	5,421	-	552,574	17,898,327
Public Safety	53,993,344	-	-	907,470	54,900,814
Public Works/Highways and Streets	17,197,123	-	-	844,146	18,041,269
Building and Code	2,831,068	-	-	-	2,831,068
Health and Welfare	6,943,465	-	-	132,785	7,076,250
Economic/Urban Redevelopment	-	-	3,391,331	4,971,341	8,362,672
Capital Outlay	494,206	-	5,284,083	8,426,948	14,205,237
Debt Service:					
Principal	122,121	9,255,000	-	227,786	9,604,907
Interest	11,440	2,340,413	-	24,830	2,376,683
Total Expenditures	<u>98,933,099</u>	<u>11,600,834</u>	<u>8,675,414</u>	<u>16,087,880</u>	<u>135,297,227</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>1,188,361</u>	<u>(7,183,302)</u>	<u>3,896,859</u>	<u>(1,593,058)</u>	<u>(3,691,140)</u>
Other Financing Sources (Uses)					
Sale of Property	12,000	-	116,818	-	128,818
Transfers In	-	7,004,250	-	2,090,000	9,094,250
Transfers (Out)	(25,000)	(600,000)	(4,600,000)	(3,869,250)	(9,094,250)
Total Other Financing Source (Uses)	<u>(13,000)</u>	<u>6,404,250</u>	<u>(4,483,182)</u>	<u>(1,779,250)</u>	<u>128,818</u>
Net Change in Fund Balance	1,175,361	(779,052)	(586,323)	(3,372,308)	(3,562,322)
Fund Balance					
Beginning of Year	20,239,412	10,096,443	2,582,475	17,119,778	50,038,108
End of Year	<u>\$ 21,414,773</u>	<u>9,317,391</u>	<u>1,996,152</u>	<u>\$ 13,747,470</u>	<u>\$ 46,475,786</u>

See accompanying notes to the financial statements.

TOWN OF CICERO, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2020

Net Change in Fund Balance of Governmental Funds		\$ (3,562,322)
Amounts reported for Governmental Activities in the Statement of Net Position are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is depreciated over their estimated useful lives.		
Expenditures for Capital Assets	\$ 13,418,197	
Less: Current Year Depreciation	<u>(3,162,122)</u>	10,256,075
Revenues for sales and utility taxes and grants in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds.		597,838
Premium on bonds is recorded as an other financing source in the fund statements, but the premium is recorded as a liability in the Statement of Net Position which is amortized over the life of the bonds. This is the amount in the current period.		587,607
The change in interest payable reported in the Statement of Activities which does not require the use of current financial resources and is, therefore, not reported as expenditures in the governmental funds.		196,362
Repayment of general obligation bonds and capital lease obligations which are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		9,604,907
Compensated absences not payable from current year resources are not reported as expenditures of the current year. In the Statement of Activities these costs represent expenses of the current year.		(1,048,173)
Changes in net pension liabilities/assets and deferred outflows and inflows of resources related to pensions are reported only in the Statement of Activities.		(8,232,837)
Accrued estimated liabilities for claims and judgments not payable from current resources are not reported as expenditures of the current year. These costs represent expenses in the Statement of Activities.		31,199
Governmental funds report the difference between the debt issued to refund an issuance and the net carrying amount of refunded debt as an expenditure whereas this amount is deferred and amortized in the government-wide statements.		(89,398)
Accrued estimated liabilities for postemployment benefit liability other than pension benefits for retired employees.		2,087,163
Internal Service Fund is used by management to charge the costs of certain activities to individual funds. The change in net assets of the internal service fund is allocated to the governmental and business-type activities for the government-wide financial statements.		<u>1,838,954</u>
Change In Net Position Of Governmental Activities		<u><u>\$ 12,267,375</u></u>

See accompanying notes to the financial statements.

**TOWN OF CICERO, ILLINOIS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2020**

	Business-Type Activities Enterprise Fund Water and Sewer Fund	Governmental Activities - Internal Service Fund Insurance Fund
Current Assets		
Cash	\$ 2,222,927	\$ 5,104,863
Accounts Receivable - Net of Allowance for Doubtful Accounts	5,062,688	267,990
Other Assets	58,637	-
Prepaid Expenses	-	786,495
Total Current Assets	7,344,252	6,159,348
Noncurrent Assets		
Capital Assets:		
Land	446,282	-
Construction in Progress	134,820	-
Land Improvements	422,132	-
Vehicle	668,066	-
Infrastructure and Improvements	14,051,992	-
Less: Accumulated Depreciation	(12,749,956)	-
Net Capital Assets	2,973,336	-
Total Assets	10,317,588	6,159,348
Deferred Outflow of Resources		
Deferred Outflows Related to OPEB	5,133,586	-
Deferred Outflows Related to Pensions	254,202	-
Total Deferred Outflow of Resources	5,387,788	-
Liabilities		
Current Liabilities:		
Accounts Payable	1,452,446	88,102
Accrued Payroll	132,909	-
Due to Other Funds	3,045,163	2,514,964
Unearned Revenue	-	109,500
Compensated Absences	11,459	-
Estimated Claims Incurred but not Paid	-	4,933,332
Total Current Liabilities	4,641,977	7,645,898
Noncurrent Liabilities:		
Compensated Absences	103,127	-
Net Pension Liability	24,963	-
Net OPEB Liability	14,899,501	-
Total Noncurrent Liabilities	15,027,591	-
Total Liabilities	19,669,568	7,645,898
Deferred Inflow of Resources		
Deferred Inflows Related to OPEB	554,180	-
Deferred Inflows Related to Pensions	492,821	-
Total Deferred Inflows of Resources	1,047,001	-
Net Position (Deficit)		
Net Investment in Capital Assets	2,973,336	-
Unrestricted	(7,984,529)	(1,486,550)
Total Net Position (Deficit)	(5,011,193)	(1,486,550)
Effect of Internal Service Activity	216,548	
Net Position (Defecit) Reported on Statement of Activities	\$ (4,794,645)	

See accompanying notes to the financial statements.

TOWN OF CICERO, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2020

	Business-Type Activities - Enterprise Fund Water and Sewer Fund	Governmental Activities - Internal Service Fund Insurance Fund
Operating Revenue		
Water Fees	\$ 16,040,007	\$ -
Sewer Fees	5,129,883	-
Insurance Premiums/Contributions	-	20,652,990
Employee/Pensioner Insurance:		
Premium/Contributions	-	1,461,690
Liability Reimbursements	-	173,508
Other	79,370	-
Total Operating Revenue	<u>21,249,260</u>	<u>22,288,188</u>
Operating Expenses		
Water Department	20,502,680	-
Depreciation	194,244	-
Insurance	-	20,452,513
Total Operating Expenses	<u>20,696,924</u>	<u>20,452,513</u>
Non-Operating Revenue/(Expense)		
Interest Revenue	-	3,279
Total Non-Operating Revenue/(Expense)	<u>-</u>	<u>3,279</u>
Income (Loss)	552,336	1,838,954
Net Position (Deficit)		
Beginning of Year	<u>(5,563,529)</u>	<u>(3,325,504)</u>
End of Year	<u>(5,011,193)</u>	<u>\$ (1,486,550)</u>
Effect of Internal Service Activity	<u>216,548</u>	
Net Position (Deficit) Reported on Statement of Activities	<u>\$ (4,794,645)</u>	

See accompanying notes to the financial statements.

**TOWN OF CICERO, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2020**

	Business-Type Activities - Enterprise Fund Water and Sewer Fund	Governmental Activities - Internal Service Fund Insurance Fund
Cash Flows From (Used In) Operating Activities		
Cash received from customers	\$ 20,598,392	\$ -
Cash received from insurance premiums/contributions	-	22,252,937
Cash received from other reimbursements	79,370	173,508
Cash received from miscellaneous income	-	-
Cash paid to suppliers and providers for goods and services	(17,462,530)	(19,646,778)
Cash paid to employees for services	(2,690,236)	-
Net cash provided by operating activities	<u>524,996</u>	<u>2,779,667</u>
Cash Flows From Noncapital Financing Activities		
(Decrease) in interfund Payable	(6,801)	(933,180)
Net cash used by noncapital financing activities	<u>(6,801)</u>	<u>(933,180)</u>
Cash Flows From Capital And Related Financing Activities		
Purchases of Capital Assets	(134,820)	-
Net cash used by capital and related financing activities	<u>(134,820)</u>	<u>-</u>
Cash Flows From Investing Activities		
Interest received	-	3,279
Net Increase (Decrease) In Cash	<u>383,375</u>	<u>1,849,766</u>
Cash		
Beginning of Year	<u>1,839,552</u>	<u>3,255,097</u>
End of Year	<u><u>2,222,927</u></u>	<u><u>5,104,863</u></u>
Reconciliation Of (Loss) From Operations To Net Cash Provided By (Used In) Operating Activities		
Income (Loss) from operations	<u>552,336</u>	<u>1,835,675</u>
Adjustments to reconcile (loss) from operations to net cash provided by (used in) operating activities		
Depreciation	194,244	-
Changes in Assets and Liabilities:		
Accounts and Other Receivables	(571,498)	138,257
Prepaid Expenses	-	(87,765)
Accounts and Other Payables	213,015	(392,432)
Accrued Payroll	6,066	-
Compensated absences	114,586	-
Total OPEB liability	2,975,784	-
Deferred Outflows related to OPEB	(2,798,194)	-
Deferred Outflows related to pensions	437,253	-
Deferred inflows related to OPEB	(133,095)	-
Deferred inflows related to pensions	161,775	-
Net pension liability (asset)	(627,276)	-
Estimated claims incurred but not paid	-	1,285,932
Total adjustments	<u>(27,340)</u>	<u>943,992</u>
Net cash provided by operating activities	<u><u>\$ 524,996</u></u>	<u><u>\$ 2,779,667</u></u>

See accompanying notes to the financial statements.

TOWN OF CICERO, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
YEAR ENDED DECEMBER 31, 2020

	<u>Public Employee Retirement Plans</u>
Assets	
Cash	\$ 6,448,059
Investments - at Fair Value	
U.S. Government and Government Agency Obligations	23,580,781
Corporate Bonds	17,032,941
Insurance Contracts	6,613,323
Mutual Funds	83,972,610
State and Municipal Bonds	1,755,960
Total Investments	<u>132,955,615</u>
Receivables:	
Accrued Interest on Investments	196,939
Due from Members	24,140
Due from the Town	100,543
Total Receivables	<u>321,622</u>
Prepays	260
Total Assets	<u><u>\$ 139,725,556</u></u>
Liabilities	
Accounts Payable	\$ 93,508
Total Liabilities	<u>93,508</u>
Net Position Restricted for Pensions	<u><u>\$ 139,632,048</u></u>

See accompanying notes to the financial statements.

TOWN OF CICERO, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
YEAR ENDED DECEMBER 31, 2020

	Public Employee Retirement Plans
Additions	
Employer Contributions:	
Property and Personal Property Taxes	\$ 12,115,436
Employee Contributions	2,399,438
Total Contributions	14,514,874
Investment Income:	
Net Appreciation in Fair Value of Investments	14,479,955
Interest and Dividends on Investments	2,281,824
Less: Investment Expense	(272,741)
Net Investment Income	16,489,038
Other Income	(19,129)
Total Additions	30,984,783
Deductions	
Pension Benefits:	
Pension Payments	13,542,473
Refunds of Contributions to Terminated Participants	14,806
Total Pension Benefits	13,557,279
Administrative Expenses	210,835
Total Deductions	13,768,114
Change in Net Position Restricted for Pensions	17,216,669
Net Position Restricted for Pensions	
Beginning of Year	122,415,379
End of Year	\$ 139,632,048

See accompanying notes to the financial statements.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 1 – ORGANIZATION

The Town of Cicero, Illinois (the Town) was incorporated in 1867. The Town is a home rule municipality, under the 1970 Illinois Constitution, located in Cook County, Illinois. The Town operates under the President-Trustee form of government and provides the following services as authorized by its charter: public safety (police and fire protection), highways and streets, sanitation (water and sewer), health and social services, public improvements, planning and zoning, and general administrative services.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The financial statements of the Town of Cicero, Illinois have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units, hereinafter referred to as GAAP. The accepted standards-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

As required by GAAP established by the GASB, the financial reporting entity consists of the primary government, as well as its component units. The decision to include a potential component unit in the reporting entity was based upon significance of its operational or financial relationship with the primary government.

Component Units - Fiduciary Funds

The Town's financial statements include pension trust funds:

Police Pension Employees Retirement System: The Town's police employees participate in a police pension employee retirement system (PPERS). PPERS function for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Town's President, one elected pension beneficiary, and two elected police employees constitute the pension board. The Town and the PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Town is authorized to approve the actuarial assumptions used in the determination of contributions levels.

Although it possesses many characteristics of a legally separate government, PPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Town's police employees, and because of the fiduciary nature of such activities, PPERS is reported as a pension trust fund. A separate annual report can be obtained by contacting the Police Pension Plan of the Town of Cicero, Illinois (Police Pension Plan), 4949 West Cermak Road, Cicero, Illinois 60804.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Firefighters' Pension Employees Retirement System: The Town's firefighter employees participate in a firefighters' pension employee retirement system (FPERS). FPERS functions for the benefit of these employees and is governed by a nine-member pension board. The Town's President, Treasurer, Clerk, Attorney, and Fire Chief; one pension beneficiary elected by the membership, and three fire employees elected by the membership constitute the pension board. The Town and the FPERS participants are obligated to fund all FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Town is authorized to approve the actuarial assumptions used in the determination of contribution levels.

Although it possesses many characteristics of a legally separate government, FPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Town's firefighter employees, and because of the fiduciary nature of such activities, FPERS is reported as a pension fund. A separate annual report can be obtained by contacting the Town of Cicero, Illinois; Firefighters' Pension Fund (Firefighters' Pension Plan), 4949 West Cermak Road, Cicero, Illinois 60804.

Discretely Presented Component Units

The Cicero Public Library has a separate Board that annually determines its budget and resulting tax levy. Upon approval of the Town, the levy is submitted to the County. All debt of the Cicero Public Library is secured by the full faith and credit of the Town. The Cicero Public Library while servicing the general population of the Town does not provide services entirely to the Town. Because the Cicero Public Library possesses the characteristics of a legally separate government and does not service the primary government, it is being reported as a discrete presentation. A separate annual report can be obtained by contacting the Cicero Public Library, 5225 West Cermak Road, Cicero, Illinois 60804.

The Mental Health Department has a separate board that annually determines its budget and resulting tax levy. Upon approval of the Town, the levy is submitted to the County. All debt of the Mental Health Department is secured by the full faith and credit of the Town. The Mental Health Department while servicing the general population of the Town does not provide services entirely to the Town. Because the Mental Health Department possesses the characteristics of a legally separate government and does not service the primary government, it is being reported as a discrete presentation. A separate annual report can be obtained by contacting the Cicero Mental Health Department, 5341 West Cermak Road, Cicero, Illinois 60804.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Government-wide and Fund Financial Statements

The Town's basic financial statements consist of both the government-wide financial statements, including a Statement of Net Position and a Statement of Activities, and the fund financial statements which provide a more detailed level of financial information. Both sets of statements distinguish between the governmental and business-type activities of the Town.

The Statement of Net Position and the Statement of Activities report information on all the nonfiduciary activities of the Town as a whole. The effect of interfund activity has been removed from these statements excluding interfund services provided. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of Net Position presents the financial condition of both the governmental and business-type activities of the Town at year end. The Statement of Net Position includes all assets and deferred outflows of resources and liabilities and deferred inflows of resources as well as the capital assets, net of accumulated depreciation, and long-term debt associated with the operation of the Town.

The Statement of Activities demonstrated the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) fines, fees, and charges to customers, citizens, and applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Nonmajor funds are reported in the supplementary information.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Accounting

The Town uses funds to report on its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

Funds are classified into three categories: governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate “fund types.”

Governmental funds are used to account for all or most of the Town’s general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general capital assets (capital projects funds), and the servicing of general long-term debt (debt services funds). The General Fund is used to account for all activities of the Town not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the Town (internal service fund). The Internal Service Fund is included with the governmental funds on the government-wide financial statements.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the Town. When these assets are held under the terms of a formal trust agreement, a permanent fund is used. Agency funds are generally used to account for assets that the Town holds on behalf of others as their agent. The pension trust funds accounts for the police and firefighters’ pension funds, which accumulate resources for pension benefit payments to retired police and fire personnel.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal period.

Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due or when amounts have been accumulated in the debt service fund for payment to be made early in the following year.

Property taxes, sales taxes, intergovernmental revenues (such as the local share of the State income tax and motor fuel tax), franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The focus of governmental and proprietary fund financial statements is on major funds. A major fund is defined as the Town's General Fund as well as any other fund where either the assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures of that fund are at least 10% of the corresponding total for all funds of the category type and 5% of the total of all types. The Town's management may select as a major fund any other fund not meeting the criteria if they believe the fund is of particular importance to the users of the financial statements. Nonmajor funds are aggregated and presented in a single column.

The Town reports the following major governmental funds:

General Fund - This fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.

Bond and Interest Fund - This fund is used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt.

Cicero/Cermak TIF No. 1 Fund – This fund is used to account for financial resources to be used as permitted by State Statute including the acquisition or construction of major capital facilities, costs of studies, survey, development of plans, interest costs, etc., incurred in relation to the tax increment financing (TIF) district located in the Town.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

The Town reports the following enterprise funds as a major proprietary fund:

Water and Sewer Fund - This fund accounts for the Town's water and sewer operations. The Town operates a water distribution system, sewage treatment plant and pumping stations.

Internal Service Fund – This fund is used to account for the accumulation of resources for, and the payment of, the Town's insurance costs. It is not considered as a major or nonmajor fund.

Additionally, the Town administers fiduciary funds for assets held by the Town in a fiduciary capacity on behalf of its police and firefighters' department employees.

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

Amounts reported as program revenues include 1) charges to customers for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including assessments. Internally dedicated resources are reported as general revenue rather than as program revenue. Likewise, general revenues include all taxes.

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

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

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

The Town reports unearned and unavailable revenues on its government fund statements. Unearned revenues arise when resources are received by the Town before having a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. Unavailable revenues arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. If subsequent revenue recognition criteria are met, or when the Town has a legal claim to the resources, the liability of unearned and the deferred inflow of resources of unavailable revenue is removed from the combined balance sheet and the revenue is recognized.

Assets, Liabilities, and Net Position or Equity

Cash and Cash Equivalents - Cash and cash equivalents represent cash on hand, cash deposited in interest-bearing and noninterest bearing checking accounts, and investments in money markets, certificates of deposits, and treasury obligations with maturities of three months or less at the date of acquisition.

Investments - Investments are reported at fair value. The fair value of a financial instrument is the amount that would be received to sell that asset (or paid to transfer a liability) in an orderly transaction between market participants at the measurement date (the exit price).

Inventories and Prepaid Items - Inventory is valued at the lower of the cost (first in, first out method) or market. Inventories of governmental funds 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 prepaid items in both the government-wide and fund financial statements.

Capital Assets - Capital Assets, which include land, buildings, equipment, vehicles and certain infrastructure needs (e.g. roads, bridges, traffic signals, water and sewer lines, etc.), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The Town defines capital assets, other than infrastructure assets, as assets with an initial, individual cost of more than \$15,000 for governmental assets and at least \$5,000 for business-type assets with an estimated useful life in excess of three years. Capital assets are reported at cost where historical records are available and at an estimated historical cost where no historical records exist.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, Liabilities, and Net Position or Equity (continued)

Donated capital assets are valued at their acquisition value on the date received. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized, whereas improvements extending the useful lives of the related capital assets are capitalized. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Capital assets of the Town and its component units are depreciated using the straight-line method over the following useful lives:

Buildings and improvements	50 years
Land improvements	20 years
Infrastructure and improvements	20-50 years
Equipment	10 years
Vehicles	3-20 years

Interfund Transactions - There are several types of transactions that are reported in the financial statements as interfund items:

Loans - Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either due to/from other funds (the current portion of interfund loans) or advances to/from other funds (the noncurrent portion of the interfund loans). Noncurrent advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in the General Fund to indicate that they are not available for appropriation and are not expendable available financial resources.

Services Provided and Used - These are sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the governmental fund's balance sheet and proprietary fund's statement of net position.

Reimbursements - Interfund transactions that constitute reimbursement of a fund for expenditures or expenses initially made from that fund, which are properly applicable to another fund, are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditures or expense in the fund that is being reimbursed. Unpaid amounts are reported as due to/from other funds in the governmental fund's balance sheet and proprietary fund's statement of net position.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, Liabilities, and Net Position or Equity (continued)

Transfers - These represent flows of assets without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses/sources. In proprietary funds, transfers are reported after non-operating revenues and expenses. In the government-wide financial statements, interfund amounts are eliminated except for residual amounts between governmental and business-type activities, which are labeled internal balances or transfers.

Self-Insurance - The Town is self-insured to certain limits for general liability claims and for workers' compensation insurance. A liability is recorded when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Claims liabilities are based on estimates of the ultimate cost of reported claims including future claims adjustment expenses. General liability and workers' compensation claims are paid out of the Insurance Fund, an internal service fund.

The Town is self-insured for health, dental and prescription drugs for eligible employees and dependents. The Town maintains an Insurance Fund in order to finance all claims paid, estimated future payments with respect to claims made, and estimated claims incurred but not reported. Participation begins the first day of full-time employment and ends at termination. Coverage can continue during an approved leave of absence or as retiree. The Town has appointed a third-party administrator to process the plan's claims. A \$2,465,196 liability provision for claims incurred but not paid at December 31, 2020 was estimated from information provided to the Town by its third party administrator. The Town also has a nonexperience-rated excess medical risk policy with Symetra Life which provides stop-loss protection for health claims expense. Under the terms of the policy, individual participant claim expenses incurred within the policy year in excess of \$275,000 are reimbursed to the Town by the insurance company. Total claims paid during the year ended December 31, 2020 were \$14,831,657.

	<u>2020</u>	<u>2019</u>
Claims incurred but not paid		
Balance beginning of year	\$ 3,647,400	\$ 3,679,353
Claims incurred	16,117,589	16,809,874
Claims paid	<u>(14,831,657)</u>	<u>(16,841,827)</u>
Balance end of year	<u>\$ 4,933,332</u>	<u>\$ 3,647,400</u>

Participants should refer to the summary plan description for complete information.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, Liabilities, and Net Position or Equity (continued)

Compensated Absences - The Town's policy is to permit employees to accumulate earned but unused vacation and sick pay benefits. Union employees accumulate sick pay in accordance with the negotiated contract(s). Upon termination, employees are eligible for a portion of that accrual based upon the calculation in the contract. The firefighters' contract states that employees who have more than fifteen (15) days accumulated sick leave shall be compensated at straight time to a maximum ninety (90) days for the amount of accrued but unused sick leave at the time of separation based on the calculation stated in the union contract. Sworn police personnel may accumulate up to two hundred (200) days of sick leave, of which one hundred and fifty (150) accrued but unused sick leave days are payable at straight time hourly rate of pay upon separation of service. Nonunion employees earn vacation and sick leave benefits with the ability to carry over five (5) vacation days per year and accumulate sick leave up to one hundred and twenty (120) days, with accrued and unused sick leave credited to the employee's pension benefit service time at a ratio of twenty (20) sick days per one month of service credit.

Other Postemployment Benefit Liabilities - The Town implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. This pronouncement prescribes how the Town should calculate and recognize liabilities, deferred outflows of resources, deferred inflows of resources and expense related to other postemployment benefits beginning for the fiscal year ended December 31, 2018. See Note 11.

Long-Term Obligations - In the government-wide financial statements and proprietary fund types in the fund financial statement, long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statements of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of applicable bond premium or discount.

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 uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Unearned/Unavailable Revenue - The Town defers revenue recognition in connection with resources that have been received, but not yet earned. Governmental funds report unearned and unavailable revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, Liabilities, and Net Position or Equity (continued)

Fund Balance - Effective January 1, 2011, the Town adopted the provisions of Governmental Accounting Standards Board Statement No. 54 (GASB 54), *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. In addition, GASB 54 modified certain fund type definitions and provided guidance for classifications of stabilization amounts on the face of the balance sheet.

Within the governmental fund types, the Town's fund balances are reported in one of the following classifications:

Nonspendable - includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact.

Restricted - includes amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: 1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or 2) imposed by law through constitutional provisions or enabling legislation.

Committed - includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Town's highest level of decision-making authority- the Town of Cicero Board of Trustees (the Board). Committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

Assigned - includes amounts that are constrained by the Town's intent to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by the following: 1) the Town of Cicero Board of Trustees; or 2) a body or official to which the Town has delegated the authority to assign amounts to be used for specific purposes. The Town has not delegated authority to any other body or official to assign amounts for a specific purpose within the General Fund. Within the other governmental fund types (special revenue, debt service, capital projects) resources are assigned in accordance with the established fund purposes and approved budget/appropriation. Residual fund balances in these fund types that are not restricted or committed are reported as assigned.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, Liabilities, and Net Position or Equity (continued)

Unassigned - includes the residual fund balance that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

The Town's policy is to consider restricted resources to have been spent first when an expenditure is incurred for which both restricted and unrestricted (i.e., committed, assigned or unassigned fund balances) are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

The following is additional information on governmental fund balances as reported within each fund balance classification:

	General Fund	Bond and Interest Fund	Cicero/ Cermak TIF #1	Nonmajor Funds	Total
Nonspendable for:					
Prepaid expense	\$ 123,022	\$ -	\$ -	\$ -	\$ 123,022
Assets held for sale	82,852	-	-	-	82,852
Restricted for:					
Debt service	-	9,317,391	-	-	9,317,391
Claims and judgments	-	-	-	5,246,331	5,246,331
TIF district redevelopment costs	-	-	1,996,152	1,415,087	3,411,239
Highways and streets	-	-	-	3,279,711	3,279,711
Public safety - police and fire	-	-	-	1,666,422	1,666,422
Federal and state grant programs	-	-	-	66,071	66,071
Public Welfare Fund -					
Service for Town residents	-	-	-	166,912	166,912
Drug enforcement	-	-	-	696,131	696,131
Economic development -					
Housing Urban Development	-	-	-	27,912	27,912
Capital projects	-	-	-	393,466	393,466
Assigned for:					
Service for Town residents -					
youth services	-	-	-	60,548	60,548
Economic development -					
capital projects	-	-	-	1,150,736	1,150,736
Unassigned	21,208,899	-	-	(421,857)	20,787,042
Total fund balances	<u>\$ 21,414,773</u>	<u>\$ 9,317,391</u>	<u>\$ 1,996,152</u>	<u>\$ 13,747,470</u>	<u>\$ 46,475,786</u>

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Accounting Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.

Elimination and Reclassifications

In the process of aggregating information for the government-wide statements, some amounts reported as interfund activity and/or interfund balances in the fund financial statements are eliminated or reclassified.

Subsequent Events

Subsequent events have been evaluated through April 19, 2023, which is the date the financial statements were available to be issued.

NOTE 3 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except as indicated below. Budget amounts are as originally adopted by the Board of Trustees. All annual appropriations lapse at fiscal year-end.

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

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 3 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)

Budgetary Information (continued)

The Town is authorized to change budgeted amounts within any fund; however, the revision must be approved by two-thirds of the members of the Town Board. No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. The appropriated budget is prepared by fund, function, and department. The Town Clerk is authorized to transfer budget amounts between departments within any fund; however, the Town board must approve revisions that alter the total expenditures of any fund. The Town did not amend the budget during the year ended December 31, 2020.

Expenditures Over Budget

For the year ended December 31, 2020, expenditures/expenses exceeded the final budget in the following funds:

	<u>Fund Budget</u>	<u>Actual</u>	<u>Over Budget</u>
Capital Projects Fund	\$ 4,214,191	\$ 5,303,809	\$ 1,089,618
Motor Fuel Tax Fund	4,550,000	4,862,370	312,370
911 Emergency Fund	1,046,319	1,179,708	133,389
1400 South Laramie TIF No. 5	5,000	8,613	3,613
Neighborhood Stabilization Program	2,500	108,201	105,701

Deficit Fund Balances/Net Position

As of December 31, 2020, the following funds had deficit fund balances/net position:

	<u>Deficit</u>
CDBG fund	\$ 421,857
Enterprise fund	4,794,645
Insurance fund	1,486,550

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 3 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)

Nonbudgeted Funds

The following funds were not budgeted by the Town for the year ended December 31, 2020:

Nonmajor Special Revenue:

- Federal Equitable Sharing Grant Fund
- Emergency Shelter Fund
- Economic Development
- CDBG Housing

NOTE 4 - CASH AND INVESTMENTS

Types of Accounts and Securities

The Town's investment policies conform to Illinois State Statutes which authorize the Town to invest in obligations such as government securities, money market mutual funds with portfolios limited to securities guaranteed by the United States, collateralized certificates of deposits issued by FDIC insured financial institutions and the Illinois Funds.

