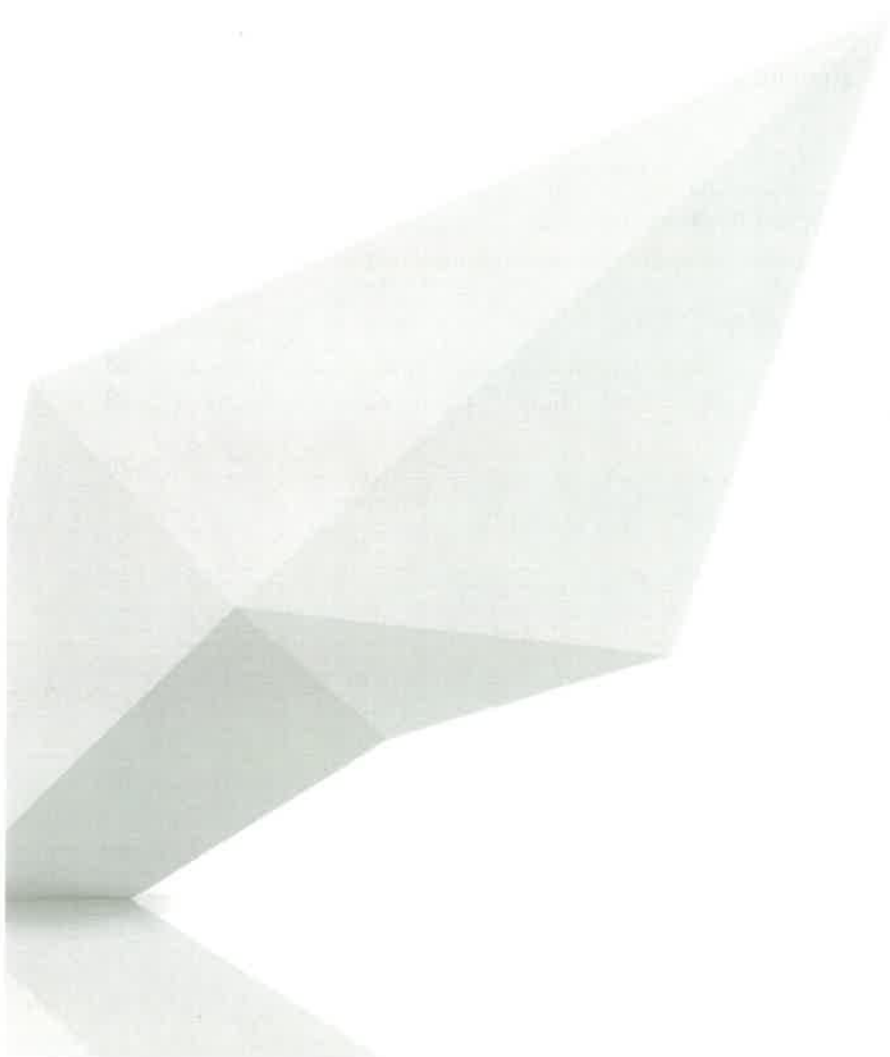


City of Ottawa, Illinois

Ottawa, Illinois

Financial Report

Year Ended April 30, 2023



WIPFLI

City of Ottawa, Illinois

Year Ended April 30, 2023

Table of Contents

Financial Section

Independent Auditor's Report.....	1
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position.....	6
Statement of Activities.....	8
Fund Financial Statements	
Balance Sheet - Governmental Funds.....	9
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position.....	10
Statement of Revenues, Expenditures and Changes In Fund Balances - Governmental Funds.....	11
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	12
Proprietary Fund Financial Statements:	
Statement of Net Position.....	13
Statement of Revenues, Expenses and Changes In Net Position.....	15
Statement of Cash Flows.....	16
Fiduciary Fund Financial Statements:	
Statement of Fiduciary Net Position.....	18
Statement of Changes in Fiduciary Net Position.....	19
Notes to Financial Statements.....	20

Required Supplementary Information

Budgetary Comparison Schedules:	
General Fund.....	66
TIF District 1 Fund.....	67
Multiyear Schedule of Changes in Net Pension Liability and Related Ratios IMRF.....	68
Multiyear Schedule of IMRF Contributions.....	69

City of Ottawa, Illinois

Year Ended April 30, 2023

Table of Contents (Continued)

Multiyear Schedule of Changes in Net Pension Liability and Related Ratios - Firefighter's Pension Fund.....	70
Multiyear Schedule of Contributions - Firefighter's Pension Fund.....	71
Multiyear Schedule of Changes in Net Pension Liability and Related Ratios - Police Pension Fund.....	72
Multiyear Schedule of Contributions - Police Pension Fund.....	73
Multiyear Schedule of Changes in Net OPEB Liability and Related Ratios - OPEB.....	74
Multiyear Schedule of Contributions - OPEB.....	75
Notes to Required to Supplementary Information.....	76

Supplementary Information

Nonmajor Governmental Funds:

Combining Balance Sheet.....	80
Combining Schedule of Revenues, Expenditures and Change in Fund Balances.....	81

Special Revenue Nonmajor Funds

Combining Balance Sheet.....	82
Combining Schedule of Revenues, Expenditures and Change in Fund Balances.....	90

Debt Service Funds

Combining Balance Sheet.....	98
Combining Schedule of Revenues, Expenditures and Change in Fund Balances.....	99

Capital Projects Fund

Combining Balance Sheet.....	100
Combining Schedule of Revenues, Expenditures and Change in Fund Balances.....	101

Fiduciary Funds:

Combining Statement of Net Position - Pension Trust Funds.....	102
Combining Statement of Changes in Fiduciary Net Position - Pension Trust Funds.....	103

Long-Term Debt Requirements.....	104
----------------------------------	-----

Compliance Section

Independent Auditor's Report on Compliance with State of Illinois Public Act 85-1142.....	116
---	-----

Financial Section



Independent Auditor's Report

To the Honorable Mayor and Members of City Council
City of Ottawa, Illinois
Ottawa, Illinois

Report on the Audit of the Financial Statements

Opinions

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

Summary of Opinions

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental Activities	Qualified
Business-Type Activities	Unmodified
General Fund	Unmodified
TIF District 1 Fund	Unmodified
Water and Wastewater System Fund	Unmodified
Aggregate Remaining Fund Information	Unmodified

Qualified Opinions on Governmental Activities Opinion Unit

In our opinion, except for the described in the Qualified section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of City of Ottawa, Illinois as of April 30, 2023, and the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions on Business-Type Activities, General Fund, TIF District 1 Fund, Water and Wastewater System Fund, and Aggregate Remaining Fund Information

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

Basis for Qualified Opinions

Matter Giving Rise to Qualified Opinions on Governmental Activities Opinion Unit

The Governmental Activities opinion unit did not calculate a current actuarial study required by the components of GASB Statement No. 75 (Accounting and Financial Reporting for Post-Employment Benefits Other than Pensions). The amounts by which these departures would affect the assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position has not been determined.

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Ottawa, Illinois' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Ottawa, Illinois' ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplementary information as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is 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 March 13, 2024 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of City of Ottawa, Illinois' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Wipfli LLP

Wipfli LLP

Sterling, Illinois

March 13, 2024

Basic Financial Statements

City of Ottawa, Illinois

Statement of Net Position

<i>April 30, 2023</i>	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 11,927,662	\$ 5,229,802	\$ 17,157,464
Investments	2,516,106	-	2,516,106
Receivables, net of allowance:			
Accounts receivables	997,731	647,653	1,645,384
Property taxes	12,035,849	-	12,035,849
Special assessments	4,809	-	4,809
Internal balances	642,088	(642,088)	-
Due from other governments	3,070,061	-	3,070,061
Prepaid items	447,129	-	447,129
Total current assets	31,641,435	5,235,367	36,876,802
Capital assets:			
Capital assets not being depreciated	14,883,443	14,978,959	29,862,402
Capital assets, net of depreciation	44,835,136	41,423,848	86,258,984
Total noncurrent assets	59,718,579	56,402,807	116,121,386
Total assets	91,360,014	61,638,174	152,998,188
Deferred outflow of resources			
Deferred outflows of pension resources	26,759,493	-	26,759,493
Deferred outflows on OPEB resources	9,034,043	-	9,034,043
Total deferred outflow of resources	35,793,536	-	35,793,536

City of Ottawa, Illinois

Statement of Net Position (Continued)

<i>April 30, 2023</i>	Primary Government		
	Governmental Activities	Business-type Activities	Total
Liabilities			
Current liabilities			
Accounts payable	1,061,413	1,046,025	2,107,438
Accrued and other liabilities	242,015	10,109	252,124
Interest	29,480	122,843	152,323
Current maturities-bonds payable	448,080	1,180,703	1,628,783
Current maturities-notes payable	35,938	378,136	414,074
Current maturities-compensated absences	1,318,349	169,207	1,487,556
Current maturities-obligations under lease	60,867	-	60,867
Total current liabilities	3,196,142	2,907,023	6,103,165
Noncurrent liabilities			
Bonds payable	7,475,441	24,334,475	31,809,916
Compensated absences	152,200	20,269	172,469
Lease liability - long-term	68,100	-	68,100
Notes payable	36,585	2,424,679	2,461,264
Post-employment benefits	41,162,071	-	41,162,071
Net pension liability	47,390,445	-	47,390,445
Total noncurrent liabilities	96,284,842	26,779,423	123,064,265
Total liabilities	99,480,984	29,686,446	129,167,430
Deferred inflow of resources			
Deferred revenue-other	4,805	-	4,805
Unavailable property taxes	12,035,849	-	12,035,849
Deferred inflows of pension resources	26,847,227	-	26,847,227
Deferred inflows on OPEB resources	9,030,467	-	9,030,467
Total deferred inflow of resources	47,918,348	-	47,918,348
Net position			
Net investment in capital assets	51,593,567	28,084,815	79,678,382
Restricted for:			
General government	3,273,332	-	3,273,332
Public safety	511,857	-	511,857
Public works	2,128,505	-	2,128,505
Parks and recreation	520,309	-	520,309
Community development	2,605,306	-	2,605,306
Debt service	377,604	-	377,604
Employee benefits	1,069,014	-	1,069,014
Unrestricted	(82,325,276)	3,866,913	(78,458,363)
Total net position	\$ (20,245,782)	\$ 31,951,728	\$ 11,705,946

City of Ottawa, Illinois

Statement of Activities

Year Ended April 30, 2023	Program Revenues			Net (Expense) Revenue and Changes in Net Position		Total	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities		Business-type Activities
Functions/Programs							
Governmental activities:							
General government	\$ 8,449,468	\$ 913,830	\$ 1,578,611	\$ 106,314	\$ (5,850,713)	\$ -	\$ (5,850,713)
Public safety	10,010,559	2,119,214	9,540	-	(7,881,805)	-	(7,881,805)
Public works	5,604,276	-	124,390	-	(5,479,886)	-	(5,479,886)
Parks and recreation	857,223	62,882	3,200	-	(791,141)	-	(791,141)
Community development	10,911,044	341,446	3,332,305	-	(7,237,293)	-	(7,237,293)
Interest payments	279,783	-	-	-	(279,783)	-	(279,783)
Total governmental activities	36,112,353	3,437,372	5,048,046	106,314	(27,520,621)	-	(27,520,621)
Business-type activities:							
Water and Wastewater System	8,266,533	7,601,644	-	-	-	(664,889)	(664,889)
Swimming Pool Fund	816,936	25,000	-	-	-	(791,936)	(791,936)
Other	-	3,500	-	-	-	3,500	3,500
Total business-type activities	9,083,469	7,630,144	-	-	-	(1,453,325)	(1,453,325)
Total primary government	45,195,822	11,067,516	5,048,046	106,314	(27,520,621)	(1,453,325)	(28,973,946)
General revenues:							
Taxes:							
Property and replacement taxes					12,105,538	-	12,105,538
Sales taxes					8,265,408	-	8,265,408
Utility taxes					1,640,555	-	1,640,555
Income taxes					2,899,315	-	2,899,315
Other taxes					3,380,537	-	3,380,537
Investment earnings					170,891	79,509	250,400
Miscellaneous					1,376,974	-	1,376,974
Gain (loss) sale of capital assets					(266,316)	-	(266,316)
Transfers					192,583	(192,583)	-
Total general revenues					29,765,485	(113,074)	29,652,411
Change in net position					2,244,864	(1,566,399)	678,465
Net position, beginning of year as restated					(22,490,646)	33,518,127	11,027,481
Net position, ending					\$ (20,245,782)	\$ 31,951,728	\$ 11,705,946

City of Ottawa, Illinois

Balance Sheet - Governmental Funds

<i>April 30, 2023</i>	General Fund	TIF Dist 1/I-80 North Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	\$ 6,232,302	\$ 495,573	5,199,787	\$ 11,927,662
Investments	88,734	-	2,427,372	2,516,106
Property taxes	1,892,143	2,780,385	7,363,321	12,035,849
Special assessments	-	-	4,809	4,809
Other receivables	689,003	-	308,728	997,731
Prepaid items	-	-	447,129	447,129
Due from other funds	356,449	-	1,636,985	1,993,434
Due from other governments	2,155,076	-	914,985	3,070,061
Total assets	\$ 11,413,707	\$ 3,275,958	\$ 18,303,116	\$ 32,992,781
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities				
Accounts payable	\$ 602,252	\$ 1,540	\$ 457,621	\$ 1,061,413
Payroll and related	115,328	-	10,959	126,287
Due to other funds	978,993	-	372,353	1,351,346
Deferred revenue-other	-	-	4,805	4,805
Total liabilities	1,696,573	1,540	845,738	2,543,851
Deferred inflow of resources				
Unavailable property taxes	1,892,143	2,780,385	7,363,321	12,035,849
Total deferred inflow of resources	1,892,143	2,780,385	7,363,321	12,035,849
Fund balances				
Non-spendable	-	-	447,129	447,129
Restricted for:				
General government	-	-	3,273,332	3,273,332
Public safety	-	-	511,857	511,857
Public works	-	-	2,128,505	2,128,505
Parks and recreation	-	-	520,309	520,309
Community development	-	494,033	2,111,273	2,605,306
Debt service	-	-	377,604	377,604
Employee benefits	-	-	1,069,014	1,069,014
Unassigned	7,824,991	-	(344,966)	7,480,025
Total fund balances	7,824,991	494,033	10,094,057	18,413,081
Total liabilities, deferred inflows of resources and fund balances	\$ 11,413,707	\$ 3,275,958	\$ 18,303,116	\$ 32,992,781

City of Ottawa, Illinois
Reconciliation of the Balance Sheet of
Governmental Funds to the Statement of Net Position
April 30, 2023

Total fund balances - governmental funds		\$ 18,413,081
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		59,718,579
Long-term liabilities, including bonds, notes, and leases payable, are not due and payable in the current period and therefore are not reported in the funds.		
Accrued compensated absences		(1,470,549)
Lease liability		(128,967)
Bonds/notes payable		(7,996,044)
Net pension liability		(47,390,445)
Other postemployment benefit payable		(41,162,071)
Interest payable on debt is not reported in the governmental funds if payments are due subsequent to reporting date		(145,208)
Deferred inflows and outflows of resources related to pensions and other postemployment benefits are not reported in the governmental funds		
Deferred outflows related to pensions and OPEB	35,793,536	
Deferred inflows related to pensions and OPEB	(35,877,694)	(84,158)
Total net position - governmental activities		\$ (20,245,782)

City of Ottawa, Illinois

Statements of Revenues, Expenditures and Changes In Fund Balance - Governmental Funds

<i>Year Ended April 30, 2023</i>	General Fund	TIF Dist 1/I-80 North Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Property taxes	\$ 2,505,382	\$ 2,781,867	\$ 6,818,289	\$ 12,105,538
Intergovernmental revenues	17,073,635	-	4,072,940	21,146,575
Licenses and permits	373,298	-	29,963	403,261
Fines and forfeitures	133,128	-	-	133,128
Charges for services	2,909,282	-	262,006	3,171,288
Interest	40,928	11,327	118,636	170,891
Miscellaneous	140,948	-	1,159,321	1,300,269
Total revenues	23,176,601	2,793,194	12,461,155	38,430,950
Expenditures				
Current:				
General government	4,779,752	-	3,580,063	8,359,815
Public safety	9,046,675	-	327,829	9,374,504
Public works	4,600,646	-	573,102	5,173,748
Parks and recreation	27,773	-	571,590	599,363
Community development	1,619,276	2,672,297	6,619,471	10,911,044
Debt service				
Principal payments	267,376	-	340,000	607,376
Interest payments	12,465	-	276,035	288,500
Capital outlay	1,447,088	32,061	2,056,037	3,535,186
Total expenditures	21,801,051	2,704,358	14,344,127	38,849,536
Excess (deficiency) of revenues over expenditures	1,375,550	88,836	(1,882,972)	(418,586)
Other financing sources (uses)				
Proceeds from long-term debt	1,589,194	-	-	1,589,194
Transfers in	411,497	-	1,991,022	2,402,519
Transfers out	(180,000)	(9,196)	(2,020,740)	(2,209,936)
Proceeds of general fixed assets	99,510	-	-	99,510
Total other financing sources (uses)	1,920,201	(9,196)	(29,718)	1,881,287
Net change in fund balance	3,295,751	79,640	(1,912,690)	1,462,701
Fund balances, beginning of year as restated	4,529,240	414,393	12,006,747	16,950,380
Fund balances, end of year	\$ 7,824,991	\$ 494,033	\$ 10,094,057	\$ 18,413,081

City of Ottawa, Illinois

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended April 30, 2023

Net change in fund balance - governmental funds	\$ 1,462,701
Amounts reported for governmental activities in the statement of net position are different because:	
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net position.	
	(572,609)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. In addition, the residual value for sold assets is reported in the statement activities to offset the proceeds of those sales.	
Capital outlays	3,535,184
Depreciation expense	(2,228,365)
Cost of sold asset	(425,020)
Bond, notes payable and loan principal repayment	-
Interest payable on debt is not reported in the governmental funds if payments are due subsequent to reporting date.	(29,361)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Compensated absences	(55,769)
Pension related expenses	520,023
Amortization of bond premiums	38,080
Change in net position of governmental activities	\$ 2,244,864

City of Ottawa, Illinois

Statement of Net Position - Proprietary Funds

<i>April 30, 2023</i>	Business-Type Activities			Total
	Water and Wastewater System Fund	Swimming Pool Fund	Non-major Enterprise Fund (Events Fund)	
Assets				
Current assets				
Cash and cash equivalents	\$ 3,837,249	\$ 1,375,902	\$ 16,651	\$ 5,229,802
Receivables (net of allowance for uncollectibles):				
Other receivables	647,653	-	-	647,653
Due from other funds	994,897	-	-	994,897
Total current assets	5,479,799	1,375,902	16,651	6,872,352
Capital assets:				
Capital assets not being depreciated and nondepreciable assets	9,845,211	5,133,748	-	14,978,959
Depreciable property and equipment, net of depreciation	41,423,848	-	-	41,423,848
Total capital assets	51,269,059	5,133,748	-	56,402,807
Total noncurrent assets	51,269,059	5,133,748	-	56,402,807
Total assets	56,748,858	6,509,650	16,651	63,275,159
Total assets and deferred outflow of resources	56,748,858	6,509,650	-	63,258,508

City of Ottawa, Illinois

Statement of Net Position - Proprietary Funds (Continued)