It is the policy of the Town to invest public funds in a manner whereby its investment objectives are prioritized in the following order: safety of principle, liquidity, and rate of return. The Town also seeks to maintain diversification of investments to avoid overconcentration of any one specific issuer or business sector. To mitigate interest risk, the Town tries to structure the investment portfolio to meet daily cash flow needs so as to avoid needing to sell securities on the open market. The Town seeks to attain market rates of return consistent with constraints imposed by safety and cash flow needs. The Town invests to conform to all state and local statutes governing the investments of public funds. More detail is available in the Town's investment policy.

Pooling of Cash and Investments

Except for cash and investments in certain restricted and special accounts, the Town pools the cash of various funds to maximize interest earnings. Interest income is allocated to the various funds based upon their respective participation.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 3 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)

Town Deposits

The following is a summary of cash carrying amount and the bank balances at December 31, 2020:

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Governmental and business-type funds	\$ 40,500,506	\$ 45,815,383
Fiduciary-type funds	<u>6,448,059</u>	<u>6,405,216</u>
Total	<u>\$ 46,948,565</u>	<u>\$ 52,220,599</u>

The Town places its cash with financial institutions deemed to be creditworthy. Balances are insured by FDIC up to \$250,000. Balances may at times exceed insured limits. As of December 31, 2020, the Town and Police Pension balances were fully collateralized but \$2,057,004 of the Firefighters' Pension balances were uncollateralized.

Investments – Fiduciary Funds

The pension funds have the following recurring fair value measurements as of December 31, 2020:

Investment by Fair Value Level	December 31, 2020	<u>Fair Value Measurements Using</u>		
		<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Debt Securities:				
U.S. Treasuries	\$ 14,721,001	\$ 14,721,001	\$ -	\$ -
U.S. Government Agency Obligations	8,859,780	-	8,859,780	-
Corporate Bonds	17,032,941	-	17,032,941	-
State and Local Obligations	1,755,960	-	1,755,960	-
Equity Securities:				
Insurance Contracts	6,613,323	6,613,323	-	-
Mutual Funds	83,972,610	83,972,610	-	-
Totals	<u>\$ 132,955,615</u>	<u>\$ 105,306,934</u>	<u>\$ 27,648,681</u>	<u>\$ -</u>

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 4 - CASH AND INVESTMENTS (continued)

Investments – Fiduciary Funds (continued)

Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on their relationship to benchmark quoted prices.

Type of Investment	Maturity	Fair Value	Quality/Ratings*	
			S&P	Moody's
Debt Securities:				
U.S. Treasuries:				
	Less than 1 year	\$ 2,205,732	AAA or N/A	AAA or N/A
	1-5 years	7,059,308	AAA or N/A	AAA or N/A
	6-10 years	4,282,934	AAA or N/A	AAA or N/A
	Greater than 10 years	<u>1,173,027</u>	AAA or N/A	AAA or N/A
	Subtotal	14,721,001		
U.S. Government Agency Obligations:				
	Less than 1 year	1,005,419	AAA or N/A	N/A
	1-5 years	4,637,357	AAA or N/A	N/A
	6-10 years	940,453	AAA or N/A	N/A
	Greater than 10 years	<u>2,276,551</u>	AAA or N/A	N/A
	Subtotal	8,859,780		
Corporate Bonds:				
	Less than 1 year	706,285	BBB or better or N/A	Baa2 or better
	1-5 years	6,547,194	BBB or better	Baa3 or better
	6-10 years	7,190,861	BBB or better	Baa2 or better
	Greater than 10 years	<u>2,588,600</u>	BBB or better	Baa2 or better
	Subtotal	17,032,940		
State and Local Obligations:				
	Less than 1 year	40,000	N/A	N/A
	1-5 years	736,668	AA or N/A	Aa2
	6-10 years	396,705	AA or better or N/A	Aaa or better
	Greater than 10 years	<u>582,588</u>	AA or better	N/A
	Subtotal	1,755,961		
Investments not sensitive to interest rate risk:				
	Insurance Contracts	6,613,323		
	Mutual Funds	<u>83,972,610</u>		
	Subtotal	<u>90,585,933</u>		
	Total	<u>\$132,955,615</u>		

N/A - Not applicable. Credit quality ratings were not available for certain smaller issues of U.S. Government and Government Agency investments

* - Average credit quality as reported by Moody's and/or Standard and Poor's (S&P).

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 4 - CASH AND INVESTMENTS (continued)

Investments – Fiduciary Funds (continued)

Investments that represent 5% or more of each single employer's Fund's net position at December 31, 2020 are as follows:

	<u>Fair Value</u>
Police Pension Fund:	
Investments at fair value as determined by quoted market price:	
Mutual Funds:	
Vanguard S&P 500 ETF Fund	\$ 29,858,830
DoubleLine Shiller Enhanced CAPE	9,949,852
iShares Edge MSCI Momentum Factor ETF	9,728,368
Firefighters' Pension Fund:	
Investments at fair value as determined by quoted market price:	
Mutual Funds:	
Vanguard Index Funds	20,433,664
Insurance Contracts:	
The Principal Financial Group	3,176,496

The IMRF has no individual investments which represent 5% of the Fund's net position.

Investment Risk - Fiduciary Funds

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. In accordance with the funds' investment policies, the funds limit their exposure to interest rate risk by structuring their portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities. In addition, the funds diversify their investments to minimize the risk of loss resulting from over concentrations of assets in specific maturity, specific issuer, or specific class of securities.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 4 - CASH AND INVESTMENTS (continued)

Investment Risk - Fiduciary Funds (continued)

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The funds' help limit their exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The funds' investment policies establish criteria for allowable investments; those criteria follow the requirements of the Illinois Pension Code.

Custodial Credit Risk - For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the funds' will not be able to recover the value of their investments or collateral securities in the possession of an outside party. In accordance with the funds' investment policies, the funds limit their exposure to custodial credit risk by utilizing an independent third-party institution, selected by the funds, to act as custodian for its securities and collateral.

Component Units' Deposits and Investments

Mental Health Board Deposits and Investments - The Mental Health Board (Board) holds a noninterest bearing checking account to maintain its cash balances. The Board is authorized by State Statute to invest in the following:

- Certificates of deposit
- Obligations of the U.S. Treasury, agency and instrumentalities
- Savings accounts
- Money markets
- Deposit accounts

As of December 31, 2020, the Board's carrying amount of deposits was \$282,814 and its bank balance was \$282,814. This account balance was covered by federal depository insurance or by collateral held by the Board. At December 31, 2020, the Cicero Mental Health Board held no investments.

Library Deposits and Investments - The Library holds interest bearing checking accounts to maintain its cash balances. The Library is authorized by State Statute to invest in the following:

- Certificates of deposit
- Obligations of the U.S. Treasury, agency and instrumentalities
- Savings accounts
- Money markets
- Deposit accounts

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 4 - CASH AND INVESTMENTS (continued)

Component Units' Deposits and Investments (continued)

As of December 31, 2020, the Library's carrying amount of deposits was \$2,397,994 and its bank balance was \$2,428,548. This account balance was covered by federal depository insurance or by collateral held by the Library or its agent in the Library's name. At December 31, 2020, the Library held no investments.

NOTE 5 - PROPERTY TAXES

The Town annually establishes a legal right to the property taxes assessments upon the enactment of a tax levy ordinance by the Town Board of Trustees. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by Cook County and issued on or about February 1 and August 1, and are payable in two installments which become due on or about March 1 and September 1. The County collects such taxes and periodically remits them to the Town.

The 2019 property tax assessment, which was levied in December 2019, is to finance the budget for the fiscal year beginning January 1, 2020, and the revenue to be produced from that assessment is to be recognized during that period, provided the "available" criteria has been met. "Available" means when due or receivable within the current period, and collected within that fiscal period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period.

NOTE 6 - RECEIVABLES

Receivables as of year-end for the Town's individual major funds and nonmajor and internal service fund in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

Governmental activities

	General Fund	Bond and Interest Fund	Cicero/ Cermak TIF No. 1	Nonmajor and Internal Service Funds	Totals
Receivables:					
Property taxes	\$ 36,093,937	\$ 4,847,046	\$ 581,178	\$ 1,960,359	\$ 43,482,520
Intergovernmental	9,062,922	-	-	278,486	9,341,408
Accounts receivable	1,052,180	-	116,818	267,990	1,436,988
Loans	-	-	-	57,062	57,062
Other	20	-	-	1,534,212	1,534,232
Total net receivables	<u>\$ 46,209,059</u>	<u>\$ 4,847,046</u>	<u>\$ 697,996</u>	<u>\$ 4,098,109</u>	<u>\$ 55,852,210</u>

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 6 – RECEIVABLES (continued)

Business-type activities

	<u>Water and Sewer Fund</u>
Receivables:	
Accounts receivable	\$ 5,954,784
Allowance for doubtful accounts	<u>(892,096)</u>
Total net receivables	<u>\$ 5,062,688</u>

Governmental funds report unavailable revenue in connection with receivables that are not considered to be available to liquidate liabilities of the current period. Governmental activities and governmental funds also report unearned revenue in connection with resources that have been received, but not yet earned.

At the end of the current fiscal year, the various components of unearned and unavailable reported in the governmental activities and governmental funds were as follows:

<u>Fund</u>	<u>Type</u>	<u>Unavailable</u>	<u>Unearned</u>
General	Intergovernmental revenues	\$ 2,645,424	\$ -
	Property taxes	34,746,151	-
	Totals	<u>37,391,575</u>	<u>-</u>
Bond and Interest	Property taxes	4,535,260	-
Nonmajor	Grants	-	1,274,000
	Intergovernmental revenues	100,100	-
	Property taxes	2,860,532	-
	Totals	<u>2,960,632</u>	<u>1,274,000</u>
Governmental funds unearned and unavailable revenue		<u>\$ 44,887,467</u>	<u>\$ 1,274,000</u>

Under the accrual method, unearned revenue is recognized as revenue in the period earned. An exception is Illinois real estate taxes, where the intent of the Town is to finance 2021 operations with those monies. Therefore, these amounts are reported as deferred inflows of resources for the government-wide statements.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 7 - CAPITAL ASSETS

The capital asset balances of the governmental activities are as follows:

	Balance January 1, 2020	Increases	Decreases	Balance December 31, 2020
Capital assets, not being depreciated:				
Land	\$ 15,234,635	\$ 5,134,083	\$ -	\$ 20,368,718
Construction-in-progress	100,000	250,000	100,000	250,000
	<u>15,334,635</u>	<u>5,384,083</u>	<u>100,000</u>	<u>20,618,718</u>
Capital assets, being depreciated:				
Land improvements	10,281,201	-	-	10,281,201
Buildings and improvements	66,630,640	-	-	66,630,640
Equipment and vehicles	24,971,987	557,124	46,777	25,482,334
Infrastructure	37,860,255	7,576,990	-	45,437,245
	<u>139,744,083</u>	<u>8,134,114</u>	<u>46,777</u>	<u>147,831,420</u>
Total capital assets being depreciated				
Less accumulated depreciation for:				
Land improvements	4,558,383	412,906	-	4,971,289
Buildings and improvements	27,964,562	1,093,427	-	29,057,989
Equipment and vehicles	18,869,187	1,007,476	46,777	19,829,886
Infrastructure	32,348,434	648,314	-	32,996,748
	<u>83,740,566</u>	<u>3,162,122</u>	<u>46,777</u>	<u>86,855,911</u>
Total depreciation				
Total capital assets being depreciated, net	<u>56,003,517</u>	<u>4,971,992</u>	<u>-</u>	<u>60,975,509</u>
Governmental activities - capital assets, net	<u>\$ 71,338,152</u>	<u>\$ 10,356,075</u>	<u>\$ 100,000</u>	<u>\$ 81,594,227</u>

TOWN OF CICERO, ILLINOISNOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020**NOTE 7 - CAPITAL ASSETS (continued)**

The capital asset balances of the business-type activities are as follows:

	Balance January 1, 2020	Increases	Decreases	Balance December 31, 2020
Capital assets, not being depreciated:				
Land	\$ 446,282	\$ -	\$ -	\$ 446,282
Construction in progress	-	134,820	-	134,820
 Total capital assets, not being depreciated	 446,282	 134,820	 -	 581,102
Capital assets, being depreciated:				
Land improvements, equipment and appurtenances	777,020	-	-	777,020
Vehicle	668,066	-	-	668,066
Water and sewer system	13,697,103	-	-	13,697,103
 Total capital assets being depreciated	 15,142,189	 -	 -	 15,142,189
Less: accumulated depreciation for:				
Land improvements, equipment and appurtenances	242,372	34,511	-	276,883
Vehicle	201,046	23,123	-	224,169
Water and sewer system	12,112,294	136,610	-	12,248,904
 Total depreciation	 12,555,712	 194,244	 -	 12,749,956
 Total capital assets being depreciated, net	 2,586,477	 (194,244)	 -	 2,392,233
 Business-type activities - capital assets, net	 \$ 3,032,759	 \$ (59,424)	 \$ -	 \$ 2,973,335

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 7 - CAPITAL ASSETS (continued)

Depreciation expense was charged to functions/program as follows:

Governmental activities:

General government	\$ 492,470
Public safety	1,063,331
Public works	1,029,308
Building	-
Health and welfare	306,004
Economic/urban redevelopment	271,009
Total	<u>\$ 3,162,122</u>

Business-type activities:

Water and sewer system	<u>\$ 194,244</u>
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Discretely Presented Component Units

Capital assets of the Town's component unit, the Cicero Public Library are as follows:

	Balance January 1, 2020	Increases	Decreases	Balance December 31, 2020
Capital assets, not being depreciated:				
Land	\$ 267,000	\$ -	\$ -	\$ 267,000
Capital assets, being depreciated:				
Building and improvements	4,545,226	-	-	4,545,226
Furniture and equipment	982,841	-	-	982,841
Library material	3,755,290	-	-	3,755,290
Total capital assets being depreciated	<u>9,283,357</u>	<u>-</u>	<u>-</u>	<u>9,283,357</u>
Less: accumulated depreciation for:				
Building and improvements	1,476,467	92,434	-	1,568,901
Furniture and equipment	852,470	20,664	-	873,134
Library material	3,075,380	185,553	-	3,260,933
Total depreciation	<u>5,404,317</u>	<u>298,651</u>	<u>-</u>	<u>5,702,968</u>
Total capital assets being depreciated, net	<u>3,879,040</u>	<u>(298,651)</u>	<u>-</u>	<u>3,580,389</u>
Component unit - capital assets, net	<u>\$ 4,146,040</u>	<u>\$ (298,651)</u>	<u>\$ -</u>	<u>\$ 3,847,389</u>

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 8 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of December 31, 2020 is as follows:

	<u>Receivable</u>	<u>Payable</u>
Governmental Activities -		
Governmental Fund Type:		
Major Funds:		
General Fund:		
Special Revenue Funds:		
Judgment Fund	\$ -	\$ 105,030
CDBG Fund	474,103	-
Public Welfare Fund	9,568	-
911 Emergency Fund	123,708	-
Debt Service Funds:		
Bond and Interest Fund	170,501	-
Capital Projects Funds:		
Cicero/Cermak TIF No. 1 Fund	1,022,049	-
Capital Projects Fund	36,155	-
Laramie and 25th Street TIF No. 2 Fund	80,047	-
54th Ave. TIF No. 3 Fund	6,030	-
Enterprise Funds:		
Water and Sewer Fund	3,045,163	-
Internal Service Fund		
Employee Health Insurance	2,514,964	-
Component Units:		
Mental Health Board	85,254	-
Cicero Public Library	2,849	-
Fiduciary Funds:		
Police Pension Fund	-	35,054
Firefighters' Pension Fund	-	65,489
Total - General Fund	<u>7,570,391</u>	<u>205,573</u>
Debt Service Fund:		
Bond and Interest Fund:		
Cicero/Cermak TIF No. 1 Fund	1,129,125	-
Sportsman Park TIF No. 4 Fund	-	1,136,747
Capital Projects Fund	-	3,532
General Fund	-	170,501
Total - Debt Service Fund	<u>1,129,125</u>	<u>1,310,780</u>

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 8 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (continued)

	<u>Receivable</u>	<u>Payable</u>
Cicero/Cermak TIF No. 1 Fund:		
General Fund	-	1,022,049
Sportsman Park TIF No. 4 Fund	165,765	-
Bond and Interest Fund	-	1,129,125
Total - Cicero/Cermak TIF No. 1 Fund	<u>165,765</u>	<u>2,151,174</u>
Nonmajor Funds:		
Special Revenue Funds:		
Judgment Fund:		
General Fund	105,030	-
CDBG Fund:		
General Fund	-	474,103
Public Welfare Fund:		
General Fund	-	9,568
911 Emergency Fund:		
General Fund	-	123,708
Capital Projects Funds:		
Capital Projects Fund:		
Bond and Interest Fund	3,532	-
General Fund	-	36,155
Laramie and 25th Street TIF No. 2 Fund:		
General Fund	-	80,047
Sportsman Park TIF No. 4 Fund	100,000	-
54th Ave. TIF No. 3 Fund:		
General Fund	-	6,030
Sportsman Park TIF No. 4 Fund	740,000	-
Sportsman Park TIF No. 4 Fund:		
Cicero/Cermak TIF No. 1 Fund	-	165,765
Laramie and 25th Street TIF No. 2 Fund	-	100,000
54th Ave TIF No. 3 Fund	-	740,000
Bond and Interest Fund	1,136,747	-
Total - Nonmajor Funds	<u>2,085,309</u>	<u>1,735,376</u>
Proprietary Fund Type:		
Internal Service Fund:		
Employee Health Insurance Fund:		
General Fund	-	2,514,964
Total - Internal Service Fund	<u>-</u>	<u>2,514,964</u>

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 8 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (continued)

	<u>Receivable</u>	<u>Payable</u>
Business-Type Activities -		
Proprietary Fund Type:		
Enterprise Funds:		
Water and Sewer Fund:		
General Fund	-	3,045,163
Total - Water and Sewer Fund	-	3,045,163
Component Units:		
Mental Health Board	-	85,254
Cicero Public Library	-	2,849
Total - Component Units	-	88,103
Fiduciary Fund Type:		
Trust Funds:		
Police Pension Fund:		
General Fund	35,054	-
Firefighters' Pension Fund:		
General Fund	65,489	-
Total - Trust Funds	100,543	-
Total - Interfund Balances	<u>\$ 11,051,133</u>	<u>\$ 11,051,133</u>

Interfund balances are a result of temporary cash flow needs of various funds. Interfund transfers for the year ended December 31, 2020 were as follows:

<u>Fund Transferred From</u>	<u>Fund Transferred To</u>	<u>Description/Purpose</u>	<u>Amount</u>
Bond and Interest Fund - transfers in:			
Cicero/Cermak TIF No. 1 Fund	Bond and Interest Fund	Bond Repayment	\$ 4,600,000
Sportsman's Park TIF No. 4 Fund	Bond and Interest Fund	Bond Repayment	2,404,250
Total transfers in - Bond and Interest Fund			<u>7,004,250</u>
Nonmajor Funds - transfers in:			
General Fund	Youth Commission Fund	Expense Reimbursement	25,000
Bond and Interest Fund	2012 Capital Projects Fund	Expense Reimbursement	600,000
General Assistance Fund	2012 Capital Projects Fund	Exp. Reimb./Build Fund Bal.	250,000
Sportsman's Park TIF No. 4 Fund	1400 South Laramie TIF No. 5 Fund	Expense Reimbursement	5,000
Laramie Ave. TIF No. 2 Fund	54th Avenue TIF No. 3 Fund	Expense Reimbursement	740,000
Sportsman's Park TIF No. 4 Fund	Laramie Ave. TIF No. 2 Fund	Expense Reimbursement	470,000
Total transfers in - Nonmajor Funds			<u>2,090,000</u>
Total transfers in			<u>\$ 9,094,250</u>

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 8 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (continued)

Fund Transferred To	Fund Transferred From	Description/Purpose	Amount
General Fund - transfers out:			
Youth Commission Fund	General Fund	Expense Reimbursement	\$ 25,000
Cicero/Cermak TIF No. 1 Fund - transfers out:			
Bond and Interest Fund	Cicero/Cermak TIF No. 1 Fund	Bond Repayment	4,600,000
Bond and Interest Fund - transfers out:			
2012 Capital Projects Fund	Bond and Interest Fund	Expense Reimbursement	600,000
Nonmajor Funds - transfers out:			
Bond and Interest Fund	Sportsman's Park TIF No. 4 Fund	Bond Repayment	2,404,250
2012 Capital Projects Fund	General Assistance Fund	Exp. Reimb./Build Fund Bal.	250,000
1400 South Laramie TIF No. 5 Fund	Sportsman's Park TIF No. 4 Fund	Expense Reimbursement	5,000
54th Avenue TIF No. 3 Fund	Laramie Ave. TIF No. 2 Fund	Expense Reimbursement	740,000
Laramie Ave. TIF No. 2 Fund	Sportsman's Park TIF No. 4 Fund	Expense Reimbursement	470,000
Total transfers out - Nonmajor Funds			<u>3,869,250</u>
Total transfers out			<u>\$ 9,094,250</u>

NOTE 9 - LONG-TERM DEBT

Components of Long-Term Obligations in Governmental Activities

General obligation bonds are direct obligations and pledge the full faith and credit of the government. The Town issues general obligation bonds to provide funds for the acquisition and construction of major capital improvements. In addition, general obligation bonds have been issued to refund both general obligation and revenue bonds. General obligation bonds consist of the following:

General obligation bonds:

\$10,000,000 Refunding Bonds, Issue Series 2007

Interest payable each January 1 and July 1; principal matures serially starting January 1, 2008 through January 1, 2029, with remaining interest rate ranging from 4.00% to 4.375% \$ 5,105,000

\$6,650,000 Issue Series 2010B

Interest payable each June 1 and December 1; principal matures serially starting December 1, 2014 through December 1, 2028, with remaining interest rate ranging from 3.00% to 4.30% 3,995,000

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 9 - LONG-TERM DEBT (continued)

Components of Long-Term Obligations in Governmental Activities (continued)

<u>\$23,525,000 Refunding Bonds, Issue Series 2012</u> Interest payable each June 1 and December 1; principal matures serially starting December 1, 2013 through December 1, 2031, with remaining interest rate ranging from 3.00% to 5.00%	16,505,000
<u>\$40,690,000 Refunding Bonds, Issue Series 2014A</u> Interest payable each January 1 and July 1; principal matures serially starting January 1, 2015 through January 1, 2021, with remaining interest rate ranging from 2.00% to 5.00%	6,835,000
<u>\$14,055,000 Issue Series 2017</u> Interest payable each January 1 and December 1, beginning July 1, 2018; principal matures serially starting January 1, 2019 through January 1, 2032, with an interest rate of 5%	<u>12,595,000</u>
Total general obligation bonds	<u>45,035,000</u>
Capital leases (Direct borrowings): \$831,183 capital lease for acquisition of an aerial fire truck; dated February 13, 2015, annual principal and interest payment of \$133,561, bearing interest at 3.03%, final payment due February 13, 2022	255,454
Capital leases: \$941,225 capital lease for acquisition of a 911 data system; dated June 1, 2019, annual principal and interest payment of \$126,308, bearing interest at 3.21%, final payment due June 1, 2023	<u>602,237</u>
Total capital leases	<u>857,691</u>
Accrued compensated absences	9,114,212
Estimated liability for claims and judgments	2,211,260
Net pension liability	203,693,352
Estimated liability for postemployment benefits	<u>302,162,101</u>
Total long-term debt	<u>\$ 563,073,616</u>

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 9 - LONG-TERM DEBT (continued)

Components of Long-Term Obligations in Business-Type Activities

Net pension liability	\$ 24,963
Compensated absences	114,586
Estimated liability for postemployment benefits	<u>14,899,501</u>
 Total	 <u>\$ 15,039,050</u>

Changes in Long-Term Debt and Annual Debt Service Requirements

The following is a summary of changes in long-term obligations of the Town for the year ended December 31, 2020:

Governmental Activities:

	Balance December 31, 2019	Additions	Deletions	Balance December 31, 2020	Due Within One Year
General obligation bonds	\$ 54,290,000	\$ -	\$ 9,255,000	\$ 45,035,000	\$ 9,680,000
Unamortized bond premium	3,122,809	-	587,607	2,535,202	-
Capital leases	1,207,598	-	349,907	857,691	360,978
Compensated absences	8,066,039	9,114,212	8,066,039	9,114,212	911,421
Estimated liability for claims and judgments	2,242,459	13,181,301	13,212,500	2,211,260	-
Net pension liability	179,375,612	24,317,740	-	203,693,352	-
Total OPEB Liability	<u>245,282,171</u>	<u>56,879,930</u>	<u>-</u>	<u>302,162,101</u>	<u>-</u>
 Total Governmental Activities	 <u>\$493,586,688</u>	 <u>\$103,493,183</u>	 <u>\$ 31,471,053</u>	 <u>\$565,608,818</u>	 <u>\$ 10,952,399</u>

Business-Type Activities:

	Balance December 31, 2019	Additions	Deletions	Balance December 31, 2020	Due Within One Year
Compensated absences	\$ -	\$ 114,586	\$ -	\$ 114,586	\$ 11,459
Net pension liability	652,239	-	627,276	24,963	-
Total OPEB liability	<u>11,923,717</u>	<u>2,975,784</u>	<u>-</u>	<u>14,899,501</u>	<u>-</u>
 Total Business-Type Activities	 <u>\$ 12,575,956</u>	 <u>\$ 3,090,370</u>	 <u>\$ 627,276</u>	 <u>\$ 15,039,050</u>	 <u>\$ 11,459</u>

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 9 - LONG-TERM DEBT (continued)

Changes in Long-Term Debt and Annual Debt Service Requirements (continued)

Sources of repayment – payments for long-term obligations in governmental activities are typically funded by various sources, principally property taxes, investment income, and transfers from other funds. Compensated absence payments are paid from the operating budget of the fund/department (typically the general fund and water and sewer fund) when an employee submits a claim for payment. The principal and interest payments for the capital leases are paid out of the General Fund and are treated as expenditures within the department for which the capital assets are acquired. The net pension liability and total OPEB liability has typically been liquidated primarily with general fund resources.

Annual debt service requirements to maturity for general obligation bonds are as follows:

Fiscal Year	Principal	Interest	Total
2021	\$ 9,715,000	\$ 1,878,913	\$ 11,593,913
2022	3,005,000	1,571,491	4,576,491
2023	3,155,000	1,440,362	4,595,362
2024	3,300,000	1,289,987	4,589,987
2025	3,450,000	1,132,387	4,582,387
2026 - 2030	17,915,000	3,143,693	21,058,693
2031 - 2032	4,495,000	207,975	4,702,975
Total	<u>\$ 45,035,000</u>	<u>\$ 10,664,808</u>	<u>\$ 55,699,808</u>

Annual debt service requirements to maturity for capital leases (direct borrowings) are as follows:

Fiscal Year	Principal	Interest	Total
2021	\$ 360,978	\$ 25,200	\$ 386,178
2022	372,399	13,779	386,178
2023	124,314	1,995	126,309
Total	<u>\$ 857,691</u>	<u>\$ 40,974</u>	<u>\$ 898,665</u>

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 9 - LONG-TERM DEBT (continued)

Legal Debt Limits

As the Town of Cicero is a home rule municipality, there is no legal debt limit. Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin and allows the State General Assembly to set certain debt limits for home rule units. To date, the General Assembly has set no limits for home rule municipalities.

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS

Defined Benefit Pension Plans

Plan Descriptions: The Town contributes to four (4) defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF) and Sheriff's Law Enforcement Personnel (SLEP) which is affiliated with IMRF, an agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and, the Firefighters' Pension Plan which is also a single-employer pension plan. The benefits, benefit levels, employee contributions, and employer contributions for the Police and Firefighters' Pension Plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The Police and Firefighters' Pension Plans issue separate reports on the pension plans and are available for inspection at Town Hall. IMRF and SLEP benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF and SLEP issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. The report can be obtained online at www.imrf.org.

Below is aggregate information related to all of the pension plans in total reported by the Town as of and for the year ended December 31, 2020:

Total Pension Liability	\$ 427,504,905
Plan Fiduciary Net Position	<u>223,769,994</u>
Town's Net Pension Liability	<u>\$ 203,734,911</u>
Total Pension Liability	\$ 64,363
Plan Fiduciary Net Position	<u>107,158</u>
Town's Net Pension Asset	<u>(\$ 42,795)</u>
Deferred Inflows of Resources	\$ 23,795,593
Deferred Outflows of Resources	44,749,051
Pension Expense	\$ 22,034,353

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

ILLINOIS MUNICIPAL RETIREMENT FUND AND SHERIFF'S LAW ENFORCEMENT PERSONNEL

General Information about the Pension Plans

All employees (other than those covered by the Police or Firefighters' Pension Plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two (2) tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight (8) years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight (8) years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten (10) years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten (10) years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to fifteen (15) years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Town is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution for the year ended December 31, 2020 was 9.21% of covered payroll. The employer annual required contribution rate for calendar year 2019 was 7.66%.

Sheriff's law enforcement personnel having accumulated at least twenty (20) years of SLEP service may elect to retire at or after age 50 and receive an annual retirement benefit, payable monthly for life. The plan also provides death and disability benefits. Participating members are required to contribute 7.5% of their annual salary to SLEP. The Town is required to contribute at an actuarially determined rate. The employer contribution rate for the year ended December 31, 2020 was 14.04% of covered payroll. The employer annual required contribution rate for calendar year 2019 was 12.78%.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

IMRF AND SLEP (continued)

General Information about the Pension Plans (continued)

At December 31, 2020, the following employees were covered by the benefit terms:

	<u>IMRF</u>	<u>SLEP</u>
Retirees and Beneficiaries	259	1
Inactive, Non-Retired Member	230	-
Active Members	<u>465</u>	<u>-</u>
Total	<u>954</u>	<u>1</u>

Net Pension Liability

The Town's net pension liability for the IMRF and SLEP plans was measured as of December 31, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions: The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method:	Entry Age Normal
Inflation:	3.50%
Price Inflation:	2.50%
Salary Increases:	3.35% to 14.25%
Investment Rate of Return:	7.25% (IMRF); 7.25% (SLEP)
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality:	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

IMRF AND SLEP (continued)

Net Pension Liability (continued)

Mortality: For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Morality Table with adjustments to match current IMRF experience.

There were no benefit changes during the year.

Long Term Expected Rate of Return: 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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Rate of Return</u>
Domestic Equity	37%	5.00%
International Equity	18%	6.00%
Fixed Income	28%	1.30%
Real Estate	9%	6.20%
Alternative Investments	7%	2.85-6.95%
Cash Equivalents	1%	0.70%
Total	<u>100%</u>	

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

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

IMRF AND SLEP (continued)

Net Pension Liability (continued)

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

For the purpose of the most recent valuation for IMRF, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.75%, and the resulting single discount rate is 7.25%. The prior year's discount rate was 7.25%. For the purpose of the most recent valuation for SLEP, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.75%, and the resulting single discount rate is 7.25%. The prior year's discount rate was 7.25%.

Changes in the Net Pension Liability

IMRF	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(A)	(B)	(A) - (B)
Balances at December 31, 2018	\$ 81,186,504	\$ 72,900,911	\$ 8,285,593
Changes for the Year:			
Service Cost	1,905,248	-	1,905,248
Interest on the Total Pension Liability	5,812,819	-	5,812,819
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	(490,788)	-	(490,788)
Changes of Assumptions	-	-	-
Contributions - Employer	-	1,431,833	(1,431,833)
Contributions - Employees	-	901,398	(901,398)
Net Investment Income	-	13,433,584	(13,433,584)
Benefit Payments, including Refunds of Employee Contributions	(3,924,636)	(3,924,636)	-
Other (Net Transfer)	-	(594,748)	594,748
Net Changes	3,302,643	11,247,431	(7,944,788)
Balances at December 31, 2019	\$ 84,489,147	\$ 84,148,342	\$ 340,805

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

IMRF AND SLEP (continued)

Changes in the Net Pension Liability (continued)

SLEP	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(A)	(B)	(A) - (B)
Balances at December 31, 2018	\$ 47,806	\$ 105,159	\$ (57,353)
Changes for the Year:			
Service Cost	-	-	-
Interest on the Total Pension Liability	2,827	-	2,827
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	31,359	-	31,359
Changes of Assumptions	-	-	-
Contributions - Employer	-	-	-
Contributions - Employees	-	-	-
Net Investment Income	-	12,387	(12,387)
Benefit Payments, including Refunds of Employee Contributions	(17,629)	(17,629)	-
Other (Net Transfer)	-	7,241	(7,241)
Net Changes	16,557	1,999	14,558
Balances at December 31, 2019	\$ 64,363	\$ 107,158	\$ (42,795)

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

The following presents the plan's net pension liability (asset), calculated using a Single Discount Rate of 7.25% for IMRF and 7.25% for SLEP, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
IMRF Net Pension Liability (Asset)	\$ 11,725,984	\$ 340,805	\$ (8,894,568)
SLEP Net Pension Liability (Asset)	(36,777)	(42,795)	(47,978)

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

IMRF AND SLEP (continued)

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

For the year ended December 31, 2020, the Town recognized pension expense of \$1,619,777 related to IMRF and \$20,596 related to SLEP. At December 31, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>IMRF</u>	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 45,096	\$ 1,988,892
Changes of assumptions	1,700,878	1,336,134
Net difference between projected and actual earnings on pension plan investments	-	3,403,191
Total Deferred Amounts to be recognized in pension expense in future periods	1,745,974	6,728,217
Pension Contributions made subsequent to the Measurement Date	1,724,509	-
Total Deferred Amounts Related to Pensions	<u>\$ 3,470,483</u>	<u>\$ 6,728,217</u>
<u>SLEP</u>	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	875
Total deferred Amounts to be recognized in pension expense in future periods	-	875
Pension contributions made subsequent to the measurement date	-	-
Total deferred amounts related to pensions	<u>\$ -</u>	<u>\$ 875</u>

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

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

Deferred outflows of resources related to contributions made after the measurement date will be recognized in pension expense next year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended</u> <u>December 31</u>	<u>IMRF</u>	<u>SLEP</u>
2021	\$ (1,599,324)	\$ (343)
2022	(1,559,925)	(406)
2023	(135,910)	902
2024	(1,631,668)	(1,028)
2025	(55,398)	-
Thereafter	-	-

The portion of the IMRF net pension liability, deferred outflows of resources, deferred inflows of resources and pension expense related to the Cicero Public Library is \$15,196, \$154,764, \$300,078, and \$84,239, respectively. The portion of the IMRF net pension liability, deferred outflows of resources, deferred inflows of resources and pension expense related to the Mental Health Board is \$1,400, \$14,254, \$27,635 and \$7,502, respectively.

POLICE PENSION PLAN

General Information about the Pension Plan

Police sworn personnel are covered by the Police Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois Compiled Statutes (Chapter 40 - Article 5/3) and may be amended only by the Illinois legislature. Administrative costs are financed through investment earnings. The Town accounts for the plan as a pension trust fund.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

POLICE PENSION PLAN (continued)

General Information about the Pension Plan (continued)

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Employees hired before January 1, 2011, attaining the age of 50 or more with twenty (20) or more years of creditable service are entitled to receive an annual retirement benefit of half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of final salary for each year of service over twenty (20) years up to thirty (30) years, to a maximum of 75% of such salary. Covered employees hired on or after January 1, 2011, attaining the age of 55 with at least ten (10) years of creditable service are entitled to receive an annual retirement benefit of 2.5% of final average salary for each year of service, with a maximum salary cap of \$106,800 at January 1, 2011. The maximum salary cap increases every year thereafter.

The monthly pension of a police officer hired before January 1, 2011, who retired with twenty (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% of the original pension. Beginning with increases granted on or after July 1, 1993, the second and subsequent automatic annual increases shall be calculated as 3.00% of the amount of the pension payable at the time of the increase. The monthly pension of a police officer hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, by the lesser of 3.00% or ½ of the consumer price index. Employees with at least 10 years but less than twenty (20) years of creditable service may retire at or after age 50 and receive a reduced benefit.

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 twenty (20) years of service, accumulated employee contributions may be refunded without accumulated interest. The Town is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, by the year 2040, the Town's contributions must accumulate to the point where the past service cost for the Police Pension Plan is 90% funded. For the year ended December 31, 2020, the Town's contribution was 38.22% of covered payroll.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

POLICE PENSION PLAN (continued)

General Information about the Pension Plan

At December 31, 2020, the Police Pension Plan membership consisted of:

<u>Membership</u>	<u>Participants</u>
Retirees and beneficiaries currently receiving benefits	124
Terminated employees entitled to benefits but not yet receiving them	23
Current members	<u>154</u>
Total	<u>301</u>

Net Pension Liability

The Town's net pension liability for the Police Pension Plan was measured as of December 31, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The actuarial cost method was entry age normal with a level percent of pay.

Actuarial Assumptions: The following actuarial assumptions were used to determine the total pension liability in the December 31, 2020 actuarial valuation and the prior valuation:

	<u>Current Valuation</u>	<u>Prior Valuation</u>
Interest Rate	6.75%	6.75%
Discount Rate	5.57%	6.66%
Salary Increases	3.75%-17.51%	3.75%-17.51%
Projected Increase in Payroll	3.50%	3.50%
Inflation	2.25%	2.25%

Active mortality for the December 31, 2020 actuarial valuation follows the Sex Distinct Raw Rates as developed in the Pub-2010(A) Study. Retiree Mortality follows the L&A Assumption Study for Police 2020. Disabled Mortality follows the Sex Distinct Raw Rates as developed in the Pub-2010(A) Study for disabled participants. Mortality improvement uses MP-2019 Improvement Rates applied on a fully generational basis.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

POLICE PENSION PLAN (continued)

Net Pension Liability (continued)

Long Term Expected Rate of Return: The long term expected rate of return on the Plan's 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 by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Rate of Return
Large Cap Domestic Equities	20.00% - 60.00%	3.60% - 3.90%
Small Cap Domestic Equities	3.00% - 10.00%	4.50%
International Equities	3.00% - 10.00%	5.20% - 7.20%
Fixed Income	15.00% - 78.00%	0.70% - 3.20%
Real Estate	0.00% - 10.00%	4.00%
Cash Equivalents	2.00% - 15.00%	-0.10%

Single Discount Rate: A Single Discount Rate of 5.57% was used to measure the total pension liability. The Single Discount Rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 6.75%, the municipal bond rate is 2.12% and the resulting single discount rate is 5.57%.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

POLICE PENSION PLAN (continued)

Net Pension Liability (continued)

The assumed rate on High Quality 20 Year Tax Exempt General Obligation Bonds was changed from 2.74% to 2.12% for the current year. The rate has been updated to the current fiscal year based on changes in market conditions as reflected in the Index. The discount rate was changed from 6.66% to 5.57%. The discount rate is impacted by the change in the underlying High Quality 20 Year Tax Exempt General Obligation Bond Rate. In addition, changes made that impact the projection of the Net Position of the fund such as changes in the formal or informal funding policy and actual changes in the net position from one year to the next can impact the discount rate.

Changes in the Net Pension Liability

	Increase/(Decrease)		
	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2019	\$ 173,514,683	\$ 85,762,974	\$ 87,751,709
Changes for the Year:			
Service Cost	4,053,061	-	4,053,061
Interest on the Total Pension Liability	11,591,403	-	11,591,403
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual			
Experience of the Total Pension Liability	4,316,978	-	4,316,978
Changes of Assumptions	32,605,083	-	32,605,083
Contributions - Employer	-	6,029,611	(6,029,611)
Contributions - Employees	-	1,696,916	(1,696,916)
Net Investment Income	-	11,410,564	(11,410,564)
Benefit Payments, including Refunds			
of Employee Contributions	(7,202,304)	(7,202,304)	-
Administrative Expense	-	(146,826)	146,826
Net Changes	45,364,221	11,787,961	33,576,260
Balances at December 31, 2020	\$ 218,878,904	\$ 97,550,935	\$ 121,327,969

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

The following presents the net pension liability related to the police pension plan of the Town calculated using the discount rate of 5.57% as well as what the Town's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (4.57%) or one percentage point higher (6.57%) than the current rate:

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

Changes in the Net Pension Liability (continued)

	1% Decrease (4.57%)	Current Discount Rate (5.57%)	1% Increase (6.57%)
Net Pension Liability	\$ 159,749,390	\$ 121,327,969	\$ 90,930,570

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued Police Pension Fund report.

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

For the year ended December 31, 2020, the Town recognized pension expense of \$13,826,198 related to the police pension plan. At December 31, 2020, the Town 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
Differences between expected and actual experience	\$ 4,300,032	\$ 399,725
Changes of assumptions	33,141,608	4,856,174
Net difference between projected and actual earnings on pension plan investments	-	7,416,957
Total deferred amounts related to pensions	<u>\$ 37,441,640</u>	<u>\$ 12,672,856</u>

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

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

<u>Year Ended</u> <u>December 31</u>	<u>Amount</u>
2021	\$ 5,263,499
2022	3,760,061
2023	2,740,105
2024	4,905,361
2025	5,539,031
Thereafter	2,560,727

FIREFIGHTERS' PENSION PLAN

General Information about the Pension Plan

Fire sworn personnel are covered by the Firefighters' Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are mandated by Illinois Compiled Statutes (Chapter 40 - Article 5/4) and may be amended only by the Illinois legislature. The Town accounts for the plan as a pension trust fund.

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Employees hired before January 1, 2011, attaining the age of 50 or more with twenty (20) or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the monthly salary attached to the rank held on the last day of service. The pension shall be increased by 1/12 of 2.5% of such monthly salary for each additional month over twenty (20) years of service through thirty (30) years of service to a maximum of 75% of such monthly salary. Employees hired on or after January 1, 2011, attaining the age of 55 with at least ten (10) years of creditable service are entitled to receive an annual retirement benefit of 2.5% of final average salary for each year of service, with a maximum salary cap of \$106,800 at January 1, 2011. The maximum cap increases each year thereafter.

Surviving spouses receive 100% of the final salary for fatalities resulting from an act of duty, or otherwise the greater of 54% of final salary or the monthly retirement pension that the deceased firefighter was receiving at the time of death. Surviving children received 12% of final salary. The maximum family survivor benefit is 75% of final salary. Employees disabled in the line of duty receive 65% of final salary.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

FIREFIGHTERS' PENSION PLAN

General Information about the Pension Plan (continued)

The monthly pension of a firefighter hired before January 1, 2011, who retired with twenty (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% of the original pension and 3% compounded annually thereafter. The monthly pension of a firefighter hired on or after January 1, 2011, who retired with twenty (20) or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% annually thereafter. Employees with at least 10 years but less than twenty (20) years of credited service may retire at or after age 60 and receive a reduced retirement benefit.

Covered employees are required to contribute 9.455% of their salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than twenty (20) years of service, accumulated employee contributions may be refunded without accumulated interest.

The Town is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Town's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is 90% funded by the year 2040. For the year ended December 31, 2020 the Town's contribution was 79.83% of covered payroll.

At December 31, 2020, the Firefighters' Pension Plan membership consisted of:

<u>Membership</u>	<u>Participants</u>
Retirees and beneficiaries currently receiving benefits	93
Terminated employees entitled to benefits but not yet receiving them	6
Current members	<u>77</u>
Total	<u>176</u>

Net Pension Liability

The Town's net pension liability for the Firefighters' Pension Plan was measured as of December 31, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The actuarial cost method was entry age normal with a level percent of pay.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

FIREFIGHTERS' PENSION PLAN

Net Pension Liability (continued)

Actuarial Assumptions: The following actuarial assumptions were used to determine the total pension liability in the December 31, 2020 actuarial valuation and the prior valuation:

<u>Firefighters' Pension Plan</u>	<u>Current Valuation</u>	<u>Prior Valuation</u>
Interest Rate	6.75%	6.75%
Discount Rate	6.75%	6.75%
Salary Increases	Service-Based	Service-Based
Projected Increase in Payroll	3.50%	3.75%
Inflation	2.50%	2.50%

Mortality rates for the December 31, 2020 actuarial valuation are based on the following:

For Active Lives – Pub-2010 Employee mortality, projected five (5) years past the valuation date with Scale MP-2020, 20% of active deaths are assumed to be in the line of duty.

For Inactive Lives – Pub-2010 Healthy Retiree mortality, projected five (5) years past the valuation date with Scale MP-2020.

For Beneficiaries – Pub-2010 Survivor mortality, projected five (5) years past the valuation date with Scale MP-2020.

For Disabled Lives – Pub-2010 Disabled mortality, projected five (5) years past the valuation date with Scale MP-2020.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

FIREFIGHTERS' PENSION PLAN

Net Pension Liability (continued)

Long Term Expected Rate of Return: The long term expected rate of return on the Plan's 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 by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Rate of Return</u>
U.S. Equity	47%	5.50%
International Equity	8%	5.40%
Fixed Income	35%	1.70%
Real Estate	10%	3.25%
Total	<u>100%</u>	

Single Discount Rate: A Single Discount Rate of 6.75% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 6.75%, the municipal bond rate is 1.93% and the resulting single discount rate is 6.75%.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

Changes in the Net Pension Liability

	Increase/(Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(A)	(B)	(A) - (B)
Balances at December 31, 2019	\$ 121,042,922	\$ 36,652,403	\$ 84,390,519
Adjustments to Beginning Balance	-	27,150	(27,150)
Changes for the Year:			
Service Cost	1,936,505	-	1,936,505
Interest on the Total Pension Liability	8,086,631	-	8,086,631
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual			
Experience of the Total Pension Liability	(574,229)	-	(574,229)
Changes of Assumptions	-	-	-
Contributions - Employer	-	6,048,281	(6,048,281)
Contributions - Employees	-	702,522	(702,522)
Net Investment Income	-	5,059,345	(5,059,345)
Benefit Payments, including Refunds			
of Employee Contributions	(6,354,975)	(6,354,975)	-
Administrative Expense	-	(64,009)	64,009
Net Changes	3,093,932	5,391,164	(2,297,232)
Balances at December 31, 2020	\$ 124,136,854	\$ 42,070,717	\$ 82,066,137

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

The following presents the net pension liability related to the firefighters' pension plan of the Town calculated using the discount rate of 6.75% as well as what the Town's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

	1% Decrease	Current	1% Increase
	(5.75%)	Discount Rate (6.75%)	(7.75%)
Net Pension Liability	\$ 98,772,743	\$ 82,066,137	\$ 68,346,847

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued Firefighters' Pension Fund report.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 10 - PENSION AND RETIREMENT PLAN COMMITMENTS (continued)

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

For the year ended December 31, 2020, the Town recognized pension expense of \$6,567,782 related to the firefighters' pension plan. At December 31, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,708,401	\$ 760,337
Changes of assumptions	2,297,523	544,722
Net difference between projected and actual earnings on pension plan investments	-	3,416,226
Total deferred amounts related to pensions	<u>\$ 4,005,924</u>	<u>\$ 4,721,285</u>

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

<u>Year Ended December 31</u>	
2021	\$ (356,952)
2022	289,612
2023	(184,725)
2024	(447,859)
2025	66,596
Thereafter	(82,033)

NOTE 11 - POSTEMPLOYMENT HEALTHCARE PLAN

Plan Description – The Town provides postemployment health care benefits (including prescription drugs) to all eligible retirees and their dependents under a premium cost-sharing arrangement wherein retirees pay a small percentage of monthly premium costs. This a single-employer plan. The Retiree Health Plan does not issue a publicly available financial report.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 11 - POSTEMPLOYMENT HEALTHCARE PLAN (continued)

As of December 31, 2020 membership consisted of:

<u>Membership</u>	<u>Participants</u>
Active employees fully eligible	489
Retired participants	284
Inactive employees	-
Total	<u>773</u>

Funding Policy – There is no formal funding policy that exists for the OPEB plan at this time, as the Total OPEB Liability is currently an unfunded obligation. For fiscal year 2020, the Town contributed \$6,064,032 to the plan.

Actuarial Valuation Date January 1, 2021

Actuarial Cost Method Entry Age Normal

Assumptions:

Discount Rate 2.12%

Long-Term Expected Rate of
Return on Plan Assets N/A

Total Payroll Increases 3.00%

Healthcare Cost Trend Rates

PPO/H.S.A. rate of 6.31% in fiscal year
2020 and an ultimate trend rate of 5.00%

HMO rate of 3.38% in fiscal year 2020,
and an ultimate trend rate of 5.00%

Medicare Supplement rate of 2.50% in
fiscal year 2020, and an ultimate trend rate
of 4.00%

Dental rate ultimate trend rate of 3.00%

Asset Valuation Method Market Value

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 11 - POSTEMPLOYMENT HEALTHCARE PLAN (continued)

Discount Rate

The discount rate used to measure the total OPEB liability as of December 31, 2020 was 2.12%, which was a change from the discount rate of 2.74% that was used as of December 31, 2019. Because the plan benefits are financed on a pay-as-you-go basis, the single discount rate is based on a tax-exempt municipal bond rate index of 20-year general obligations bonds with an average AA credit rating as of the measurement date.

Changes in Total OPEB Liability

	Total OPEB Liability (A)	Increase (Decrease) OPEB Plan Net Position (B)	Net OPEB Liability/(Asset) (A) - (B)
Balances at January 1, 2020	\$261,673,304	\$ -	\$261,673,304
Changes for the Year:			
Service Cost	9,370,846	-	9,370,846
Interest on Total OPEB Liability	7,086,772	-	7,086,772
Differences between Expected and Actual Experience of the Total OPEB Liability	50,547,996	-	50,547,996
Change of Assumptions	29,122,399	-	29,122,399
Plan changes	(22,167,158)	-	(22,167,158)
Benefit Payments, including Refunds of Employee Contributions	(6,064,032)	(6,064,032)	(12,128,064)
Contributions - Employer	-	6,064,032	6,064,032
Contributions - Employees	-	-	-
Net Investment Income	-	-	-
Administrative Expense	-	-	-
Net Changes	67,896,823	-	67,896,823
Balances at December 31, 2020	\$329,570,127	\$ -	\$329,570,127

Sensitivity of the Town's Total OPEB Liability to Changes in the Discount Rate

The following presents the Town's total OPEB liability, as well as what the Town's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (1.12%) or one percentage point higher (3.12%) than the current rate:

	1% Decrease (1.12%)	Current Discount Rate (2.12%)	1% Increase (3.12%)
Total OPEB Liability (Asset)	\$437,862,127	\$329,570,127	\$290,694,984

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 11 - POSTEMPLOYMENT HEALTHCARE PLAN (continued)

Sensitivity of the Town's Total OPEB Liability to Changes in the Healthcare Costs Trend Rates

The following presents the Town's total OPEB liability, as well as what the Town's total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than the current rate:

	1% Decrease Varies	Healthcare Cost Trend Rates Varies	1% Increase Varies
Total OPEB Liability (Asset)	\$284,544,900	\$329,570,127	\$448,013,744

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

For the year ended December 31, 2019, the Town recognized OPEB expense of \$17,438,714. At December 31, 2020, the Town reported the following deferred outflows of resources and deferred inflows related to OPEB.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 44,656,621	\$ -
Changes of Assumptions	68,895,946	12,258,202
Net Difference Between Projected and Actual Earnings on Postretirement Plan Investments	-	-
Total Deferred to Be Recognized in Future Expense	113,552,567	12,258,202
Contributions Subsequent to the Measurement Date	-	-
Total Deferred Amounts Related to OPEB Liability (Asset)	\$ 113,552,567	\$ 12,258,202

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

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 11 - POSTEMPLOYMENT HEALTHCARE PLAN (continued)

OPEB Expense and Deferred Outflows and Inflows of Resources Related to OPEB (continued)

<u>December 31</u>	<u>Amount</u>
2021	\$ 14,544,974
2022	14,544,974
2023	14,544,974
2024	14,544,974
2025	16,409,132
Thereafter	26,705,337

NOTE 12 - RISK MANAGEMENT ACTIVITIES

The Town is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; workers' compensation claims; error and omissions; and natural disasters. The Town purchases commercial insurance to cover itself against known risks above certain self-insured limits and maintains the following types of insurance: commercial general liability, automobile liability, excess workers' compensation, umbrella liability, public officials liability (Library), special events general liability, special events excess liability, participants accidental death and dismemberment insurance (AD&D), public official bonds, group health aggregate/specific excess, and group life. The amount of settlements has not exceeded insurance coverage in each of the past (3) three years.

The Town maintains various self-insurance plans to cover the risks of health claims, general liability/auto liability and workers' compensation/employer's liability and has retained the services of an outside agency to administer its self-insurance claims. The Town does not assume unlimited liability in these areas as it maintains stop-loss insurance to cover claims in excess of certain amounts based on the type of insurance. The Town makes payments to the self-insurance account based on amounts needed to pay current claims. Costs of administration and claims for health/dental, workers' compensation and general liability are charged to the Internal Service Fund as expenses when they are incurred.

No representation is made as to the adequacy of the reserve for self-insurance programs to cover loss contingencies.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 13 - CLAIMS AND JUDGMENTS LIABILITIES

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

The Town is a defendant in various lawsuits. The Town has adopted a general policy of non-settlement and vigorous defense for substantially all of these cases. Some of these cases are expected to come to trial in the next calendar year and be resolved within the amounts budgeted for liability payments.

NOTE 14 - PRONOUNCEMENTS ISSUED BUT NOT YET ADOPTED

The following is a description of the GASB authoritative pronouncements, which have been issued but have yet adopted by the Town of Cicero.

GASB Statement No. 87, *Leases*, is effective for the Town beginning with its year ending December 31, 2022. This statement requires recognition of certain lease assets and liabilities for leases previously classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provision of the contract.

GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, is effective for the Town beginning with its year ending December 31, 2021. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred and not included in the historical cost of a capital asset for financial statements prepared using the economic resources measurement focus.

GASB Statement No. 91, *Conduit Debt Obligations*, is effective for the Town beginning with its year ending December 31, 2021. The Statement clarifies the existing definition of a conduit debt obligation, establishes that a conduit debt obligation is not a liability of the issuer, and establishes standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations. The Statement also requires issuers to disclose general information about their conduit debt obligations, organized by type of commitment, including the aggregate outstanding principal amount of the issuers' conduit debt obligations and a description of each type of commitment. Issuers that recognized liabilities related to supporting the debt service of conduit debt obligations also should disclose information about the amount recognized and how the liabilities changed during the reporting period.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 14 - PRONOUNCEMENTS ISSUED BUT NOT YET ADOPTED (continued)

GASB Statement No. 92, *Omnibus 2020*, is effective for the Town beginning with its year ended December 31, 2022. The Statement addresses practice issues that have been identified during implementation and application of certain GASB Statements including: 1) the effective date of Statement 87 and Implementation Guide 2019-3 for interim financial reports; 2) reporting of intra-entity transfers of assets between a primary government employer and a component unit defined benefit pension plan or defined benefit OPEB plan; 3) the applicability of Statement 73 and Statement 74 to reporting assets accumulated for postemployment benefits; 4) the applicability of certain requirements of Statement 84 to postemployment benefit arrangements; 5) measurement of liabilities related to asset retirement obligations in a government acquisition; 6) reporting by public entity risk pools for amounts that are recoverable from reinsurers or excess insurers; 7) reference to nonrecurring fair value measurements of assets or liabilities in authoritative literature and 8) terminology used to refer to derivative instruments.

GASB Statement No. 93, *Replacement of Interbank Offered Rates*, is effective for the Town beginning with its year ending December 31, 2021. This Statement will reduce the cost of the accounting and financial reporting ramifications of replacing interbank offered rates (IBOR) with other reference rates. This Statement also requires that agreements that effectively maintain an existing hedging arrangement continue to be accounted for in the same manner as before the replacement of a reference rate.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, is effective for the Town beginning with its year ending December 31, 2023. This Statement provides the following financial and accounting requirements for public-private and public-public partnerships (PPPs): a transferor to recognize a receivable for installment payments and a deferred inflow of resources to account for a PPP; a government to account for PPP and non-PPP components of a PPP as separate accounts; an amendment to a PPP to be considered a PPP modification, unless the operator's right to use the underlying PPP asset decreases, in which case it should be considered a partial or full PPP termination. This Statement also provides financial and reporting guidelines for availability payment arrangements (APAs). It requires that a government engaged in an APA with multiple components to recognize each component as a separate arrangement.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, is effective for the Town beginning with its year ending December 31, 2023. This Statement requires the disclosure of descriptive information about subscription-based information technology arrangements (SBITAs) other than short-term SBITAs, such as the amount of the subscription asset, accumulated amortization, other payments not included in the measurement of a subscription liability, principal and interest requirements for the subscription liability, and other essential information.