<i>April 30</i>	Business-Type Activities			Total
	Water and Wastewater System Fund	Swimming Pool Fund	Non-major Enterprise Fund (Events Fund)	
Liabilities				
Current liabilities				
Accounts payable	430,672	615,353	-	1,046,025
Payroll and related	10,109	-	-	10,109
Current maturities-compensated absences	169,207	-	-	169,207
Interest	95,328	27,515	-	122,843
Due to other funds	1,636,985	-	-	1,636,985
Current maturities-notes payable	378,136	-	-	378,136
Current maturities-bonds payable	985,295	195,408	-	1,180,703
Total current liabilities	3,705,732	838,276	-	4,544,008
Noncurrent liabilities				
Bonds payable	17,884,131	6,450,344	-	24,334,475
Compensated absences	20,269	-	-	20,269
Notes payable	2,424,679	-	-	2,424,679
Total noncurrent liabilities	20,329,079	6,450,344	-	26,779,423
Total liabilities	24,034,811	7,288,620	-	31,323,431
Total liabilities and deferred inflow of resources				
	24,034,811	7,288,620	-	31,323,431
Net position				
Net investment in capital assets	29,598,369	(1,513,554)	-	28,084,815
Unrestricted	3,115,678	734,584	16,651	3,866,913
Total net position	\$32,714,047	\$ (778,970)	\$ 16,651	\$ 31,951,728

City of Ottawa, Illinois

Statement of Revenues, Expenses and Changes In Net Position - Proprietary Funds

<i>Year Ended April 30, 2023</i>	Business-Type Activities			Total
	Water and Wastewater System Fund	Swimming Pool Fund	Non-major Enterprise Fund (Events Fund)	
Operating revenues				
Charges for services	\$ 7,549,611	\$ 25,000	\$ 3,500	\$ 7,578,111
Other	52,033	-	-	52,033
Total operating revenues	7,601,644	25,000	3,500	7,630,144
Operating expenses				
Operating expenses	1,639,519	-	-	1,639,519
Personnel and benefits	1,360,015	-	-	1,360,015
Contractual	17,415	-	-	17,415
Professional services	1,312,970	-	-	1,312,970
Communications	20,988	(14)	-	20,974
Repairs and maintenance	1,533,653	614,478	-	2,148,131
Other	-	3,961	-	3,961
Depreciation and amortization	1,997,005	-	-	1,997,005
Total operating expenses	7,881,565	618,425	-	8,499,990
Operating income (loss)	(279,921)	(593,425)	3,500	(869,846)
Non-operating revenues (expenses)				
Interest	65,312	14,096	101	79,509
Interest and amortization expense	(384,968)	(198,511)	-	(583,479)
Total non-operating revenues (expenses)	(319,656)	(184,415)	101	(503,970)
Income (loss) before transfers	(599,577)	(777,840)	3,601	(1,373,816)
Transfers				
Transfers in	2,540,003	-	-	2,540,003
Transfers out	(2,732,586)	-	-	(2,732,586)
Total transfers	(192,583)	-	-	(192,583)
Changes in net position	(792,160)	(777,840)	3,601	(1,566,399)
Net position, beginning of year as restated	33,506,207	(1,130)	13,050	33,518,127
Net position, end of year	\$ 32,714,047	\$ (778,970)	\$ 16,651	\$ 31,951,728

City of Ottawa, Illinois

Statement of Cash Flows - Proprietary Funds

<i>Year Ended April 30, 2023</i>	Business-type Activities			Totals
	Water and Wastewater System Fund	Swimming Pool Fund	Nonmajor Enterprise Fund (Events Fund)	
Cash flows from operating activities				
Receipts from customers and users	\$ 8,142,006	\$ 25,000	\$ 3,500	\$ 8,170,506
Payments to suppliers	(4,267,595)	(3,072)	-	(4,270,667)
Payments to employees	(1,348,813)	-	-	(1,348,813)
Net cash provided by operating activities	2,525,598	\$ 21,928	3,500	2,551,026
Cash flows from non-capital financing activities				
Transfers to other funds	2,540,003	-	-	2,540,003
Transfers from other funds	(2,732,586)	-	-	(2,732,586)
Net cash provided by non-capital financing activities	(192,583)	-	-	(192,583)
Cash flows from capital and related financing activities				
Proceeds from capital leases and note payables	-	1,512,004	-	1,512,004
Acquisition and construction of capital assets	(7,433,846)	-	-	(7,433,846)
Interest paid on long term debt	(490,258)	-	-	(490,258)
Principal paid on long-term debt	(1,374,614)	(170,996)	-	(1,545,610)
Net cash provided by capital and related financing activities	(9,298,718)	1,341,008	-	(7,957,710)
Cash flows from investing activities				
Interest received	65,312	14,096	101	79,509
Net cash provided by investing activities	65,312	14,096	101	79,509
Net increase in cash and cash equivalents	(6,900,391)	1,377,032	3,601	(5,519,758)
Cash and cash equivalents, beginning of year	10,737,640	(1,130)	13,050	10,749,560
Cash and cash equivalents, end of year	\$ 3,837,249	\$ 1,375,902	\$ 16,651	\$ 5,229,802

City of Ottawa, Illinois
Statement of Cash Flows - Proprietary Funds (Continued)

	Business-type Activities			Total
	Water and Wastewater System Fund	Swimming Pool Fund	Nonmajor Enterprise Fund (Events Fund)	
<i>Year Ended April 30, 2023</i>				
Reconciliation of operating income (loss) to net cash provided by operating activities				
Operating (loss)	\$ (279,921)	\$ (593,425)	\$ 3,500	\$ (869,846)
Adjustment to reconcile operating (loss) to net cash flows for operating activities:				
Depreciation and amortization	1,997,005	-	-	1,997,005
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	540,362	-	-	540,362
(Increase) decrease in accounts payable	256,950	615,353	-	872,303
Increase (decrease) in accrued payroll	(38)	-	-	(38)
Increase (decrease) in compensated absences	11,240	-	-	11,240
Net cash provided by operating activities	\$ 2,525,598	\$ 21,928	\$ 3,500	\$ 2,551,026
Cost of capital assets financed by note payables	\$ -	\$ 5,133,748	\$ -	\$ 5,133,748
Net noncash flows from investing and financing activities	\$ 0	\$ 5,133,748	\$ -	\$ 5,133,748

City of Ottawa, Illinois

Statement of Fiduciary Net Position

<i>April 30, 2023</i>	Pension Trust Funds
Assets	
Cash and cash equivalents	\$ 1,896,851
Investments	42,727,050
Receivables	3,804,989
Prepaid items	1,277
Total assets	48,430,167
Liabilities	
Accounts payable	7,733
Unavailable property taxes	3,654,623
Total liabilities	3,662,356
Net Position	
Restricted	\$ 44,767,811

City of Ottawa, Illinois

Statement of Changes in Fiduciary Net Position

<i>Year Ended April 30, 2023</i>	Pension Trust Funds
Investment Income	
Investment earnings	\$ 51,190
FMV adjustments	436,348
Other sources	121,648
Net investment income	609,186
Contributions	
Property taxes	3,783,015
Other taxes	348,647
Contributions	606,349
Other sources	140,723
Total contributions	4,878,734
Total additions	5,487,920
Deductions	
Operating expenses	4,325,376
Other	132,195
Total deductions	4,457,571
Change in net position	1,030,349
Net position, beginning of year	43,737,462
Net position, end of year	\$ 44,767,811

City of Ottawa, Illinois

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Introduction

The City of Ottawa, Illinois, (the City) operates as a non-home rule municipality governed under the commission form of government consisting of a Mayor and four Commissioners. The City provides services to the community which includes: police, fire, water and wastewater utility, community development, street maintenance, transportation planning, and general services. The following significant accounting policies apply to the City and its component unit, the Ottawa Visitors Center.

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

Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The Financial Reporting Entity

The accompanying financial statements present the primary government, organizations for which the primary government is financially accountable, and other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials are financially accountable or whose exclusion would render the financial statements misleading because of nature and significance of their relationship. Based on these criteria, the City is considered a primary government and there are no other organizations or agencies whose financial statements should be combined and presented with these financial statements.

Police Pension Fund

The City police employees participate in the Police Pension Fund, a fiduciary component unit of the City. The Police Pension fund functions for the benefit of these employed. The City is obligated to fund all Police Pension Fund costs not funded by the Police Pension Fund participants based upon actuarial valuations, which creates a financial burden on the City. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels, which results in the Police Pension Fund being fiscally dependent upon the City. The Police Pension Fund is reported as a pension trust fund.

City of Ottawa, Illinois

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

The Financial Reporting Entity (Continued)

Fire Pension Fund

The City fire employees participate in the Fire Pension Fund, a fiduciary component unit of the City. The Fire Pension fund functions for the benefit of these employed. The City is obligated to fund all Fire Pension Fund costs not funded by the Fire Pension Fund participants based upon actuarial valuations, which creates a financial burden on the City. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels, which results in the Fire Pension Fund being fiscally dependent upon the City. The Fire Pension Fund is reported as a pension trust fund.

Basis of Presentation

Government-Wide Financial Statements

The government-wide statement of net position and statement of activities report the overall financial activity of the City, excluding fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities of the City. Interfund services provided and used are not eliminated on these statements. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) fines, fees, and charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirement 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

The fund financial statements provide information about the City's funds, including its fiduciary funds. Separate statements for each fund category, governmental, proprietary, and fiduciary, are presented. The emphasis on fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities. Operating expenses include all expenses directly related to providing enterprise fund services. Incidental expenses are reported as non-operating expenses.

City of Ottawa, Illinois

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

The City reports the following major governmental funds:

General Fund – The General Fund is the City’s primary operating fund and. The General Fund accounts for and reports all financial resources of the general government, except those required to be accounted for in another fund.

The North Tax Increment Financing District is funded by a property tax restricted for the transactions related to redevelopment projects along Interstate 80.

The City reports the following major proprietary funds:

The Waste and Wastewater System Fund accounts for the provision of water and sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund.

Additionally, the City reports the following fiduciary (agency) funds:

The Police and Firefighters’ Pension Funds account for the accumulation of retirement and disability benefits for police and firefighters’ pension plans.

The City reports the following nonmajor governmental funds:

The Special Revenue Funds are used to account for revenues received from specific sources which are required by law or regulation to be accounted for in separate funds.

During the course of operations, the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

City of Ottawa, Illinois

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting

The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. For this purpose, the City generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. The City has elected to take exception to this assumption for revenue remitted by the State. Due to the State being late with payments, the City considers those amounts applicable to the current fiscal year to be available as it is vouchered by the State and will be paid after the 60 day period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Use of Estimates

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

Budgetary Basis of Accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles.

The appropriated budget is prepared by fund, function, and department. The City's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Board. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. Appropriations in all budgeted funds lapse at the end of the fiscal year.

Cash and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

City of Ottawa, Illinois

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Cash and Investments (Continued)

The City invests in accordance with Illinois Compiled Statutes 30 ILCS 235 under the Public Funds Investment Act.

The Police and Firefighter Pension Trust Funds consolidated their investments into the Illinois Police Officers' Pension Investment Fund (IPOPPIF) and the Illinois Firefighters' Pension Investment Fund (IFPIF) to comply with Public Act 101-0610.

Investments are reported at fair value which is determined using selected bases. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). Level 1 inputs to the valuation methodology are unadjusted quoted prices in active markets for identical assets or liabilities. Level 2 inputs are quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; or inputs other than quoted prices that are observable for the asset or liability. Level 3 inputs are unobservable and significant to the fair value measurement

Receivables

Receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include sales and use taxes, franchise taxes, grants, police fines, and ambulance fees. Business-type activities report utilities and interest earnings as their major receivables. As of April 30, 2023, the Water and Wastewater System Fund had allowances for doubtful accounts of \$30,000.

Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Prepaid Items/Expenses

Certain payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses using the consumption method in both government-wide and fund financial statements.

City of Ottawa, Illinois

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, drainage systems, storm water, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their acquisition value at the date of donation.

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. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. Major outlays for capital assets and improvements are capitalized as projects are constructed. 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 City are depreciated using the straight-line method over the following estimated useful lives:

Buildings and structures	25-50 Years
Improvements	10-50 Years
Machinery and equipment	3-20 Years
Utility system	25-50 Years
Infrastructure	25-50 Years

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation.

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Compensated Absences

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

Bond Premiums, discounts and Issuance Costs

In the government-wide and proprietary fund financial statements, bond premiums, and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

City of Ottawa, Illinois

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Bond Premiums, discounts and Issuance Costs (Continued)

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 on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Fund Balances

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The City itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the City's highest level of decision-making authority. The City is the highest level of decision-making authority for the City that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. The City has by resolution authorized an official of the City Council to assign fund balance. The City may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Fund Balance Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

City of Ottawa, Illinois

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. Net position is reported as restricted when there are limitations imposed on its use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

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

Net Position Flow Assumption

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the City's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Property Taxes

Property taxes are levied each year on all taxable real property located in the City. The City must file its tax levy ordinance the end of December of each year. The owner of real property on January 1 (lien date) in any year is liable for taxes of that year. Property taxes are collected by the County Treasurer of LaSalle County, Illinois, who remit to the City its share of the collection. Taxes levied for calendar year 2021 were due, payable, and collected in two installments in July and September 2022.

Revenue for property taxes is recognized in the governmental funds in the year for which the taxes are intended to finance and the funds are available. Accordingly, the City recognized revenue during the fiscal year ended April 30, 2023 for collections from the calendar year 2021 levy if it was received by year end. Property taxes levied for calendar year 2022, which will be collected in fiscal year 2023 are recorded as receivables and unavailable revenue.

City of Ottawa, Illinois

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditures) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Pensions

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

Other Post-Employment Benefits ("OPEB") Obligations

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and to OPEB expense, information about the plan net position and additions to/deductions from the plan net position has been determined on the same basis as they are reported by the plan. For this purpose, OPEB payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investment are reported at fair value.

Note 2: Stewardship, Compliance and Accountability

Excess of expenditures over appropriations

The following individual funds incurred expenditures in excess of appropriations:

Fund	Amount
General Fund	2,864,023
Auditing Fund	26,070
Foreign Fire Insurance Fund	56,826
Playground and Recreation Fund	55,411
Police Department Drug Fund	102,869
TIF District 3 Fund	19,767
TIF District 5 Fund	66,491
TIF District 8 Fund	135,665
EZ Capital Improvement Fund	1,444,060
Canal Rewatering Fund	20,857

City of Ottawa, Illinois

Notes to Financial Statements

Note 2: Stewardship, Compliance and Accountability (Continued)

Deficit Fund Equity/Net Position

As of April 30, 2023, the Swimming Pool Fund had a deficit net position of \$778,970, the Canal Rewatering Fund had a deficit fund balance of \$223,492, the Auditing Fund had a deficit fund balance of \$38,747, the TIF District 8 Fund had a deficit fund balance of \$82,727.

Note 3: Cash Deposits with Financial Institutions

City Deposits

The City maintains a cash pool that is available for use by all funds. Each fund's portion of this pool is displayed on the statement of net position as "cash and cash equivalents."

Custodial credit risk: Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City has a deposit policy for custodial credit risk. As of April 30, 2023, the City's bank balance was \$17,140,354 and the entire balance was insured and collateralized with securities in the City's name.

Police Deposits

As of April 30, 2023 the Police Pension's bank balance was \$1,544,116, \$283,210 of the balance was insured and collateralized with securities in the Pension's name, and \$1,260,906 was not collateralized.

Firefighter Deposits

As of April 30, 2023, the Firefighter Pension's bank balance was \$97,421 and the entire balance was insured and collateralized with securities in the Pension's name.

Note 4: Investments

Investments are separately held by several of the City's funds. The investments of the pension trust funds are held separately from those of the other City funds.

As of April 30, 2023, the City's investments were as follows (for financial statement purposes, the deposits in the state investment pool are shown as cash):

	Carrying Amount	Fair Value
Governmental activities:		
Certificates of deposit	\$ 88,734	\$ 88,734
External investment pool	2,472,372	2,472,372
Total governmental activities	\$ 2,561,106	\$ 2,561,106

City of Ottawa, Illinois

Notes to Financial Statements

Note 4: Investments (Continued)

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City has no specific policy on the interest rate risk at year-end.

Information about the sensitivity of the fair values of the City's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

Investment Type	Remaining Maturities (in Months)			Total
	12 Months or Less	13-24 Months	25-60 Months	
Governmental activities:				
Certificates of deposit	\$ 88,734	\$ -	\$ -	\$ 88,734
External investment pool	2,427,372	-	-	2,427,372
Total governmental activities	2,516,106	-	-	2,516,106

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below are the City's investment policy, or debt agreements, and the actual rating as of year-end for each investment type:

Investment Type	Total as of 4/30/2023	AAAm	Unrated
Governmental activities			
Certificates of deposit	\$ 88,734	\$ -	\$ 88,734
External investment pool	2,427,372	2,427,372	-
Total governmental activities	2,516,106	2,427,372	88,734

The following table presents the City's approximate fair value hierarchy for the assets measured at fair value on a recurring basis as of April 30, 2023.

Investment Type	Total as of 4/30/2023	Level 1	Level 2	Level 3
Governmental activities				
Certificates of deposit	\$ 88,734	\$ -	\$ 88,734	\$ -

City of Ottawa, Illinois

Notes to Financial Statements

Note 5: Capital Assets

The governmental activities capital asset activity for the year ended April 30, 2023, is as follows:

Governmental activities:	Balance 5/1/2022	Increases	Decreases and Transfers	Balance 4/30/2023
Capital assets, not being depreciated:				
Land	\$ 14,212,706	\$ -	\$ -	\$ 14,212,706
Construction in progress	581,758	1,625,222	(1,536,243)	670,737
Total capital assets, not being depreciated:	14,794,464	1,625,222	(1,536,243)	14,883,443
Capital assets, being depreciated:				
Buildings and improvements	19,342,682	909,269	1,109,686	21,361,637
Machinery and equipment	12,307,964	644,216	-	12,952,180
Infrastructure	42,893,863	356,477	-	43,250,340
Total capital assets, being depreciated:	74,544,509	1,909,962	1,109,686	77,564,157
Accumulated depreciation:				
Buildings and improvements	(7,926,585)	(745,892)	-	(8,672,477)
Machinery and equipment	(10,608,085)	(590,294)	-	(11,198,379)
Infrastructure	(12,506,109)	(840,092)	-	(13,346,201)
Total accumulated depreciation	(31,040,779)	(2,176,278)	-	(33,217,057)
Total capital assets, being depreciated, net	43,503,730	(266,316)	1,109,686	44,347,100
Right to use assets	-	-	-	-
Equipment	78,699	461,424	-	540,123
Accumulated amortization	-	(52,087)	-	(52,087)
Right to use asset, net	78,699	409,337	-	488,036
Governmental activities capital assets, net	\$ 58,376,893	\$ 1,768,243	\$ (426,557)	\$ 59,718,579

City of Ottawa, Illinois

Notes to Financial Statements

Note 5: Capital Assets (Continued)

The business-type activities capital asset activity for the year ended April 30, 2023 is as follows:

Business-Type activities:	Balance 5/1/2022	Increases	Decreases and Transfers	Balance 4/30/2023
Capital assets, not being depreciated:				
Land	\$ 72,100	\$ -	\$ -	\$ 72,100
Construction in progress	3,272,516	12,043,363	(409,020)	14,906,859
Total capital assets, not being depreciated	3,344,616	12,043,363	(409,020)	14,978,959
Capital assets, being depreciated:				
Buildings and improvements	73,660,642	131,318	-	73,791,960
Machinery and equipment	4,563,337	272,904	409,020	5,245,261
Total capital assets, being depreciated	78,223,979	404,222	409,020	79,037,221
Accumulated depreciation:				
Buildings and improvements	(32,125,880)	(1,776,107)	-	(33,901,987)
Machinery and equipment	(3,610,494)	(217,398)	-	(3,827,892)
Total accumulated depreciation	(35,736,374)	(1,993,505)	-	(37,729,879)
Total capital assets, being depreciated, net	42,487,605	(1,589,283)	409,020	41,307,342
Right to use assets				
Equipment	-	120,006	-	120,006
Accumulated amortization	-	(3,500)	-	(3,500)
Right to use asset, net	-	116,506	-	116,506
Business-type activities capital assets, net	\$ 45,832,221	\$ 10,570,586	\$ -	\$ 56,402,807