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 14 - PRONOUNCEMENTS ISSUED BUT NOT YET ADOPTED (continued)

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*, is effective for the Town beginning with its year ending December 31, 2022. This Statement requires that a Section 457 plan be classified as either a pension plan or an other employee benefit plan depending on whether the plan meets the definition of a pension plan and clarifies that Statement 84, as amended, should be applied to all arrangements organized under IRC Section 457 to determine whether those arrangements should be reported as fiduciary activities.

GASB Statement No. 99, *Omnibus 2022*, addresses several topics, including:

- The classification and reporting of derivative instruments within the scope of Statement No. 53, *Accounting and Financial Reporting for Derivative instruments*, that do not meet the definition of either an investment derivative instrument or a hedging derivative instrument. (Effective for the year ending December 31, 2024)
- Clarification of provisions in Statement No. 87, *Leases*, related to determination of least term, short-term lease classification, recognition and measurement of a lease liability and lease asset, and identification of lease incentives. (Effective for the year ending December 31, 2023)
- Clarification of provisions in Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, related to determination of partnership term and recognition and measurement of installment payments and the transfer of underlying assets. (Effective for the year ending December 31, 2023).
- Clarification of provisions in Statement No. 96, *Subscription-Based Information Technology Arrangements*, related to subscription-based information technology arrangement (SBITA) term, short-term SBITA classifications and recognition and measurement of a subscription liability. (Effective for the year ending December 31, 2023).
- Extension of the period during which London Interbank Offered Rate (LIBOR) is considered an appropriate benchmark interest rate for the evaluation of effectiveness of an interest rate swap that hedges the interest rate risk of taxable debt. (Effective upon issuance of the Statement).
- Accounting for the distribution of benefits as part of the Supplemental Nutrition Assistance Program (SNAP). (Effective upon issuance of the Statement).
- Disclosures related to nonmonetary transaction. (Effective upon issuance of the Statement).
- Pledges of future revenues when resources are not received by the pledging government. (Effective upon issuance of the Statement).
- Clarification related to the focus of the government-wide financial statements. (Effective upon issuance of the Statement).

TOWN OF CICERO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2020

NOTE 15 - PRONOUNCEMENTS ISSUED BUT NOT YET ADOPTED (continued)

- Terminology updates related to certain provisions of Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. (Effective upon issuance of the Statement).
- Terminology used in Statement No. 53 to refer to resource flows statement. (Effective upon issuance of the Statement).

GASB Statement No. 100, *Accounting Changes and Error Corrections – An Amendment of GASB Statement No. 62*, is effective for the Town for the year ending December 31, 2024. The Statement requires that a) changes in accounting principles and error corrections be reported retroactively by restating prior periods, b) change to or within the financial reporting entity be reported by adjusting beginning balances of the current period, and c) changes in accounting estimates be reported prospectively by recognizing the change in the current period. The Statement also requires note disclosures and addresses how information affected by a change in accounting principle or error correction should be presented in required supplementary information and supplementary information.

GASB Statement No. 101, *Compensated Absences*, is effective for the Town for the year ending December 31, 2024. The Statement is to update the recognition and measurement guidance for compensated absences.

Management has not determined what impact, if any, these GASB statements may have on its financial statements.

NOTE 16 - COMMITMENTS

The Town regularly enters into contractual agreements for construction, construction-related projects and capital assets. The Town has several such agreements in place that contain commitments of approximately \$770,462 beyond December 31, 2020.

NOTE 17 – TAX ABATEMENTS

The Town does not currently have any tax abatements required to be reported under GASB Statement No. 77.

PART II – REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF CICERO, ILLINOIS
FIREFIGHTERS' PENSION FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOWN NET PENSION LIABILITY AND RELATED RATIOS
DECEMBER 31, 2020

	Last 10 Fiscal Years									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Total pension liability										
Service cost	\$ 1,936,505	\$ 1,826,686	\$ 1,748,733	\$ 1,876,648	\$ 1,937,965	\$ 1,820,786	\$ 1,794,359	\$ -	\$ -	\$ -
Interest	8,086,631	7,742,473	7,126,943	6,974,861	6,851,635	6,629,027	6,209,481	-	-	-
Changes of benefit terms	-	552,988	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(574,229)	1,040,405	1,445,676	727,255	(1,608,824)	(2,812,161)	3,067,023	-	-	-
Changes of assumptions	-	-	4,595,046	(1,634,165)	-	2,723,961	-	-	-	-
Contributions - buy back	-	-	-	-	15,838	-	-	-	-	-
Benefit payments, including refunds of member contributions	(6,354,975)	(5,992,481)	(5,758,321)	(5,368,896)	(5,250,550)	(5,111,250)	(4,652,350)	-	-	-
Net Change in Total Pension Liability	3,093,932	5,170,071	9,158,077	2,575,703	1,946,064	3,250,363	6,418,513	-	-	-
Total Pension Liability - Beginning	121,042,922	115,872,851	106,714,774	104,139,071	102,193,007	98,942,644	92,524,131	-	-	-
Total Pension Liability - Ending (a)	\$ 124,136,854	\$ 121,042,922	\$ 115,872,851	\$ 106,714,774	\$ 104,139,071	\$ 102,193,007	\$ 98,942,644	\$ -	\$ -	\$ -
Plan Fiduciary Net Position										
Contributions - employer	\$ 6,048,281	\$ 5,415,049	\$ 3,814,229	\$ 5,332,357	\$ 4,097,789	\$ 3,409,367	\$ 3,791,278	\$ -	\$ -	\$ -
Contributions - member	702,522	705,436	704,714	709,284	608,908	633,957	587,683	-	-	-
Contributions - buy back	-	-	-	-	15,838	-	-	-	-	-
Net investment income	5,059,345	5,798,985	(940,891)	3,843,199	1,632,435	(394,432)	866,674	-	-	-
Benefit payments, including refunds of member contributions	(6,354,975)	(5,992,481)	(5,758,321)	(5,368,896)	(5,250,550)	(5,111,250)	(4,652,350)	-	-	-
Administrative expense	(64,009)	(72,130)	(70,515)	(72,088)	(100,361)	(102,627)	(109,013)	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Net Change in Fiduciary Net Position	\$ 5,391,164	\$ 5,854,859	\$ (2,250,784)	\$ 4,443,856	\$ 1,004,059	\$ (1,564,985)	\$ 484,272	\$ -	\$ -	\$ -
Plan Fiduciary Net Position - Beginning	36,652,403	30,797,544	33,048,328	28,604,472	27,600,413	29,165,398	28,681,126	-	-	-
Adjustment to Beginning Balance	27,150	-	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position - Ending (b)	\$ 42,070,717	\$ 36,652,403	\$ 30,797,544	\$ 33,048,328	\$ 28,604,472	\$ 27,600,413	\$ 29,165,398	\$ -	\$ -	\$ -
Net Pension Liability - Ending (a)-(b)	\$ 82,066,137	\$ 84,390,519	\$ 85,075,307	\$ 73,666,446	\$ 75,534,599	\$ 74,592,594	\$ 69,777,246	\$ -	\$ -	\$ -
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	33.89%	30.28%	26.58%	30.97%	27.47%	27.01%	29.48%	0.00%	0.00%	0.00%
Covered Payroll	\$ 7,576,421	\$ 7,323,144	\$ 7,078,671	\$ 6,993,786	\$ 6,440,063	\$ 6,704,992	\$ 6,707,722	\$ -	\$ -	\$ -
Net Pension Liability as a Percentage of Covered Payroll	1083.18%	1152.38%	1201.85%	1053.31%	1172.89%	1112.49%	1040.25%	0.00%	0.00%	0.00%

See accompanying notes to required supplementary information.

**TOWN OF CICERO, ILLINOIS
FIREFIGHTERS' PENSION FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF TOWN CONTRIBUTIONS
DECEMBER 31, 2020**

	Last 10 Fiscal Years									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially Determined Contribution	\$ 6,854,741	\$ 6,466,027	\$ 5,898,366	\$ 4,543,458	\$ 4,484,499	\$ 4,435,472	\$ 4,052,119	\$ -	\$ -	\$ -
Contributions in Relation to the Actuarially Determined Contribution	6,048,281	5,415,049	3,814,229	5,332,357	4,097,789	3,409,367	3,791,278	-	-	-
Contribution Deficiency (Excess)	\$ 806,460	\$ 1,050,978	\$ 2,084,137	\$ (788,899)	\$ 386,710	\$ 1,026,105	\$ 260,841	\$ -	\$ -	\$ -
Covered Payroll	\$ 7,576,421	\$ 7,323,144	\$ 7,078,671	\$ 6,993,786	\$ 6,440,063	\$ 6,704,992	\$ 6,707,722	\$ -	\$ -	\$ -
Contributions as a Percentage of Covered Payroll	79.83%	73.94%	53.88%	76.24%	63.63%	50.85%	56.52%	0.00%	0.00%	0.00%

Notes to Schedule:

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

Funding Method: Projected Unit Credit Method

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period: 22-years as of 1/1/2018

Asset Valuation Method: Assets are valued with an adjustment made to expected Assets to uniformly spread actuarial investment gains and losses (as measured by actual market value investment return against expected market value investment return) over a five year period.

Inflation: 2.5%

Salary Increases: 4.5% per year

Investment Rate of Return: 6.00%

Retirement Rates:

<u>Age</u>	<u>% Retiring</u>
50-51	10.00%
52-53	12.00%
54-55	15.00%
56-69	20.00%
60-62	25.00%
63-64	33.00%
65-69	50.00%
70	100.00%

Termination and Disability Rates:

It is assumed that 90% of disability retirements and 5% of pre-retirement deaths are service-related.

<u>Age</u>	<u>% Terminating</u>	<u>% Becoming Disabled</u>
20	7.00%	0.01%
25	5.80%	0.02%
30	3.50%	0.07%
35	1.75%	0.22%
40	1.10%	0.42%
45	1.00%	0.65%
50	1.00%	0.90%
55	0.00%	1.24%
60+	0.00%	1.58%

Mortality: RP-2014 Blue Collar Total Healthy Annuitant mortality table, sex distinct with generational mortality improvement using scale MP-2016 and a base year of 2013.

Information is presented for those years for which it was available.

TOWN OF CICERO, ILLINOIS
POLICE PENSION FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOWN NET PENSION LIABILITY AND RELATED RATIOS
DECEMBER 31, 2020

	Last 10 Fiscal Years									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Total pension liability										
Service cost	\$ 4,053,061	\$ 4,001,480	\$ 3,667,148	\$ 3,575,869	\$ 3,355,418	\$ 3,429,577	\$ 3,451,284	\$ -	\$ -	\$ -
Interest	11,591,403	10,541,642	10,146,148	9,674,432	9,573,996	7,894,178	7,821,474	-	-	-
Changes of benefit terms	-	1,230,983	-	-	-	-	-	-	-	-
Differences between expected and actual experience	4,316,978	65,799	(681,884)	163,327	654,165	2,177,271	-	-	-	-
Changes of assumptions	32,605,083	(2,561,854)	5,731,641	(2,598,945)	(6,170,214)	14,313,326	-	-	-	-
Benefit payments, including refunds of member contributions	(7,202,304)	(6,906,925)	(6,761,791)	(6,048,040)	(5,721,283)	(5,540,677)	(4,804,831)	-	-	-
Net Change in Total Pension Liability	45,364,221	6,371,125	12,101,262	4,766,643	1,692,082	22,273,675	6,467,927	-	-	-
Total Pension Liability - Beginning	173,514,683	167,143,558	155,042,296	150,275,653	148,583,571	126,309,896	119,841,969	-	-	-
Total Pension Liability - Ending (a)	\$ 218,878,904	\$ 173,514,683	\$ 167,143,558	\$ 155,042,296	\$ 150,275,653	\$ 148,583,571	\$ 126,309,896	\$ -	\$ -	\$ -
Plan Fiduciary Net Position										
Contributions - employer	\$ 6,029,611	\$ 6,107,762	\$ 5,924,092	\$ 6,398,527	\$ 5,585,411	\$ 4,581,844	\$ 4,394,977	\$ -	\$ -	\$ -
Contributions - member	1,696,916	1,503,843	1,698,373	1,327,799	1,348,165	1,510,420	1,417,562	-	-	-
Contributions - other	-	385,119	-	65,109	208,029	-	-	-	-	-
Net investment income	11,410,564	13,722,732	(2,604,395)	7,431,103	2,877,034	(94,301)	3,161,122	-	-	-
Benefit payments, including refunds of member contributions	(7,202,304)	(6,906,925)	(6,761,791)	(6,048,040)	(5,721,283)	(5,540,677)	(4,804,831)	-	-	-
Administrative expense	(146,826)	(78,828)	(108,714)	(188,011)	(166,281)	(173,788)	(124,109)	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Net Change in Fiduciary Net Position	\$ 11,787,961	\$ 14,733,703	\$ (1,852,435)	\$ 8,986,487	\$ 4,131,075	\$ 283,498	\$ 4,044,721	\$ -	\$ -	\$ -
Plan Fiduciary Net Position - Beginning	85,762,973	71,029,270	72,881,705	63,895,218	59,764,143	59,480,645	55,435,924	-	-	-
Plan Fiduciary Net Position - Ending (b)	\$ 97,550,934	\$ 85,762,973	\$ 71,029,270	\$ 72,881,705	\$ 63,895,218	\$ 59,764,143	\$ 59,480,645	\$ -	\$ -	\$ -
Net Pension Liability - Ending (a)-(b)	\$ 121,327,970	\$ 87,751,710	\$ 96,114,288	\$ 82,160,591	\$ 86,380,435	\$ 88,819,428	\$ 66,829,251	\$ -	\$ -	\$ -
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	44.57%	49.43%	42.50%	47.01%	42.52%	40.22%	47.09%	0.00%	0.00%	0.00%
Covered Payroll	\$ 15,777,678	\$ 15,244,134	\$ 14,938,292	\$ 15,776,624	\$ 15,206,384	\$ 13,514,480	\$ 13,199,320	\$ -	\$ -	\$ -
Net Pension Liability as a Percentage of Covered Payroll	768.98%	575.64%	643.41%	520.77%	568.05%	657.22%	506.31%	0.00%	0.00%	0.00%

See accompanying notes to required supplementary information.

**TOWN OF CICERO, ILLINOIS
POLICE PENSION FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF TOWN CONTRIBUTIONS
DECEMBER 31, 2020**

	Last 10 Fiscal Years									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially Determined Contribution	\$ 7,449,213	\$ 6,981,064	\$ 6,297,284	\$ 5,947,246	\$ 5,355,303	\$ 5,027,233	\$ 4,633,249	\$ -	\$ -	\$ -
Contributions in Relation to the Actuarially Determined Contribution	6,029,611	6,107,762	5,924,092	6,398,527	5,585,411	4,581,844	4,394,977	-	-	-
Contribution Deficiency (Excess)	\$ 1,419,602	\$ 873,302	\$ 373,192	\$ (451,281)	\$ (230,108)	\$ 445,389	\$ 238,272	\$ -	\$ -	\$ -
Covered Payroll	\$ 15,777,678	\$ 15,244,134	\$ 14,938,292	\$ 15,776,624	\$ 15,206,384	\$ 13,514,480	\$ 13,199,320	\$ -	\$ -	\$ -
Contributions as a Percentage of Covered Payroll	38.22%	40.07%	39.66%	40.56%	36.73%	33.90%	33.30%	0.00%	0.00%	0.00%

Notes to Schedule:

Valuation Date: January 1, 2019
Actuarial Cost Method: Entry age normal (level %)
Amortization Method: Level percentage of payroll
Remaining Amortization Period: 100% funded in year 2040
Asset Valuation Method: Market value
Inflation: 2.5%
Salary Increases: 4.00% to 9.67%
Investment Rate of Return: 6.75%
Retirement Age: L&A 2016 Illinois Police Retirement Rates Capped at age 65
Mortality: RP-2014 Mortality Tables adjusted for plan status, collar, and Illinois public pension data, as appropriate

TOWN OF CICERO, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOWN NET PENSION LIABILITY AND RELATED RATIOS
DECEMBER 31, 2020

	Last 10 Fiscal Years									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Total pension liability										
Service cost	\$ 1,905,248	\$ 1,768,011	\$ 1,994,675	\$ 1,902,029	\$ 1,956,583	\$ 1,967,523	\$ -	\$ -	\$ -	\$ -
Interest	5,812,819	5,580,995	5,628,144	5,331,509	5,166,297	4,868,313	-	-	-	-
Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(490,788)	(256,581)	(2,073,228)	125,736	(1,267,218)	(1,827,690)	-	-	-	-
Changes of assumptions	-	2,393,387	(2,500,356)	(96,699)	91,906	2,578,566	-	-	-	-
Benefit payments, including refunds of member contributions	(3,924,636)	(3,657,139)	(3,471,984)	(3,425,343)	(3,819,777)	(3,396,478)	-	-	-	-
Net Change in Total Pension Liability	3,302,643	5,828,673	(422,749)	3,837,232	2,127,791	4,190,234	-	-	-	-
Total Pension Liability - Beginning	81,186,504	75,357,831	75,780,580	71,943,348	69,815,557	65,625,323	-	-	-	-
Total Pension Liability - Ending (a)	\$ 84,489,147	\$ 81,186,504	\$ 75,357,831	\$ 75,780,580	\$ 71,943,348	\$ 69,815,557	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position										
Contributions - employer	\$ 1,431,833	\$ 1,844,207	\$ 1,813,707	\$ 1,893,746	\$ 1,996,904	\$ 1,897,698	\$ -	\$ -	\$ -	\$ -
Contributions - member	901,398	848,588	811,840	853,424	818,505	807,034	-	-	-	-
Net investment income	13,433,584	(3,998,971)	11,889,223	4,459,017	331,154	3,894,860	-	-	-	-
Benefit payments, including refunds of member contributions	(3,924,636)	(3,657,139)	(3,471,984)	(3,425,343)	(3,819,777)	(3,396,478)	-	-	-	-
Administrative expense	-	-	-	-	-	-	-	-	-	-
Other	(594,748)	482,476	(1,410,132)	(338,073)	(1,753,533)	(666,075)	-	-	-	-
Net Change in Fiduciary Net Position	\$ 11,247,431	\$ (4,480,839)	\$ 9,632,654	\$ 3,442,771	\$ (2,426,747)	\$ 2,537,039	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position - Beginning	72,900,911	77,381,750	67,749,096	64,306,325	66,733,072	64,196,033	-	-	-	-
Plan Fiduciary Net Position - Ending (b)	\$ 84,148,342	\$ 72,900,911	\$ 77,381,750	\$ 67,749,096	\$ 64,306,325	\$ 66,733,072	\$ -	\$ -	\$ -	\$ -
Net Pension Liability - Ending (a)-(b)	\$ 340,805	\$ 8,285,593	\$ (2,023,919)	\$ 8,031,484	\$ 7,637,023	\$ 3,082,485	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	99.60%	89.79%	102.69%	89.40%	89.38%	95.58%	0.00%	0.00%	0.00%	0.00%
Covered Payroll	\$ 18,692,335	\$ 18,151,655	\$ 18,014,198	\$ 18,565,135	\$ 18,011,648	\$ 17,741,161	\$ -	\$ -	\$ -	\$ -
Net Pension Liability as a Percentage of Covered Payroll	1.82%	45.65%	-11.24%	43.26%	42.40%	17.37%	0.00%	0.00%	0.00%	0.00%

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF TOWN CONTRIBUTIONS
DECEMBER 31, 2020

	Last 10 Fiscal Years									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially Determined Contribution	\$ 1,713,322	\$ 1,431,833	\$ 1,844,208	\$ 1,815,831	\$ 1,893,644	\$ 1,984,884	\$ 1,914,271	\$ -	\$ -	\$ -
Contributions in Relation to the Actuarially Determined Contribution	1,713,323	1,431,833	1,844,207	1,813,707	1,893,746	1,996,904	1,897,698	-	-	-
Contribution Deficiency (Excess)	(1)	-	1	2,124	(102)	(12,020)	16,573	-	-	-
Covered Payroll	\$ 18,692,335	\$ 18,692,335	\$ 18,151,655	\$ 18,014,198	\$ 18,565,135	\$ 18,011,648	\$ 17,741,161	\$ -	\$ -	\$ -
Contributions as a Percentage of Covered Payroll	9.17%	7.66%	10.16%	10.07%	10.20%	11.09%	10.70%	0.00%	0.00%	0.00%

Notes to Schedule:

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

Actuarial Cost Method: Entry Age Normal

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period: 28-year closed period

Asset Valuation Method: Market Value of Assets

Price Inflation: 2.50%

Salary Increases: 3.39% to 14.25%

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 2017 valuation pursuant to an experience study of the period 2014-2016.

Mortality: For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar

Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table

was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information: There were no benefit changes during the year.

Information is presented for those years for which it was available.

TOWN OF CICERO, ILLINOIS
CICERO PUBLIC LIBRARY
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOWN NET PENSION LIABILITY AND RELATED RATIOS
DECEMBER 31, 2020

	Last 10 Fiscal Years									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Total pension liability										
Service cost	\$ 84,974	\$ 78,500	\$ 139,827	\$ 86,542	\$ 91,764	\$ 86,571	\$ -	\$ -	\$ -	\$ -
Interest	259,252	247,796	394,533	242,584	242,299	214,206	-	-	-	-
Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(21,889)	(11,392)	(145,333)	5,721	(59,433)	(80,418)	-	-	-	-
Changes of assumptions	-	135,551	(175,275)	(4,400)	4,310	113,422	-	-	-	-
Benefit payments, including refunds of member contributions	(175,039)	(162,377)	(243,386)	(155,853)	(179,148)	(149,445)	-	-	-	-
Net Change in Total Pension Liability	147,298	288,078	(29,634)	174,594	99,792	184,336	-	-	-	-
Total Pension Liability - Beginning	3,604,680	3,316,602	3,346,236	3,171,642	3,071,850	2,887,514	-	-	-	-
Total Pension Liability - Ending (a)	\$ 3,751,978	\$ 3,604,680	\$ 3,316,602	\$ 3,346,236	\$ 3,171,642	\$ 3,071,850	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position										
Contributions - employer	\$ 64,033	\$ 81,883	\$ 127,141	\$ 86,165	\$ 93,655	\$ 83,499	\$ -	\$ -	\$ -	\$ -
Contributions - member	37,617	37,677	56,910	38,831	38,388	35,509	-	-	-	-
Net investment income	599,138	(177,554)	833,435	202,885	15,531	171,374	-	-	-	-
Benefit payments, including refunds of member contributions	(175,039)	(162,377)	(243,386)	(155,853)	(179,148)	(149,445)	-	-	-	-
Administrative expense	-	-	-	-	-	-	-	-	-	-
Other	(25,775)	(1,272)	(294,555)	(15,397)	(82,407)	(29,307)	-	-	-	-
Net Change in Fiduciary Net Position	\$ 499,975	\$ (221,643)	\$ 479,545	\$ 156,631	\$ (113,981)	\$ 111,630	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position - Beginning	3,236,807	3,458,450	2,978,905	2,822,274	2,936,255	2,824,625	-	-	-	-
Plan Fiduciary Net Position - Ending (b)	\$ 3,736,781	\$ 3,236,807	\$ 3,458,450	\$ 2,978,905	\$ 2,822,274	\$ 2,936,255	\$ -	\$ -	\$ -	\$ -
Net Pension Liability - Ending (a)-(b)	\$ 15,196	\$ 367,873	\$ (141,848)	\$ 367,331	\$ 349,368	\$ 135,595	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	99.59%	89.79%	104.28%	89.02%	88.98%	95.59%	0.00%	0.00%	0.00%	0.00%
Covered Payroll	\$ 833,678	\$ 805,933	\$ 1,262,795	\$ 844,714	\$ 844,746	\$ 777,592	\$ -	\$ -	\$ -	\$ -
Net Pension Liability as a Percentage of Covered Payroll	1.82%	45.65%	-11.23%	43.49%	41.36%	17.44%	0.00%	0.00%	0.00%	0.00%

See accompanying notes to required supplementary information.

**TOWN OF CICERO, ILLINOIS
CICERO PUBLIC LIBRARY
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF TOWN CONTRIBUTIONS
DECEMBER 31, 2020**

	Last 10 Fiscal Years									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially Determined Contribution	\$ 76,071	\$ 63,573	\$ 127,289	\$ 83,033	\$ 86,161	\$ 93,091	\$ 82,619	\$ -	\$ -	\$ -
Contributions in Relation to the Actuarially Determined Contribution	76,072	63,573	127,141	82,936	86,165	93,655	83,499	-	-	-
Contribution Deficiency (Excess)	\$ (1)	\$ -	\$ 148	\$ 97	\$ (4)	\$ (564)	\$ (880)	\$ -	\$ -	\$ -
Covered Payroll	\$ 825,967	\$ 829,940	\$ 1,262,795	\$ 823,310	\$ 844,714	\$ 844,746	\$ 777,592	\$ -	\$ -	\$ -
Contributions as a Percentage of Covered Payroll	9.21%	7.66%	10.07%	10.07%	10.20%	11.09%	10.74%	0.00%	0.00%	0.00%

Notes to Schedule:

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

Actuarial Cost Method: Entry Age Normal

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period: 28-year closed period

Asset Valuation Method: Market Value of Assets

Price Inflation: 2.50%

Salary Increases: 3.39% to 14.25%

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 2017 valuation pursuant to an experience study of the period 2014-2016.

Mortality: For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information: There were no benefit changes during the year.

Information is presented for those years for which it was available.

TOWN OF CICERO, ILLINOIS
CICERO MENTAL HEALTH BOARD
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOWN NET PENSION LIABILITY AND RELATED RATIOS
DECEMBER 31, 2020

	Last 10 Fiscal Years									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Total pension liability										
Service cost	\$ 7,812	\$ 6,895	\$ 9,574	\$ 7,038	\$ 5,478	\$ 5,509	\$ -	\$ -	\$ -	\$ -
Interest	23,833	21,766	27,015	19,727	14,466	13,631	-	-	-	-
Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(2,012)	(1,001)	(9,951)	465	(3,548)	(5,118)	-	-	-	-
Changes of assumptions	-	9,334	(12,002)	(356)	257	7,220	-	-	-	-
Benefit payments, including refunds of member contributions	(16,091)	(14,263)	(16,666)	(12,674)	(10,696)	(9,510)	-	-	-	-
Net Change in Total Pension Liability	13,541	22,732	(2,029)	14,200	5,957	11,732	-	-	-	-
Total Pension Liability - Beginning	236,344	213,612	215,641	201,441	195,483	183,751	-	-	-	-
Total Pension Liability - Ending (a)	\$ 249,884	\$ 236,344	\$ 213,612	\$ 215,641	\$ 201,440	\$ 195,483	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position										
Contributions - employer	\$ 5,871	\$ 7,192	\$ 8,706	\$ 7,007	\$ 5,591	\$ 5,314	\$ -	\$ -	\$ -	\$ -
Contributions - member	3,696	3,309	3,897	3,158	2,292	2,260	-	-	-	-
Net investment income	55,078	(15,596)	57,068	16,498	927	10,906	-	-	-	-
Benefit payments, including refunds of member contributions	(16,091)	(14,263)	(16,666)	(12,674)	(10,696)	(9,510)	-	-	-	-
Administrative expense	-	-	-	-	-	-	-	-	-	-
Other	(2,438)	1,882	(22,563)	(1,247)	(4,833)	(1,865)	-	-	-	-
Net Change in Fiduciary Net Position	\$ 46,114	\$ (17,475)	\$ 30,443	\$ 12,742	\$ (6,719)	\$ 7,105	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position - Beginning	205,844	223,320	192,877	180,135	186,854	179,749	-	-	-	-
Plan Fiduciary Net Position - Ending (b)	\$ 251,959	\$ 205,844	\$ 223,320	\$ 192,877	\$ 180,135	\$ 186,854	\$ -	\$ -	\$ -	\$ -
Net Pension Liability - Ending (a)-(b)	\$ (2,074)	\$ 30,499	\$ (9,708)	\$ 22,764	\$ 21,305	\$ 8,629	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.83%	87.10%	104.54%	89.44%	89.42%	95.59%	0.00%	0.00%	0.00%	0.00%
Covered Payroll	\$ 72,900	\$ 70,791	\$ 76,879	\$ 52,263	\$ 50,433	\$ 50,793	\$ -	\$ -	\$ -	\$ -
Net Pension Liability as a Percentage of Covered Payroll	-2.85%	43.08%	-12.63%	43.56%	42.24%	16.99%	0.00%	0.00%	0.00%	0.00%

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
 CICERO MENTAL HEALTH BOARD
 ILLINOIS MUNICIPAL RETIREMENT FUND
 SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF TOWN CONTRIBUTIONS
 DECEMBER 31, 2020

	Last 10 Fiscal Years									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially Determined Contribution	\$ 6,682	\$ 5,584	\$ 7,811	\$ 6,719	\$ 7,006	\$ 5,558	\$ 5,258	\$ -	\$ -	\$ -
Contributions in Relation to the Actuarially Determined Contribution	6,682	5,584	9,088	6,733	7,007	5,591	5,314	-	-	-
Contribution Deficiency (Excess)	\$ -	\$ -	\$ (1,277)	\$ (14)	\$ (1)	\$ (33)	\$ (56)	\$ -	\$ -	\$ -
Covered Payroll	\$ 72,900	\$ 72,900	\$ 76,879	\$ 66,862	\$ 52,263	\$ 50,433	\$ 50,793	\$ -	\$ -	\$ -
Contributions as a Percentage of Covered Payroll	9.17%	7.66%	11.82%	10.07%	13.41%	11.09%	10.46%	0.00%	0.00%	0.00%

Notes to Schedule:

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

Actuarial Cost Method: Entry Age Normal

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period: 28-year closed period

Asset Valuation Method: Market Value of Assets

Price Inflation: 2.50%

Salary Increases: 3.39% to 14.25%

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 2017 valuation pursuant to an experience study of the period 2014-2016.

Mortality: For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information: There were no benefit changes during the year.

Information is presented for those years for which it was available.

TOWN OF CICERO, ILLINOIS
SHERIFF'S LAW ENFORCEMENT PERSONNEL
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOWN NET PENSION LIABILITY AND RELATED RATIOS
DECEMBER 31, 2020

	Last 10 Fiscal Years									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Total pension liability										
Service cost	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	2,827	3,335	3,103	2,886	2,685	2,497	-	-	-	-
Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	31,359	1	(1)	-	-	1	-	-	-	-
Changes of assumptions	-	-	-	-	-	-	-	-	-	-
Benefit payments, including refunds of member contributions	(17,629)	-	-	-	-	-	-	-	-	-
Net Change in Total Pension Liability	16,557	3,336	3,102	2,886	2,685	2,498	-	-	-	-
Total Pension Liability - Beginning	47,806	44,470	41,368	38,482	35,797	33,299	-	-	-	-
Total Pension Liability - Ending (a)	\$ 64,363	\$ 47,806	\$ 44,470	\$ 41,368	\$ 38,482	\$ 35,797	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position										
Contributions - employer	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions - member	-	-	-	-	-	-	-	-	-	-
Net investment income	12,387	(1,654)	13,519	6,205	454	5,208	-	-	-	-
Benefit payments, including refunds of member contributions	(17,629)	-	-	-	-	-	-	-	-	-
Administrative expense	-	-	-	-	-	-	-	-	-	-
Other	7,241	301	(201)	178	(4,489)	257	-	-	-	-
Net Change in Fiduciary Net Position	\$ 1,999	\$ (1,353)	\$ 13,318	\$ 6,383	\$ (4,035)	\$ 5,465	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position - Beginning	105,159	106,512	93,194	86,811	90,846	85,381	-	-	-	-
Plan Fiduciary Net Position - Ending (b)	\$ 107,158	\$ 105,159	\$ 106,512	\$ 93,194	\$ 86,811	\$ 90,846	\$ -	\$ -	\$ -	\$ -
Net Pension Liability - Ending (a)-(b)	\$ (42,795)	\$ (57,353)	\$ (62,042)	\$ (51,826)	\$ (48,329)	\$ (55,049)	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	166.49%	219.97%	239.51%	225.28%	225.59%	253.78%	0.00%	0.00%	0.00%	0.00%
Covered Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Pension Liability as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

See accompanying notes to required supplementary information.

**TOWN OF CICERO, ILLINOIS
SHERIFF'S LAW ENFORCEMENT PERSONNEL
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF TOWN CONTRIBUTIONS
DECEMBER 31, 2020**

	Last 10 Fiscal Years									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially Determined Contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in Relation to the Actuarially Determined Contribution	-	-	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	-	-	-	-	-	-	-	-	-	-
Covered Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes to Schedule:

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

Actuarial Cost Method: Aggregate entry age normal

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period:

Non-Taxing bodies: 10-year rolling period.

Taxing bodies (Regular, SLEP and ECO groups): 25-year closed period Early Retirement Incentive Plan Liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.

SLEP supplemental Liabilities attributable to Public Act 94-712 were financed over 20 years for most employers (three employers were financed over 29 years).

Asset Valuation Method: 5-year smoothed market; 20% corridor

Wage growth: 3.50%

Price Inflation: 2.75%

Salary Increases: 3.75% to 14.50%, including inflation

Investment Rate of Return: 7.50%

Retirement Age: Experience based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.

Mortality: For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar

Health Annuity Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012).

The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table

was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information: There were no benefit changes during the year.

Information is presented for those years for which it was available.

TOWN OF CICERO, ILLINOIS
OTHER POST EMPLOYMENT BENEFIT (OPEB)
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOWN TOTAL OPEB LIABILITY AND RELATED RATIOS
DECEMBER 31, 2020

	Last 10 Fiscal Years									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Total OPEB Liability										
Service cost	\$ 9,370,846	\$ 6,877,368	\$ 7,872,039	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	7,086,772	7,812,115	6,953,991	-	-	-	-	-	-	-
Changes of benefit terms	(22,167,158)	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	50,547,996	-	-	-	-	-	-	-	-	-
Changes of assumptions	29,122,399	59,335,470	(20,731,618)	-	-	-	-	-	-	-
Benefit payments, including refunds of member contributions	(6,064,032)	(5,772,313)	(5,392,365)	-	-	-	-	-	-	-
Net Change in Total OPEB Liability	67,896,823	68,252,640	(11,297,953)	-	-	-	-	-	-	-
Total OPEB Liability - Beginning	261,673,304	193,420,664	204,718,617	-	-	-	-	-	-	-
Total OPEB Liability - Ending (a)	\$ 329,570,127	\$ 261,673,304	\$ 193,420,664	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OPEB Plan Net Position										
Contributions - employer	\$ 6,064,032	\$ 5,772,313	\$ 5,392,365	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions - members	-	-	-	-	-	-	-	-	-	-
Net investment income	-	-	-	-	-	-	-	-	-	-
Benefit payments	(6,064,032)	(5,772,313)	(5,392,365)	-	-	-	-	-	-	-
Administrative expense	-	-	-	-	-	-	-	-	-	-
Net Change in OPEB Plan Net Position	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OPEB Plan Net Position - Beginning	-	-	-	-	-	-	-	-	-	-
OPEB Plan Net Position - Ending (b)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employer's Net OPEB Liability/(Asset) - Ending (a) - (b)	\$ 329,570,127	\$ 261,673,304	\$ 193,420,664	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OPEB Plan Net Position as a Percentage of the Total OPEB Liability	0.00%	0.00%	0.00%	-	-	-	-	-	-	-
Covered Payroll	\$ 41,305,633	\$ 42,648,066	\$ 41,305,633	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net OPEB Liability as a Percentage of Covered Payroll	797.88%	613.56%	468.27%	-	-	-	-	-	-	-

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
 OTHER POST EMPLOYMENT BENEFITS
 SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF TOWN CONTRIBUTIONS
 DECEMBER 31, 2020

	Last 10 Fiscal Years									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially Determined Contribution (ADC)	N/A	N/A	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in Relation to the Actuarially Determined Contribution	-	-	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	N/A	N/A	N/A	-	-	-	-	-	-	-
Covered Payroll	\$ 41,305,633	\$ 42,648,066	\$ 41,305,633	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes to Schedule:

There is no ADC or employer contribution in relation to the ADC, as there is no trust that exists for funding the OPEB Liability. However, the Town did make contributions from other Town resources in the current year in the amount of \$6,064,032.

TOWN OF CICERO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF REVENUES
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019

	2020		Variance Over (Under)	2019
	Original and Final Budget	Actual		Actual
FUND 100				
Taxes				
Real Estate Taxes	\$ 33,089,063	\$ 31,812,362	\$ (1,276,701)	\$ 30,111,620
Corporate and Personal Property				
Replacement Tax	2,818,549	2,391,512	(427,037)	2,780,877
State Income Tax	9,063,216	9,238,110	174,894	9,000,963
State Use Tax	2,783,549	3,593,492	809,943	2,787,249
Sales Tax (MROT)	8,109,160	8,091,191	(17,969)	8,069,248
Home Rule Sales Tax	10,236,473	10,225,523	(10,950)	10,136,217
Utility Taxes	3,950,000	4,031,385	81,385	4,216,602
Other Taxes	4,715,000	4,159,321	(555,679)	4,092,517
Total Taxes	<u>74,765,010</u>	<u>73,542,896</u>	<u>(1,222,114)</u>	<u>71,195,293</u>
Permits				
Building Permits	625,000	565,198	(59,802)	635,060
Electrical Permits	150,000	151,262	1,262	187,723
Plumbing Permits	45,000	64,560	19,560	58,770
EL Parking Permits	10,000	8,770	(1,230)	10,260
Doctor Permits	-	20	20	-
Block Party Permits	4,500	-	(4,500)	3,500
Dog Park Permits	500	235	(265)	275
Total Permits	<u>835,000</u>	<u>790,045</u>	<u>(44,955)</u>	<u>895,588</u>
Licenses				
Business License	1,250,000	1,270,173	20,173	1,305,255
Liquor License	275,000	418,252	143,252	284,112
Passenger Vehicle License	2,200,000	1,960,054	(239,946)	2,116,730
Pet License	7,500	780	(6,720)	6,360
Chauffeur License	1,000	6,020	5,020	650
Total Licenses	<u>3,733,500</u>	<u>3,655,279</u>	<u>(78,221)</u>	<u>3,713,107</u>
Fees - Service Charges				
Operational Income - Water and Sewer	5,400,000	5,400,000	-	5,400,000
Garbage Collections	3,900,000	3,819,160	(80,840)	3,811,513
Application Fee	35,000	20,137	(14,863)	91,000
Finger Print Fees	750	2,355	1,605	3,715
Sign Inspections	50,000	32,264	(17,736)	46,759
Elevator Inspections	25,000	14,700	(10,300)	27,510
Fire Reports	500	-	(500)	-
Police Reports	7,500	2,330	(5,170)	5,923

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF REVENUES
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019

	<u>2020</u>		<u>Variance Over (Under)</u>	<u>2019</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
FUND 100				
Registrars Reports	1,250	806	(444)	1,452
Zoning Fees	2,500	5,008	2,508	8,150
Dental Fees	420,000	172,392	(247,608)	421,028
Paramedic Services	1,200,000	1,590,301	390,301	893,734
Settlement of Suits	100,000	52,999	(47,001)	128,924
Town Seal	10,000	22,001	12,001	9,475
Zoning Relief	-	-	-	450
Certificate of Compliance	125,000	110,276	(14,724)	138,631
Special Events	475,000	190	(474,810)	525,764
Security Alarms	1,000	-	(1,000)	-
Raffle Fees	500	-	(500)	100
Plan Review Fee	250,000	224,470	(25,530)	290,391
Newsletter Advertising	1,500	2,600	1,100	-
Advertising - General	15,000	18,406	3,406	15,385
RTA Metro Lot Fees	10,000	3,269	(6,731)	10,901
Nonsufficient Fund Fees	6,000	445	(5,555)	9,405
Passport Fees	35,000	14,070	(20,930)	32,025
Dumpster Fees	10,000	7,975	(2,025)	10,150
Sponsorship	75,000	30,345	(44,655)	72,275
Animal Shelter Adoptions	10,000	6,475	(3,525)	20,555
Microchip Fees	3,000	6,780	3,780	5,065
Vacant Building Registration Fees	42,500	25,800	(16,700)	43,600
Environmental Health Inspections	100,000	33,609	(66,391)	63,488
Community Center Program Fee	5,000	373	(4,627)	2,662
Shelter Fee	5,000	8,410	3,410	20,384
Vaccination Fee	17,500	39,690	22,190	41,040
Rink Rental	15,000	1,700	(13,300)	9,314
Ice Rink Admission Fees	10,000	12,810	2,810	11,000
Sex Offender Registration	-	1,560	1,560	1,310
Enterprise Zone	500	1,000	500	1,000
Towing and Storage Fees	1,100,000	478,777	(621,223)	1,057,583
Credit Card Surcharge	80,000	121,281	41,281	83,025
911 - IGA Fees	192,216	184,458	(7,758)	(126,666)
Total Fees - Service Charges	<u>13,737,216</u>	<u>12,469,222</u>	<u>(1,267,994)</u>	<u>13,188,020</u>

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF REVENUES
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019

	2020		Variance Over (Under)	2019
	Original and Final Budget	Actual		Actual
FUND 100				
Fines and Forfeitures				
Court Fines	200,000	121,212	(78,788)	181,267
Parking Violations	1,650,000	1,125,729	(524,271)	1,620,988
Compliance Ticket Violations	10,000	225	(9,775)	-
Administrative Tickets	425,000	365,927	(59,073)	468,774
Liquor Fines	2,500	1,000	(1,500)	18,900
DUI Fines	50,000	58,500	8,500	66,308
Pet Fines	15,000	26,043	11,043	24,795
Impound Vehicle-Fine/Release	625,000	226,600	(398,400)	480,060
Restitution	25,000	650	(24,350)	23,070
Housing Court Judgments	75,000	70,770	(4,230)	69,880
Total Fines and Forfeitures	<u>3,077,500</u>	<u>1,996,656</u>	<u>(1,080,844)</u>	<u>2,954,042</u>
Franchise Fees				
Cable Franchise Revenue	330,000	303,585	(26,415)	331,077
Interest Income				
Interest Income - Investment	75,000	16,600	(58,400)	16,227
Intergovernmental				
Income from State Grants	76,958	38,603	(38,355)	8,722
Income from Federal Grants	9,500	1,308,948	1,299,448	232,147
2011 COPS Hiring Grant	237,000	-	(237,000)	134,433
Literacy Grant	30,000	32,294	2,294	30,000
Mutual Aid Box Alarm System Grant	10,000	4,881	(5,119)	7,790
Total Intergovernmental	<u>363,458</u>	<u>1,384,726</u>	<u>1,021,268</u>	<u>413,092</u>
Other Revenue				
Miscellaneous Income	200,000	295,690	95,690	191,176
Donation Income	20,000	29,300	9,300	13,365
Animal Shelter Fees	10,000	1,469	(8,531)	1,147
Scrap Income	3,500	-	(3,500)	1,350
Rental Income	114,000	84,310	(29,690)	93,870
Total Other Revenue	<u>347,500</u>	<u>410,769</u>	<u>63,269</u>	<u>300,908</u>

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF REVENUES
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019

	2020		Variance Over (Under)	2019
	Original and Final Budget	Actual		Actual
FUND 100				
Reimbursements				
Election Reimbursement	350	500	150	950
Miscellaneous Reimbursement	100,000	29,475	(70,525)	19,865
911 Reimbursement	400,000	400,000	-	400,000
Liability Insurance Reimbursement	35,000	15,198	(19,802)	29,282
Workers Compensation Reimbursement	225,000	-	(225,000)	357,494
Residential Property Reimbursement	-	-	433,769	146,395
Payroll Reimbursement	470,000	433,769	(438,383)	427,258
TIF: Graffiti Removal	39,834	31,617	222,578	38,371
TIF: Street and Alley Maintenance	330,618	262,412	3,857,573	318,469
TIF: Public Safety	5,368,711	4,188,191	(5,368,711)	5,082,897
TIF: Landscaping	265,620	117,563	(148,057)	142,677
TIF: Snow and Ice Control	-	72,957	72,957	88,543
Total Reimbursements	7,235,133	5,551,682	(1,683,451)	7,052,201
Other				
Sale of Town Property	-	12,000	12,000	57,082
Transfers (Out)	-	(25,000)	(25,000)	(75,835)
Total Other	-	(13,000)	(13,000)	(18,753)
Total General Fund Revenues	\$ 104,499,317	\$ 100,108,460	\$ (4,390,857)	\$ 100,040,802

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019

	<u>2020</u>			<u>2019</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
General Administration				
Personnel Services	\$ 758,354	\$ 719,938	\$ (38,416)	\$ 724,619
Personnel Related - Benefits	408,853	389,205	(19,648)	361,894
Contractual Services	520,800	310,856	(209,944)	511,482
Commodities	9,000	8,441	(559)	6,852
Repairs and Maintenance	3,000	4,006	1,006	3,236
Capital Outlay	-	93,906	93,906	-
Total General Administration	<u>1,700,007</u>	<u>1,526,352</u>	<u>(173,655)</u>	<u>1,608,083</u>
Pensioner Health Insurance				
Personnel Related - Benefits	1,992,719	1,992,719	-	1,982,805
Internal Affairs				
Personnel Services	181,944	178,481	(3,463)	175,794
Personnel Related - Benefits	83,721	82,827	(894)	79,458
Contractual Services	8,200	6,566	(1,634)	5,077
Commodities	3,750	969	(2,781)	1,085
Repairs and Maintenance	1,000	-	(1,000)	375
Total Internal Affairs	<u>278,615</u>	<u>268,843</u>	<u>(9,772)</u>	<u>261,789</u>
Fire Department				
Personnel Services	7,791,785	8,013,660	221,875	8,037,701
Personnel Related - Benefits	2,351,398	2,410,188	58,790	2,496,500
Contractual Services	9,344,667	8,773,596	(571,071)	7,993,597
Commodities	115,000	64,619	(50,381)	108,414
Repairs and Maintenance	182,500	254,854	72,354	139,774
Capital Outlay	20,000	21,188	1,188	25,658
Debt Retirement	133,562	133,561	(1)	133,561
Total Fire Department	<u>19,938,912</u>	<u>19,671,666</u>	<u>(267,246)</u>	<u>18,935,205</u>
911 Emergency Services				
Contractual Services	1,635,785	1,718,528	82,743	1,595,940
Commodities	10,500	7,915	(2,585)	8,961
Total 911 Emergency Services	<u>1,646,285</u>	<u>1,726,443</u>	<u>80,158</u>	<u>1,604,901</u>
Police Department				
Personnel Services	18,614,806	18,761,404	146,598	17,959,090
Personnel Related - Benefits	5,614,258	5,570,672	(43,586)	5,617,787
Contractual Services	6,893,899	6,265,586	(628,313)	6,364,653
Commodities	424,500	305,942	(118,558)	475,432
Repairs and Maintenance	155,000	64,695	(90,305)	114,659
Capital Outlay	220,000	15,459	(204,541)	1,000
Total Police Department	<u>31,922,463</u>	<u>30,983,758</u>	<u>(938,705)</u>	<u>30,532,621</u>

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019

	<u>2020</u>			<u>2019</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Community Service Officers				
Personnel Services	785,289	734,464	(50,825)	775,938
Personnel Related - Benefits	225,311	205,013	(20,298)	210,751
Contractual Services	7,103	5,831	(1,272)	8,236
Commodities	60,500	15,781	(44,719)	57,574
Repairs and Maintenance	17,000	5,332	(11,668)	12,613
Capital Outlay	-	1,371	1,371	-
Total Community Service Officers	<u>1,095,203</u>	<u>967,792</u>	<u>(127,411)</u>	<u>1,065,112</u>
Crossing Guards				
Personnel Services	446,338	369,799	(76,539)	375,612
Personnel Related - Benefits	37,022	28,290	(8,732)	28,734
Total Crossing Guards	<u>483,360</u>	<u>398,089</u>	<u>(85,271)</u>	<u>404,346</u>
Police and Fire Commission				
Contractual Services	73,000	59,743	(13,257)	76,029
Commodities	1,000	9,276	8,276	431
Total Police and Fire Commission	<u>74,000</u>	<u>69,019</u>	<u>(4,981)</u>	<u>76,460</u>
Health Clinic				
Personnel Services	605,137	567,664	(37,473)	592,305
Personnel Related - Benefits	301,024	292,759	(8,265)	332,960
Contractual Services	370,250	326,495	(43,755)	380,317
Commodities	200,500	120,469	(80,031)	199,946
Repairs and Maintenance	3,000	199	(2,801)	1,747
Capital Outlay	-	3,956	3,956	-
Total Health Clinic	<u>1,479,911</u>	<u>1,311,542</u>	<u>(168,369)</u>	<u>1,507,275</u>
Electrical				
Personnel Services	190,437	200,581	10,144	189,686
Personnel Related - Benefits	71,529	72,777	1,248	93,759
Contractual Services	9,000	1,256	(7,744)	3,138
Commodities	5,500	2,915	(2,585)	7,040
Repairs and Maintenance	145,000	113,236	(31,764)	63,902
Total Electrical	<u>421,466</u>	<u>390,765</u>	<u>(30,701)</u>	<u>357,525</u>
Boards and Commissions				
Personnel Services	639,707	623,853	(15,854)	644,525
Personnel Related - Benefits	826,701	820,728	(5,973)	885,149
Contractual Services	-	7,860	7,860	5,126
Total Boards and Commissions	<u>1,466,408</u>	<u>1,452,441</u>	<u>(13,967)</u>	<u>1,534,800</u>

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019

	<u>2020</u>			<u>2019</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Public Works				
Personnel Services	5,554,993	5,162,334	(392,659)	5,024,094
Personnel Related - Benefits	2,800,304	2,548,586	(251,718)	2,440,586
Contractual Services	3,040,560	3,543,720	503,160	3,055,147
Commodities	1,233,500	1,172,057	(61,443)	1,342,416
Repairs and Maintenance	475,000	533,066	58,066	539,860
Capital Outlay	190,000	177,810	(12,190)	15,567
Total Public Works	<u>13,294,357</u>	<u>13,137,573</u>	<u>(156,784)</u>	<u>12,417,670</u>
Office of Administrative Hearings				
Personnel Services	160,865	134,423	(26,442)	147,153
Personnel Related - Benefits	92,282	88,635	(3,647)	87,876
Contractual Services	22,500	22,166	(334)	21,825
Commodities	16,250	7,583	(8,667)	5,596
Repairs and Maintenance	2,500	-	(2,500)	-
Total Office of Administrative Hearings	<u>294,397</u>	<u>252,807</u>	<u>(41,590)</u>	<u>262,450</u>
Building Department				
Personnel Services	1,207,640	1,111,529	(96,111)	1,109,741
Personnel Related - Benefits	733,048	712,065	(20,983)	724,893
Contractual Services	718,600	446,794	(271,806)	660,168
Commodities	45,000	19,001	(25,999)	33,448
Repairs and Maintenance	5,000	26	(4,974)	96
Total Building Department	<u>2,709,288</u>	<u>2,289,415</u>	<u>(419,873)</u>	<u>2,528,346</u>
Special Events				
Personnel Services	377,844	201,870	(175,974)	357,198
Personnel Related - Benefits	139,904	124,893	(15,011)	136,645
Contractual Services	1,101,500	209,131	(892,369)	1,040,523
Commodities	256,015	87,847	(168,168)	219,518
Repairs and Maintenance	27,250	3,590	(23,660)	42,034
Total Special Events	<u>1,902,513</u>	<u>627,331</u>	<u>(1,275,182)</u>	<u>1,795,918</u>
Public Relations				
Personnel Services	109,922	74,421	(35,501)	105,929
Personnel Related - Benefits	32,159	26,347	(5,812)	29,823
Contractual Services	1,047,500	639,665	(407,835)	962,969
Commodities	9,500	6,411	(3,089)	2,492
Repairs and Maintenance	1,000	313	(687)	459
Total Public Relations	<u>1,200,081</u>	<u>747,157</u>	<u>(452,924)</u>	<u>1,101,672</u>

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019

	<u>2020</u>			<u>2019</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Purchasing Department				
Personnel Services	128,004	110,854	(17,150)	121,497
Personnel Related - Benefits	76,833	71,138	(5,695)	70,636
Contractual Services	67,507	69,145	1,638	64,994
Commodities	11,790	11,776	(14)	6,450
Repairs and Maintenance	660	-	(660)	276
Capital Outlay	-	1,411	1,411	-
Total Purchasing Department	<u>284,794</u>	<u>264,324</u>	<u>(20,470)</u>	<u>263,853</u>
Community Park Ice Rink				
Personnel Services	258,810	258,214	(596)	234,976
Personnel Related - Benefits	51,101	52,044	943	47,057
Contractual Services	59,840	41,663	(18,177)	45,560
Commodities	27,500	31,204	3,704	27,767
Repairs and Maintenance	22,500	32,796	10,296	15,411
Capital Outlay	-	1,142	1,142	-
Total Community Park Ice Rink	<u>419,751</u>	<u>417,063</u>	<u>(2,688)</u>	<u>370,771</u>
Community Outreach				
Personnel Services	219,712	96,062	(123,650)	203,670
Personnel Related - Benefits	76,844	55,539	(21,305)	68,462
Contractual Services	19,100	6,366	(12,734)	5,688
Commodities	35,500	5,806	(29,694)	14,055
Repairs and Maintenance	1,500	-	(1,500)	-
Total Community Outreach	<u>352,656</u>	<u>163,773</u>	<u>(188,883)</u>	<u>291,875</u>
Project Management				
Personnel Services	38,257	37,529	(728)	36,964
Personnel Related - Benefits	45,840	45,260	(580)	44,406
Contractual Services	40,500	13,906	(26,594)	17,220
Commodities	6,500	2,476	(4,024)	262
Repairs and Maintenance	500	361	(139)	621
Total Project Management	<u>131,597</u>	<u>99,532</u>	<u>(32,065)</u>	<u>99,473</u>
Fleet Maintenance				
Personnel Services	282,573	300,615	18,042	235,426
Personnel Related - Benefits	125,321	125,855	534	112,283
Contractual Services	18,250	10,390	(7,860)	10,902
Commodities	408,500	698,295	289,795	569,827
Repairs and Maintenance	47,500	-	(47,500)	22,405
Total Fleet Maintenance	<u>882,144</u>	<u>1,135,155</u>	<u>253,011</u>	<u>950,843</u>

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019

	<u>2020</u>			<u>2019</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Vehicle Tow and Storage				
Personnel Services	395,445	405,718	10,273	390,696
Personnel Related - Benefits	215,730	216,465	735	234,607
Contractual Services	17,500	9,043	(8,457)	9,742
Commodities	64,000	11,670	(52,330)	20,855
Repairs and Maintenance	42,500	5,181	(37,319)	11,118
Total Vehicle Tow and Storage	<u>735,175</u>	<u>648,077</u>	<u>(87,098)</u>	<u>667,018</u>
Senior Services				
Personnel Services	695,475	602,650	(92,825)	583,400
Personnel Related - Benefits	538,689	520,528	(18,161)	515,652
Contractual Services	840,850	666,651	(174,199)	777,177
Commodities	71,000	21,365	(49,635)	58,649
Repairs and Maintenance	38,000	21,716	(16,284)	27,214
Capital Outlay	-	160,367	160,367	-
Total Senior Services	<u>2,184,014</u>	<u>1,993,277</u>	<u>(190,737)</u>	<u>1,962,092</u>
Senior Services Activities				
Personnel Services	259,395	228,200	(31,195)	221,558
Personnel Related - Benefits	110,086	104,002	(6,084)	112,147
Contractual Services	186,700	112,738	(73,962)	159,064
Commodities	33,000	13,301	(19,699)	25,033
Repairs and Maintenance	8,550	9,935	1,385	783
Total Senior Services Activities	<u>597,731</u>	<u>468,176</u>	<u>(129,555)</u>	<u>518,585</u>
Dept for People with Disabilities				
Personnel Services	245,123	195,616	(49,507)	218,209
Personnel Related - Benefits	220,568	210,497	(10,071)	209,004
Contractual Services	9,700	2,641	(7,059)	5,705
Commodities	35,500	2,296	(33,204)	27,047
Repairs and Maintenance	6,500	14,503	8,003	10,813
Total Department for People with Disabilities	<u>517,391</u>	<u>425,553</u>	<u>(91,838)</u>	<u>470,778</u>
Emergency Shelter				
Contractual Services	10,000	-	(10,000)	1,018
Commodities	-	119	119	-
Total Emergency Shelter	<u>10,000</u>	<u>119</u>	<u>(9,881)</u>	<u>1,018</u>
Financial Affairs				
Personnel Services	156,125	130,939	(25,186)	97,716
Personnel Related - Benefits	50,847	39,747	(11,100)	21,036
Contractual Services	19,500	1,582	(17,918)	1,500
Commodities	11,500	1,564	(9,936)	4,422
Repairs and Maintenance	5,200	4,870	(330)	4,191
Total Financial Affairs	<u>243,172</u>	<u>178,702</u>	<u>(64,470)</u>	<u>128,865</u>