Depreciation expense was charged to governmental functions as follows:

	Amount
Governmental activities:	
General government	\$ 68,649
Public safety	566,284
Public works	735,057
Community development	548,428
Parks and recreation	257,860
Total depreciation expense, governmental activities	\$ 2,176,278
Business-type activities -	
Water and sewer	\$ 1,997,005
Total depreciation expense, business-type activities	\$ 1,997,005

City of Ottawa, Illinois

Notes to Financial Statements

Note 6: Long-Term Debt

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. These bonds generally are issued as serial bonds with equal amounts of principal maturing each year with original maturities that range from 5 to 20 years. General obligation bonds outstanding at April 30, 2023 are as follows:

Issue	Beginning Balance	Increase	Decrease	Ending Balance	Fund Debt Retired by
Governmental Activities					
Debt Certificate Series 2009	\$ 1,490,000	\$ -	\$ (175,000)	\$ 1,315,000	Debt Service
GO Bond Series 2021A	4,520,000	-	(165,000)	4,355,000	TIF District 8
GO Bond Series 2022B	-	1,530,000	-	1,530,000	General
Installment Loan	107,825	-	(35,301)	72,524	General
Lease obligation	78,699	111,409	(61,141)	128,967	General
Total	\$ 6,196,524	\$ 1,641,409	\$ (436,442)	\$ 7,401,491	

Issue	Beginning Balance	Increase	Decrease	Ending Balance	Fund Debt Retired by
Business-type Activities					
Debt Certificates Series 2012B	\$ 1,125,000	\$ -	\$ (125,000)	\$ 1,000,000	Water/Waste water
Debt Certificates Series 2013	399,000	-	(399,000)	-	Water/Waste water
GO Bond Series 2017	4,500,000	-	(105,000)	4,395,000	Water/Waste water
GO Bonds Series 2020 ARS	3,260,000	-	(225,000)	3,035,000	Water/Waste water
GO Bond Series 2021B	8,860,000	-	-	8,860,000	Water/Waste water
GO Bond Series 2022A	-	5,095,000	-	5,095,000	Water/Waste water
GO Bond Series 2023	-	1,415,000	-	1,415,000	Water/Waste water
IEPA Loan	375,055	-	(79,760)	295,295	Water/Waste water
IEPA	2,800,790	-	(294,820)	2,505,970	Water/Waste water
Installment Loans	9,095	-	(7,546)	1,549	Water/Waste water
Total	\$ 21,328,940	\$ 6,510,000	\$ 1,236,126)	\$ 26,602,814	

City of Ottawa, Illinois

Notes to Financial Statements

Note 6: Long-Term Debt (Continued)

	Beginning Balance	Increase	Decrease	Ending Balance	Amounts Due Within One Year
Governmental activities:					
Debt certificates	\$ 1,490,000	\$ -	\$ (175,000)	\$ 1,315,000	\$ 185,000
General obligations bonds	4,520,000	1,530,000	(165,000)	5,885,000	225,000
Premium/discount on bonds	761,601	-	(38,080)	723,521	38,080
Installment loans	140,823	-	(68,300)	72,523	35,938
Lease obligations	78,699	111,409	(61,141)	128,967	60,867
Total governmental activity long-term liabilities	\$ 6,991,123	\$ 1,641,409	\$ (507,521)	\$ 8,125,011	\$ 544,885

	Beginning Balance	Increase	Decrease	Ending Balance	Amounts due Within One Year
Business-type activities:					
Debt certificates	\$ 1,524,000	\$ -	\$ (524,000)	\$ 1,000,000	\$ 125,000
General obligation bonds	16,620,000	6,510,000	(330,000)	22,800,000	950,000
Premium/discount on bonds	1,684,721	135,752	(105,295)	1,715,178	105,702
IEPA loans	3,175,845	-	(374,580)	2,801,265	376,587
Installment loans	9,095	-	(7,545)	1,550	1,550
Total business-type activity long-term liabilities	\$ 23,013,661	\$ 6,645,752	\$ (1,341,420)	\$ 28,317,993	\$ 1,558,839

City of Ottawa, Illinois

Notes to Financial Statements

Note 6: Long-Term Debt (Continued)

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

Governmental activities

Year ending April 30:	GO Bonds		Debt Certificates		Lease/Installment Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 225,000	\$ 242,897	\$ 185,000	\$ 84,857	\$ 96,805	\$ 4,899
2025	230,000	233,628	200,000	73,683	58,463	2,893
2026	245,000	224,158	210,000	61,383	22,690	1,421
2027	250,000	214,064	225,000	48,027	23,532	579
2028	265,000	203,770	240,000	33,245	-	-
2029 - 2037	1,480,000	847,502	255,000	17,213	-	-
2033 - 2037	1,805,000	517,074	-	-	-	-
2038-2042	1,385,000	126,791	-	-	-	-
Total	\$ 5,885,000	\$ 2,609,884	\$ 1,315,000	\$ 318,408	\$ 201,490	\$ 9,792

Business-type activities

Year ending April 30:	Alternate Revenue Bonds		Debt Certificates		IEPA/Installment Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 950,000	\$ 830,448	\$ 125,000	\$ 39,763	\$ 378,137	\$ 6,878
2025	995,000	831,421	125,000	35,213	378,643	4,818
2026	1,020,000	802,073	125,000	30,538	380,752	2,709
2027	1,105,000	771,812	125,000	25,700	338,593	547
2028	1,185,000	739,012	125,000	20,725	294,820	-
2029 - 2037	7,055,000	3,105,525	375,000	3,663	1,031,870	-
2033 - 2037	8,470,000	1,508,326	-	-	-	-
2038-2042	2,020,000	282,250	-	-	-	-
Total	\$ 22,800,000	\$ 8,870,867	\$ 1,000,000	\$ 155,602	\$ 2,802,815	\$ 14,952

The City is subject to a debt limitation of 8.625% of its assessed valuation of \$418,945,988. As of April 30, 2023, the City had \$29,385,850 remaining legal debt margin.

City of Ottawa, Illinois

Notes to Financial Statements

Note 6: Long-Term Debt (Continued)

Bond Ordinances and Pledged Revenues

Alternate Revenue Source Pledging

The City has pledged income and cannabis sales taxes for the 2009 Debt Certificate, Series 2021A Bond, Series 2022B Bond, 2012B Debt Certificate, Series 2017 Bond, Series 2020 Bond, Series 2021B Bond, Series 2022A Bond, and Series 2023 Bond for the specific purpose of repaying the principal and interest of those bond issues. These issues are considered Alternate Revenue Source for them not to be classified as general obligation only bonds.

The bonds are payable solely from the income and cannabis sales taxes and are payable through 2042. Total principal and interest remaining on these bonds is \$42,982,767 through 2042. For the current year, principal and interest paid and pledged revenues were \$2,087,157 and \$4,539,870, respectively.

Note 7: Retirement Plans

Plan Descriptions - The City contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system; the Police Pension Plan, which is a single-employer pension plan; and the Firefighter Pension Plan, which is also a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for all three plans are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. That report may be obtained on-line at www.imrf.org.

Illinois Municipal Retirement Fund (IMRF)

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

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 12/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 12/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

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

Regular Personnel (Non-SLEP)

Employees Covered by the Benefit Terms - At the December 31, 2022 valuation date, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	101
Inactive plan member entitled to but not yet receiving benefits	41
Active employees	100
<hr/>	
Total	242

Contributions - As set by statute, the City's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City's annual contribution rate for calendar year 2022 was 7.25%. For the fiscal year ended April 30, 2023, the City contributed \$366,301 to the plan. The City also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

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

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Regular Personnel (Non-SLEP) (Continued)

Actuarial assumptions – The following are the methods and assumptions used to determine total pension liability at December 31, 2022:

Actuarial cost method	Entry Age Normal
Asset valuation method	Market Value of Assets
Inflation	2.25%
Salary increases	2.85% to 13.75%, including inflation
Investment rate of return	7.25%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation according to an experience study from years 2017 to 2019.
Mortality	For non disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements using scale MP-2020. For Disabled Retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male and Female (both unadjusted) tables, and future mortality improvements using scale MP-2020. For Active Members, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male and Female (both unadjusted) tables, and future mortality improvements using scale MP-2020.

The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2022:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic equity	35.50 %	6.50 %
International equity	18.00 %	7.60 %
Fixed income	25.50 %	4.90 %
Real estate	10.50 %	6.20 %
Alternative investments	9.50 %	6.25-9.90%
Cash equivalents	1.00 %	4.00 %
Total	100.00 %	

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Regular Personnel (Non-SLEP) (Continued)

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:

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

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

Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Net Position (B)	Net Pension Liability (Asset) (A) - (B)
Balances at January 1, 2022	\$ 24,829,065	\$ 28,870,108	\$ (4,041,043)
Changes for the year:			
Service cost	498,867	-	498,867
Interest on the total pension liability	1,758,675	-	1,758,675
Differences between expected and actual experience of the total pension liability	410,709	-	410,709
Contributions - employer	-	406,052	(406,052)
Contributions - employees	-	261,845	(261,845)
Net investment income	-	(3,917,850)	3,917,850
Benefit payments, including refunds of employee contributions	(1,641,838)	(1,641,838)	-
Other (net transfer)	-	(175,238)	175,238
Net changes	1,026,413	(5,067,029)	6,093,442
Balances at December 31, 2022	\$ 25,855,478	\$ 23,803,079	\$ 2,052,399

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Regular Personnel (Non-SLEP) (Continued)

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

	1% Lower (6.25%)	Current Discount (7.25%)	1% Higher (8.25%)
Net pension liability (asset)	\$ 4,909,388	\$ 2,052,399	\$ (256,801)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions - For year ended April 30, 2023, the City recognized pension expense of \$898,861. At April 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflow of Resources
<i>Deferred amounts to be recognized in pension expense in future periods:</i>		
Difference between expected and actual experience	\$ 446,259	\$ 8,982
Changes in assumptions	-	31,146
Net difference between projected and actual earnings on pension plan investments	2,012,645	-
Total deferred amounts to be recognized in pension expense in future periods	2,458,904	40,128
Pension contributions subsequent to the measurement date	97,331	-
Total deferred amounts related to pensions	\$ 2,556,235	\$ 40,128

The City reported \$97,331 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the measurement period ending December 31, 2023.

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Regular Personnel (Non-SLEP) (Continued)

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

Year Ending April 30	Net Deferred Outflows (Inflows) of Resources
2024	\$ (1,301,391)
2025	798,217
2026	2,025,097
2027	3,612,728
2028	-
Thereafter	-
Total	\$ 5,134,651

Police Pension Fund

Plan Administration - Police sworn personnel are covered by the Police Pension Plan ("Police") 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. The City accounts for the plan as a pension trust fund. The City's most recent actuarial valuation was performed as of April 30, 2023, and, accordingly, the most recent available information has been presented. The Police Pension Fund is governed by a five-member Board of Trustees. Two members of the Board are appointed by the City's mayor, one member is elected by pension beneficiaries, and two members are elected by active police employees.

Plan Membership - At April 30, 2023, Police membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	35
Inactive plan members entitled to but not yet receiving benefits	3
Active plan members	37
Total	75

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Police Pension Fund (Continued)

Benefits Provided - The following is a summary of benefits of the plan as provided for in ILCS:

The Police provides retirement benefits as well as death and disability benefits in two tiers depending on when a participant enters the plan. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to $\frac{1}{2}$ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit of 2.5% of final salary for each year of service. The monthly benefit of a police officer who retired with 20 or more 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.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ % for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later.

Surviving spouses receive 100% of final salary for fatalities resulting from an act of duty, or otherwise the greater of 50% of final salary or the employee's retirement benefit. Employees disable in the line of duty receive 65% of final salary.

Contributions - Employees are required by ILCS to contribute 9.91% of their base salary to the Fund. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the Fund, as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year ended April 30, 2023, the City's contribution was 63.52% of covered payroll.

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Police Pension Fund (Continued)

Investments

Investment Policy - Illinois Compiled Statutes (ILCS) limit the Police Pension Fund's (the Fund) investments to those allowable by ILCS and require the Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees. The Fund's investment policy authorizes the Fund to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, investment grade corporate bonds, and Illinois Funds. The Fund may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, mutual funds and corporate equity securities and real estate investment trusts. During the year, no changes were made to the investment policy.

The Fund's investment policy in accordance with ILCS establishes the following target allocation across asset classes:

Asset Class	Target Allocation
US Large	23.00 %
US Small	5.00 %
International Developed	18.00 %
International Developed Small	5.00 %
Emerging Markets	7.00 %
Private Equity (Direct)	7.00 %
Bank Loans	3.00 %
High Yield Corp. Credit	3.00 %
Emerging Market Debt	3.00 %
Private Credit	5.00 %
US TIPS	3.00 %
Real Estate/Infrastructure	8.00 %
Cash	1.00 %
Short-Term Gov't/Credit	3.00 %
US Treasury	3.00 %
Core Plus Fixed Income	3.00 %

The long-term expected rate of return on pension plan investments was determined using a building-block method. The best estimate of future real rates of return are developed for each of the major asset classes. Future real rates of return are weighted based on the target asset allocation as adopted by the Board within the investment policy. Expected inflation is added back in. Adjustment is made to reflect geometric returns.

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Police Pension Fund (Continued)

The following are the expected long-term expected arithmetic real rates of return by asset class as of April 30, 2023:

Asset Class*	Long-Term Expected Rate of Return	Long-Term Inflation Expectations	Long-Term Expected Real Rate of Return
US Large	6.65 %	2.50 %	4.15 %
US Small	7.04 %	2.50 %	4.54 %
International Developed	7.14 %	2.50 %	4.64 %
International Developed Small	2.25 %	2.50 %	(0.25)%
Emerging Markets	7.81 %	2.50 %	5.31 %
Private Equity (Direct)	9.65 %	2.50 %	7.15 %
Bank Loans	4.98 %	2.50 %	2.48 %
High Yield Corp. Credit	4.98 %	2.50 %	2.48 %
Emerging Market Debt	5.32 %	2.50 %	2.82 %
Private Credit	6.87 %	2.50 %	4.37 %
US TIPS	2.38 %	2.50 %	(0.12)%
Real Estate/Infrastructure	6.50 %	2.50 %	4.00 %
Cash	2.23 %	2.50 %	(0.27)%
Short-Term Gov't/Credit	3.23 %	2.50 %	0.73 %
US Treasury	1.90 %	2.50 %	(0.60)%
Core Plus Fixed Income	3.23 %	2.50 %	0.73 %

*Asset classes listed were as disclosed in the Illinois Police Officers' Pension Investment Fund Actuarial Experience Study dated March 4, 2022.

Method used to value investments: Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value.

Investment Information - The City consolidated the investment of the Police Pension Fund with the Illinois Police Officers' Pension Investment Fund (IPOPIF). The IPOPIF is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate police officer pension funds. IPOPIF was created by Public Act 101-0610, and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds. Participation in IPOPIF by Illinois suburban and downstate police officer pension funds is mandatory. Investments of the Fund are combined in a commingled external investment pool and held by IPOPIF. A schedule of investment expenses is included in IPOPIF's annual report. For additional information on IPOPIF's investments, please refer to their annual report as of June 30, 2022. A copy of that report can be obtained from IPOPIF at 456 Fulton Street, Suite 402, Peoria, Illinois 61602 or at www.ipopif.org. The Fund transferred all eligible assets to the Investment Fund on March 1, 2022.

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Police Pension Fund (Continued)

At year-end the Police Pension Fund has \$25,239,497 invested in IPOPIF, which is measured at the Net Asset Value (NAV) per share as determined by the pool. The pooled investments consist of the investments as noted in the target allocation table available at www.ipopif.org.

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

Net Pension Liability - The components of the net pension liability of the Police Pension Fund as of April 30, 2023 calculated in accordance with GASB Statement No. 67 were as follows:

Total pension liability	\$ 45,644,376
Plan fiduciary net position	27,036,919
Employer's net pension liability	18,607,457
Plan fiduciary net position as a percentage of the total pension liability	59.23 %

See the schedule of changes in the employer's net pension liability and related ratios in the required supplementary information for additional information related to the funded status of the Police Pension Fund.

Actuarial assumptions - The total pension liability above was determined by an actuarial valuation performed as of April 30, 2023 using the following actuarial methods and assumptions.

Measurement date	April 30, 2023
Actuarial Cost method	Entry Age Normal
Assumptions	
Projected individual salary increases	3.25% - 5.08%
Projected increase in total payroll	3.25%
Consumer price index	2.25%
Inflation rate	2.25%
Mortality table	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data
Retirement rates	100% of L&A 2020 Illinois Police Retirement Rates Capped at Age 65
Disability rates	100% of L&A 2020 Illinois Police Disability Rates
Termination rates	100% of L&A 2020 Illinois Police Termination Rates
Percent married	80.0%

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Police Pension Fund (Continued)

Discount Rate - The discount rate used to measure the total pension liability was 6.66%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan assets of 7.08% was blended with the index rate of 3.53% for tax exempt general obligation municipal bonds rated AA or better at April 30, 2023 to arrive at a discount rate of 6.66% used to determine the total pension liability.

Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Net Position (B)	Net Pension Liability (Asset) (A) - (B)
Balances at April 30, 2022	\$ 45,424,291	\$ 26,422,376	\$ 19,001,915
Changes for the year:			
Service cost	703,554	-	703,554
Interest on the total pension liability	2,867,495	-	2,867,495
Change in benefit terms	37,256	-	37,256
Differences between expected and actual experience of the total pension liability	(1,336,353)	-	(1,336,353)
Changes in assumptions	(30,828)	-	(30,828)
Contributions - employer	-	1,959,653	(1,959,653)
Contributions - employees	-	305,585	(305,585)
Contribution - other	-	223,642	(223,642)
Net investment income	-	206,551	(206,551)
Benefit payments, including refunds of employee contributions	(2,021,039)	(2,021,039)	-
Administrative expense	-	(59,849)	59,849
Net changes	220,085	614,543	(394,458)
Balances at April 30, 2023	\$ 45,644,376	\$ 27,036,919	\$ 18,607,457

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Police Pension Fund (Continued)

Discount Rate Sensitivity - The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate of 6.66% as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.66%) or 1 percentage point higher (7.66%) than the current rate:

	1% Lower (5.66%)	Current Discount (6.66%)	1% Higher (7.66%)
Net pension liability	\$ 25,928,906	\$ 18,607,457	\$ 12,728,636

Pension Expenses, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions - For the year ended April 30, 2023, the City recognized pension expense of \$1,667,864. At April 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 1,330,914	\$ 422,728
Changes in assumptions	8,607,144	11,277,425
Net difference between projected and actual earnings on pension plan investments	1,423,612	-
Total	\$ 11,361,670	\$ 11,700,153

Subsequent to the measurement date, the following amounts will be recognized in pension expense in the upcoming years:

Year Ended April 30	Net Deferred Outflows (Inflows) of Resources
2024	\$ 393,403
2025	30,276
2026	816,349
2027	(74,275)
2028	(1,131,725)
Thereafter	(372,511)
Total	\$ (338,483)

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Firefighters' Pension Fund

Plan Administration

Fire sworn personnel are covered by the Firefighters' Pension Plan ("Firefighters'"), a single-employer defined benefit pension plan sponsored by the City. The defined benefits and employee and minimum employer contributions levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund. The City's most recent actuarial valuation was performed as of April 30, 2023, and, accordingly, the most recent available information has been presented. The Fund is governed by a five-member Board of Trustees. Two members of the Board are appointed by the City's mayor, one member is elected by pension beneficiaries, and two members are elected by active firefighter employees.