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019

	<u>2020</u>			<u>2019</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Clerk's/Comptroller's Office				
Personnel Services	402,537	372,479	(30,058)	369,945
Personnel Related - Benefits	213,497	207,057	(6,440)	198,427
Contractual Services	26,000	25,904	(96)	20,897
Commodities	22,500	14,686	(7,814)	16,636
Repairs and Maintenance	7,500	5,496	(2,004)	4,854
Capital Outlay	-	792	792	-
Total Clerk's/Comptroller's Office	<u>672,034</u>	<u>626,414</u>	<u>(45,620)</u>	<u>610,759</u>
Human Resources and Insurance Department				
Personnel Services	126,829	117,148	(9,681)	110,444
Personnel Related - Benefits	61,335	59,151	(2,184)	56,209
Contractual Services	36,600	29,329	(7,271)	35,110
Commodities	15,500	2,338	(13,162)	6,716
Repairs and Maintenance	5,200	4,868	(332)	4,191
Total Human Resources and Insurance Department	<u>245,464</u>	<u>212,834</u>	<u>(32,630)</u>	<u>212,670</u>
Assessor's Office				
Personnel Services	284,905	263,125	(21,780)	260,018
Personnel Related - Benefits	135,679	131,733	(3,946)	128,342
Contractual Services	14,000	6,051	(7,949)	13,227
Commodities	5,500	1,603	(3,897)	4,006
Repairs and Maintenance	3,000	-	(3,000)	-
Capital Outlay	-	95	95	-
Total Assessor's Office	<u>443,084</u>	<u>402,607</u>	<u>(40,477)</u>	<u>405,593</u>
Treasurer's Office				
Personnel Services	141,481	139,859	(1,622)	141,216
Personnel Related - Benefits	24,433	24,300	(133)	23,529
Contractual Services	300,500	235,829	(64,671)	257,111
Commodities	5,800	26	(5,774)	1,319
Repairs and Maintenance	1,500	64	(1,436)	208
Total Treasurer's Office	<u>473,714</u>	<u>400,078</u>	<u>(73,636)</u>	<u>423,383</u>
Collector's Office				
Personnel Services	501,556	422,872	(78,684)	495,954
Personnel Related - Benefits	252,660	233,366	(19,294)	221,505
Contractual Services	169,250	108,144	(61,106)	165,179
Commodities	36,000	40,248	4,248	34,157
Repairs and Maintenance	11,205	11,107	(98)	1,848
Total Collector's Office	<u>970,671</u>	<u>815,737</u>	<u>(154,934)</u>	<u>918,643</u>

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019

	<u>2020</u>			<u>2019</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Violations				
Personnel Services	208,415	186,667	(21,748)	201,604
Personnel Related - Benefits	151,747	146,934	(4,813)	147,346
Contractual Services	28,600	12,074	(16,526)	16,644
Commodities	23,000	1,121	(21,879)	13,137
Repairs and Maintenance	7,000	1,360	(5,640)	24
Capital Outlay	-	148	148	-
Total Violations Department	<u>418,762</u>	<u>348,304</u>	<u>(70,458)</u>	<u>378,755</u>
Building Maintenance				
Personnel Services	756,023	741,040	(14,983)	724,216
Personnel Related - Benefits	434,093	427,455	(6,638)	367,661
Contractual Services	183,500	217,029	33,529	193,377
Commodities	289,500	311,833	22,333	353,133
Repairs and Maintenance	333,750	366,006	32,256	393,165
Capital Outlay	-	-	-	22,443
Total Building Maintenance	<u>1,996,866</u>	<u>2,063,363</u>	<u>66,497</u>	<u>2,053,995</u>
Legal Department				
Personnel Services	171,318	169,034	(2,284)	162,680
Personnel Related - Benefits	129,489	128,162	(1,327)	123,354
Contractual Services	2,328,500	1,946,561	(381,939)	1,953,051
Commodities	20,150	2,690	(17,460)	2,559
Repairs and Maintenance	3,314	3,432	118	3,133
Total Legal Department	<u>2,652,771</u>	<u>2,249,879</u>	<u>(402,892)</u>	<u>2,244,777</u>
IT Services				
Personnel Services	327,049	304,447	(22,602)	320,997
Personnel Related - Benefits	161,079	156,600	(4,479)	153,533
Contractual Services	461,000	653,807	192,807	351,073
Commodities	55,000	39,327	(15,673)	24,630
Repairs and Maintenance	5,000	-	(5,000)	-
Capital Outlay	40,000	14,993	(25,007)	-
Total IT Services	<u>1,049,128</u>	<u>1,169,174</u>	<u>120,046</u>	<u>850,233</u>
License Department				
Personnel Services	313,734	303,548	(10,186)	305,791
Personnel Related - Benefits	212,895	209,113	(3,782)	203,827
Contractual Services	24,625	27,237	2,612	26,864
Commodities	8,500	1,755	(6,745)	4,768
Repairs and Maintenance	6,000	-	(6,000)	-
Capital Outlay	-	1,568	1,568	-
Total License Department	<u>565,754</u>	<u>543,221</u>	<u>(22,533)</u>	<u>541,250</u>

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019

	<u>2020</u>			<u>2019</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Animal Control				
Personnel Services	418,259	411,579	(6,680)	406,930
Personnel Related - Benefits	287,025	286,321	(704)	253,295
Contractual Services	27,650	15,355	(12,295)	17,099
Commodities	201,500	109,408	(92,092)	224,013
Repairs and Maintenance	9,000	25	(8,975)	516
Total Animal Control	<u>943,434</u>	<u>822,688</u>	<u>(120,746)</u>	<u>901,853</u>
Rodent Abatement				
Personnel Services	349,530	328,890	(20,640)	334,191
Personnel Related - Benefits	220,132	214,002	(6,130)	207,947
Contractual Services	20,850	16,635	(4,215)	7,451
Commodities	99,000	96,169	(2,831)	100,635
Repairs and Maintenance	7,500	65	(7,435)	337
Total Rodent Abatement	<u>697,012</u>	<u>655,761</u>	<u>(41,251)</u>	<u>650,561</u>
Community Center				
Personnel Services	174,437	141,140	(33,297)	149,389
Personnel Related - Benefits	80,391	73,904	(6,487)	87,107
Contractual Services	27,100	5,811	(21,289)	12,169
Commodities	14,000	2,792	(11,208)	11,614
Repairs and Maintenance	22,500	-	(22,500)	5,105
Total Community Center	<u>318,428</u>	<u>223,647</u>	<u>(94,781)</u>	<u>265,384</u>
General Overhead				
Personnel Related - Benefits	1,065,000	1,203,505	138,505	1,054,642
Contractual Services	2,492,500	3,110,151	617,651	2,424,913
Commodities	15,000	478,273	463,273	14,291
Total General Overhead	<u>3,572,500</u>	<u>4,791,929</u>	<u>1,219,429</u>	<u>3,493,846</u>
Total General Fund				
Personnel Services	44,280,053	43,122,646	(1,157,407)	42,546,872
Personnel Related - Benefits	20,651,547	20,308,382	(343,165)	20,171,634
Contractual Services	32,223,486	29,681,835	(2,541,651)	29,276,962
Commodities	3,906,255	3,731,367	(174,888)	4,035,186
Repairs and Maintenance	1,613,129	1,461,102	(152,027)	1,424,968
Capital Outlay	470,000	494,206	24,206	64,668
Debt Retirement	133,562	133,561	(1)	133,561
Total General Fund Expenditures	<u>\$ 103,278,032</u>	<u>\$ 98,933,099</u>	<u>\$ (4,344,933)</u>	<u>\$ 97,653,851</u>

See accompanying notes to required supplementary information.

TOWN OF CICERO, ILLINOIS

Notes to Required Supplementary Information

For the year ended December 31, 2020

Budgetary Basis of Accounting

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

Budgetary Process

Budget amounts are originally adopted by the Board of Trustees and all annual appropriations lapse at fiscal year end. The Town did not amend the budget during the year ended December 31, 2020. Prior to December 31, the Town Clerk submits to the Town Board a proposed operating budget for the fiscal year commencing January 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to March 31, the budget is legally enacted through passage of an ordinance. Formal budgetary integration is employed as a management control device during the year for the General Fund and the Special Revenue Funds. The Town is authorized to change budgeted amounts within any fund, however, revisions must be approved by two-thirds of the members of the Town Board. No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. The appropriated budget is prepared by fund, function and department. The Town Clerk is authorized to transfer budget amounts between departments within any fund; however, the Town Board must approve revisions that alter the total expenditures of any fund.

**PART III – COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

**TOWN OF CICERO, ILLINOIS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR GOVERNMENTAL FUND
CICERO/CERMAK TIF NO. 1
YEAR ENDED DECEMBER 31, 2020**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues			
Incremental Property Taxes	\$ 12,355,332	\$ 12,558,448	\$ 203,116
Interest	50,000	13,825	(36,175)
Sale of Property	-	116,818	116,818
Total Revenues	<u>12,405,332</u>	<u>12,689,091</u>	<u>283,759</u>
Expenditures			
Economic/Urban Redevelopment:			
Contractual Services	4,426,319	3,391,331	(1,034,988)
Repairs and Maintenance	25,000	-	(25,000)
Capital Outlay	5,350,000	5,284,083	(65,917)
Total Expenditures	<u>9,801,319</u>	<u>8,675,414</u>	<u>(1,125,905)</u>
Excess of Revenues Over (Under) Expenditures	<u>2,604,013</u>	<u>4,013,677</u>	<u>1,409,664</u>
Other Financing Sources (Uses)			
Transfers (Out)	<u>(4,600,000)</u>	<u>(4,600,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (1,995,987)</u>	<u>(586,323)</u>	<u>\$ 1,409,664</u>
Fund Balance (Deficit)			
Beginning of Year		<u>2,582,475</u>	
End of Year		<u>\$ 1,996,152</u>	

TOWN OF CICERO, ILLINOIS
BOND AND INTEREST FUND
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR GOVERNMENTAL FUND
YEAR ENDED DECEMBER 31, 2020

	Original and Final Budget	Actual	Variance Over (Under)
Revenues			
Property taxes	\$ 4,591,163	\$ 4,411,283	\$ (179,880)
Interest	25,250	6,249	(19,001)
Total Revenues	4,616,413	4,417,532	(198,881)
Expenditures			
General Government:			
Fees	6,100	5,421	(679)
Debt Service:			
Principal - Bonds	9,255,000	9,255,000	-
Interest	2,340,413	2,340,413	-
Total Expenditures	11,601,513	11,600,834	(679)
Excess of Revenues Over (Under) Expenditures	(6,985,100)	(7,183,302)	(198,202)
Other Financing Sources (Uses)			
Transfers In	7,004,250	7,405,173	400,923
Transfers (Out)	-	(1,000,923)	(1,000,923)
Total Other Financing Sources (Uses)	7,004,250	6,404,250	(600,000)
Net Change in Fund Balance	\$ 19,150	(779,052)	\$ (798,202)
Fund Balance (Deficit)			
Beginning of Year		10,096,443	
End of Year		\$ 9,317,391	

**TOWN OF CICERO, ILLINOIS
BOND AND INTEREST FUND
COMBINING BALANCE SHEET
DECEMBER 31, 2020**

	Bond Reserve Fund	Series 2004 Fund	Series 2007 Fund	Series 2010B Fund	Series 2012 Fund	Series 2014A Fund	Series 2017 Fund	Debt Service Fund	Total
ASSETS									
Cash	\$ 386,270	\$ 118	\$ 543,844	\$ 15	\$ -	\$ -	\$ 1,251,624	\$ 738	\$ 2,182,609
Cash - Restricted	-	-	-	-	-	7,005,876	-	-	7,005,876
Receivables - Net of Allowances:									
Property Tax Receivable	-	-	722,405	625,128	2,021,657	1,359	1,476,497	-	4,847,046
Due from Other Funds	-	-	-	-	-	1,129,125	-	-	1,129,125
Total Assets	<u>\$ 386,270</u>	<u>\$ 118</u>	<u>\$ 1,266,249</u>	<u>\$ 625,143</u>	<u>\$ 2,021,657</u>	<u>\$ 8,136,360</u>	<u>\$ 2,728,121</u>	<u>\$ 738</u>	<u>\$ 15,164,656</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE									
Liabilities									
Accounts Payable	\$ 1,225	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,225
Due to Other Funds	154,191	14,217	1,200	1,225	750	1,137,972	1,225	-	1,310,780
Total Liabilities	<u>155,416</u>	<u>14,217</u>	<u>1,200</u>	<u>1,225</u>	<u>750</u>	<u>1,137,972</u>	<u>1,225</u>	<u>-</u>	<u>1,312,005</u>
Deferred Inflows of Resources									
Deferred Property Taxes	-	-	680,122	586,049	1,890,695	-	1,378,394	-	4,535,260
Fund Balance (Deficit)									
Restricted	230,854	-	584,927	37,869	130,212	6,998,388	1,348,502	738	9,331,490
Unassigned	-	(14,099)	-	-	-	-	-	-	(14,099)
Total Fund Balance	<u>230,854</u>	<u>(14,099)</u>	<u>584,927</u>	<u>37,869</u>	<u>130,212</u>	<u>6,998,388</u>	<u>1,348,502</u>	<u>738</u>	<u>9,317,391</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 386,270</u>	<u>\$ 118</u>	<u>\$ 1,266,249</u>	<u>\$ 625,143</u>	<u>\$ 2,021,657</u>	<u>\$ 8,136,360</u>	<u>\$ 2,728,121</u>	<u>\$ 738</u>	<u>\$ 15,163,431</u>

TOWN OF CICERO, ILLINOIS
BOND AND INTEREST FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2020

	Bond Reserve Fund	Series 2004 Fund	Series 2007 Fund	Series 2010B Fund	Series 2012 Fund	Series 2014A Fund	Series 2017 Fund	Debt Service Fund	Total
Revenues									
Property Taxes	\$ -	\$ -	\$ 639,027	\$ 553,882	\$ 1,761,804	\$ 152,168	\$ 1,304,402	\$ -	\$ 4,411,283
Interest	394	1,255	739	146	454	210	2,313	738	6,249
Other	-	-	-	-	-	-	-	-	-
Total Revenues	394	1,255	639,766	554,028	1,762,258	152,378	1,306,715	738	4,417,532
Expenditures									
General Government:									
Fees	4,196	-	-	-	-	-	1,225	-	5,421
Debt Service:									
Principal - Bonds	-	-	460,000	420,000	1,125,000	6,500,000	750,000	-	9,255,000
Interest	-	-	224,818	178,345	784,500	504,250	648,500	-	2,340,413
Total Expenditures	4,196	-	684,818	598,345	1,909,500	7,004,250	1,399,725	-	11,600,834
Excess of Revenues Over (Under) Expenditures	(3,802)	1,255	(45,052)	(44,317)	(147,242)	(6,851,872)	(93,010)	738	(7,183,302)
Other Financing Sources (Uses)									
Transfers In	247,541	-	19,082	29,283	105,017	7,004,250	-	-	7,405,173
Transfers (Out)	(153,382)	(847,541)	-	-	-	-	-	-	(1,000,923)
Total Other Financing Sources (Uses)	94,159	(847,541)	19,082	29,283	105,017	7,004,250	-	-	6,404,250
Net Change in Fund Balance	90,357	(846,286)	(25,970)	(15,034)	(42,225)	152,378	(93,010)	738	(779,052)
Fund Balance (Deficit)									
Beginning of Year	140,497	832,187	610,897	52,903	172,437	6,846,010	1,441,512	-	10,096,443
End of Year	\$ 230,854	\$ (14,099)	\$ 584,927	\$ 37,869	\$ 130,212	\$ 6,998,388	\$ 1,348,502	\$ 738	\$ 9,317,391

**TOWN OF CICERO, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2020**

	<u>Special Revenue Funds</u>	<u>Capital Project Funds</u>	<u>Total Nonmajor Governmental Funds</u>
ASSETS			
Cash	\$ 11,949,989	\$ 1,150,736	\$ 13,100,725
Cash - Restricted	-	1,051,914	1,051,914
Receivables Net of Allowances:			
Property Taxes	1,949,889	10,470	1,960,359
Intergovernmental	278,486	-	278,486
Loans	57,062	-	57,062
Other	534,212	1,000,000	1,534,212
Due from Other Funds	105,030	1,980,279	2,085,309
Total Assets	<u>\$ 14,874,668</u>	<u>\$ 5,193,399</u>	<u>\$ 20,068,067</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 183,980	\$ 106,112	\$ 290,092
Accrued Payroll	24,980	-	24,980
Escrow Deposits	35,516	-	35,516
Unearned Revenues	1,274,000	-	1,274,000
Due to Other Funds	607,379	1,127,998	1,735,377
Total Liabilities	<u>2,125,855</u>	<u>1,234,110</u>	<u>3,359,965</u>
Deferred Inflows of Resources			
Unavailable Revenues - Intergovernmental	100,100	-	100,100
Unavailable Revenues - Property taxes	1,860,532	1,000,000	2,860,532
Total Deferred Inflows of Resources	<u>1,960,632</u>	<u>1,000,000</u>	<u>2,960,632</u>
Fund Balance (Deficit)			
Restricted	11,149,490	1,808,553	12,958,043
Assigned	60,548	1,150,736	1,211,284
Unassigned	(421,857)	-	(421,857)
Total Fund Balance	<u>10,788,181</u>	<u>2,959,289</u>	<u>13,747,470</u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balance	 <u>\$ 14,874,668</u>	 <u>\$ 5,193,399</u>	 <u>\$ 20,068,067</u>

TOWN OF CICERO, ILLINOIS
COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2020

	Special Revenue Funds	Capital Project Funds	Total Nonmajor Governmental Funds
Revenue			
Motor Fuel Tax Allotments	\$ 3,052,904	\$ -	\$ 3,052,904
Property Taxes	2,184,762	3,669,754	5,854,516
Intergovernmental	1,283,348	-	1,283,348
Grants	4,007,486	-	4,007,486
Interest	34,619	120,460	155,079
Other	141,489	-	141,489
Total Revenues	<u>10,704,608</u>	<u>3,790,214</u>	<u>14,494,822</u>
Expenditures			
Current:			
General Government	552,574	-	552,574
Public Safety	907,470	-	907,470
Public Works/Highways And Streets	844,146	-	844,146
Health and Welfare	132,785	-	132,785
Economic/Urban Redevelopment	2,072,721	2,898,620	4,971,341
Capital Outlay	4,111,615	4,315,333	8,426,948
Debt Service:			
Principal	227,786	-	227,786
Interest	24,830	-	24,830
Total Expenditures	<u>8,873,927</u>	<u>7,213,953</u>	<u>16,087,880</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>1,830,681</u>	<u>(3,423,739)</u>	<u>(1,593,058)</u>
Other Financing Sources (Uses)			
Transfers In	25,000	2,065,000	2,090,000
Transfers (Out)	(250,000)	(3,619,250)	(3,869,250)
Total Other Financing Sources (Uses)	<u>(225,000)</u>	<u>(1,554,250)</u>	<u>(1,779,250)</u>
Net Change In Fund Balance	1,605,681	(4,977,989)	(3,372,308)
Fund Balance			
Beginning of Year	9,182,500	7,937,278	17,119,778
End of Year	<u>\$ 10,788,181</u>	<u>\$ 2,959,289</u>	<u>\$ 13,747,470</u>

**TOWN OF CICERO, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED DECEMBER 31, 2020**

	Judgment Fund	Motor Fuel Tax Fund	911 Emergency Fund	CDBG/ESG Fund	Neighborhood Stabilization Fund	Aquatic Center Grant Fund	CDBG Housing Fund
ASSETS							
Cash	\$ 5,054,619	\$ 3,070,415	\$ 1,520,529	\$ -	\$ 47,084	\$ 1,264,638	\$ 329
Receivables:							
Taxes	1,809,399	-	-	-	-	-	-
Intergovernmental	-	278,486	-	-	-	-	-
Loans	-	-	-	-	24,000	-	5,661
Other	-	-	390,599	118,869	1	-	1
Due from Other Funds	105,030	-	-	-	-	-	-
Total Assets	<u>\$ 6,969,048</u>	<u>\$ 3,348,901</u>	<u>\$ 1,911,128</u>	<u>\$ 118,869</u>	<u>\$ 71,085</u>	<u>\$ 1,264,638</u>	<u>\$ 5,991</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE							
Liabilities							
Accounts Payable	\$ 2,265	\$ 69,190	\$ 100,422	\$ 8,627	\$ -	\$ -	\$ -
Accrued Payroll	-	-	-	24,980	-	-	-
Escrow Deposits	-	-	-	33,016	2,500	-	-
Unearned Revenues	-	-	-	-	24,000	1,250,000	-
Due to Other Funds	-	-	123,708	474,103	-	-	-
Total Liabilities	<u>2,265</u>	<u>69,190</u>	<u>224,130</u>	<u>540,726</u>	<u>26,500</u>	<u>1,250,000</u>	<u>-</u>
Deferred Inflows of Resources							
Unavailable Revenues - Intergovernmental	-	-	100,100	-	-	-	-
Unavailable Revenues - Property Taxes	1,720,452	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>1,720,452</u>	<u>-</u>	<u>100,100</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit)							
Restricted	5,246,331	3,279,711	1,586,898	-	44,585	14,638	5,991
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	(421,857)	-	-	-
Total Fund Balance	<u>5,246,331</u>	<u>3,279,711</u>	<u>1,586,898</u>	<u>(421,857)</u>	<u>44,585</u>	<u>14,638</u>	<u>5,991</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 6,969,048</u>	<u>\$ 3,348,901</u>	<u>\$ 1,911,128</u>	<u>\$ 118,869</u>	<u>\$ 71,085</u>	<u>\$ 1,264,638</u>	<u>\$ 5,991</u>

**TOWN OF CICERO, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED DECEMBER 31, 2020**

	Federal Equitable Sharing Grant Fund	Police Seizure/ Narcotics Forfeiture Fund	Youth Commission Fund	Economic Development Fund	2014 JAG Grant Fund	Foreign Fire Insurance Fund	Public Welfare Fund	Total
ASSETS								
Cash	\$ 810	\$ 695,114	\$ 60,548	\$ 511	\$ 47	\$ 79,524	\$ 155,821	\$ 11,949,989
Receivables:								
Taxes	-	-	-	-	-	-	140,490	1,949,889
Intergovernmental	-	-	-	-	-	-	-	278,486
Loans	-	-	-	27,401	-	-	-	57,062
Other	-	1,017	-	-	-	-	23,725	534,212
Due from Other Funds	-	-	-	-	-	-	-	105,030
Total Assets	<u>\$ 810</u>	<u>\$ 696,131</u>	<u>\$ 60,548</u>	<u>\$ 27,912</u>	<u>\$ 47</u>	<u>\$ 79,524</u>	<u>\$ 320,036</u>	<u>\$ 14,874,668</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE								
Liabilities								
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,476	\$ 183,980
Accrued Payroll	-	-	-	-	-	-	-	24,980
Escrow Deposits	-	-	-	-	-	-	-	35,516
Unearned Revenues	-	-	-	-	-	-	-	1,274,000
Due to Other Funds	-	-	-	-	-	-	9,568	607,379
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,044</u>	<u>2,125,855</u>
Deferred Inflows of Resources								
Unavailable Revenues - Intergovernmental	-	-	-	-	-	-	-	100,100
Unavailable Revenues - Property Taxes	-	-	-	-	-	-	140,080	1,860,532
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>140,080</u>	<u>1,960,632</u>
Fund Balance (Deficit)								
Restricted	810	696,131	-	27,912	47	79,524	166,912	11,149,490
Assigned	-	-	60,548	-	-	-	-	60,548
Unassigned	-	-	-	-	-	-	-	(421,857)
Total Fund Balance	<u>810</u>	<u>696,131</u>	<u>60,548</u>	<u>27,912</u>	<u>47</u>	<u>79,524</u>	<u>166,912</u>	<u>10,788,181</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 810</u>	<u>\$ 696,131</u>	<u>\$ 60,548</u>	<u>\$ 27,912</u>	<u>\$ 47</u>	<u>\$ 79,524</u>	<u>\$ 320,036</u>	<u>\$ 14,874,668</u>

TOWN OF CICERO, ILLINOIS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED DECEMBER 31, 2020

	Judgment Fund	Motor Fuel Tax Fund	911 Emergency Fund	CDBG/ESG Fund	Neighborhood Stabilization Fund	Aquatic Center Grant Fund	CDBG Housing Fund	Federal Equitable Sharing Grant Fund
Revenues								
Motor Fuel Tax Allotments	\$ -	\$ 3,052,904	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property Taxes	2,051,869	-	-	-	-	-	-	-
Intergovernmental	-	-	1,230,556	-	-	-	-	-
Grants	-	1,842,916	274,942	1,867,560	-	-	-	-
Interest	14,624	11,561	2,984	-	-	3,047	-	-
Other	-	-	-	1	45,338	-	-	-
Total Revenues	2,066,493	4,907,381	1,508,482	1,867,561	45,338	3,047	-	-
Expenditures								
Current:								
General Government	552,574	-	-	-	-	-	-	-
Public Safety	-	-	833,701	-	-	-	-	-
Health and Welfare	-	-	-	-	-	-	-	-
Highways and Streets	-	844,146	-	-	-	-	-	-
Economic/Urban Development	-	-	-	1,904,746	108,201	-	-	-
Capital Outlay	-	4,018,224	93,391	-	-	-	-	-
Debt Service:								
Principal	-	-	227,786	-	-	-	-	-
Interest	-	-	24,830	-	-	-	-	-
Total Expenditures	552,574	4,862,370	1,179,708	1,904,746	108,201	-	-	-
Excess (Deficiency) Of Revenue Over Expenditures	1,513,919	45,011	328,774	(37,185)	(62,863)	3,047	-	-
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	-	-	-	-
Transfers (Out)	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-
Net Change In Fund Balance	1,513,919	45,011	328,774	(37,185)	(62,863)	3,047	-	-
Fund Balance (Deficit)								
Beginning of Year	3,732,412	3,234,700	1,258,124	(384,672)	107,448	11,591	5,991	810
End of Year	\$ 5,246,331	\$ 3,279,711	\$ 1,586,898	\$ (421,857)	\$ 44,585	\$ 14,638	\$ 5,991	\$ 810

TOWN OF CICERO, ILLINOIS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED DECEMBER 31, 2020

	Police Seizure/ Narcotics Forfeiture Fund	Youth Commission Fund	Economic Development Fund	2014 JAG Grant Fund	Foreign Fire Insurance Fund	Public Welfare Fund	Total
Revenues							
Motor Fuel Tax Allotments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,052,904
Property Taxes	-	-	-	-	-	132,893	2,184,762
Intergovernmental	-	-	-	-	-	52,792	1,283,348
Grants	-	-	-	22,068	-	-	4,007,486
Interest	1,530	-	1	47	-	825	34,619
Other	8,711	31,509	-	-	44,482	11,448	141,489
Total Revenues	<u>10,241</u>	<u>31,509</u>	<u>1</u>	<u>22,115</u>	<u>44,482</u>	<u>197,958</u>	<u>10,704,608</u>
Expenditures							
Current:							
General Government	-	-	-	-	-	-	552,574
Public Safety	1,309	-	-	22,068	50,392	-	907,470
Health and Welfare	-	-	-	-	-	132,785	132,785
Highways and Streets	-	-	-	-	-	-	844,146
Economic/Urban Development	-	59,774	-	-	-	-	2,072,721
Capital Outlay	-	-	-	-	-	-	4,111,615
Debt Service:							
Principal	-	-	-	-	-	-	227,786
Interest	-	-	-	-	-	-	24,830
Total Expenditures	<u>1,309</u>	<u>59,774</u>	<u>-</u>	<u>22,068</u>	<u>50,392</u>	<u>132,785</u>	<u>8,873,927</u>
Excess (Deficiency) Of Revenue Over Expenditures	<u>8,932</u>	<u>(28,265)</u>	<u>1</u>	<u>47</u>	<u>(5,910)</u>	<u>65,173</u>	<u>1,830,681</u>
Other Financing Sources (Uses)							
Transfers In	-	25,000	-	-	-	-	25,000
Transfers (Out)	-	-	-	-	-	(250,000)	(250,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(250,000)</u>	<u>(225,000)</u>
Net Change In Fund Balance	8,932	(3,265)	1	47	(5,910)	(184,827)	1,605,681
Fund Balance (Deficit)							
Beginning of year	687,199	63,813	27,911	-	85,434	351,739	9,182,500
End of year	<u>\$ 696,131</u>	<u>\$ 60,548</u>	<u>\$ 27,912</u>	<u>\$ 47</u>	<u>\$ 79,524</u>	<u>\$ 166,912</u>	<u>\$ 10,788,181</u>

**TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
JUDGMENT FUND
YEAR ENDED DECEMBER 31, 2020**

	Original and Final Budget	Actual	Variance Over (Under)
Revenues			
Property Taxes	\$ 2,350,000	\$ 2,051,869	\$ (298,131)
Interest	55,000	14,624	(40,376)
Total Revenues	<u>2,405,000</u>	<u>2,066,493</u>	<u>(338,507)</u>
Expenditures			
General Government:			
Personnel Related - Benefits	360,000	360,000	-
Contractual Services	2,000,000	192,574	(1,807,426)
Total Expenditures	<u>2,360,000</u>	<u>552,574</u>	<u>(1,807,426)</u>
Excess of Revenues Over (Under) Expenditures	<u>45,000</u>	<u>1,513,919</u>	<u>1,468,919</u>
Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	<u>\$ 45,000</u>	<u>1,513,919</u>	<u>\$ 1,468,919</u>
Fund Balance			
Beginning of Year		<u>3,732,412</u>	
End of Year		<u>\$ 5,246,331</u>	

TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MOTOR FUEL TAX FUND
YEAR ENDED DECEMBER 31, 2020

	Original and Final Budget	Actual	Variance Over (Under)
Revenues			
Motor Fuel Tax Allotments	\$ 3,600,000	\$ 3,052,904	\$ (547,096)
Grants	-	1,842,916	1,842,916
Interest	20,000	11,561	(8,439)
Total Revenues	<u>3,620,000</u>	<u>4,907,381</u>	<u>1,287,381</u>
Expenditures			
Highways and Streets:			
Contractual Services	915,000	829,684	(85,316)
Repairs and Maintenance	35,000	14,462	(20,538)
Capital Outlay	3,600,000	4,018,224	418,224
Total Expenditures	<u>4,550,000</u>	<u>4,862,370</u>	<u>312,370</u>
Excess of Revenues Over (Under) Expenditures	<u>(930,000)</u>	<u>45,011</u>	<u>975,011</u>
Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (930,000)</u>	<u>45,011</u>	<u>\$ 975,011</u>
Fund Balance (Deficit)			
Beginning of Year		<u>3,234,700</u>	
End of Year		<u>\$ 3,279,711</u>	

TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
911 EMERGENCY FUND
YEAR ENDED DECEMBER 31, 2020

	Original and Final Budget	Actual	Variance Over (Under)
Revenues			
911 Telecom Tax	\$ 1,017,600	\$ 1,230,556	\$ 212,956
Grants	-	274,942	274,942
Interest	4,000	2,984	(1,016)
Total Revenues	<u>1,021,600</u>	<u>1,508,482</u>	<u>486,882</u>
Expenditures			
Public Safety:			
Contractual Services	615,000	745,760	130,760
Commodities	55,000	60,454	5,454
Repairs and Maintenance	125,000	27,487	(97,513)
Capital Outlay	125,000	93,391	(31,609)
Debt Service:			
Principal	112,987	227,786	114,799
Interest	13,322	24,830	11,508
Total Expenditures	<u>1,046,309</u>	<u>1,179,708</u>	<u>133,399</u>
Excess of Revenues Over (Under) Expenditures	<u>(24,709)</u>	<u>328,774</u>	<u>353,483</u>
Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (24,709)</u>	<u>328,774</u>	<u>\$ 353,483</u>
Fund Balance (Deficit)			
Beginning of Year		1,258,124	
End of Year		<u>\$ 1,586,898</u>	

**TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CDBG FUND
YEAR ENDED DECEMBER 31, 2020**

	Original and Final Budget	Actual	Variance Over (Under)
Revenues			
Grants	\$ 1,863,405	\$ 1,867,560	\$ 4,155
Other	-	1	1
Total Revenues	<u>1,863,405</u>	<u>1,867,561</u>	<u>4,156</u>
Expenditures			
Economic/Urban Development:			
Salary Expenditures	519,949	561,770	41,821
Personnel Related - Benefits	270,122	235,036	(35,086)
Contractual Services	1,100,221	1,091,685	(8,536)
Commodities	20,000	16,255	(3,745)
Total Expenditures	<u>1,910,292</u>	<u>1,904,746</u>	<u>(5,546)</u>
Excess of Revenues Over (Under) Expenditures	<u>(46,887)</u>	<u>(37,185)</u>	<u>9,702</u>
Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balance	<u>\$ (46,887)</u>	<u>(37,185)</u>	<u>\$ 9,702</u>
Fund Balance (Deficit)			
Beginning of Year		(384,672)	
End of Year		<u>\$ (421,857)</u>	

TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NEIGHBORHOOD STABILIZATION PROGRAM FUND
YEAR ENDED DECEMBER 31, 2020

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues			
Grants	\$ 2,500	\$ -	\$ (2,500)
Other	-	45,338	45,338
Total Revenues	<u>2,500</u>	<u>45,338</u>	<u>42,838</u>
Expenditures			
Economic/Urban Development:			
Contractual Services	2,500	108,201	105,701
Total Expenditures	<u>2,500</u>	<u>108,201</u>	<u>105,701</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>(62,863)</u>	<u>(105,701)</u>
Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>(62,863)</u>	<u>\$ (62,863)</u>
Fund Balance (Deficit)			
Beginning of Year		107,448	
End of Year		<u>\$ 44,585</u>	

**TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
AQUATIC CENTER FUND
YEAR ENDED DECEMBER 31, 2020**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues			
Interest Income	\$ 4,500	3,047	\$ (1,453)
Expenditures			
Capital Outlay	-	-	-
Excess of Revenues Over (Under) Expenditures	4,500	3,047	(1,453)
Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balance	<u>\$ 4,500</u>	<u>3,047</u>	<u>\$ (1,453)</u>
Fund Balance (Deficit)			
Beginning of Year		11,591	
End of Year		<u>\$ 14,638</u>	

TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CDBG HOUSING FUND
YEAR ENDED DECEMBER 31, 2020

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues			
Interest Income	\$ -	\$ -	\$ -
Expenditures			
Capital Outlay	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-
Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balance (Deficit)			
Beginning of Year		5,991	
End of Year		<u>\$ 5,991</u>	

TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FEDERAL EQUITABLE SHARING GRANT FUND
YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues			
Grants	\$ -	\$ -	\$ -
Expenditures			
Capital Outlay	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-
Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balance (Deficit)			
Beginning of Year		810	
End of Year		<u>\$ 810</u>	

TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
POLICE SEIZURE/NARCOTICS FORFEITURES FUND
YEAR ENDED DECEMBER 31, 2020

	Original and Final Budget	Actual	Variance Over (Under)
Revenues			
Interest	\$ 735	\$ 1,530	\$ 795
Other	121,000	8,711	(112,289)
Total Revenues	<u>121,735</u>	<u>10,241</u>	<u>(111,494)</u>
Expenditures			
Public Safety:			
Contractual services	122,000	1,309	(120,691)
Capital Outlay	200,000	-	(200,000)
Total Expenditures	<u>322,000</u>	<u>1,309</u>	<u>(320,691)</u>
Excess of Revenues Over (Under) Expenditures	<u>(200,265)</u>	<u>8,932</u>	<u>209,197</u>
Other Financing Sources (Uses)			
Transfers In	379,618	379,459	(159)
Transfers (Out)	(379,618)	(379,459)	159
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (200,265)</u>	<u>8,932</u>	<u>\$ 209,197</u>
Fund Balance (Deficit)			
Beginning of Year		<u>687,199</u>	
End of Year		<u>\$ 696,131</u>	

TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YOUTH COMMISSION FUND
YEAR ENDED DECEMBER 31, 2020

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues			
Other	\$ 120,000	31,509	\$ (88,491)
Expenditures			
Economic/Urban Redevelopment:			
Salary Expenditures	200,000	41,533	(158,467)
Contractual Services	-	18,241	18,241
Total Expenditures	<u>200,000</u>	<u>59,774</u>	<u>(140,226)</u>
Excess of Revenues Over (Under) Expenditures	<u>(80,000)</u>	<u>(28,265)</u>	<u>51,735</u>
Other Financing Sources (Uses)			
Transfers In	<u>80,000</u>	<u>25,000</u>	<u>(55,000)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>(3,265)</u>	<u>\$ (3,265)</u>
Fund Balance (Deficit)			
Beginning of year		<u>63,813</u>	
End of year		<u>\$ 60,548</u>	

TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
ECONOMIC DEVELOPMENT FUND
YEAR ENDED DECEMBER 31, 2020

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues			
Interest	\$ -	\$ 1	\$ 1
Expenditures			
Contractual Services	-	-	-
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>1</u>	<u>1</u>
Other Financing Sources (Uses)			
Transfers (Out)	-	-	-
Net Change in Fund Balance	<u>\$ -</u>	<u>1</u>	<u>\$ -</u>
Fund Balance (Deficit)			
Beginning of year		<u>27,911</u>	
End of year		<u>\$ 27,912</u>	

**TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
2014 JAG GRANT FUND
YEAR ENDED DECEMBER 31, 2020**

	Original and Final Budget	Actual	Variance Over (Under)
Revenues			
Grants	\$ 22,068	\$ 22,068	\$ -
Interest	50	47	(3)
Total Revenues	<u>22,118</u>	<u>22,115</u>	<u>(3)</u>
Expenditures			
Public Safety			
Contractual services	22,155	22,068	(87)
Total Expenditures	<u>22,155</u>	<u>22,068</u>	<u>(87)</u>
Excess of Revenues Over (Under) Expenditures	<u>(37)</u>	<u>47</u>	<u>84</u>
Other Financing Sources (Uses)			
Transfers (Out)	-	-	-
Net Change in Fund Balance	<u>\$ (37)</u>	<u>47</u>	<u>\$ 84</u>
Fund Balance (Deficit)			
Beginning of Year		-	
End of Year		<u>\$ 47</u>	

**TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOREIGN FIRE INSURANCE FUND
YEAR ENDED DECEMBER 31, 2020**

	Original and Final Budget	Actual	Variance Over (Under)
Revenues			
Foreign Fire Insurance Tax	\$ 50,000	\$ 44,482	\$ (5,518)
Expenditures			
Public Safety:			
Contractual Services	16,700	9,343	(7,357)
Commodities	40,000	41,049	1,049
Repairs and Maintenance	1,000	-	(1,000)
Total Expenditures	<u>57,700</u>	<u>50,392</u>	<u>(7,308)</u>
Excess of Revenues Over (Under) Expenditures	<u>(7,700)</u>	<u>(5,910)</u>	<u>1,790</u>
Other Financing Sources (Uses)			
Transfers (Out)	-	-	-
Net Change in Fund Balance	<u>\$ (7,700)</u>	<u>(5,910)</u>	<u>\$ 1,790</u>
Fund Balance (Deficit)			
Beginning of year		85,434	
End of year		<u>\$ 79,524</u>	

TOWN OF CICERO, ILLINOIS
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PUBLIC WELFARE FUND
YEAR ENDED DECEMBER 31, 2020

	Original and Final Budget	Actual	Variance Over (Under)
Revenues			
Property Taxes	\$ 136,000	\$ 132,893	\$ (3,107)
State Replacement Tax	61,387	52,792	(8,595)
Interest	1,201	825	(376)
Other	1,072	11,448	10,376
Total Revenues	<u>199,660</u>	<u>197,958</u>	<u>(1,702)</u>
Expenditures			
Health and Welfare:			
Contractual	9,500	171	(9,329)
Commodities	1,501	326	(1,175)
Grants	125,000	132,288	7,288
Total Expenditures	<u>136,001</u>	<u>132,785</u>	<u>(3,216)</u>
Excess of Revenues Over (Under) Expenditures	<u>63,659</u>	<u>65,173</u>	<u>1,514</u>
Other Financing Sources (Uses)			
Transfer to General Fund	(250,000)	(250,000)	-
Net Change in Fund Balance	<u>\$ (186,341)</u>	<u>(184,827)</u>	<u>\$ 1,514</u>
Fund Balance (Deficit)			
Beginning of Year		<u>351,739</u>	
End of Year		<u>\$ 166,912</u>	

**TOWN OF CICERO, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECT FUNDS
DECEMBER 31, 2020**

	2012 Capital Projects Fund	Capital Projects Fund	Laramie and 25th Street TIF No. 2 Fund	54th Avenue TIF No. 3 Fund	Sportsman's Park TIF No. 4 Fund	1400 South Laramie TIF No. 5 Fund	Total
ASSETS							
Cash	\$ 1,150,736	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,150,736
Cash - Restricted	-	526,709	46,299	353,914	117,290	7,702	1,051,914
Receivables:							
Incremental Property Taxes	-	-	10,470	-	-	-	10,470
Other	-	1,000,000	-	-	-	-	1,000,000
Due from Other Funds	-	-	100,000	740,000	1,136,747	3,532	1,980,279
Total Assets	<u>\$ 1,150,736</u>	<u>\$ 1,526,709</u>	<u>\$ 156,769</u>	<u>\$ 1,093,914</u>	<u>\$ 1,254,037</u>	<u>\$ 11,234</u>	<u>\$ 5,193,399</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE							
Liabilities							
Accounts Payable	\$ -	\$ 97,088	\$ 2,423	\$ 1	\$ -	\$ 6,600	\$ 106,112
Due to Other Funds	-	36,155	80,047	6,030	1,005,766	-	1,127,998
Total Liabilities	<u>-</u>	<u>133,243</u>	<u>82,470</u>	<u>6,031</u>	<u>1,005,766</u>	<u>6,600</u>	<u>1,234,110</u>
Deferred Inflows of Resources							
Deferred Grant Revenues	-	1,000,000	-	-	-	-	1,000,000
Fund Balance (Deficit)							
Restricted	-	393,466	74,299	1,087,883	248,271	4,634	1,808,553
Assigned	1,150,736	-	-	-	-	-	1,150,736
Unassigned	-	-	-	-	-	-	-
Total Fund Balance	<u>1,150,736</u>	<u>393,466</u>	<u>74,299</u>	<u>1,087,883</u>	<u>248,271</u>	<u>4,634</u>	<u>2,959,289</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 1,150,736</u>	<u>\$ 1,526,709</u>	<u>\$ 156,769</u>	<u>\$ 1,093,914</u>	<u>\$ 1,254,037</u>	<u>\$ 11,234</u>	<u>\$ 5,193,399</u>

TOWN OF CICERO, ILLINOIS
COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR CAPITAL PROJECT FUNDS
YEAR ENDED DECEMBER 31, 2020

	2012 Capital Projects Fund	Capital Projects Fund	Laramie and 25th Street TIF No. 2 Fund	54th Avenue TIF No. 3 Fund	Sportsman's Park TIF No. 4 Fund	1400 South Laramie TIF No. 5 Fund	Total
Revenue							
Incremental Property Taxes	\$ -	\$ -	\$ 95,124	\$ 868,476	\$ 2,702,622	\$ 3,532	\$ 3,669,754
Interest	729	108,568	120	1,494	9,539	10	120,460
Total Revenue	<u>729</u>	<u>108,568</u>	<u>95,244</u>	<u>869,970</u>	<u>2,712,161</u>	<u>3,542</u>	<u>3,790,214</u>
Expenditures							
Current:							
Economic/Urban and Redevelopment	-	988,476	442,975	863,991	594,565	8,613	2,898,620
Capital Outlay	-	4,315,333	-	-	-	-	4,315,333
Total Expenditures	<u>-</u>	<u>5,303,809</u>	<u>442,975</u>	<u>863,991</u>	<u>594,565</u>	<u>8,613</u>	<u>7,213,953</u>
Excess of Revenue Over (Under) Expenditures	<u>729</u>	<u>(5,195,241)</u>	<u>(347,731)</u>	<u>5,979</u>	<u>2,117,596</u>	<u>(5,071)</u>	<u>(3,423,739)</u>
Other Financing Sources (Uses)							
Transfers In	850,000	-	470,000	740,000	-	5,000	2,065,000
Transfers (Out)	-	-	-	-	(3,619,250)	-	(3,619,250)
Total Other Financing Sources (Uses)	<u>850,000</u>	<u>-</u>	<u>470,000</u>	<u>740,000</u>	<u>(3,619,250)</u>	<u>5,000</u>	<u>(1,554,250)</u>
Net Change in Fund Balance	<u>850,729</u>	<u>(5,195,241)</u>	<u>122,269</u>	<u>745,979</u>	<u>(1,501,654)</u>	<u>(71)</u>	<u>(4,977,989)</u>
Fund Balance (Deficit)							
Beginning of year	300,007	5,588,707	(47,970)	341,904	1,749,925	4,705	7,937,278
End of year	<u>\$ 1,150,736</u>	<u>\$ 393,466</u>	<u>\$ 74,299</u>	<u>\$ 1,087,883</u>	<u>\$ 248,271</u>	<u>\$ 4,634</u>	<u>\$ 2,959,289</u>

**TOWN OF CICERO, ILLINOIS
CAPITAL PROJECTS FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
2012 CAPITAL PROJECTS FUND
YEAR ENDED DECEMBER 31, 2020**

	Original and Final Budget	Actual	Variance Over (Under)
Revenue			
Interest	\$ 3,000	\$ 729	\$ (2,271)
Expenditures			
Economic/Urban Redevelopment: Contractual Services	1,300,000	-	(1,300,000)
Excess of Revenues Over (Under) Expenditures	(1,297,000)	729	1,297,729
Other Financing Sources (Uses)			
Transfers In	1,224,721	850,000	(374,721)
Transfers (Out)	-	-	-
Total other financing sources (uses)	1,224,721	850,000	(374,721)
Net Change in Fund Balance	\$ (72,279)	850,729	\$ 923,008
Fund Balance (Deficit)			
Beginning of Year		300,007	
End of Year		\$ 1,150,736	

**TOWN OF CICERO, ILLINOIS
CAPITAL PROJECTS FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
YEAR ENDED DECEMBER 31, 2020**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenue			
Interest	\$ 175,000	\$ 108,568	\$ (66,432)
Expenditures			
Economic/Urban Redevelopment:			
Contractual Services	485,000	988,476	503,476
Capital Outlay	3,729,191	4,315,333	586,142
Total Expenditures	<u>4,214,191</u>	<u>5,303,809</u>	<u>1,089,618</u>
Excess of Revenues Over (Under) Expenditures	<u>(4,039,191)</u>	<u>(5,195,241)</u>	<u>(1,156,050)</u>
Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (4,039,191)</u>	<u>(5,195,241)</u>	<u>\$ (1,156,050)</u>
Fund Balance (Deficit)			
Beginning of Year		<u>5,588,707</u>	
End of Year		<u>\$ 393,466</u>	

TOWN OF CICERO, ILLINOIS
CAPITAL PROJECTS FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
LARAMIE AND 25TH STREET TIF NO. 2 FUND
YEAR ENDED DECEMBER 31, 2020

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenue			
Incremental property taxes	\$ 40,000	\$ 95,124	\$ 55,124
Interest	-	120	120
Total Revenues	<u>40,000</u>	<u>95,244</u>	<u>55,244</u>
Expenditures			
Economic/Urban Redevelopment: Contractual Services	<u>450,688</u>	<u>442,975</u>	<u>(7,713)</u>
Excess of Revenues Over (Under) Expenditures	<u>(410,688)</u>	<u>(347,731)</u>	<u>62,957</u>
Other Financing Sources (Uses)			
Transfers In	<u>470,000</u>	<u>470,000</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 59,312</u>	<u>122,269</u>	<u>\$ 62,957</u>
Fund Balance (Deficit)			
Beginning of Year		<u>(47,970)</u>	
End of Year		<u>\$ 74,299</u>	

**TOWN OF CICERO, ILLINOIS
CAPITAL PROJECTS FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
54TH AVENUE TIF NO. 3 FUND
YEAR ENDED DECEMBER 31, 2020**

	Original and Final Budget	Actual	Variance Over (Under)
Revenue			
Incremental property taxes	\$ 359,092	\$ 868,476	\$ 509,384
Interest	500	1,494	994
Total Revenues	<u>359,592</u>	<u>869,970</u>	<u>510,378</u>
Expenditures			
Economic/Urban Redevelopment:			
Contractual Services	853,972	863,991	10,019
Repairs and Maintenance	20,000	-	(20,000)
Total Expenditures	<u>873,972</u>	<u>863,991</u>	<u>(9,981)</u>
Excess of Revenues Over (Under) Expenditures	<u>(514,380)</u>	<u>5,979</u>	<u>520,359</u>
Other Financing Sources (Uses)			
Transfers In	740,000	740,000	-
Net Change in Fund Balance	<u>\$ 225,620</u>	<u>745,979</u>	<u>\$ 520,359</u>
Fund Balance (Deficit)			
Beginning of Year		341,904	
End of Year		<u>\$ 1,087,883</u>	

TOWN OF CICERO, ILLINOIS
CAPITAL PROJECTS FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
TOWN SQUARE (SPORTSMAN'S PARK) TIF NO. 4 FUND
YEAR ENDED DECEMBER 31, 2020

	Original and Final Budget	Actual	Variance Over (Under)
Revenue			
Incremental property taxes	\$ 2,746,595	\$ 2,702,622	\$ (43,973)
Interest	20,000	9,539	(10,461)
Total Revenues	<u>2,766,595</u>	<u>2,712,161</u>	<u>(54,434)</u>
Expenditures			
Economic/Urban Redevelopment:			
Contractual Services	1,024,904	593,451	(431,453)
Repairs and Maintenance	10,000	1,114	(8,886)
Total Expenditures	<u>1,034,904</u>	<u>594,565</u>	<u>(440,339)</u>
Excess of Revenues Over (Under) Expenditures	<u>1,731,691</u>	<u>2,117,596</u>	<u>385,905</u>
Other Financing Sources (Uses)			
Transfer Out	(3,709,250)	(3,619,250)	90,000
Net Change in Fund Balance	<u>\$ (1,977,559)</u>	<u>(1,501,654)</u>	<u>\$ 475,905</u>
Fund Balance (Deficit)			
Beginning of Year		<u>1,749,925</u>	
End of Year		<u>\$ 248,271</u>	

TOWN OF CICERO, ILLINOIS
CAPITAL PROJECTS FUNDS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
1400 SOUTH LARAMIE TIF NO. 5 FUND
YEAR ENDED DECEMBER 31, 2020

	Original and Final Budget	Actual	Variance Over (Under)
Revenue			
Incremental property taxes	\$ -	\$ 3,532	\$ 3,532
Interest	-	10	10
Total Revenues	<u>-</u>	<u>3,542</u>	<u>3,542</u>
Expenditures			
Economic/Urban Redevelopment:			
Contractual Services	5,000	7,499	2,499
Repairs and maintenance	-	1,114	1,114
Total Expenditures	<u>5,000</u>	<u>8,613</u>	<u>3,613</u>
Excess of Revenues Over (Under) Expenditures	<u>(5,000)</u>	<u>(5,071)</u>	<u>(71)</u>
Other Financing Sources (Uses)			
Transfer In	5,000	5,000	-
Net Change in Fund Balance	<u>\$ -</u>	<u>(71)</u>	<u>\$ (71)</u>
Fund Balance (Deficit)			
Beginning of Year		<u>4,705</u>	
End of Year		<u>\$ 4,634</u>	

TOWN OF CICERO, ILLINOIS
ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
WATER AND SEWER FUND
YEAR ENDED DECEMBER 31, 2020

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Operating Revenues			
Water Fees	\$ 16,607,157	\$ 16,040,007	\$ (567,150)
Sewer Fees	4,951,853	5,129,883	178,030
Other	100,000	79,370	(20,630)
Total Operating Revenues	<u>21,659,010</u>	<u>21,249,260</u>	<u>(409,750)</u>
Operating Expenses			
Personnel Services	1,634,772	1,552,334	(82,438)
Personnel Related - Benefits	1,228,803	1,274,801	45,998
Contractual Services	17,661,034	17,210,175	(450,859)
Commodities	349,500	209,793	(139,707)
Repairs and Maintenance	262,000	63,391	(198,609)
Capital Outlay	1,325,000	192,186	(1,132,814)
Depreciation	-	194,244	194,244
Total Operating Expenses	<u>22,461,109</u>	<u>20,696,924</u>	<u>(1,764,185)</u>
Income (Loss) From Operations	<u>(802,099)</u>	<u>552,336</u>	<u>1,354,435</u>
Non-operating (Expense)			
Interest Expense	-	-	-
Change in Net Position	<u>\$ (802,099)</u>	<u>552,336</u>	<u>\$ 1,354,435</u>
Net Position (Deficit)			
Beginning of Year		(5,563,529)	
End of Year		<u><u>\$ (5,011,193)</u></u>	

TOWN OF CICERO, ILLINOIS
INTERNAL SERVICE FUND
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
INSURANCE FUND
YEAR ENDED DECEMBER 31, 2020

	Original and Final Budget	Actual	Variance Over (Under)
Operating Revenues			
Insurance Premiums/Contributions	\$ 20,974,424	20,652,990	\$ (321,434)
Employee/Pensioner Premiums/Contributions	1,536,495	1,461,690	(74,805)
Liability Reimbursements	30,000	173,508	143,508
Medicare Subsidy	-	-	-
Other	-	-	-
Total Operating Revenues	<u>22,540,919</u>	<u>22,288,188</u>	<u>(252,731)</u>
Operating Expenses			
Personnel Services	-	-	-
Personnel Related - Benefits	-	-	-
Contractual Services	21,781,098	20,452,513	(1,328,585)
Total Operating Expenses	<u>21,781,098</u>	<u>20,452,513</u>	<u>(1,328,585)</u>
Income (Loss) From Operations	759,821	1,835,675	1,075,854
Non-Operating Revenue			
Interest	3,500	3,279	(221)
Change in Net Position	<u>\$ 763,321</u>	<u>1,838,954</u>	<u>\$ 1,075,633</u>
Net Position (Deficit)			
Beginning of Year		<u>(3,325,504)</u>	
End of Year		<u><u>\$ (1,486,551)</u></u>	

**TOWN OF CICERO, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION
FIREFIGHTERS' PENSION FUND
YEAR ENDED DECEMBER 31, 2020**

Assets

Cash	\$ 2,125,680
Investments - at Fair Value:	
U.S. Government and Government Agency Obligations	5,880,138
Corporate Bonds	6,540,874
Insurance Contracts	3,176,496
Equity Mutual Funds	23,813,399
State and Municipal Bonds	445,158
Total Investments	39,856,065
Receivables:	
Accrued Interest on Investments	51,601
Due from the Town	65,489
Total Receivables	117,090
Prepays	260
Total Assets	\$ 42,099,095

Liabilities

Accounts Payable	\$ 17,982
Total Liabilities	17,982

Net Position Restricted for Pensions	\$ 42,081,113
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TOWN OF CICERO, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIREFIGHTERS' PENSION FUND
YEAR ENDED DECEMBER 31, 2020

Additions

Employer Contributions:	
Property and Personal Property Taxes	\$ 6,085,825
Employee Contributions:	702,522
Total Contributions	6,788,347
Investment Income:	
Net Appreciation in Fair Value of Investments	4,460,295
Interest and Dividends on Investments	674,249
Less: Investment Expense	(56,070)
Net Investment Income	5,078,474
Other Income (Expense)	(19,129)
Total Additions	11,847,692

Deductions

Pension Benefits:	
Pension Payments	6,354,975
Administrative Expenses	64,009
Total Deductions	6,418,984