Plan Membership

At April 30, 2023, the Firefighters' membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	39
Inactive plan members entitled to but not yet receiving benefits	5
Active plan members	27
<hr/>	
Total	71

Benefits Provided

The following is a summary of benefits of the plan as provided for in ILCS:

The Firefighters' provides retirement benefits as well as death and disability benefits in two tiers depending on when a participant enters a plan. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with 10 or more years of credible service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Firefighter's Pension Fund (Continued)

with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% of ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions - Employees are required by ILCS to contribute 9.455% of their base salary to the Fund. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the Fund, as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year ended April 30, 2023, the City's contribution was 98.25% of covered payroll.

Investment Policy

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Firefighters' Pension Board by a majority vote of its members. It is the policy of the Firefighters' Pension to pursue an investment strategy that minimizes risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans.

The following is the Board's adopted asset allocation policy as of April 30, 2023:

Asset Class	Target Allocation
US Equity	31.00 %
Developed Market Equity (Non-US)	16.00 %
Emerging Market Equity	8.00 %
Private Equity	5.00 %
Public Credit	3.00 %
Private Credit	5.00 %
Cash Equivalent	- %
Core Investment Grade Bonds	15.00 %
Long-Term Treasuries	3.00 %
TIPS	4.00 %
Real Estate	5.00 %
Infrastructure	5.00 %

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Firefighter's Pension Fund (Continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method. The best estimate of future real rates of return are developed for each of the major asset classes. Future real rates of return are weighted based on the target asset allocation as adopted by the Board within the investment policy. Expected inflation is added back in. Adjustment is made to reflect geometric returns.

The following are expected long-term expected arithmetic real rates of return by asset class as of April 30, 2023:

Asset Class*	Long-Term Expected Rate of Return	Long-Term Inflation Expectations	Long-Term Expected Real Rate of Return
US Equity	7.70 %	2.50 %	5.20 %
Developed Market Equity (Non-US)	7.60 %	2.50 %	5.10 %
Emerging Market Equity	8.00 %	2.50 %	5.50 %
Private Equity	11.10 %	2.50 %	8.60 %
Public Credit	4.30 %	2.50 %	1.80 %
Private Credit	9.50 %	2.50 %	7.00 %
Cash Equivalent	1.90 %	2.50 %	(0.60)%
Core Investment Grade Bonds	4.10 %	2.50 %	1.60 %
Long-Term Treasuries	3.80 %	2.50 %	1.30 %
TIPS	3.30 %	2.50 %	0.80 %
Real Estate	7.40 %	2.50 %	4.90 %
Infrastructure	7.60 %	2.50 %	5.10 %

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market rate are reported at estimated fair value.

Investment Information - The City consolidated the investment of the Firefighters' Pension Fund with the Illinois Firefighters' Pension Investment Fund (IFPIF). The IFPIF is an investment trust fund responsible for the consolidation and fiduciary management of the pension assets of Illinois suburban and downstate firefighter pension funds. IFPIF was created by Public Act 101-0610, and codified within the Illinois Pension Code, becoming effective January 1, 2020, to streamline investments and eliminate unnecessary and redundant administrative costs, thereby ensuring assets are available to fund pension benefits for the beneficiaries of the participating pension funds. Participation in IFPIF by Illinois suburban and downstate firefighter pension funds is mandatory. Investments of the Fund are combined in a commingled external investment pool and held by IFPIF. A schedule of investment expenses is included in IFPIF's annual report. For additional information on IFPIF's investments, please refer to their annual report as of June 30, 2022. A copy of that report can be obtained from IFPIF at 1919 South Highland Avenue, Building A, Suite 237, Lombard, IL 60148 or at www.ifpif.org. The Fund transferred all eligible assets to the Investment Fund on October 1, 2021.

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Firefighter's Pension Fund (Continued)

At year-end the Firefighters' Pension Fund has \$17,487,553 invested in IFPIF, which is measured at the Net Asset Value (NAV) per share as determined by the pool. The pooled investments consist of the investments as noted in the target allocation table available at www.ifpif.org.

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

Net Pension Liability - The components of the net pension liability of the Fire Pension Fund as of April 30, 2023 calculated in accordance with GASB Statement No. 67 were as follows:

Total pension liability	\$ 44,311,114
Plan fiduciary net position	17,580,525
Employer's net pension liability	26,730,589
Plan fiduciary net position as a percentage of the total pension liability	39.68 %

See the schedule of changes in the employer's net pension liability and related ratios in the required supplementary information for additional information related to the funded status of the Fire Pension Fund.

Actuarial assumptions - The total pension liability above was determined by an actuarial valuation performed as of April 30, 2023 using the following actuarial methods and assumptions.

Measurement date	April 30, 2023
Actuarial Cost method	Entry Age Normal
Assumptions	
Projected individual salary increases	2.25% - 7.42%
Projected increase in total payroll	3.25%
Consumer price index	2.25%
Inflation rate	2.25%
Mortality table	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data
Retirement rates	100% of L&A 2020 Illinois Firefighters Retirement Rates Capped at age 65
Disability rates	100% of L&A 2020 Illinois Firefighters Disability Rates
Termination rates	100% of L&A 2020 Illinois Firefighters Termination Rates

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Firefighter's Pension Fund (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 5.93%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments of 7.00% was blended with the index rate of 3.21% for tax exempt general obligation municipal bonds rated AA or better at April 30, 2023 to arrive at a discount rate of 5.93% used to determine the total pension liability.

Projected benefit payments are determined during the actuarial process based on the assumptions. More details on the assumptions are in the prior section. The expected contributions are based on the funding policy of the plan.

Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Net Position (B)	Net Pension Liability (Asset) (A) - (B)
Balances at April 30, 2022	\$ 37,767,249	\$ 17,315,086	\$ 20,452,163
Changes for the year:			
Service cost	521,731	-	521,731
Interest on the total pension liability	2,572,496	-	2,572,496
Change in benefit terms	(48,405)	-	(48,405)
Differences between expected and actual experience of the total pension liability	237,475	-	237,475
Changes in assumptions	5,564,905	-	5,564,905
Contributions - employer	-	2,156,918	(2,156,918)
Contributions - employees	-	208,011	(208,011)
Contributions - other	-	5,089	(5,089)
Net investment income	-	239,645	(239,645)
Benefit payments, including refunds of employee contributions	(2,304,337)	(2,304,337)	-
Other (net transfer)	-	(39,887)	39,887
Net changes	6,543,865	265,439	6,278,426
Balances at April 30, 2023	\$ 44,311,114	\$ 17,580,525	\$ 26,730,589

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Firefighter's Pension Fund (Continued)

Discount Rate Sensitivity - The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate of 5.93% as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.93%) or 1 percentage point higher (6.93%) than the current rate:

	1% Lower (4.93%)	Current Discount (5.93%)	1% Higher (6.93%)
Net pension liability	\$ 33,166,072	\$ 26,730,589	\$ 21,494,615

Pension Expenses, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions - For the year ended April 30, 2023, the City recognized pension expense of \$1,435,875. At April 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 849,855	\$ 2,756,178
Changes in assumptions	11,588,516	12,350,768
Net difference between projected and actual earnings on pension plan investments	403,217	-
Total	\$ 12,841,588	\$ 15,106,946

Subsequent to the measurement date, the following amounts will be recognized in pension expense in the upcoming years:

Year Ended April 30	Net Deferred Outflows (Inflows) of Resources
2024	\$ (165,093)
2025	(260,493)
2026	259,594
2027	(2,232,873)
2028	133,507
Total	\$ (2,265,358)

City of Ottawa, Illinois

Notes to Financial Statements

Note 7: Retirement Plans (Continued)

Aggregate Pension Amounts - At April 30, the City reported the following from all pension plans:

	IMRF-Regular	Police	Firefighters	All Pension Plans
Net pension liability/(asset)	\$ 2,052,399	\$ 18,607,457	\$ 26,730,589	\$ 47,390,445
Deferred outflows of resources	2,556,235	11,361,670	12,841,588	26,759,493
Deferred inflows of resources	40,128	11,700,153	15,106,946	26,847,227
Pension expense	898,861	1,667,864	1,435,875	4,002,600

Note 8: Other Postemployment Benefits

On April 30, the City reported the following related to the OPEB plan:

Plan Description. In addition to providing pension benefits, the City is required by ILCS to provide certain health, dental, and vision benefits for retired employees through a single-employer defined benefit plan. Substantially all of the City's employees may become eligible for those benefits if they reach normal retirement age while working for the City. To be eligible for benefits, an employee must qualify for retirement under the City's retirement plan. The benefit levels are the same as those afforded to active employees.

Benefits Provided. The City provides continued health coverage at the blended employee rate to all eligible retirees in accordance with ILCS, which creates an explicit and implicit subsidy of retiree health insurance. To be eligible for benefits, an employee must qualify for retirement under the City's retirement plan. Upon a retiree Medicare eligible, Medicare becomes the primary insurer and the retiree is no longer eligible to participate in the plan but can purchase a Medicare supplement plan from the City's insurance provider. For certain disabled employees who qualify for health insurance benefits under the Public Safety Employee Benefits Act (PSEBA), the City is required to pay 100% of the cost of basic health insurance for the former employee and any eligible spouse for their lifetime.

Employees Covered by the Benefit Terms. The most recent actuarial valuation date was May 1, 2021. At April 30, 2022, the following employees were covered by the benefit terms:

Active employees	138
Inactive employees currently receiving benefits	112
Inactive employees entitled to but not yet receiving benefits payments	-
Total	250

Total OPEB Liability. At April 30, 2023, the City reported a net OPEB liability of \$41,162,071; the City's net OPEB liability was measured as of May 1, 2022 and was determined by an actuarial valuation as of that date.

City of Ottawa, Illinois

Notes to Financial Statements

Note 8: Other Postemployment Benefits (Continued)

Actuarial Methods and Assumptions. Calculations of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Assumptions (Economic)

Discount rate used for the total OPEB liability	
Beginning of year	2.27%
End of year	3.21%
Long term expected rate of return on plan assets	N/A
High quality 20 year tax exempt G.O. Bond Rate	
Beginning of year	2.27%
End of year	3.21%
Total payroll increases	3.00%
Claims and premiums	See Accompanying Table
Healthcare cost trend rates	See Accompanying Table
Retiree contribution rates	Same as Healthcare Cost Trend Rates

Healthcare Cost Trend Rates.

Plan	Initial Trend	Ultimate Trend	Amount of Trend Decrease	Years Between Trend Decreases	Year Ultimate Trend Reached
PPO (Pre-65)	6.50%	5.00%	0.50%	2	2028
PPO (Post-65)	5.00%	5.00%	0.00%	NA	2022
Medicare	4.00%	4.00%	0.00%	NA	2022
Life Insurance	0.00%	0.00%	0.00%	NA	2024

City of Ottawa, Illinois

Notes to Financial Statements

Note 8: Other Postemployment Benefits (Continued)

Claims. See accompanying table for the age 64 projected claims costs and the age-grading factors used to calculate claims for all ages:

Projected Claims Costs (Age 64)				
	Retiree		Spouse	
	<u>Male</u>	<u>Female</u>	<u>Male</u>	<u>Female-</u>
PPO	\$18,839	\$19,685	\$19,754	\$20,156

Claims Age-Adjustment Factors (Adjusted from Age 64)

Age	Retiree		Spouse	
	<u>Male</u>	<u>Female</u>	<u>Male</u>	<u>Female</u>
50	0.5320	0.6092	0.8730	0.8649
55	0.6753	0.6945	0.8717	0.8214
60	.08451	0.8358	0.9248	0.8668
64	1.0000	1.0000	1.0000	1.0000
65	0.3785	0.3785	0.3784	.03784
70	0.4525	0.4525	0.4523	0.4523
75	0.4913	0.4913	0.4834	0.4911
80	0.5267	0.5267	0.5171	0.5265
85	0.5508	0.5508	0.5401	0.5506
90	0.5619	0.5619	0.5507	0.5617

Note: No implicit liability exists for the Medicare supplement; therefore, no projected claims or age-adjustment factors exist for the Medicare supplement.

Blended Premium Rates. See accompanying table for premiums charged for coverage.

Annual Blended Premiums				
	Under Age 65		Age 65-&-Over	
	<u>Retiree</u>	<u>Spouse</u>	<u>Retiree</u>	<u>Spouse</u>
PPO	\$10,140	\$10,518	\$8,024	\$8,253
Medicare Supplement	NA	NA	\$4,625	\$4,625
Life (per \$1,000)	\$6.96	NA	\$6.96	N/A

City of Ottawa, Illinois

Notes to Financial Statements

Note 8: Other Postemployment Benefits (Continued)

Assumptions (Demographic)

Election at Retirement Coverage election at retirement is assumed at the following rates:

IMRF	60%
Fire	100%
Police	100%

If an employee has waived active medical coverage, it is assumed they will elect coverage in the retiree medical plan at 1/3 the rate of active employees currently with coverage.

Spousal Election Of those employees assumed to elect coverage in retirement, 60% are assumed to elect spousal coverage. Female spouses are assumed to be 3 years younger than male spouses.

Plan Participation It is assumed that the employees will participate in plans according to the distribution shown below.

PPO	100%
Medicare Supplement	100%

Retiree Lapse Rates Retirees receiving medical coverage are expected to lapse all coverages at age 65 at the following rates:

All Groups	100%
-------------------	-------------

Retirement Rates **IMRF** - Based on rates from IMRF Experience Study Report dated December 14, 2020.

Police - 100 % of L&A Assumption Study Cap Age 65 for Police 2020; Sample rates are as follows:

<u>Age</u>	<u>Rate</u>	<u>Age</u>	<u>Rate</u>
50	0.110%	53	0.127%
51	0.116%	54	0.134%
52	0.121%	55	0.140%

Fire - 100 % of L&A Assumption Study Cap Age 65 for Firefighters 2020; Sample rates are as follows:

<u>Age</u>	<u>Rate</u>	<u>Age</u>	<u>Rate</u>
50	0.070	53	0.070
51	0.070	54	0.070
52	0.070	55	0.172

City of Ottawa, Illinois

Notes to Financial Statements

Note 8: Other Postemployment Benefits (Continued)

Termination Rates **IMRF** - Based on rates from IMRF Experience Study Report dated December 14, 2020.

Police - 100% of L&A Assumptions Study for Police 2020. Sample rates are as follows:

<u>Age</u>	<u>Rate</u>	<u>Age</u>	<u>Rate</u>
25	0.080	40	0.022
30	0.034	45	0.016
35	0.028	50	0.005

Fire - 100% of L&A Assumptions Study for Firefighters 2020. Sample rates are as follows:

<u>Age</u>	<u>Rate</u>	<u>Age</u>	<u>Rate</u>
25	0.070	40	0.012
30	0.041	45	0.004
35	0.024	50	0.000

Disability Rates **IMRF** -Based on rates from IMRF Experience Study Report dated December 14, 2020

Police - 100% of L&A Assumptions Study for Police 2020. Sample rates are as follows:

<u>Age</u>	<u>Rate</u>	<u>Age</u>	<u>Rate</u>
25	0.0000	40	0.0038
30	0.0006	45	0.0053
35	0.0018	50	0.0048

Fire - 100% of L&A Assumptions Study for Firefighters 2020. Sample rates are as follows:

<u>Age</u>	<u>Rate</u>	<u>Age</u>	<u>Rate</u>
25	0.0007	40	0.0054
30	0.0009	45	0.0075
35	0.0027	50	0.0097

Mortality Rates **IMRF** - PubG-2010(B) Improved Generationally using MP-2020 Improvement Rates, weighted per IMRF Experience Study Report dated December 14, 2020.

City of Ottawa, Illinois

Notes to Financial Statements

Note 8: Other Postemployment Benefits (Continued)

Police - Active Mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study to improved 2017 using MP-2019 Improvement Rates. These rates are then improved generationally using MP-2019 Improvement Rates.

Retiree Mortality follows the L&A Assumption Study for Police 2020. These rates are experience weighted with the Sex Distinct Raw Rates as developed in the PUBS-2010(A) Study improved to 2017 using MP-2019 Improvement Rates. These rates re then improved generationally using MP-2019 Improvement Rates.

Disabled Mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010 Study for disabled participants improved to 2017 using MP-2019 Improvement Rates. These rates are then improved generationally using MP-2019 Improvement Rates.

Spouse Mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study for contingent survivors. For all rates not provided there (ages 45 and younger) the PubG-2010 Study for general employees was used. Mortality improvement uses MP-2019 Improvement Rates applied on a fully generational basis.

Fire - Active Mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study to improved 2017 using MP-2019 Improvement Rates. These rates are then improved generationally using MP-2019 Improvement Rates.

Retiree Mortality follows the L&A Assumption Study for Firefighters 2020. These rates are experience weighted with the Sex Distinct Raw Rates as developed in the PUBS-2010(A) Study improved to 2017 using MP-2019 Improvement Rates. These rates re then improved generationally using MP-2019 Improvement Rates.

Disabled Mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010 Study for disabled participants improved to 2017 using MP-2019 Improvement Rates. These rates are then improved generationally using MP-2019 Improvement Rates.

Spouse Mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study for contingent survivors. For all rates not provided there (ages 45 and younger) the PubG-2010 Study for general employees was used. Mortality improvement uses MP-2019 Improvement Rates applied on a fully generational basis.

All mortality rates are adjusted for retirement status. IMRF spouses use the same mortability tables as retirees.

City of Ottawa, Illinois

Notes to Financial Statements

Note 8: Other Postemployment Benefits (Continued)

Changes to Net OPEB Liability

	Total OPEB Liability (A)	Plan Fiduciary Net Position (B)	Net OPEB Liability (A) - (B)
Balances at April 30, 2022	\$ 46,292,561	\$ -	\$ 46,292,561
Changes for the year:			
Service cost	1,553,731	-	1,553,731
Interest on the total OPEB liability	1,034,527	-	1,034,527
Assumption changes	(6,281,352)	-	(6,281,352)
Plan changes	-	-	-
Contributions - employer	-	1,437,396	(1,437,396)
Contributions - employees	-	-	-
Net investment income	-	-	-
Benefit payments from the plan	(1,437,396)	(1,437,396)	-
Administrative expense	-	-	-
Net changes	(5,130,490)	-	(5,130,490)
Balances at April 30, 2023	\$ 41,162,071	\$ -	\$ 41,162,071

Sensitivity of the net OPEB liability to changes in the discount rate. The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate of described in the actuarial assumptions and the net OPEB liability that is 1% lower or 1% higher than the current discount rate:

	1% Increase	Current Discount Rate	1% Decrease
Net OPEB liability	\$ 47,894,503	\$ 41,162,071	\$ 35,815,696

City of Ottawa, Illinois

Notes to Financial Statements

Note 8: Other Postemployment Benefits (Continued)

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates. The following presents the net OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates described in the actuarial assumptions as well what the plan's net OPEB liability would be if it were calculated using a healthcare trend rate that is 1% lower or 1% higher:

	1% Increase	Healthcare Cost Trend Rates	1% Decrease
Net OPEB liability	\$ 34,725,121	\$ 41,162,071	\$ 49,528,623

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For year ended April 30, 2023, the City recognized OPEB expense of \$3,223,244. At April 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources :

	Deferred Outflows of Resources	Deferred Inflow of Resources
Deferred amounts to be recognized in OPEB expense in future periods:		
Difference between expected and actual experience	\$ 1,743,606	\$ -
Changes in assumptions	7,290,437	9,030,467
Net difference between projected and actual earnings on OPEB plan investments	-	-
Total deferred amounts related to OPEB	9,034,043	9,030,467
Total deferred amounts related to OPEB	\$ 9,034,043	\$ 9,030,467

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

Year Ending April 30	Net Deferred Outflows (Inflows) of Resources
2024	\$ 634,986
2025	634,986
2026	634,986
2027	571,586
2028	(237,147)
Thereafter	(2,235,821)
Total	\$ 3,576

City of Ottawa, Illinois

Notes to Financial Statements

Note 9: Interfund Receivables and Payables

Individual fund Interfund receivable and payable balances. Balances at April 30, 2023, were as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Fund	\$ 356,449
Nonmajor Governmental Fund	Water and Wastewater System	\$ 1,636,985
Water and Wastewater System	General Fund	\$ 978,993
Water and Wastewater System	Nonmajor governmental funds	\$ 15,904
Total		2,988,331

The outstanding balances between funds result from cash shortfalls and payment for major capital improvement within the City. These loans are to be repaid as soon as funding is available.