Change in Net Position Restricted for Pensions	5,428,708
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Net Position Restricted for Pensions

Beginning of Year	36,652,405
End of Year	\$ 42,081,113

TOWN OF CICERO, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION
POLICE PENSION TRUST FUNDS
YEAR ENDED DECEMBER 31, 2020

Assets

Cash	\$ 4,322,379
Investments - at Fair Value	
U.S. Government and Government Agency Obligations	17,700,643
Corporate Bonds	10,492,067
Insurance Contracts	3,436,827
Equity Mutual Funds	60,159,211
State and Municipal Bonds	1,310,802
Total Investments	93,099,550
Receivables:	
Accrued Interest on Investments	145,338
Due from the Town	35,054
Due from Members	24,140
Total Receivables	204,532
Total Assets	\$ 97,626,461

Liabilities

Accounts Payable	\$ 75,526
Total Liabilities	75,526

Net Position Restricted for Pensions	\$ 97,550,935
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TOWN OF CICERO, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
POLICE PENSION FUNDS
YEAR ENDED DECEMBER 31, 2020

Additions

Employer Contributions:		
Property and Personal Property Taxes		\$ 6,029,611
Employee Contributions		1,696,916
Total Contributions		7,726,527
Investment Income:		
Net Appreciation in Fair Value of Investments		10,019,660
Interest and Dividends on Investments		1,607,575
Less: Investment Expense		(216,671)
Net Investment Income		11,410,564
Total Additions		19,137,091

Deductions

Pension Benefits:		
Pension Payments		7,187,498
Refunds of Contributions to Terminated Participants		14,806
Total Pension Benefits		7,202,304
Administrative Expenses		146,826
Total Deductions		7,349,130

Change in Net Position Restricted for Pensions	11,787,961
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Net Position Restricted for Pensions

Beginning of Year	85,762,974
End of Year	\$ 97,550,935

PART IV – SUPPLEMENTAL SECTION

TOWN OF CICERO, ILLINOIS
SCHEDULE OF LONG-TERM DEBT REQUIREMENTS -
GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007
December 31, 2020

Type: Refunding Bonds, Series 2007
Date of Issue: December 11, 2007
Date of Maturity: January 1, 2029
Original Issue: \$10,000,000
Denomination of Bonds: \$5,000
Interest Dates: January 1 and July 1
Payable to: Amalgamated Bank of Chicago, Illinois

Fiscal Year	Rate	Payments Due			Total
		Principal	Interest		
		January 1	January 1	July 1	
2021	4.000%	\$ 480,000	\$ 107,809	\$ 98,209	\$ 686,018
2022	4.125%	500,000	98,209	87,896	686,105
2023	4.125%	520,000	87,896	77,171	685,067
2024	4.250%	540,000	77,171	65,696	682,867
2025	4.250%	560,000	65,696	53,796	679,492
2026	4.320%	585,000	53,796	41,219	680,015
2027	4.250%	610,000	41,219	28,256	679,475
2028	4.250%	640,000	28,256	14,656	682,912
2029	3.750%	670,000	14,656	-	684,656
		<u>\$ 5,105,000</u>	<u>\$ 574,708</u>	<u>\$ 466,899</u>	<u>\$ 6,146,607</u>

TOWN OF CICERO, ILLINOIS
SCHEDULE OF LONG-TERM DEBT REQUIREMENTS -
GENERAL OBLIGATION REFUNDING BONDS, SERIES 2010B
December 31, 2020

Type: Refunding Bonds, Series 2010B
Date of Issue: August 15, 2010
Date of Maturity: December 1, 2028
Original Issue: \$6,650,000
Denomination of Bonds: \$5,000
Interest Dates: June 1 and December 1
Payable to: Amalgamated Bank of Chicago, Illinois

Fiscal Year	Rate	Payments Due			Total
		Principal	Interest		
		December 1	June 1	December 1	
2021	4.00%	\$ 430,000	\$ 81,823	\$ 81,822	\$ 593,645
2022	4.00%	450,000	73,223	73,222	596,445
2023	4.00%	470,000	64,223	64,222	598,445
2024	4.00%	490,000	54,823	54,822	599,645
2025	4.10%	505,000	45,023	45,022	595,045
2026	4.10%	530,000	34,670	34,670	599,340
2027	4.20%	550,000	23,805	23,805	597,610
2028	4.30%	570,000	12,255	12,255	594,510
		<u>\$ 3,995,000</u>	<u>\$ 389,845</u>	<u>\$ 389,840</u>	<u>\$ 4,774,685</u>

TOWN OF CICERO, ILLINOIS
SCHEDULE OF LONG-TERM DEBT REQUIREMENTS -
GENERAL OBLIGATION REFUNDING BONDS, SERIES 2012
December 31, 2020

Type: Refunding Bonds, Series 2012
Date of Issue: June 28, 2012
Date of Maturity: December 1, 2031
Original Issue: \$6,650,000
Denomination of Bonds: \$5,000
Interest Dates: June 1 and December 1
Payable to: Amalgamated Bank of Chicago, Illinois

Fiscal Year	Rate	Payments Due			Total
		Principal	Interest		
		December 1	June 1	December 1	
2021	4.00%	\$ 1,185,000	\$ 364,125	\$ 364,125	\$ 1,913,250
2022	5.00%	1,230,000	340,425	340,425	1,910,850
2023	5.00%	1,295,000	309,675	309,675	1,914,350
2024	5.00%	1,355,000	277,300	277,300	1,909,600
2025	5.00%	1,425,000	243,425	243,425	1,911,850
2026	5.00%	1,500,000	207,800	207,800	1,915,600
2027	4.00%	1,570,000	170,300	170,300	1,910,600
2028	4.00%	1,635,000	138,900	138,900	1,912,800
2029	4.00%	1,700,000	106,200	106,200	1,912,400
2030	4.00%	1,770,000	72,200	72,200	1,914,400
2031	4.00%	1,840,000	36,800	36,800	1,913,600
		<u>\$ 16,505,000</u>	<u>\$ 2,267,150</u>	<u>\$ 2,267,150</u>	<u>\$ 21,039,300</u>

Bonds due December 1, 2023 - 2031 are redeemable, at par, prior to maturity at the option of the Town on or after December 1, 2023 in whole at any time or in part on any interest date in integral multiples of \$5,000 selected by lot by the bond registrar.

TOWN OF CICERO, ILLINOIS
SCHEDULE OF LONG-TERM DEBT REQUIREMENTS -
GENERAL OBLIGATION REFUNDING BONDS, SERIES 2014A
December 31, 2020

Type: Refunding Bonds, Series 2014A
Date of Issue: March 13, 2014
Date of Maturity: January 1, 2021
Original Issue: \$40,690,000
Denomination of Bonds: \$5,000
Interest Dates: June 1 and December 1
Payable to: Amalgamated Bank of Chicago, Illinois

Fiscal Year	Rate	Payments Due			Total
		Principal	Interest		
		January 1	January 1	July 1	
2021	5.00%	\$ 6,835,000	\$ 170,875	\$ -	\$ 7,005,875
		\$ 6,835,000	\$ 170,875	\$ -	\$ 7,005,875

TOWN OF CICERO, ILLINOIS
SCHEDULE OF LONG-TERM DEBT REQUIREMENTS -
GENERAL OBLIGATION BONDS, SERIES 2017
December 31, 2020

Type: Bonds, Series 2017
Date of Issue: November 13, 2017
Date of Maturity: January 1, 2032
Original Issue: \$14,055,000
Denomination of Bonds: \$5,000
Interest Dates: July 1 and January 1
Payable to: Amalgamated Bank of Chicago, Illinois

Fiscal Year	Rate	Payments Due			Total
		Principal	Interest		
		January 1	January 1	July 1	
2021	5.00%	\$ 785,000	\$ 314,875	\$ 295,250	\$ 1,395,125
2022	5.00%	825,000	295,250	274,625	1,394,875
2023	5.00%	870,000	274,625	252,875	1,397,500
2024	5.00%	915,000	252,875	230,000	1,397,875
2025	5.00%	960,000	230,000	206,000	1,396,000
2026	5.00%	1,010,000	206,000	180,750	1,396,750
2027	5.00%	1,060,000	180,750	154,250	1,395,000
2028	5.00%	1,115,000	154,250	126,375	1,395,625
2029	5.00%	1,170,000	126,375	97,125	1,393,500
2030	5.00%	1,230,000	97,125	66,375	1,393,500
2031	5.00%	1,295,000	66,375	34,000	1,395,375
2032	5.00%	1,360,000	34,000	-	1,394,000
		<u>\$ 12,595,000</u>	<u>\$ 2,232,500</u>	<u>\$ 1,917,625</u>	<u>\$ 16,745,125</u>

TOWN OF CICERO, ILLINOIS
SCHEDULE OF LONG-TERM DEBT REQUIREMENTS -
CAPITAL LEASES
December 31, 2020

Item:	100' Aerial Fire Truck
Date of Issue:	February 13, 2015
Date of Maturity:	February 13, 2022
Original Issue:	\$831,183.00
Interest Rate:	3.03%

Fiscal Year	Payments Due		
	Principal	Interest	Total
2021	\$ 125,821	\$ 7,740	\$ 133,561
2022	129,633	3,928	133,561
	\$ 255,454	\$ 11,668	\$ 267,122

TOWN OF CICERO, ILLINOIS
SCHEDULE OF LONG-TERM DEBT REQUIREMENTS -
CAPITAL LEASES
December 31, 2020

Item: Mercury Systems 911 Data System
Date of Issue: June 1, 2019
Date of Maturity: June 1, 2023
Original Issue: \$941,225
Denomination of Bonds: \$5,000
Interest Rate: 3.21%
Payable to: Fifth Third Equipment Financing

Fiscal Year	Rate	Payments Due				Total
		Principal		Interest		
		June 1	December 1	June 1	December 1	
2021	3.21%	\$ 116,642	\$ 118,515	\$ 9,666	\$ 7,794	\$ 252,617
2022	3.21%	120,417	122,349	5,892	3,959	252,617
2023	3.21%	124,313	-	1,995	-	126,308
		<u>\$ 361,372</u>	<u>\$ 240,864</u>	<u>\$ 17,553</u>	<u>\$ 11,753</u>	<u>\$ 631,542</u>

Illinois Grant Accountability and Transparency Act Grantee Portal - Audit Consolidated Year-End Financial Report

[Grantee Portal](#) / [Audit Reviews](#) / [Audit](#) / CYEFR

	CSFA #	Program Name	\$ State	\$ Federal	\$ Other	\$ Total
View	420-00-0505	Grants Management Program	0	0	0	0
View	420-00-1758	Site Improvements	1,000,000	0	0	1,000,000
View	444-26-1565	Tobacco Enforcement Program	0	0	0	0
View	482-00-0919	Pre-school Vision and Hearing	1,603	0	0	1,603
View	493-60-1166	9-1-1 System Consolidation Grant Program	0	0	0	0
View	494-00-1488	Motor Fuel Tax Program	4,862,370	0	0	4,862,370
View	494-00-2356	Local REBUILD ILLNOIS Bond Program	0	0	0	0
View	494-10-0343	State and Community Highway Safety/National Priority Safety Program	0	13,131	0	13,131
View	494-42-0495	Local Surface Transportation Program	0	0	0	0
View	569-00-2095	Law Enforcement Camera Grant FY19	0	43,680	0	43,680
View		Other grant programs and activities		3,413,641	276,211	3,689,852
View		All other costs not allocated			131,154,937	131,154,937
Totals:			5,863,973	3,470,452	131,431,148	140,765,573

Please note the following:

- The CYEFR may be pre-populated with programs based on existing awards in the GATA system. These programs cannot be removed. If no spending occurred in a program leave the amounts at zero.
- Any grant expenditures not associated with funding received through the State of Illinois are to be entered in "Other grant programs and activities". The expenditures must be identified as federal (direct or pass-through) or other funding.
- All other expenditures not related to grants are to be entered in "All other costs not allocated".

PART V – GOVERNMENT AUDITING STANDARDS

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

To the Board of Trustees of
Town of Cicero, 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 Town of Cicero, Illinois (the Town), which comprise the statement of financial position as of December 31, 2020, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated April 19, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of compliance, we considered the Town's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did identify a certain deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs item 2020-01 that we consider to be a material weakness.

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 Town'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. We consider the

deficiency described in the accompanying schedule of findings and questioned costs as 2020-01 to be a material weakness.

Compliance and Other Matters

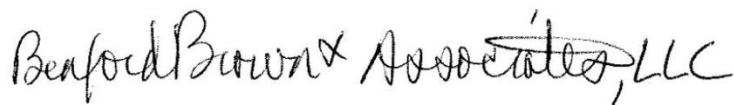
As part of obtaining reasonable assurance about whether the Town's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 2020-02.

Town of Cicero, Illinois' Response to Findings

The Town's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The Town's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 Town'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 Town's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Benford Brown & Associates, LLC
Chicago, IL
April 19, 2023

PART VI – UNIFORM GUIDANCE

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Directors of
The Town: Advocating Against Domestic Violence:

Report on Compliance for Each Major Federal Program

We have audited Town of Cicero, Illinois' (the Town) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Town's major federal programs for the year ended December 31, 2020. The Town's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Town's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Town's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Town's compliance.

Opinion on Each Major Federal Program

In our opinion, the Town complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended December 31, 2020.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as finding 2020-02. Our opinion on each major federal program is not modified with respect to these matters.

The Town's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The Town's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of the Town is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Town's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in black ink that reads "Benford Brown & Associates, LLC". The signature is written in a cursive, flowing style.

Benford Brown & Associates, LLC
Chicago, IL
April 19, 2023

**TOWN OF CICERO, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2020**

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Agency Grant Number</u>	<u>Federal Expenditures</u>	<u>Payments to Sub-recipients</u>
<i>U.S. Department of Housing and Urban Development</i>				
Community Development Block Grant - Entitlement*	14.218	B-17-MC-17-0007	\$ 406,033	\$ -
Community Development Block Grant - Entitlement*	14.218	B-18-MC-17-0007	220,705	-
Community Development Block Grant - Entitlement*	14.218	B-19-MC-17-0007	927,149	-
Community Development Block Grant - Entitlement*	14.218	B-20-MC-17-0007	165,317	139,207
Community Development Block Grant - Neighborhood Stabilization Program*	14.218	B-08-MN-17-0003	298	-
Total CDBG Entitlement Grants Cluster			<u>1,719,502</u>	<u>139,207</u>
Emergency Solutions Grant	14.231	E-17-MC-17-0007	136,467	-
Emergency Solutions Grant	14.231	E-18-MC-17-0007	49,074	-
Total Emergency Solutions Grant			<u>185,541</u>	<u>-</u>
Total Department of Housing and Urban Development			<u>1,905,043</u>	<u>139,207</u>
<i>U.S. Department of the Treasury</i>				
Passed through Cook County, IL: Coronavirus Relief Fund*	21.019		<u>1,062,913</u>	<u>-</u>
Total U.S. Department of Treasury			<u>1,062,913</u>	<u>-</u>
<i>U.S. Department of Agriculture</i>				
Police In Car Camera Grant	10.704		<u>43,680</u>	<u>-</u>
Subtotal CFDA #10.704			<u>43,680</u>	<u>-</u>
<i>U.S. Department of Justice</i>				
BJA FY2020 Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-1609	<u>61,259</u>	<u>-</u>
Subtotal CFDA #16.034			<u>61,259</u>	<u>-</u>
COPS Office COPS Hiring Program (CHP)	16.710	2020UMWX0293	<u>30,630</u>	<u>-</u>
Subtotal CFDA #16.710			<u>30,630</u>	<u>-</u>
Bulletproof Vest Partnership Program	16.607	N/A	<u>8,550</u>	<u>-</u>
Subtotal CFDA #16.607			<u>8,550</u>	<u>-</u>
Passed through the City of Chicago Police Department: 2016 JAG Grant	16.738	2017-DJ-BX-0223	<u>22,068</u>	<u>-</u>
			<u>122,507</u>	<u>-</u>
<i>U.S. Department of Transportation</i>				
Passed through the Illinois Department of Transportation Sustained Traffic Enforcement Program: State and Community Highway Safety	20.600	494-10-0343	<u>13,131</u>	<u>-</u>
Total Highway Safety Cluster & U.S. Department of Transportation			<u>13,131</u>	<u>-</u>
<i>U.S. Department of Health and Human Services</i>				
Corona Virus Provider Relief Fund (CARES act EMS)	93.498		<u>16,836</u>	<u>-</u>
Total U.S. Department of Health & Human Services			<u>16,836</u>	<u>-</u>
<i>U.S. Department of Homeland Security</i>				
Passed through IEMA from FEMA: COVID-19 Response General Expenses 2020	97.036	588-00-0448	<u>277,208</u>	<u>-</u>
Subtotal CFDA #97.036			<u>277,208</u>	<u>-</u>
Assistance to Firefighters Grant	97.044	EMW-2017-FH-00553	<u>29,134</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>306,342</u>	<u>-</u>
Total Federal Expenditures			<u>\$ 3,470,452</u>	<u>\$ 139,207</u>

* Major Program

See accompanying note to schedule of expenditures of federal awards.

TOWN OF CICERO, ILLINOIS

Notes to Schedule

For the year ended December 31, 2020

(1) Schedule of Expenditures of Federal Awards

Basis of Presentation

The Schedule of Expenditures of Federal Awards (Schedule) has been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The Schedule includes the federal grant activity of the Town and is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

Sub-recipients

The Town made disbursements to subrecipients totaling \$139, 207 during the fiscal year 2020.

Non-cash Assistance

The Town did not receive any federal non-cash assistance during the fiscal year 2020.

Insurance

The Town did not receive any federally-funded insurance during fiscal year 2020.

Loans

The Town did not have any federal loans or loan guarantees outstanding as of December 31, 2020.

De Minimis Cost Rate

The Town elected to use the 10% de minimis cost rate during fiscal year 2020.

TOWN OF CICERO, ILLINOIS

Schedule of Findings and Questioned Costs

For the year ended December 31, 2020

Section I - Summary of Auditors' Results

Financial Statements

Type of report the auditor issue on whether the financial statements audited were prepared in accordance with GAAP: unmodified

Internal control over financial reporting:

Material weakness(es) identified?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
Significant deficiency(ies) identified?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> None reported
Noncompliance material to financial statements noted?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No

Federal Awards

Internal control over major programs:

Material weakness(es) identified?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
Significant deficiency(ies) identified?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> None reported

Type of report the auditor issue on compliance for major federal programs: unmodified

Any findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a) of the Uniform Guidance? Yes No

Auditee qualified as low-risk auditee? Yes No

The dollar threshold used to distinguish between Type A and Type B programs: \$750,000

<u>Federal Assistance Listing Number(s)</u>	<u>Name of Federal Program or Cluster</u>
14.218	Community Development Block Grant
21.019	Coronavirus Relief Fund

TOWN OF CICERO, ILLINOIS

Schedule of Findings and Questioned Costs

For the year ended December 31, 2020

Section II - Findings Relating to the Financial Statements

Internal Control Findings

Finding 2020-01 Reconciliations of Deposit Accounts Not Prepared Timely

Criteria

In order to ensure that cash is properly stated, it is necessary that reconciliations of deposit accounts be performed on a monthly basis and in a timely manner as prescribed by the Town's accounting policies and procedures.

Condition

During our audit we noted that reconciliations of deposit accounts were not performed until after the end of the fiscal year. Additionally, the reconciliations were not prepared by the personnel employed in the Department of Financial Affairs during 2020, but rather, by the CPA firm to whom most financial accounting functions were outsourced during 2021. This finding is a repeat of certain elements of finding 2019-02.

Cause

The Town experienced a shortage of personnel in the Department of Financial Affairs during 2020. In response to the personnel shortage, the Town outsourced most of its financial accounting functions to a CPA firm, including performing the reconciliations of deposit accounts, and this transition required time to complete.

Effect

Lack of timely reconciliations of deposit accounts could result in erroneous cash transactions being recorded without being identified and corrected and other misstatements of deposit accounts. As such, the likelihood of material misstatements of cash were significantly increased.

Recommendation

During 2021 the Town hired a CPA firm to which a majority of the accounting function was outsourced, including performing reconciliations of deposit accounts. We recommend that the Town continue to implement this corrective action plan until reconciliations of deposit accounts are prepared monthly and in a timely manner as prescribed the Town's accounting policies and procedures.

TOWN OF CICERO, ILLINOIS

Schedule of Findings and Questioned Costs

For the year ended December 31, 2020

Section II - Findings Relating to the Financial Statements (continued)

Views of Responsible Officials and Planned Corrective Actions

See corrective action plan.

Compliance Findings

See Finding 2020-02 in section III.

Section III - Findings and Questioned Costs Relating to Compliance Over Federal Awards

Internal Control Findings

None reported.

Compliance Findings

Finding 2020-02 Noncompliance with Federal and State Reporting Requirements

Assistance Listing Numbers	14.218	Community Development Block Grant Program
	21.019	Coronavirus Relief Fund Program

Federal Agencies	U.S. Department of Treasury
	U.S. Department of Justice

Award Number/Year	2020
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Criteria

The Town has grant agreements from State of Illinois agencies with terms requiring compliance with financial reporting requirements in accordance with Uniform Guidance and the State of Illinois Grant Accountability and Transparency Act (GATA). As such, for the year ended December 31, 2020, the Town is required to submit audited financial statements, a schedule of expenditures of federal awards (SEFA) and single audit reports to the Federal Audit Clearinghouse and the same audit package plus a Consolidated Year End Financial Report (CYEFR) to the GATA portal. All items are required to be submitted within nine (9) months after the Town's fiscal year-end. The Office of Management and Budget (OMB) issued a memorandum granting extensions to the due date for entities affected by the COVID-19 pandemic during 2020. The extended due date was March 31, 2022 for the Town. Illinois' Grant Accountability and Transparency Act (GATA) has similar reporting deadlines to Uniform Guidance.

TOWN OF CICERO, ILLINOIS

Schedule of Findings and Questioned Costs

For the year ended December 31, 2020

Section III - Findings and Questioned Costs Relating to Compliance Over Federal Awards (continued)

Condition

The Town did not submit its audited financial statements, SEFA and CYEFR and other required information as of and for the year ended December 31, 2020 to the Federal Audit Clearinghouse and GATA portal prior to the extended due date of March 31, 2022. This finding also occurred in 2019 (2019-005) and 2017 (2017-002).

Cause

The Town experienced a shortage of personnel in the Department of Financial Affairs during 2020. In response to the personnel shortage, the Town outsourced most of its financial accounting functions to a CPA firm, including preparing the Town's financial statements, SEFA, CYEFR and other supplementary reports, and this transition required time to complete.

Effect

The effect is that controls over the financial reporting process were significantly weakened thereby increasing the risk that material misstatements could be included in the financial statements, SEFA, CYEFR and other supplementary schedules without management being aware. Additionally, noncompliance with financial reporting deadlines could cause funding sources for the Town to suspend funding until compliance is achieved.

Questioned Costs

None noted.

Recommendation

During 2021 the Town hired a CPA firm to which a majority of the accounting function was outsourced including preparing financial statements, SEFA, CYEFR and other supplementary schedules. We recommend that the Town continue to implement this corrective action plan until financial statements are prepared monthly in a timely manner and the SEFA, CYEFR and other supplementary schedules are prepared annually in a timely manner as prescribed the Town's accounting policies and procedures.

Views of Responsible Officials and Planned Corrective Actions

See corrective action plan.

TOWN OF CICERO, ILLINOIS

Summary Schedule of Prior Audit Findings

For the year ended December 31, 2020

Findings Relating to the Financial Statements

Internal Control Findings

Finding 2019-001 Financial Reporting

Condition

Weaknesses in internal controls over financial reporting were indicated by the following:

- Numerous adjustments were proposed by the auditors such as accruals and activity reclassifications among accounts.
- The auditors identified and corrected calculation errors in the supporting documentation for a number of account reconciliations.
- Subsequent events involving claim settlements requiring accrual were identified by the auditors rather than Town employees.
- The auditors prepared the Town's financial statements, including note disclosures, because the Town did not have the resources to implement complex accounting principles and prepare the statements.
- An adjustment to the beginning fund balance in the general fund and beginning net position of governmental activities was required to correct errors in prior year financial statements.
- The Town did not provide a complete SEFA and the auditors had to update it based on various sources.

Status

This finding was resolved as a part of the Town outsourcing most of its accounting function to a CPA firm with the proper level of skill, knowledge and experience to perform the various tasks within its financial reporting process. This finding was a repeat of finding 2018-001.

Finding 2019-002 Controls Over Bank Reconciliations and Deposit Accounts

Condition

Weaknesses in internal controls over the recording and reconciling of cash transactions included the following:

TOWN OF CICERO, ILLINOIS

Summary Schedule of Prior Audit Findings

For the year ended December 31, 2020

Findings Relating to the Financial Statements (continued)

1. Recording entries in the general ledger cash accounts in the period prior to actual initiation of the transaction.
2. Unreconciled differences between the general ledger cash accounts and balances per the bank.
3. Inaccurate outstanding check lists used in the bank reconciliation process.
4. Checks listed as outstanding for many years which were likely voided or reissued including payroll checks.

Status

This finding was partially resolved as a part of the Town outsourcing most of its accounting function to a CPA firm to perform the reconciliations of deposit accounts. However, this corrective action took place subsequent to 2020, thus the reconciliations of deposit accounts were not performed in a timely manner.

Finding 2019-003 Communication between the Department of Financial Affairs and CDBG Office

Condition

The activities of the CDBG department are not being completely and accurately accounted for in the Town's financial records. Specifically, the following were noted:

1. The initial Schedule of Expenditures of Federal Awards that was provided did not include any CDBG expenditures.
2. The CDBG office manages a home loan program which includes the annual forgiveness of a portion of the loan receivable under certain circumstances. However, like in 2018, the receivable balance in the general ledger was not reduced resulting in an audit adjustment of \$94,440.
3. Loans receivable related to economic development programs are not being monitored for collectability and proper accounting treatment. Specifically, a \$27,400 loan receivable was in default, but continues to be carried in the general ledger.

Status

This finding was resolved as a part of the Town outsourcing most of its accounting function to a CPA firm with the proper level of skill, knowledge and experience to perform the accounting of the CDBG Office's financial transactions. This finding was a repeat of finding 2018-002.

TOWN OF CICERO, ILLINOIS

Summary Schedule of Prior Audit Findings

For the year ended December 31, 2020

Finding 2019-004 Payroll Controls

Condition

Twenty-three (23) out of a sample of forty (40) employees did not have current health insurance selection forms in their employee files.

Status

This finding was resolved.

Finding 2019-005 Noncompliance with Federal and State Reporting Requirements

Condition

Uniform Guidance requires that Single Audits must be completed and the reporting package must be submitted to the federal Audit Clearinghouse within the earlier of thirty (30) calendar days after receipt of the auditor's report or nine (9) months after the end of the audit period. The Office of OMB granted an extension to December 31, 2020 due to the COVID-19 pandemic. Illinois' Grant Accountability and Transparency Act (GATA) had similar reporting deadlines to Uniform Guidance.

Status

The Town addressed this finding by outsourcing most of its accounting function to a CPA firm with the proper level of skill, knowledge and experience to perform the various tasks within its financial reporting process including preparing the financial statements, SEFA, CYEFR and other supplementary schedules annually in a timely manner as prescribed by its accounting policies and procedures. However, this corrective action was not completed until subsequent to the submission deadline of March 31, 2022, thus is not considered to have been resolved. This finding was a repeat of findings 2019-005 and 2017-002.



LARRY DOMINICK
Town President

TOWN OF CICERO
4949 WEST CERMAK • CICERO, ILLINOIS 60804
708.656.3600 • FAX 708.656.5801

**Corrective Action Plan
December 31, 2020**

Finding 2020-001 Reconciliations of Deposit Accounts Not Prepared Timely

Planned Corrective Action

Bank reconciliations will be done on a monthly basis beginning in fiscal year 2022.

Contact Person Responsible for Corrective Action

David Gonzalez

Anticipated Completion Date

January 31, 2022

Finding 2020-002 Noncompliance with Federal and State Reporting Requirements

Planned Corrective Action

The Town has evaluated the resources needed to produce timely financial information and ensure timely completion of records needed to complete annual audits by their due dates. As a result of the evaluation the town has contracted a Finance Director and adequate staff.

Contact Person Responsible for Corrective Action

David Gonzalez

Anticipated Completion Date

June 30, 2022