Note 10: Interfund Transfers

Below are the interfund transfers as of April 30, 2023:

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Transfer From	Transfers In	Transfers Out
Major funds:		
General Fund	\$ 411,497	\$ 180,000
North TIF Fund	-	9,196
Nonmajor Governmental Funds	1,991,022	2,020,740
Water and Wastewater System Fund	2,540,003	2,736,586
Total all funds	\$ 4,942,522	\$ 4,946,522

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

City of Ottawa, Illinois

Notes to Financial Statements

Note 11: Construction and Other Signification Commitments

Construction commitments. The City has not entered contract commitments for improvements to a lift station, sanitary sewer improvements, and improvements to the swimming facility

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. In order to protect against such risks of loss, the City purchases insurance coverage. The maximum deductible in effect through these policies as of April 30, 2023 was \$500. During the year ended April 30, 2023, there were no significant reductions in coverage. so, there have been no settlements which have exceeded insurance coverage in the past three years.

For risks of loss related to injuries to employees, the City purchases coverage through the Illinois Counties Risk Management Pool. Potentially the City could be assessed additional premiums for its share of any losses of the pool. Historically, the City has not been assessed any additional premiums.

Note 12: Impact of Pending Accounting Principles

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, provides for more guidance for accounting and financial reporting for availability payment arrangements. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022. The City has not determined the effect of this Statement.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)*, defines a SBITA, establishes a right-to-use subscription asset and liability, provides the capitalization criteria for outlays other than subscription payments, and requires note disclosures regarding a SBITA. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022. The City has not determined the effect of this Statement.

GASB Statement No. 99, Omnibus 2022, improves the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022 and 2023. The City has not determined the effect of this Statement.

GASB Statement No. 100, Accounting Changes and Error Corrections, enhances accounting and financial reporting for accounting changes in error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for fiscal years beginning after June 15, 2023. The City has not determined the effect of this Statement.

GASB Statement No. 101, Compensated Absences, better meets the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023. The City has not determined the effect of this Statement.

City of Ottawa, Illinois

Notes to Financial Statements

Note 13: Subsequent Events

The City has evaluated subsequent events through March 13, 2024, which is the date the financial statements were available to be issued.

Note 14: Prior Year Restatement

As a result of an various adjustments to the City's previously issued financial statements, the beginning net position/fund balances were restated as follows:

	Governmental Activities	Business-Type Activities	Nonmajor Governmental Funds	Water and Wastewater System Fund
Balance as previously reported:	\$ (20,799,170)	\$ 34,032,483	\$ 12,283,443	\$ 33,684,443
Improper recording of grant revenue	338,568	-	338,568	-
Improper receivable balance	(615,264)	-	(615,264)	-
Establishing accrued compensated balances	(1,414,780)	(178,236)	-	(178,236)
Fund liquidated	-	(336,120)	-	-
Total	\$ (22,490,646)	\$ 33,518,127	\$ 12,006,747	\$ 33,506,207

Required Supplementary Information

City of Ottawa, Illinois

Budgetary Comparison Schedule

<i>Year Ended April 30, 2023</i>	General Fund		
	Original and Final Budget	Actual	Variance with Final Budget
Revenues			
Property taxes	\$ 2,520,548	\$ 2,505,382	\$ (15,166)
Intergovernmental revenues	13,342,277	17,073,635	3,731,358
Licenses and permits	221,243	373,298	152,055
Fines and forfeitures	147,830	133,128	(14,702)
Charges for services	2,136,681	2,909,282	772,601
Interest	4,492	40,928	36,436
Miscellaneous	111,683	140,948	29,265
Total revenues	18,484,754	23,176,601	4,691,847
Expenditures			
General government	4,530,799	4,779,752	(248,953)
Public safety	8,552,537	9,046,675	(494,138)
Public works	3,450,258	4,600,646	(1,150,388)
Parks and recreation	55,500	27,773	27,727
Community development	1,294,017	1,619,276	(325,259)
Debt service			
Principal payments	207,617	267,376	(59,759)
Interest payments	-	12,465	(12,465)
Capital outlay	846,300	1,447,088	(600,788)
Total expenditures	18,937,028	21,801,051	(2,864,023)
Excess of revenue over (under) expenditures	(452,274)	1,375,550	1,827,824
Other financing sources (uses)			
Proceeds from long-term debt	-	1,589,194	1,589,194
Transfers in	366,497	411,497	45,000
Transfers out	100,000	(180,000)	(280,000)
Proceeds of general fixed assets	10,000	99,510	89,510
Total other financing sources (uses)	476,497	1,920,201	1,443,704
Net change in fund balance	<u>\$ 24,223</u>	3,295,751	<u>\$ 3,271,528</u>
Fund balance at beginning of year		<u>4,529,240</u>	
Fund balance at end of year		<u><u>\$ 7,824,991</u></u>	

City of Ottawa, Illinois

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

<i>Year Ended April 30, 2023</i>	TIF Dist 1/I-80 North Fund		
	Original and Final Budget	Actual	Variance with Final Budget
Revenues			
Property taxes	\$ 2,785,212	\$ 2,781,867	\$ (3,345)
Interest	-	11,327	11,327
Total revenues	2,785,212	2,793,194	7,982
Expenditures			
Community development	2,704,945	2,672,297	32,648
Capital outlay	98,366	32,061	66,305
Total expenditures	2,803,311	2,704,358	98,953
Excess of revenue over (under) expenditures	(18,099)	88,836	106,935
Other financing sources (uses)			
Transfers out	-	(9,196)	(9,196)
Total other financing sources (uses)	-	(9,196)	(9,196)
Net change in fund balance	<u>\$ (18,099)</u>	79,640	<u>\$ 97,739</u>
Fund balance at beginning of year		<u>414,393</u>	
Fund balance at end of year		<u>\$ 494,033</u>	

City of Ottawa, Illinois

Schedule of Changes in the Employer's Net Pension Liability and Related Ratios

Illinois Municipal Retirement Fund

Last Ten Calendar Years
(schedule to be built prospectively from 2015)

IMRF Regular Plan	2022*	2021	2020	2019	2018	2017	2016	2015	2014	2013
Calendar year ending December 31										
Total pension liability:										
Service cost	\$ 498,867	\$ 472,206	\$ 439,763	\$ 444,198	\$ 429,563	\$ 412,489	\$ 429,109	\$ 360,292		
Interest on total pension liability	1,758,675	1,716,103	1,636,858	1,565,273	1,537,142	1,528,662	1,478,758	1,380,174		
Benefit changes										
Differences between expected and actual experience of the total pension liability	410,709	(19,350)	700,914	465,200	(87,606)	117,582	1,254	699,495		
Changes of assumption			(151,986)		566,530	(674,306)	(45,380)	45,167		
Benefit payments, including refunds of employee contributions	(1,641,838)	(1,548,341)	(1,549,150)	(1,420,997)	(1,295,396)	(1,264,414)	(1,221,098)	(1,083,627)		
Net change in total pension liability	1,026,413	620,618	1,076,399	1,053,674	1,150,233	120,013	642,643	1,401,501		
Total pension liability, beginning	24,829,065	24,208,447	23,132,048	22,078,374	20,928,141	20,808,128	20,165,485	18,763,984		
Total pension liability, ending (a)	\$ 25,855,478	\$ 24,829,065	\$ 24,208,447	\$ 23,132,048	\$ 22,078,374	\$ 20,928,141	\$ 20,808,128	\$ 20,165,485		
Plan fiduciary net position:										
Contributions - employer	\$ 406,052	\$ 444,191	\$ 455,668	\$ 368,253	\$ 473,551	\$ 590,956	\$ 627,886	\$ 573,080		
Contributions - employees	261,845	226,852	220,072	213,962	190,436	181,849	169,281	174,557		
Net investment income	(3,917,850)	4,462,729	3,347,329	3,772,332	(1,304,726)	3,445,269	1,185,138	87,000		
Benefit payments, including refunds of employee contributions	(1,641,838)	(1,548,341)	(1,549,150)	(1,420,997)	(1,295,396)	(1,264,414)	(1,221,098)	(1,083,627)		
Other (net transfers)	(175,238)	(54,872)	170,281	299,263	419,822	(532,679)	256,467	221,183		
Net change in plan fiduciary net position	(5,067,029)	3,530,559	2,644,200	3,232,813	(1,516,313)	2,420,981	1,017,674	(27,807)		
Plan net position, beginning	28,870,108	25,339,549	22,695,349	19,462,536	20,978,849	18,557,868	17,540,194	17,568,001		
Plan net position, ending (b)	\$ 23,803,079	\$ 28,870,108	\$ 25,339,549	\$ 22,695,349	\$ 19,462,536	\$ 20,978,849	\$ 18,557,868	\$ 17,540,194		
Net pension liability (asset) - Ending (a) - (b)	\$ 2,052,399	\$ (4,041,043)	\$ (1,131,102)	\$ 436,699	\$ 2,615,838	\$ (50,708)	\$ 2,250,260	\$ 2,625,291		
Plan fiduciary net position as a percentage of the total pension liability										
Covered valuation payroll	92.06 %	116.28 %	104.67 %	98.11 %	88.15 %	100.24 %	89.19 %	86.98 %		
Net pension liability as a percentage of covered valuation payroll	\$ 5,600,714	\$ 5,038,442	\$ 4,805,921	\$ 4,415,971	\$ 4,231,915	\$ 4,011,938	\$ 3,761,798	\$ 3,722,091		
	36.65 %	(80.20)%	(23.54)%	9.89 %	61.81 %	(1.26)%	59.82 %	70.53 %		

Changes in assumptions related to retirement age and mortality were made since the prior measurement date

*IMRF's measurement date is December 31, 2022; therefore information above is presented for the calendar year ended December 31, 2022

See Notes to Required Supplementary Information.

City of Ottawa, Illinois
Schedule of Employer Contribution
Illinois Municipal Retirement Fund
 Last Ten Fiscal Years

Regular Plan

Fiscal Year Ending April 30	Actuarially Determined Contribution*	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contributions as a Percentage of Covered Valuation Payroll
2023	\$ 366,301	\$ 366,301	\$ -	\$ 5,641,107	6.49 %
2022	443,885	444,191	(306)	5,038,421	8.82 %
2021	453,594	455,668	(2,074)	4,415,971	10.32 %
2020	351,511	368,253	(16,742)	4,415,971	8.34 %
2019	473,551	473,551	-	4,231,915	11.19 %
2018	552,845	590,956	(38,111)	4,011,938	14.73 %
2017	627,844	627,886	(42)	3,761,798	16.69 %
2016	566,502	573,080	(6,578)	3,722,091	15.40 %

Estimated based on 7.25% 2022 calendar year contribution rate and covered valuation payroll of \$5,600,714.

City of Ottawa, Illinois

Schedule of Changes in Net Pension Liability and Related Ratios

Firefighters' Pension Fund - Last Ten Fiscal Years

(Schedule to be built prospectively from 2019)

Year ended April 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability:										
Service cost	\$ 521,731	\$ 1,128,846	\$ 794,575	\$ 676,238	\$ 646,010	\$ -	-	-	-	-
Interest on total pension liability	2,572,496	2,194,305	2,435,064	2,318,152	1,934,404	-	-	-	-	-
Accounting methodology changes	-	-	-	-	8,566,472	-	-	-	-	-
Benefit changes	(48,405)	-	-	186,912	-	-	-	-	-	-
Differences between expected and actual experience	237,475	(2,968,791)	836,654	591,010	(2,826,646)	-	-	-	-	-
Assumption changes	5,564,905	(18,288,640)	10,473,604	3,558,173	1,588,835	-	-	-	-	-
Benefit payments and refunds	(2,304,337)	(2,073,636)	(2,045,396)	(2,020,713)	(1,777,280)	-	-	-	-	-
Net change in total pension liability	6,543,865	(20,007,916)	12,494,501	5,309,772	8,131,795	-	-	-	-	-
Total pension liability, beginning	37,767,249	57,775,165	45,280,664	39,970,892	31,839,097	-	-	-	-	-
Total pension liability, ending (a)	\$ 44,311,114	\$ 37,767,249	\$ 57,775,165	\$ 45,280,664	\$ 39,970,892	\$ -	\$ -	\$ -	\$ -	\$ -
Plan fiduciary net position:										
Employer contributions	\$ 2,156,918	\$ 1,992,106	\$ 1,624,289	\$ 1,644,975	\$ 1,287,837	\$ -	-	-	-	-
Employee contributions	208,011	215,571	202,936	205,122	195,732	-	-	-	-	-
Other income	5,089	-	-	4,440	-	-	-	-	-	-
Accounting methodology changes	-	-	-	-	(1,004,104)	-	-	-	-	-
Pension plan net investment income	239,645	(560,601)	4,606,999	185,194	1,137,436	-	-	-	-	-
Benefit payments and refunds	(2,304,337)	(2,073,636)	(2,045,396)	(2,020,713)	(1,777,280)	-	-	-	-	-
Administrative expense	(39,887)	(35,930)	(46,753)	(48,520)	(51,091)	-	-	-	-	-
Net change in plan fiduciary net position	265,439	(462,490)	4,342,075	(29,502)	(211,470)	-	-	-	-	-
Plan fiduciary net position, beginning	17,315,086	17,777,576	13,435,501	13,465,003	13,676,473	-	-	-	-	-
Plan fiduciary net position, ending (b)	\$ 17,580,525	\$ 17,315,086	\$ 17,777,576	\$ 13,435,501	\$ 13,465,003	\$ -	\$ -	\$ -	\$ -	\$ -
Employer net pension liability (asset) - Ending (a) - (b)	\$ 26,730,589	\$ 20,452,163	\$ 39,997,589	\$ 31,845,163	\$ 26,505,889	\$ -	\$ -	\$ -	\$ -	\$ -
Plan fiduciary net positions as a percentage of the total pension liability	39.68 %	45.85 %	30.77 %	29.67 %	33.69 %	DIV/0 %	-	-	-	-
Covered-employee payroll	2,195,418	2,319,857	2,192,804	2,169,453	2,070,140	-	-	-	-	-
Net pension liability as a percentage of covered-employee payroll	1,217.56 %	881.61 %	1,824.04 %	1,467.89 %	1,280.39 %	DIV/0 %	-	-	-	-

City of Ottawa, Illinois

Schedule of Contributions

Firefighters' Pension Fund - Last Ten Fiscal Years
 (Schedule to be built prospectively from 2015)
 Year ended April 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 1,927,676	\$ 1,858,881	\$ 1,744,521	\$ 1,644,649	\$ 1,359,146	\$ 1,114,348	\$ 1,009,595	\$ 891,210	\$ 849,859	
Contributions in relation to the actuarially determined contribution	2,156,918	1,992,106	1,624,289	1,644,975	1,287,837	1,067,106	1,056,852	969,642	989,970	
Contribution deficiency (excess)	\$ (229,242)	\$ (133,225)	\$ 120,232	\$ (326)	\$ 71,309	\$ 47,242	\$ (47,257)	\$ (78,432)	\$ (140,111)	
Covered valuation payroll	\$ 2,195,418	\$ 2,319,857	\$ 2,192,804	\$ 2,169,453	\$ 2,070,140	\$ 2,261,158	\$ 2,016,700	\$ 1,953,599	\$ 1,817,526	
Net pension liability as a percentage of covered payroll	98.25 %	85.87 %	74.07 %	75.82 %	62.21 %	47.19 %	52.41 %	49.63 %	54.47 %	

Notes to Schedule of Contributions

The Actuarially Determined Contribution shown above for the current year is the Recommended Contribution from the May 1, 2021 Actuarial Valuation completed by Illinois Department of Insurance for the December 2021 tax levy, if applicable. The methods and assumptions shown below are based on the same Actuarial Valuation. For more detail on the age-based and service-based rates disclosed below, please see the Actuarial Valuation.

Actuarial cost method	Projected Unit Credit
Amortization method	Level % Pay (Closed)
Remaining amortization period	90% Funded Over 19 Years
Asset valuation method	5-year smoothed market value
Inflation (CPI-U)	2.50%
Payroll increases	3.50%
Individual pay increases	3.50% - 12.50%
Investment rate of return	6.25%
Mortality rates	RP-2014 Healthy annuitant with Blue Collar Adjustment
Retirement Rates	Illinois Department of Insurance Actuarial Experience Study dated 10/5/17
Termination Rates	Illinois Department of Insurance Actuarial Experience Study dated 10/5/17
Disability Rates	Illinois Department of Insurance Actuarial Experience Study dated 10/5/17

The City implemented GASB Statement No. 68 in April 30, 2015.

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

City of Ottawa, Illinois

Schedule of Changes in Net Pension Liability and Related Ratios

Police Pension Fund - Last Ten Fiscal Years

(Schedule to be built prospectively from 2019)

Year ended April 30, 2023

	2023	2022	2021	2020*	2019	2018	2017	2016	2015	2014
Total pension liability:										
Service cost	\$ 703,554	\$ 1,056,926	\$ 730,328	\$ 875,145	\$ 712,549	-	-	-	-	-
Interest on total pension liability	2,867,495	2,702,001	2,652,037	2,346,672	1,940,563	-	-	-	-	-
Accounting methodology changes	-	-	-	-	4,717,939	-	-	-	-	-
Benefit changes	(30,828)	-	-	128,978	-	-	-	-	-	-
Differences between expected and actual experience	37,256	(589,158)	1,789,561	273,452	269,051	-	-	-	-	-
Assumption changes	(1,336,353)	(12,294,587)	12,224,782	(2,550,579)	3,988,146	-	-	-	-	-
Benefit payments and refunds	(2,021,039)	(1,829,208)	(1,594,880)	(1,359,845)	(1,240,792)	-	-	-	-	-
Net change in total pension liability	220,085	(10,954,026)	15,801,828	(286,177)	10,387,456	-	-	-	-	-
Total pension liability, beginning	45,424,291	56,378,317	40,576,489	40,862,666	30,475,210	-	-	-	-	-
Total pension liability, ending (a)	\$ 45,644,376	\$ 45,424,291	\$ 56,378,317	\$ 40,576,489	\$ 40,862,666	\$ -	\$ -	\$ -	\$ -	\$ -
Plan fiduciary net position:										
Employer contributions	\$ 1,959,653	\$ 1,283,795	\$ 1,346,712	\$ 1,175,421	\$ 972,150	\$ -	\$ -	\$ -	\$ -	\$ -
Employee contributions	305,585	282,259	278,344	290,212	266,454	-	-	-	-	-
Other income	223,642	-	-	433	-	-	-	-	-	-
Accounting methodology changes	-	-	-	-	1,422,546	-	-	-	-	-
Pension plan net investment income	206,551	(1,581,969)	7,155,957	(416,285)	933,245	-	-	-	-	-
Benefit payments and refunds	(2,021,039)	(1,829,208)	(1,594,880)	(1,359,845)	(1,240,792)	-	-	-	-	-
Administrative expense	(59,849)	(36,148)	(30,046)	(36,428)	(12,180)	-	-	-	-	-
Prior period audit adjustment	-	-	-	-	(802,953)	-	-	-	-	-
Net change in plan fiduciary net position	614,543	(1,881,271)	7,156,087	(346,492)	1,538,470	-	-	-	-	-
Plan fiduciary net position, beginning	26,422,376	28,303,647	21,147,560	21,494,052	19,955,582	-	-	-	-	-
Plan fiduciary net position, ending (b)	\$ 27,036,919	\$ 26,422,376	\$ 28,303,647	\$ 21,147,560	\$ 21,494,052	\$ -	\$ -	\$ -	\$ -	\$ -
Employer net pension liability (asset) - Ending (a) - (b)	\$ 18,607,457	\$ 19,001,915	\$ 28,074,670	\$ 19,428,929	\$ 19,368,614	\$ -	\$ -	\$ -	\$ -	\$ -
Plan fiduciary net positions as a percentage of the total pension liability	59.23 %	58.17 %	50.20 %	52.12 %	52.60 %	DIV/0 %	DIV/0 %	DIV/0 %	DIV/0 %	DIV/0 %
Covered-employee payroll	3,085,079	2,811,047	2,966,076	2,928,473	2,688,734	-	-	-	-	-
Net pension liability as a percentage of covered-employee payroll	603.14 %	675.97 %	946.53 %	663.45 %	720.36 %	DIV/0 %	DIV/0 %	DIV/0 %	DIV/0 %	DIV/0 %

See Notes to Required Supplementary Information.

City of Ottawa, Illinois

Schedule of Contributions

Police Pension Fund - Last Ten Fiscal Years
(Schedule to be built prospectively from 2015)
Year ended April 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 1,563,778	\$ 1,476,717	\$ 1,288,645	\$ 1,133,623	\$ 1,018,862	\$ 855,960	\$ 793,401	\$ 705,401	\$ 605,277	
Contributions in relation to the actuarially determined contribution	1,959,653	1,283,795	1,346,712	1,175,421	972,150	876,462	875,464	690,595	694,633	
Contribution deficiency (excess)	\$ (395,875)	\$ 192,922	\$ (58,067)	\$ (41,798)	\$ 46,712	\$ (20,502)	\$ (82,063)	\$ 14,806	\$ (89,356)	
Covered valuation payroll	\$ 3,085,079	\$ 2,811,047	\$ 2,966,076	\$ 2,928,473	\$ 2,688,734	\$ 2,628,641	\$ 2,542,435	\$ 2,573,280	\$ 2,480,643	
Net pension liability as a percentage of covered payroll	63.52 %	45.67 %	45.40 %	40.14 %	36.16 %	33.34 %	34.43 %	26.84 %	28.00 %	

Notes to Schedule of Contributions

The Actuarially Determined Contribution shown above for the current year is the Recommended Contribution from the May 1, 2021 Actuarial Valuation completed by Illinois department of Insurance for the December 2021 tax levy, if applicable. The methods and assumptions shown below are based on the same Actuarial Valuation. For more detail on the age-based and service-based rates disclosed below, please see the Actuarial Valuation.

Actuarial cost method	Projected Unit Credit
Amortization method	Level % Pay (Closed)
Remaining amortization period	90% Funded Over 19 Years
Asset valuation method	5-year smoothed market value
Inflation (CPI-U)	2.50%
Payroll increases	3.50%
Individual pay increases	3.50% - 11.00%
Investment rate of return	6.50%
Mortality rates	RP-2014 Healthy Annuitant with Blue Collar Adjustment
Retirement Rates	Illinois Department of Insurance Actuarial Experience Study dated 10/5/17
Termination Rates	Illinois Department of Insurance Actuarial Experience Study dated 10/5/17
Disability Rates	Illinois Department of Insurance Actuarial Experience Study dated 10/5/17

The City implemented GASB Statement No. 68 in April 30, 2015.

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

City of Ottawa, Illinois

Multiyear Schedule of Changes in OPEB Liability and Related Ratios

Last Ten Fiscal Years

(schedule to be built prospectively from 2019)

Year ended April 30, 2023

Calendar year ending December 31	2023	2022	2021**	2020*	2019	2018	2017	2016	2015	2014
Total OPEB liability:										
Service cost	\$ -	\$ 1,553,731	\$ 1,493,356	\$ 903,731	\$ 823,455	\$ 92,397				
Interest on the total OPEB liability	-	1,034,527	1,188,039	1,281,539	1,256,691	167,603				
Changes of benefit changes	-	-	(4,248)							
Differences between expected and actual experience of the total pension liability	-	-	2,281,756							
Changes of assumptions or other inputs	-	(6,281,352)	(4,566,955)	11,383,794	971,600					
Benefit payments	-	(1,437,396)	(1,014,379)	(934,287)	(852,424)	(182,617)				
Net change in total OPEB liability	-	(5,130,490)	(622,431)	12,634,777	2,199,322	77,383				
Total OPEB liability, beginning	41,162,071	46,292,561	46,914,992	34,280,215	32,080,893	4,422,156				
Total OPEB liability, ending (a)	\$ 41,162,071	\$ 41,162,071	\$ 46,292,561	\$ 46,914,992	\$ 34,280,215	\$ 4,499,539				
Plan fiduciary net position:										
Contributions - employer	\$ -	\$ 1,437,396	\$ 1,014,379	\$ 934,287	\$ 852,424	\$ 182,617				
Benefit payments, including refunds of employee contributions	-	(1,437,396)	(1,014,379)	(934,287)	(852,424)	(182,617)				
Plan fiduciary net position, ending (b)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0				
Net OPEB liability (asset) - Ending (a) - (b)	\$ 41,162,071	\$ 41,162,071	\$ 46,292,561	\$ 46,914,992	\$ 34,280,215	\$ 4,499,539				
Plan fiduciary net position as a percentage of total OPEB liability	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %					
Covered-employee payroll	\$ -	\$ 10,449,874	\$ 10,145,508	\$ 9,850,008	\$ 12,362,824	\$ 3,696,069				
Net OPEB liability as a percentage of covered-employee payroll	DIV/0 %	393.90 %	456.29 %	476.29 %	277.28 %	121.74 %				

The City implemented GASB Statement No. 75 in April 30, 2019.

See Multiyear Schedule of Contributions - OPEB for Notes.

City of Ottawa, Illinois

Multiyear Schedule of Contributions - OPEB

Last Ten Calendar Years
(schedule to be built prospectively from 2019)
Year ended April 30, 2023

Fiscal Year	Actuarially Determined Contribution*	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contributions as a Percentage of Covered Payroll
2023	\$ 0	\$ 0	\$ 0	\$ 0	DIV/0 %
2022	0	0	0	10,449,874	0.00 %
2021	0	0	0	10,145,508	0.00 %
2020	0	0	0	9,850,008	0.00 %
2019	0	0	0	12,362,824	0.00 %

Notes to Schedule of Contributions

s
There is no Actuarially Determined Contribution or Actual Contribution as there is no Trust that exists for funding the OPEB liability. However, the City did make contributions from other City resources in the current year in the amount of \$ - .

The City implemented GASB Statement No. 75 in April 30, 2019.

City of Ottawa, Illinois

Notes to Required Supplementary Information

Note 1: Basis of Accounting

Annual appropriated budgets are adopted at the department level on a basis consistent with accounting principles generally accepted in the United States of America. The annual appropriated budget is legally enacted and provides for a legal level of control at the department level. All annual appropriations lapse at the end of the year.

Note 2: Excess of Disbursements Over Appropriations

The Electric Fund had expenditures exceeding appropriations in the amount of \$1,544,025 for fiscal year 2023.

Note 3: Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2022 Contribution Rate for IMRF*

Valuation date:

Notes: 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.

Methods and assumptions used to determine 2022 contribution rates:

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percent of payroll, closed
Remaining amortization period	Non Taxing bodies: 10 year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 21 year closed period until remaining period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94 712 were financed over 16 years for most employers (five employers were financed over 17 years; one employer was financed over 18 years; two employers were financed over 19 years; one employer was financed over 20 years; three employers were financed over 25 years; four employers were financed over 26 years and one employer was financed over 27 years).
Asset valuation method	5-year smoothed market; 20% corridor
Wage growth	2.75%
Inflation	2.25%
Salary increases	2.85% to 13.75%, including inflation
Investment rate of return	7.25%
Retirement age	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017 - 2019.
Mortality	For non disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

Other Information:

Notes: There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2020 actuarial valuation.

City of Ottawa, Illinois

Notes to Required Supplementary Information (Continued)

Note 4: Police Pension Fund Actuarial Assumption Changes

The assumed rate on High Quality 20 Year Tax-Exempt General Obligation (G.O.) Bonds was changed from 2.06% to 3.72% for the current year. The underlying index used is The Bond Buyer 20-Bond G.O. Index as discussed in more detail later in this section. The choice of index is unchanged from the prior year. The rate has been updated to the current year end based on changes in market conditions as reflected in the Index. The change was made to reflect our understanding of the requirements of GASB under Statement 67 and Statement 68.

The discount rate used in the determination of the Total Pension Liability remained constant at 6.50%. The discount rate is impacted by a couple of metrics. Any change in the underlying High Quality 20 Year Tax Exempt G.O. Bond Rate will impact the blended discount rate.

The actuaries performed a comprehensive study of Police Officers and Police Pension Funds in Illinois. The actuaries reviewed the results of the study as well as the demographic experience of the Fund. The actuarial assumptions were changed in the current year to the rates shown on the prior page of this report. The assumptions impacted include:

- Projected Individual Pay Increases
- Inflation Rate (CPI-U)
- Mortality Rates
- Mortality Improvement Rates
- Retirement Rates
- Termination Rates
- Disability Rates

In the current valuation, we have updated the marital assumption for retiree and disabled Members to the actual spousal data.

The above stated assumption changes were made to better reflect the future anticipated experience of the Plan.

In addition, there are changes that can be made that impact the projection of the Fiduciary Net Position of the Fund. For example, changes in the Formal or Informal Funding Policy can impact the discount rate. Actual changes in the Fiduciary Net Position from one year to the next can impact the projections as well.

City of Ottawa, Illinois

Notes to Required Supplementary Information (Continued)

Note 5: Changes of OPEB Assumptions

The Discount Rate was increased from 2.27% for the Fiscal Year-Ended April 30, 2021 to 3.21% to better reflect the current high-quality fixed income environment. The underlying index used is the Bond Buyer 20-Bond G.O. Index. The rate has been updated to the current Fiscal Year-End based on changes in market conditions as reflected in the index. The rate selected is as of April 28, 2022, and is the most recent rate available prior to the Measurement Date. The change was made to reflect our understanding of the requirements for reporting under GASB Statement 75. See the Assumption Information section of this report for further details.

The changes in assumptions resulted in a net decrease in the Total OPEB Liability in the current year of approximately \$6,281,000.

Supplementary Information

City of Ottawa, Illinois

Combining Governmental Balance Sheet - Nonmajor Governmental Funds

<i>April 30, 2023</i>	Special Revenue Funds	Debt Service Fund	Capital Projects Fund	Totals
Assets				
Cash and cash equivalents	\$ 3,973,684	\$ 337,957	\$ 888,146	\$ 5,199,787
Investments	2,427,372	-	-	2,427,372
Receivables, net:				
Property taxes	7,363,321	-	-	7,363,321
Special assessments	-	-	4,809	4,809
Other receivables	158,122	39,647	110,959	308,728
Prepaid items	447,129	-	-	447,129
Due from other funds	-	-	1,636,985	1,636,985
Due from other governments	914,985	-	-	914,985
Total assets	\$ 15,284,613	\$ 377,604	\$ 2,640,899	\$ 18,303,116
Liabilities, Deferred Inflows of Resources and Fund Balance				
Liabilities:				
Accounts payable	\$ 330,312	\$ -	\$ 127,309	\$ 457,621
Payroll and related	10,959	-	-	10,959
Due to other funds	130,235	-	242,118	372,353
Deferred revenue-other	-	-	4,805	4,805
Total liabilities	471,506	-	374,232	845,738
Deferred inflows of resources				
Unavailable property taxes	7,363,321	-	-	7,363,321
Total deferred inflows of resources	7,363,321	-	-	7,363,321
Fund balances (deficit):				
Non-spendable	447,129	-	-	447,129
Restricted for:				
General government	783,173	-	2,490,159	3,273,332
Public safety	511,857	-	-	511,857
Public works	2,128,505	-	-	2,128,505
Parks and recreation	520,309	-	-	520,309
Community development	2,111,273	-	-	2,111,273
Debt service	-	377,604	-	377,604
Employee benefit	1,069,014	-	-	1,069,014
Unrestricted	(121,474)	-	(223,492)	(344,966)
Total fund balances	7,449,786	377,604	2,266,667	\$ 10,094,057
Total liabilities, deferred inflows of resources and fund balances	\$ 15,284,613	\$ 377,604	\$ 2,640,899	\$ 18,303,116

City of Ottawa, Illinois

Combining Governmental Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Governmental Funds

<i>Year Ended April 30, 2023</i>	Special Revenue Funds	Debt Service Fund	Capital Projects Fund	Totals
Revenues:				
Property taxes	\$ 6,818,289	\$ -	\$ -	\$ 6,818,289
Intergovernmental revenues	3,843,416	-	229,524	4,072,940
Licenses and permits	-	-	29,963	29,963
Charges for services	262,006	-	-	262,006
Interest	106,353	1,419	10,864	118,636
Miscellaneous	1,004,166	39,647	115,508	1,159,321
Total revenues	12,034,230	41,066	385,859	12,461,155
Expenditures/expenses:				
Current:				
General government	1,835,146	-	1,744,917	3,580,063
Public safety	327,829	-	-	327,829
Public works	573,102	-	-	573,102
Parks	571,590	-	-	571,590
Community development	6,619,471	-	-	6,619,471
Debt service:				
Principal payments	165,000	175,000	-	340,000
Interest payments	180,800	95,235	-	276,035
Capital outlay	2,056,037	-	-	2,056,037
Total expenditures/expenses	12,328,975	270,235	1,744,917	14,344,127
Excess (deficiency) of revenues over expenditures	(294,745)	(229,169)	(1,359,058)	(1,882,972)
Other financing sources (uses)				
Transfers in	1,460,787	270,235	260,000	1,991,022
Transfers out	(2,020,740)	-	-	(2,020,740)
Total other financing sources (uses)	(559,953)	270,235	260,000	(29,718)
Net change in fund balance	(854,698)	41,066	(1,099,058)	(1,912,690)
Fund balance, beginning of year as restated	8,304,484	336,538	3,365,725	12,006,747
Fund balance, end of year	\$ 7,449,786	\$ 377,604	\$ 2,266,667	\$ 10,094,057

City of Ottawa, Illinois

Combining Balance Sheet - Special Revenue Funds

<i>April 30, 2023</i>	Crossing Guard Fund	Auditing Fund	IMRF Fund	Public Liability Fund	Motor Fuel Tax Fund
Assets					
Cash and cash equivalents	\$ 2,239	\$ -	\$ 1,069,014	\$ 144,338	\$ (359,548)
Investments	-	-	-	-	2,427,372
Receivables, net:					
Property taxes	68,805	84,940	786,340	716,159	-
Other receivables	-	-	-	-	-
Prepaid items	-	-	-	447,129	-
Due from other governments	-	-	-	-	66,935
Total assets	\$ 71,044	\$ 84,940	\$ 1,855,354	\$ 1,307,626	\$ 2,134,759
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	\$ -	\$ 5,000	\$ -	\$ -	\$ 6,254
Payroll and related	-	-	-	-	-
Due to other funds	-	33,747	-	-	-
Total liabilities	-	38,747	-	-	6,254
Deferred inflows of resources					
Unavailable property taxes	68,805	84,940	786,340	716,159	-
Total deferred inflows of resources	68,805	84,940	786,340	716,159	-
Fund balances					
Non-spendable	-	-	-	447,129	-
Restricted for:					
General government	-	-	-	144,338	-
Public safety	2,239	-	-	-	-
Public works	-	-	-	-	2,128,505
Parks and recreation	-	-	-	-	-
Community development	-	-	-	-	-
Employee benefits	-	-	1,069,014	-	-
Unassigned	-	(38,747)	-	-	-
Total fund balances	2,239	(38,747)	1,069,014	591,467	2,128,505
Total liabilities, deferred inflows of resources and fund balances	\$ 71,044	\$ 84,940	\$ 1,855,354	\$ 1,307,626	\$ 2,134,759

City of Ottawa, Illinois

Combining Balance Sheet - Special Revenue Funds (Continued)

<i>April 30, 2023</i>	Playground &			
	Foreign Fire Fund	Recreation Fund	Police Dept Drug Ed Fund	Fire Dept First Aid Fund
Assets				
Cash and cash equivalents	\$ 79,011	\$ 27,843	\$ 240,516	\$ 16,166
Investments	-	-	-	-
Receivables, net:				
Property taxes	-	309,623	-	-
Other receivables	-	22,309	-	300
Prepaid items	-	-	-	-
Due from other governments	-	-	2,272	-
Total assets	\$ 79,011	\$ 359,775	\$ 242,788	\$ 16,466
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities				
Accounts payable	\$ -	\$ 13,395	\$ 698	\$ -
Payroll and related	-	266	-	-
Due to other funds	-	-	-	-
Total liabilities	-	13,661	698	-
Deferred inflows of resources				
Unavailable property taxes	-	309,623	-	-
Total deferred inflows of resources	-	309,623	-	-
Fund balances				
Non-spendable	-	-	-	-
Restricted for:				
General government	-	-	-	-
Public safety	79,011	-	242,090	16,466
Public works	-	-	-	-
Parks and recreation	-	36,491	-	-
Community development	-	-	-	-
Employee benefits	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	79,011	36,491	242,090	16,466
Total liabilities, deferred inflows of resources and fund balances	\$ 79,011	\$ 359,775	\$ 242,788	\$ 16,466

City of Ottawa, Illinois

Combining Balance Sheet - Special Revenue Funds (Continued)

<i>April 30, 2023</i>	Revolving Loan Fund	Police Fed Drug Fund	Main Street Loan Fund	Ottawa is Blooming Fund
Assets				
Cash and cash equivalents	\$ 162,598	\$ 1	\$ 77,322	\$ 42,263
Investments	-	-	-	-
Receivables, net:				
Property taxes	-	-	-	-
Other receivables	-	-	-	160
Prepaid items	-	-	-	-
Due from other governments	-	-	-	-
Total assets	\$ 162,598	\$ 1	\$ 77,322	\$ 42,423
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Payroll and related	-	-	-	-
Due to other funds	-	-	-	-
Total liabilities	-	-	-	-
Deferred inflows of resources				
Unavailable property taxes	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances				
Non-spendable	-	-	-	-
Restricted for:				
General government	162,598	-	-	-
Public safety	-	1	-	-
Public works	-	-	-	-
Parks and recreation	-	-	-	-
Community development	-	-	77,322	42,423
Employee benefits	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	162,598	1	77,322	42,423
Total liabilities, deferred inflows of resources and fund balances	\$ 162,598	\$ 1	\$ 77,322	\$ 42,423

City of Ottawa, Illinois

Combining Balance Sheet - Special Revenue Funds (Continued)

<i>April 30, 2023</i>	Police Drug Lab Fund	DUI Equipment Fund	Growth Impact Fund	Garbage Fund
Assets				
Cash and cash equivalents	\$ 2,825	\$ 168,447	\$ 635,276	\$ 163,909
Investments	-	-	-	-
Receivables, net:				
Property taxes	-	-	-	607,722
Other receivables	-	778	-	-
Prepaid items	-	-	-	-
Due from other governments	-	-	-	-
Total assets	\$ 2,825	\$ 169,225	\$ 635,276	\$ 771,631
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ 3,275
Payroll and related	-	-	-	-
Due to other funds	-	-	15,904	-
Total liabilities	-	-	15,904	3,275
Deferred inflows of resources				
Unavailable property taxes	-	-	-	607,722
Total deferred inflows of resources	-	-	-	607,722
Fund balances				
Non-spendable	-	-	-	-
Restricted for:				
General government	-	-	-	160,634
Public safety	2,825	169,225	-	-
Public works	-	-	-	-
Parks and recreation	-	-	-	-
Community development	-	-	619,372	-
Employee benefits	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	2,825	169,225	619,372	160,634
Total liabilities, deferred inflows of resources and fund balances	\$ 2,825	\$ 169,225	\$ 635,276	\$ 771,631

City of Ottawa, Illinois

Combining Balance Sheet - Special Revenue Funds (Continued)

<i>April 30, 2023</i>	Lease Fund	Street Lighting Fund	NCAT Fund	Public Benefit Fund
Assets				
Cash and cash equivalents	\$ 39,275	\$ 139,022	\$ 36,944	\$ 73,026
Investments	-	-	-	-
Receivables, net:				
Property taxes	-	172,013	-	-
Other receivables	-	-	21,797	-
Prepaid items	-	-	-	-
Due from other governments	-	-	845,778	-
Total assets	\$ 39,275	\$ 311,035	\$ 904,519	\$ 73,026
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities				
Accounts payable	\$ -	\$ -	\$ 253,758	\$ -
Payroll and related	-	-	10,693	-
Due to other funds	-	-	-	-
Total liabilities	-	-	264,451	-
Deferred inflows of resources				
Unavailable property taxes	-	172,013	-	-
Total deferred inflows of resources	-	172,013	-	-
Fund balances				
Non-spendable	-	-	-	-
Restricted for:				
General government	39,275	139,022	-	73,026
Public safety	-	-	-	-
Public works	-	-	-	-
Parks and recreation	-	-	-	-
Community development	-	-	640,068	-
Employee benefits	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	39,275	139,022	640,068	73,026
Total liabilities, deferred inflows of resources and fund balances	\$ 39,275	\$ 311,035	\$ 904,519	\$ 73,026

City of Ottawa, Illinois

Combining Balance Sheet - Special Revenue Funds (Continued)

<i>April 30, 2023</i>	Hotel/Motel Tax Fund	TIF Dist 2/Route 6 East Fund	TIF Dist 3/Downtown Fund	TIF Dist 4/Indus Park Fund
Assets				
Cash and cash equivalents	\$ 376,646	\$ 122,593	\$ 253,142	\$ 230,422
Investments	-	-	-	-
Receivables, net:				
Property taxes	-	506,537	440,630	161,725
Other receivables	112,778	-	-	-
Prepaid items	-	-	-	-
Due from other governments	-	-	-	-
Total assets	\$ 489,424	\$ 629,130	\$ 693,772	\$ 392,147
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities				
Accounts payable	\$ 5,606	\$ -	\$ 500	\$ 10,450
Payroll and related	-	-	-	-
Due to other funds	-	-	-	-
Total liabilities	5,606	-	500	10,450
Deferred inflows of resources				
Unavailable property taxes	-	506,537	440,630	161,725
Total deferred inflows of resources	-	506,537	440,630	161,725
Fund balances				
Non-spendable	-	-	-	-
Restricted for:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Parks and recreation	483,818	-	-	-
Community development	-	122,593	252,642	219,972
Employee benefits	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	483,818	122,593	252,642	219,972
Total liabilities, deferred inflows of resources and fund balances	\$ 489,424	\$ 629,130	\$ 693,772	\$ 392,147

City of Ottawa, Illinois

Combining Balance Sheet - Special Revenue Funds (Continued)

<i>April 30, 2023</i>	TIF Dist 5/Canal Fund	TIF Dist 6/Dayton Fund	TIF Dist 7/I-80 Commercial Fund	TIF Dist 8/Route 71 Fund
Assets				
Cash and cash equivalents	\$ 18,778	\$ 93,860	\$ 53,476	\$ -
Investments	-	-	-	-
Receivables, net:				
Property taxes	2,205,522	813,784	464,030	25,491
Other receivables	-	-	-	-
Prepaid items	-	-	-	-
Due from other governments	-	-	-	-
Total assets	\$ 2,224,300	\$ 907,644	\$ 517,506	\$ 25,491
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities				
Accounts payable	\$ 16,000	\$ 11,050	\$ 2,183	\$ 2,143
Payroll and related	-	-	-	-
Due to other funds	-	-	-	80,584
Total liabilities	16,000	11,050	2,183	82,727
Deferred inflows of resources				
Unavailable property taxes	2,205,522	813,784	464,030	25,491
Total deferred inflows of resources	2,205,522	813,784	464,030	25,491
Fund balances				
Non-spendable	-	-	-	-
Restricted for:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Parks and recreation	-	-	-	-
Community development	2,778	82,810	51,293	-
Employee benefits	-	-	-	-
Unassigned	-	-	-	(82,727)
Total fund balances	2,778	82,810	51,293	(82,727)
Total liabilities, deferred inflows of resources and fund balances	\$ 2,224,300	\$ 907,644	\$ 517,506	\$ 25,491

City of Ottawa, Illinois
Combining Balance Sheet - Special Revenue Funds (Continued)

<i>April 30, 2023</i>	Mural Fund	Total
Assets		
Cash and cash equivalents	\$ 64,280	\$ 3,973,684
Investments	-	2,427,372
Receivables, net:		
Property taxes	-	7,363,321
Other receivables	-	158,122
Prepaid items	-	447,129
Due from other governments	-	914,985
Total assets	\$ 64,280	15,284,613
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities		
Accounts payable	\$ -	\$ 330,312
Payroll and related	-	10,959
Due to other funds	-	130,235
Total liabilities	-	471,506
Deferred inflows of resources		
Unavailable property taxes	-	7,363,321
Total deferred inflows of resources	-	7,363,321
Fund balances		
Non-spendable	-	447,129
Restricted for:		
General government	64,280	783,173
Public safety	-	511,857
Public works	-	2,128,505
Parks and recreation	-	520,309
Community development	-	2,111,273
Employee benefits	-	1,069,014
Unassigned	-	(121,474)
Total fund balances	64,280	\$ 7,449,786
Total liabilities, deferred inflows of resources and fund balances	\$ 64,280	\$ 15,284,613

City of Ottawa, Illinois
Combining Statement of Revenues, Expenditures and Changes
In Fund Balance - Special Revenue Funds

<i>Year Ended April 30, 2023</i>	Crossing Guard Fund	Auditing Fund	IMRF Fund	Public Liability Fund	Motor Fuel Tax Fund
Revenues					
Property taxes	\$ 65,006	\$ 82,493	\$ 826,815	\$ 695,666	\$ -
Intergovernmental revenues	-	-	75,014	-	768,051
Charges for services	-	-	-	-	-
Interest	257	63	7,637	1,862	65,395
Miscellaneous	-	-	-	-	206,148
Total revenues	65,263	82,556	909,466	697,528	1,039,594
Expenditures					
Current					
General government	-	108,570	771,138	663,764	-
Public safety	65,006	-	-	-	-
Public works	-	-	-	-	573,102
Parks and recreation	-	-	-	-	-
Community development	-	-	-	-	-
Debt service					
Principal payments	-	-	-	-	-
Interest payments	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	65,006	108,570	771,138	663,764	573,102
Excess (deficiency) of revenues over expenditures	257	(26,014)	138,328	33,764	466,492
Other financing sources (uses)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balance	257	(26,014)	138,328	33,764	466,492
Fund balance, beginning of year as restated	1,982	(12,733)	930,686	557,703	1,662,013
Fund balance, end of year	\$ 2,239	\$ (38,747)	\$ 1,069,014	\$ 591,467	\$ 2,128,505

City of Ottawa, Illinois
Combining Statement of Revenues, Expenditures and Changes
In Fund Balance - Special Revenue Funds (Continued)

<i>Year Ended April 30, 2023</i>	Foreign Fire Fund	Playground & Recreation Fund	Police Dept Drug Ed Fund	Fire Dept First Aid Fund
Revenues				
Property taxes	\$ -	\$ 292,530	\$ -	\$ -
Intergovernmental revenues	59,571	-	31,934	-
Charges for services	-	62,257	-	-
Interest	32	569	2,021	31
Miscellaneous	-	17,900	12,404	3,200
Total revenues	59,603	373,256	46,359	3,231
Expenditures				
Current				
General government	-	-	-	-
Public safety	56,826	-	199,869	-
Public works	-	-	-	-
Parks and recreation	-	271,942	-	-
Community development	-	-	-	-
Debt service				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Capital outlay	-	113,332	-	-
Total expenditures	56,826	385,274	199,869	-
Excess (deficiency) of revenues over expenditures	2,777	(12,018)	(153,510)	3,231
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	(40,000)	-	-
Total other financing sources (uses)	-	(40,000)	-	-
Net change in fund balance	2,777	(52,018)	(153,510)	3,231
Fund balance, beginning of year as restated	76,234	88,509	395,600	13,235
Fund balance, end of year	\$ 79,011	\$ 36,491	\$ 242,090	\$ 16,466

City of Ottawa, Illinois

Combining Statement of Revenues, Expenditures and Changes In Fund Balance - Special Revenue Funds (Continued)

<i>Year Ended April 30, 2023</i>	Revolving Loan Fund	Police Fed Drug Fund	Main Street Loan Fund	Ottawa is Blooming Fund
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Interest	1,076	-	512	245
Miscellaneous	-	-	-	14,759
Total revenues	1,076	-	512	15,004
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Parks and recreation	-	-	-	-
Community development	-	-	-	6,866
Debt service				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	-	-	-	6,866
Excess (deficiency) of revenues over expenditures	1,076	-	512	8,138
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	1,076	-	512	8,138
Fund balance, beginning of year as restated	161,522	1	76,810	34,285
Fund balance, end of year	\$ 162,598	\$ 1	\$ 77,322	\$ 42,423

City of Ottawa, Illinois
Combining Statement of Revenues, Expenditures and Changes
In Fund Balance - Special Revenue Funds (Continued)

<i>Year Ended April 30, 2023</i>	Police Drug Lab Fund	DUI Equipment Fund	Growth Impact Fund	Garbage Fund
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ 590,322
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Interest	18	1,093	4,234	1,065
Miscellaneous	-	24,247	-	-
Total revenues	18	25,340	4,234	591,387
Expenditures				
Current				
General government	-	-	7,933	223,158
Public safety	-	6,128	-	-
Public works	-	-	-	-
Parks and recreation	-	-	-	-
Community development	-	-	-	-
Debt service				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	-	6,128	7,933	223,158
Excess (deficiency) of revenues over expenditures	18	19,212	(3,699)	368,229
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	(7,417)	-
Total other financing sources (uses)	-	-	(7,417)	-
Net change in fund balance	18	19,212	(11,116)	368,229
Fund balance, beginning of year as restated	2,807	150,013	630,488	(207,595)
Fund balance, end of year	\$ 2,825	\$ 169,225	\$ 619,372	\$ 160,634

City of Ottawa, Illinois

Combining Statement of Revenues, Expenditures and Changes In Fund Balance - Special Revenue Funds (Continued)

<i>Year Ended April 30, 2023</i>	Lease Fund	Street Lighting Fund	NCAT Fund	Public Benefit Fund
Revenues				
Property taxes	\$ -	\$ 162,515	\$ -	\$ -
Intergovernmental revenues	-	-	2,890,727	-
Charges for services	-	-	196,549	-
Interest	260	911	141	483
Miscellaneous	-	-	128,723	-
Total revenues	260	163,426	3,216,140	483
Expenditures				
Current				
General government	-	60,583	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Parks and recreation	-	-	-	-
Community development	-	-	2,640,872	-
Debt service				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Capital outlay	-	-	1,064,485	-
Total expenditures	-	60,583	3,705,357	-
Excess (deficiency) of revenues over expenditures	260	102,843	(489,217)	483
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	260	102,843	(489,217)	483
Fund balance, beginning of year as restated	39,015	36,179	1,129,285	72,543
Fund balance, end of year	\$ 39,275	\$ 139,022	\$ 640,068	\$ 73,026

City of Ottawa, Illinois

Combining Statement of Revenues, Expenditures and Changes In Fund Balance - Special Revenue Funds (Continued)

<i>Year Ended April 30, 2023</i>	Hotel/Motel Tax Fund	TIF Dist 2/Route 6 East Fund	TIF Dist 3/Downtown Fund	TIF Dist 4/Indus Park Fund
Revenues				
Property taxes	\$ -	\$ 511,210	\$ 417,452	\$ 163,720
Intergovernmental revenues	-	-	18,119	-
Charges for services	3,200	-	-	-
Interest	3,217	2,326	1,796	1,505
Miscellaneous	444,750	-	16,917	-
Total revenues	451,167	513,536	454,284	165,225
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Parks and recreation	299,648	-	-	-
Community development	-	549,204	734,154	47,343
Debt service				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Capital outlay	-	-	31,394	-
Total expenditures	299,648	549,204	765,548	47,343
Excess (deficiency) of revenues over expenditures	151,519	(35,668)	(311,264)	117,882
Other financing sources (uses)				
Transfers in	-	-	377,454	-
Transfers out	(218,000)	-	(18,391)	-
Total other financing sources (uses)	(218,000)	-	359,063	-
Net change in fund balance	(66,481)	(35,668)	47,799	117,882
Fund balance, beginning of year as restated	550,299	158,261	204,843	102,090
Fund balance, end of year	\$ 483,818	\$ 122,593	\$ 252,642	\$ 219,972

City of Ottawa, Illinois

Combining Statement of Revenues, Expenditures and Changes In Fund Balance - Special Revenue Funds (Continued)

<i>Year Ended April 30, 2023</i>	TIF Dist 5/Canal Fund	TIF Dist 6/Dayton Fund	TIF Dist 7/I-80 Commercial Fund	TIF Dist 8/Route 71 Fund
Revenues				
Property taxes	\$ 1,820,127	\$ 815,255	\$ 354,745	\$ 20,433
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Interest	1,433	4,546	3,397	-
Miscellaneous	135,118	-	-	-
Total revenues	1,956,678	819,801	358,142	20,433
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Parks and recreation	-	-	-	-
Community development	1,977,900	433,535	205,775	23,822
Debt service				
Principal payments	23,885	-	-	141,115
Interest payments	27,120	-	-	153,680
Capital outlay	665,349	-	-	181,477
Total expenditures	2,694,254	433,535	205,775	500,094
Excess (deficiency) of revenues over expenditures	(737,576)	386,266	152,367	(479,661)
Other financing sources (uses)				
Transfers in	668,296	-	-	377,037
Transfers out	(454,145)	(754,491)	(528,296)	-
Total other financing sources (uses)	214,151	(754,491)	(528,296)	377,037
Net change in fund balance	(523,425)	(368,225)	(375,929)	(102,624)
Fund balance, beginning of year as restated	526,203	451,035	427,222	19,897
Fund balance, end of year	\$ 2,778	\$ 82,810	\$ 51,293	\$ (82,727)

City of Ottawa, Illinois

Combining Statement of Revenues, Expenditures and Changes In Fund Balance - Special Revenue Funds (Continued)

<i>Year Ended April 30, 2023</i>	Mural Fund	Total
Revenues		
Property taxes	\$ -	\$ 6,818,289
Intergovernmental revenues	-	3,843,416
Charges for services	-	262,006
Interest	228	106,353
Miscellaneous	-	1,004,166
Total revenues	228	12,034,230
Expenditures		
Current		
General government	-	1,835,146
Public safety	-	327,829
Public works	-	573,102
Parks and recreation	-	571,590
Community development	-	6,619,471
Debt service		
Principal payments	-	165,000
Interest payments	-	180,800
Capital outlay	-	2,056,037
Total expenditures	-	12,328,975
Excess (deficiency) of revenues over expenditures	228	(294,745)
Other financing sources (uses)		
Transfers in	38,000	1,460,787
Transfers out	-	(2,020,740)
Total other financing sources (uses)	38,000	(559,953)
Net change in fund balance	38,228	(854,698)
Fund balance, beginning of year as restated	26,052	8,304,484
Fund balance, end of year	\$ 64,280	\$ 7,449,786

City of Ottawa, Illinois

Combining Balance Sheet - Debt Service Funds

<i>April 30, 2023</i>	2009 Bond Debt Service Fund	Series 2012 Debt Cert B&I Fund	2017 Debt Service B&I Fund	Total
Assets				
Cash and cash equivalents	\$ 337,948	\$ 9	\$ -	\$ 337,957
Other receivables	39,647	-	-	39,647
Total assets	\$ 377,595	\$ 9	\$ -	\$ 377,604
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities				
Fund balances				
Debt service	377,595	9	-	377,604
Total fund balances	377,595	9	-	377,604
Total liabilities, deferred inflows of resources and fund balances	\$ 377,595	\$ 9	\$ -	\$ 377,604

City of Ottawa, Illinois

Combining Statement of Revenues, Expenditures and Changes In Fund Balance - Debt Service Funds

<i>Year Ended April 30, 2023</i>	2009 Bond Debt Service Fund	Series 2012 Debt Cert B&I Fund	2017 Debt Service B&I Fund	Total
Revenues				
Interest	\$ 1,414	\$ 5	-	\$ 1,419
Miscellaneous	39,647	-	-	39,647
Total revenues	41,061	5	-	41,066
Expenditures				
Current:				
Debt service				
Principal payments	175,000	-	-	175,000
Interest payments	95,235	-	-	95,235
Total expenses	270,235	-	-	270,235
Excess (deficiency) of revenues over expenditures	(229,174)	5	-	(229,169)
Other financing sources (uses)				
Transfers in	270,235	-	-	270,235
Total other financing sources (uses)	270,235	-	-	270,235
Net change in fund balance	41,061	5	-	41,066
Fund balances, beginning of year	336,534	4	-	336,538
Fund balances, end of year	\$ 377,595	\$ 9	-	\$ 377,604

City of Ottawa, Illinois

Combining Balance Sheet - Capital Projects Funds

April 30	EZ Capital Imp Fund	Flood Buyout Fund	Canal Rewatering Fund	Huron St Roadway Fund	Bellevue Ave Roadway Fund	2016 Capital Improvement Fund	Total
Assets							
Cash and cash equivalents	\$ 364,094	\$ 39,696	\$ -	\$ -	\$ 140,784	\$ 343,572	\$ 888,146
Receivables, net:							
Property taxes	-	-	-	-	-	-	-
Special assessments	-	-	-	-	4,809	-	4,809
Other receivables	110,959	-	-	-	-	-	110,959
Due from other funds	1,636,985	-	-	-	-	-	1,636,985
Total assets	\$ 2,112,038	\$ 39,696	\$ -	\$ -	\$ 145,593	\$ 343,572	\$ 2,640,899
Liabilities, Deferred Inflows of Resources and Fund Balances							
Liabilities							
Accounts payable	\$ 127,309	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 127,309
Due to other funds	-	18,626	223,492	-	-	-	242,118
Deferred revenue-other	-	-	-	-	4,805	-	4,805
Total liabilities	127,309	18,626	223,492	-	4,805	-	374,232
Fund balances							
Restricted for							
General government	1,984,729	21,070	-	-	140,788	343,572	2,490,159
Unassigned	-	-	(223,492)	-	-	-	(223,492)
Total fund balances	1,984,729	21,070	(223,492)	-	140,788	343,572	2,266,667
Total liabilities, deferred inflows of resources and fund balances	\$ 2,112,038	\$ 39,696	\$ -	\$ -	\$ 145,593	\$ 343,572	\$ 2,640,899

City of Ottawa, Illinois

Combining Statement of Revenues, Expenditures and Changes In Fund Balance - Capital Projects Funds

Year Ended April 30, 2023	EZ Capital Imp Fund	Flood Buyout Fund	Canal Rewatering Fund	Huron St Roadway Fund	Bellevue Ave Roadway Fund	2016 Capital Improvement Fund	Total
Revenues							
Intergovernmental revenues	\$ 229,524	\$ -	\$ -	\$ -	\$ -	\$ -	229,524
Licenses and permits	29,963	-	-	-	-	-	29,963
Interest	7,395	263	-	-	935	2,271	10,864
Miscellaneous	115,508	-	-	-	-	-	115,508
Total revenues	382,390	263	-	-	935	2,271	385,859
Expenditures							
Current:							
General government	1,704,060	-	40,857	-	-	-	1,744,917
Total expenses	1,704,060	-	40,857	-	-	-	1,744,917
Excess (deficiency) of revenues over expenditures	(1,321,670)	263	(40,857)	-	935	2,271	(1,359,058)
Other financing sources (uses)							
Transfers in	260,000	-	-	-	-	-	260,000
Total other financing sources (uses)	260,000	-	-	-	-	-	260,000
Net change in fund balance	(1,061,670)	263	(40,857)	-	935	2,271	(1,099,058)
Fund balances, beginning of year	3,046,399	20,807	(182,635)	-	139,853	341,301	3,365,725
Fund balances, end of year	\$ 1,984,729	\$ 21,070	\$ (223,492)	\$ -	\$ 140,788	\$ 343,572	\$ 2,266,667

See Independent Auditor's Report on Supplementary Information.

City of Ottawa, Illinois
Combining Statement of Fiduciary Net Position
Pension Trust Funds

<i>April 30, 2023</i>	Police Pension Fund	Fire Pension Fund	Total
Assets			
Cash and cash equivalents	1,799,430	97,421	1,896,851
Investments	25,239,497	17,487,553	42,727,050
Receivables	1,716,896	2,088,093	3,804,989
Prepaid items	530	747	1,277
Total assets	28,756,353	19,673,814	48,430,167
Liabilities			
Accounts payable	2,538	5,195	7,733
Unavailable property taxes	1,716,896	1,937,727	3,654,623
Total liabilities	1,719,434	1,942,922	3,662,356
Net Position			
Restricted for pension benefits	\$ 27,036,919	\$ 17,730,892	\$ 44,767,811

City of Ottawa, Illinois
Combining Statement of Changes in Fiduciary Net Position
Pension Trust Funds

<i>Year Ended April 30, 2023</i>	Police Pension Fund	Fire Pension Fund	Total
Additions			
Interest on investments	11,925	39,265	51,190
FMV adjustments	216,020	220,328	436,348
Dividends	-	121,648	121,648
Contributions			
	-	-	-
Property taxes	1,795,863	1,987,152	3,783,015
Other taxes	163,789	184,858	348,647
Contributions	393,249	213,100	606,349
Other sources	135,181	5,542	140,723
Total contributions	2,488,082	2,390,652	4,878,734
Total additions	2,716,027	2,771,893	5,487,920
Deductions			
Personnel and benefits	2,021,039	2,304,337	4,325,376
Other	80,445	51,750	132,195
Total deductions	2,101,484	2,356,087	4,457,571
Change in net position	614,543	415,806	1,030,349
Net position, beginning of year	26,422,376	17,315,086	43,737,462
Net position, end of year	\$ 27,036,919	\$ 17,730,892	\$ 44,767,811

City of Ottawa, Illinois

Long-Term Debt Requirements

Schedule of General Obligation Recovery Zone Economic Bonds, Series 2009

GOVERNMENTAL FUNDS

Date of Issue January 15, 2010
 Date of Maturity December 1, 2028
 Authorized Issue \$2,485,000
 Interest Rates 4.69% - 6.75%
 Interest Dates June and December

Future Principal and Interest Requirements

Year Ended	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	August 1	Amount
2024	185,000	84,857	269,857	2023	42,429	2023	42,428
2025	200,000	73,683	273,683	2024	36,842	2024	36,841
2026	210,000	61,383	271,383	2025	30,692	2025	30,691
2027	225,000	48,027	273,027	2026	24,014	2026	24,013
2028	240,000	33,245	273,245	2027	16,623	2027	16,622
2029	255,000	17,213	272,213	2028	8,607	2028	8,606
	<u>\$1,315,000</u>	<u>\$318,408</u>	<u>\$1,633,408</u>		<u>\$159,207</u>		<u>\$159,201</u>

City of Ottawa, Illinois

Long-Term Debt Requirements

Schedule of General Obligation Refunding Bonds, Series 2012B

ENTERPRISE FUNDS

Date of Issue October 3, 2012
 Date of Maturity December 1, 2030
 Authorized Issue \$2,375,000
 Interest Rates 1.71% - 4.30
 Interest Dates June and December

Future Principal and Interest Requirements

Year Ended	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2024	125,000	39,763	164,763	2023	19,881	2023	19,881
2025	125,000	35,213	160,213	2024	17,606	2024	17,606
2026	125,000	30,538	155,538	2025	15,269	2025	15,269
2027	125,000	25,700	150,700	2026	12,850	2026	12,850
2028	125,000	20,725	145,725	2027	10,363	2027	10,363
2029	125,000	15,700	140,700	2028	7,850	2028	7,850
2030	125,000	10,588	135,588	2029	5,294	2029	5,294
2031	125,000	5,375	130,375	2030	2,688	2030	2,688
	<u>\$1,000,000</u>	<u>\$183,602</u>	<u>\$1,183,602</u>		<u>\$91,801</u>		<u>\$91,801</u>

City of Ottawa, Illinois

Long-Term Debt Requirements

Schedule of General Obligation Bonds Series 2017

ENTERPRISE FUNDS

Date of Issue March 14, 2017
 Date of Maturity March 1, 2030
 Authorized Issue \$4,770,000
 Interest Rates 2.58%
 Interest Dates September and March

Future Principal and Interest Requirements

Year Ended	Requirements			Interest Due on			
	Principal	Interest	Totals	September 1	Amount	March 1	Amount
2024	525,000	113,391	638,391	2023	56,696	2023	56,695
2025	545,000	99,846	644,846	2024	49,923	2024	49,923
2026	560,000	85,785	645,785	2025	42,893	2025	42,892
2027	625,000	71,337	696,337	2026	35,669	2026	35,668
2028	690,000	55,212	745,212	2027	27,606	2027	27,606
2029	715,000	37,410	752,410	2028	18,705	2028	18,705
2030	735,000	18,963	753,963	2029	9,482	2029	9,481
	<u>\$4,395,000</u>	<u>\$481,944</u>	<u>\$4,876,944</u>		<u>\$240,974</u>		<u>\$240,970</u>

City of Ottawa, Illinois

Long-Term Debt Requirements

Schedule of General Obligation Bonds (ARS) Series 2020

ENTERPRISE FUNDS

Date of Issue March 25, 2021
 Date of Maturity April 1, 2035
 Authorized Issue \$3,700,000
 Interest Rates 1.75%
 Interest Dates September and March

Future Principal and Interest Requirements

Year Ended	Requirements			Interest Due on			
	Principal	Interest	Totals	September 1	Amount	March 1	Amount
2024	230,000	53,113	283,113	2023	26,556	2023	26,557
2025	235,000	49,088	284,088	2024	24,544	2024	24,544
2026	235,000	44,975	279,975	2025	22,488	2025	22,487
2027	240,000	40,863	280,863	2026	20,431	2026	20,432
2028	245,000	36,663	281,663	2027	18,331	2027	18,332
2029	250,000	32,375	282,375	2028	16,188	2028	16,187
2030	255,000	28,000	283,000	2029	14,000	2029	14,000
2031	260,000	23,538	283,538	2030	11,769	2030	11,769
2032	265,000	18,988	283,988	2031	9,494	2031	9,494
2033	270,000	14,350	284,350	2032	7,175	2032	7,175
2034	275,000	9,625	284,625	2033	4,813	2033	4,812
2035	275,000	4,813	279,813	2034	2,406	2034	2,407
	<u>\$3,035,000</u>	<u>\$356,391</u>	<u>\$3,391,391</u>		<u>\$178,195</u>		<u>\$178,196</u>

City of Ottawa, Illinois

Long-Term Debt Requirements

Schedule of General Obligation Bonds (ARS) Series 2021A

GOVERNMENTAL FUNDS

Date of Issue June 10, 2021
 Date of Maturity December 1, 2040
 Authorized Issue \$4,520,000
 Interest Rates 4.00%
 Interest Dates June and December

Future Principal and Interest Requirements

Year Ended	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2024	\$170,000	\$174,200	\$344,200	2023	\$87,100	2023	\$87,100
2025	175,000	167,400	342,400	2024	83,700	2024	83,700
2026	185,000	160,400	345,400	2025	80,200	2025	80,200
2027	190,000	153,000	343,000	2026	76,500	2026	76,500
2028	200,000	145,400	345,400	2027	72,700	2027	72,700
2029	205,000	137,400	342,400	2028	68,700	2028	68,700
2030	215,000	129,200	344,200	2029	64,600	2029	64,600
2031	225,000	120,600	345,600	2030	60,300	2030	60,300
2032	235,000	111,600	346,600	2031	55,800	2031	55,800
2033	240,000	102,200	342,200	2032	51,100	2032	51,100
2034	250,000	92,600	342,600	2033	46,300	2033	46,300
2035	260,000	82,600	342,600	2034	41,300	2034	41,300
2036	270,000	72,200	342,200	2035	36,100	2035	36,100
2037	285,000	61,400	346,400	2036	30,700	2036	30,700
2038	295,000	50,000	345,000	2037	25,000	2037	25,000
2039	305,000	38,200	343,200	2038	19,100	2038	19,100
2040	320,000	26,000	346,000	2039	13,000	2039	13,000
2041	330,000	13,200	343,200	2040	6,600	2040	6,600
	<u>\$4,355,000</u>	<u>\$1,837,600</u>	<u>\$6,192,600</u>		<u>\$918,800</u>		<u>\$918,800</u>

City of Ottawa, Illinois

Long-Term Debt Requirements

Schedule of General Obligation Bonds (ARS) Series 2021B

ENTERPRISE FUNDS

Date of Issue June 10, 2021
 Date of Maturity December 1, 2037
 Authorized Issue \$8,860,000
 Interest Rates 4.00%
 Interest Dates June and December

Future Principal and Interest Requirements

Year Ended	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2024	-	\$354,400	\$354,400	2023	\$177,200	2023	\$177,200
2025	-	354,400	354,400	2024	177,200	2024	\$177,200
2026	-	354,400	354,400	2025	177,200	2025	\$177,200
2027	-	354,400	354,400	2026	177,200	2026	\$177,200
2028	-	354,400	354,400	2027	177,200	2027	\$177,200
2029	-	354,400	354,400	2028	177,200	2028	\$177,200
2030	-	354,400	354,400	2029	177,200	2029	\$177,200
2031	685,000	354,400	1,039,400	2030	177,200	2030	\$177,200
2032	980,000	327,000	1,307,000	2031	163,500	2031	\$163,500
2033	1,170,000	287,800	1,457,800	2032	143,900	2032	\$143,900
2034	1,215,000	241,000	1,456,000	2033	120,500	2033	\$120,500
2035	1,270,000	192,400	1,462,400	2034	96,200	2034	\$96,200
2036	1,595,000	141,600	1,736,600	2035	70,800	2035	\$70,800
2037	1,660,000	77,800	1,737,800	2036	38,900	2036	\$38,900
2038	285,000	11,400	296,400	2037	5,700	2037	\$5,700
	<u>\$8,860,000</u>	<u>\$4,114,200</u>	<u>\$12,974,200</u>		<u>\$2,057,100</u>		<u>\$2,057,100</u>

City of Ottawa, Illinois

Long-Term Debt Requirements

Schedule of General Obligation Bond (ARS) Series 2022A

ENTERPRISE FUNDS

Date of Issue October 27, 2022
 Date of Maturity December 1, 2041
 Authorized Issue \$5,095,000
 Interest Rates 5.25%
 Interest Dates June and December

Future Principal and Interest Requirements

Year Ended	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2024	\$160,000	\$267,488	\$427,488	2023	\$133,744	2023	\$133,744
2025	170,000	259,087	429,087	2024	129,544	2024	129,543
2026	180,000	250,163	430,163	2025	125,081	2025	125,082
2027	190,000	240,712	430,712	2026	120,356	2026	120,356
2028	200,000	230,738	430,738	2027	115,369	2027	115,369
2029	210,000	220,237	430,237	2028	110,119	2028	110,118
2030	220,000	209,213	429,213	2029	104,606	2029	104,607
2031	235,000	197,662	432,662	2030	98,831	2030	98,831
2032	245,000	185,325	430,325	2031	92,663	2031	92,662
2033	260,000	172,463	432,463	2032	86,231	2032	86,232
2034	270,000	158,812	428,812	2033	79,406	2033	79,406
2035	285,000	144,638	429,638	2034	72,319	2034	72,319
2036	300,000	129,675	429,675	2035	64,838	2035	64,837
2037	315,000	113,925	428,925	2036	56,963	2036	56,962
2038	335,000	97,388	432,388	2037	48,694	2037	48,694
2039	350,000	79,800	429,800	2038	39,900	2038	39,900
2040	370,000	61,425	431,425	2039	30,713	2039	30,712
2041	390,000	42,000	432,000	2040	21,000	2040	21,000
2042	410,000	21,525	431,525	2041	10,761	2041	10,764
	<u>\$5,095,000</u>	<u>\$3,082,276</u>	<u>\$8,177,276</u>		<u>\$1,541,138</u>		<u>\$1,541,138</u>

City of Ottawa, Illinois

Long-Term Debt Requirements

Schedule of General Obligation Bond (ARS) Series 2022B

GOVERNMENTAL FUNDS

Date of Issue June 10, 2021
 Date of Maturity December 1, 2041
 Authorized Issue \$1,530,000
 Interest Rates 4.49%
 Interest Dates June and December

Future Principal and Interest Requirements

Year Ended	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2024	\$ 55,000	\$68,697	\$123,697	2023	\$34,348	2023	\$34,349
2025	55,000	66,228	121,228	2024	33,114	2024	\$33,114
2026	60,000	63,758	123,758	2025	31,879	2025	\$31,879
2027	60,000	61,064	121,064	2026	30,532	2026	\$30,532
2028	65,000	58,370	123,370	2027	29,185	2027	\$29,185
2029	65,000	55,452	120,452	2028	27,726	2028	\$27,726
2030	70,000	52,533	122,533	2029	26,267	2029	\$26,266
2031	70,000	49,390	119,390	2030	24,695	2030	\$24,695
2032	75,000	46,247	121,247	2031	23,124	2031	\$23,123
2033	80,000	42,880	122,880	2032	21,440	2032	\$21,440
2034	80,000	39,288	119,288	2033	19,644	2033	\$19,644
2035	85,000	35,696	120,696	2034	17,848	2034	\$17,848
2036	90,000	31,879	121,879	2035	15,940	2035	\$15,939
2037	95,000	27,838	122,838	2036	13,919	2036	\$13,919
2038	95,000	23,573	118,573	2037	11,786	2037	\$11,787
2039	100,000	19,307	119,307	2038	9,654	2038	\$9,653
2040	105,000	14,817	119,817	2039	7,409	2039	\$7,408
2041	110,000	10,103	120,103	2040	5,051	2040	\$5,052
2042	115,000	5,164	120,164	2041	2,582	2041	\$2,582
	<u>\$1,530,000</u>	<u>\$772,284</u>	<u>\$2,302,284</u>		<u>\$386,143</u>		<u>\$386,141</u>

City of Ottawa, Illinois

Long-Term Debt Requirements

Schedule of General Obligation Bond (ARS) Series 2023

ENTERPRISE FUNDS

Date of Issue April 27, 2023
 Date of Maturity December 1, 2042
 Authorized Issue \$1,415,000
 Interest Rates 5.00%
 Interest Dates June and December

Future Principal and Interest Requirements

Year Ended	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2024	\$35,000	\$42,057	\$77,057	2023	\$21,030	2023	\$21,028
2025	45,000	69,000	114,000	2024	34,500	2024	34,500
2026	45,000	66,750	111,750	2025	33,375	2025	33,375
2027	50,000	64,500	114,500	2026	32,250	2026	32,250
2028	50,000	62,000	112,000	2027	31,000	2027	31,000
2029	55,000	59,500	114,500	2028	29,750	2028	29,750
2030	55,000	56,750	111,750	2029	28,375	2029	28,375
2031	60,000	54,000	114,000	2030	27,000	2030	27,000
2032	65,000	51,000	116,000	2031	25,500	2031	25,500
2033	65,000	47,750	112,750	2032	23,875	2032	23,875
2034	70,000	44,500	114,500	2033	22,250	2033	22,250
2035	75,000	41,000	116,000	2034	20,500	2034	20,500
2036	80,000	37,250	117,250	2035	18,625	2035	18,625
2037	80,000	33,250	113,250	2036	16,625	2036	16,625
2038	85,000	29,250	114,250	2037	14,625	2037	14,625
2039	90,000	25,000	115,000	2038	12,500	2038	12,500
2040	95,000	20,500	115,500	2039	10,250	2039	10,250
2041	100,000	15,750	115,750	2040	7,875	2040	7,875
2042	105,000	10,750	115,750	2041	5,375	2041	5,375
2043	110,000	5,500	115,500	2042	2,750	2042	2,750
	<u>\$1,415,000</u>	<u>\$836,057</u>	<u>\$2,251,057</u>		<u>\$418,030</u>		<u>\$418,028</u>

City of Ottawa, Illinois

Long-Term Debt Requirements

Schedule of IEPA Construction Loan

ENTERPRISE FUNDS

Date of Issue 2007
 Date of Maturity October 30, 2026
 Authorized Issue \$1,361,458
 Interest Rates 2.50%
 Interest Dates September and March

Future Principal and Interest Requirements

Year Ended	Principal	Interest	Totals
2024	81,766	6,875	88,641
2025	83,823	4,818	88,641
2026	85,932	2,709	88,641
2027	43,774	547	44,321
	<u>\$295,295</u>	<u>\$14,949</u>	<u>\$310,244</u>

City of Ottawa, Illinois

Long-Term Debt Requirements

Schedule of IEPA Construction Loan

ENTERPRISE FUNDS

Date of Issue 2012
 Date of Maturity July 24, 3031
 Authorized Issue \$7,657,790
 Interest Rates 0.00%
 Interest Dates January and July

Future Principal and Interest Requirements

Year Ended	Principal	Interest	Totals
2024	294,820	0	294,820
2025	294,820	0	294,820
2026	294,820	0	294,820
2027	294,820	0	294,820
2028	294,820	0	294,820
2029	294,820	0	294,820
2030	294,820	0	294,820
2031	294,820	0	294,820
2032	147,410		147,410
	<u>\$2,505,970</u>	<u>\$0</u>	<u>\$2,505,970</u>

Compliance Section

**Independent Auditor's Report on Compliance with State of Illinois
Public Act 85-1142**

To the Honorable Mayor and Members of the City Council
City of Ottawa, Illinois
Ottawa, Illinois

We have examined management's assertion that the City of Ottawa, Illinois's (the "City") complied with the provisions of subsection (q) of the Illinois Compiled Statutes 65 (ILCS) 5/11-74.43 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) for the year ended April 30, 2023 for the Tax Increment Financing District Funds. The City's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion about the City's compliance with the specified requirements based on our examination.

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

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

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

In our opinion, the City of Ottawa, Illinois, complied, in all material respects, with the requirements of subsection (q) of the Illinois Compiled Statutes (ILCS) 5/11-74.43 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) for the year ended April 30, 2023 for the Tax Increment Financing District Funds.

This report is intended solely for the information and use of the Mayor and Members of the City Council, management of the City, the Illinois State Comptroller's Office and the joint review boards and is not intended to be and should not be used by anyone other than these specified parties.

Wipfli LLP

Wipfli LLP

March 13, 2024
Sterling, Illinois