Chicago Metropolitan Agency for Planning

433 West Van Buren Street
Suite 450
Chicago, IL 60607

312-454-0400
cmap.illinois.gov

CMAP BOARD

AGENDA - FINAL

Wednesday, May 8, 2024

9:30 AM

Cook County Conference Room
433 West Van Buren Street, Suite 450
Chicago, IL 60607

Members of the public who attend in-person can pre-register for a visitor's pass at info@cmap.illinois.gov until Tuesday, May 7, 2024 at 4:00 p.m. or should plan to arrive early to check-in with the building's information desk for access.

You can also join from your computer, tablet or smartphone.
https://us06web.zoom.us/j/88121200726?pwd=OIFcnbDvF0rsbpzwKpB4CvRXBvKy2i.1

Conference Call number: 312 626 6799 US (Chicago)
Meeting ID: 881 2120 0726 Passcode: 394669

CMAP provides the opportunity for public comment. Individuals are encouraged to submit comment by email to info@cmap.illinois.gov at least 24 hours before the meeting. A record of all written public comments will be maintained and made publicly available.

The total cumulative time for public comment is limited to 15 minutes, unless determined otherwise by the Chair. Public comment is limited to three minutes per person unless the Chair designates a longer or shorter time period. Public comments will be invited in this order: Comments from in person attendees submitted ahead of time; comments from in-person attendees not previously submitted; comments from virtual attendees submitted ahead of time; and comments from virtual attendees not previously submitted.

To review CMAP's public participation policy, please visit https://www.cmap.illinois.gov/committees.

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1.0 Call to Order and Introductions

2.0 Agenda Changes and Announcements

2.01 Executive Director's report **24-224**

PURPOSE & ACTION: An update of notable activities of the agency and the executive director.

ACTION REQUESTED: Information

Attachments: Executive director report

CONSENT AGENDA

3.0 Approval of Minutes

3.01 Minutes from April 10, 2024 **24-223**

PURPOSE & ACTION: Review and approval of meeting minutes.

ACTION REQUESTED: Approval

Attachments: CMAP Board 04.10.24 Minutes

REGULAR AGENDA

4.0 Executive Session

4.01 Executive Session to review personnel matters pursuant to 5 ILCS 120/2 (c)(1) **24-225**

ACTION REQUESTED: Discussion

4.02 Action on the executive director's performance review and contract as recommended by the Executive Committee **24-226**

PURPOSE & ACTION: At its March 13 and April 10, 2024 meetings, the Executive Committee evaluated the performance of and considered recommendations to a contract renewal of the executive director. The Executive Committee has forwarded its recommendation to the Board for approval and action.

ACTION REQUESTED: Approval

Attachments: Executive Director Contact Renewal Memo
CMAP Executive Director Successor Employment Agreement

5.0 Items for Approval

5.01 Presentation of the FY 2023 financial audit **24-156**

PURPOSE & ACTION: At its April 10, 2024 meeting, the Executive Committee reviewed and referred the FY 2023 financial audit to the Board. Sikich, LLP will present the annual financial report and management letter for the year ending June 30, 2023 for the Board's consideration.

ACTION REQUESTED: Accept and file

Attachments: Financial Audit Memo
FY23 Board Communication - CMAP Final
23 Final Audit and Single Audit - CMAP

6.0 Information Items

6.01 Community Outreach to Engage and Empower: Community Alliance for Regional Equity (CARE) [24-229]

PURPOSE & ACTION: Presentation on CARE, a pilot program to make engagement more equitable and inclusive of communities traditionally excluded from the planning process and deepen partnerships with community-based organizations.

ACTION REQUESTED: Information

Attachments: Community Outreach to Engage and Empower: CARE Memo

6.02 Community Outreach to Engage and Empower: Participatory Budgeting [24-232]

PURPOSE & ACTION: Presentation on pilot projects to equip and empower residents to inform funding decisions of capital projects in their communities.

ACTION REQUESTED: Information

Attachments: Community Outreach to Engage and Empower: Participatory Budgeting Memo

6.03 Legislative update [24-222]

PURPOSE & ACTION: CMAP Intergovernmental Affairs staff will provide an update on recent state legislative activity.

ACTION REQUESTED: Information

Attachments: Legislative Update Memo

7.0 Other Business

8.0 Public Comment

This is an opportunity for comments from members of the audience.

9.0 Next Meeting

The next meeting is scheduled for June 12, 2024.

10.0 Adjournment

Agenda Item 2.01

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MEMORANDUM

To: CMAP Board

From: **Erin Aleman,** Executive Director

Date: May 1, 2024

Subject: Executive Director's report

Action Requested: Information

Dear Board Members,

This report provides an update ahead of our May meeting with the goal of greater transparency to CMAP's work and to supplement the agenda.

Should you have questions regarding this report, please feel free to reach out to me.

Sincerely,

Erin Aleman

Metropolitan Mobility Authority Act

Proposed legislation was introduced calling for the creation of a Metropolitan Mobility Authority to oversee all public transit operations and replace the Regional Transportation Authority.

The omnibus bill is called the Clean and Equitable Transportation Act (HB5829) is composed of three bills that have also been filed as standalone bills. Note, the links to the senate bills were not available as of the drafting of this memo.

- HB5823: The Metropolitan Mobility Authority Act
  - Transit governance reform
- HB5824: The Zero Emission Vehicles Act
  - Several provisions accelerating ZEV adoption in Illinois
- HB5825: The Transportation Choices Act
  - Establishes a statewide transportation GHG target and sets several compliance mechanisms/analytical requirements for IDOT and MPOs

Additionally, there was a companion appropriations bill (HB5828) that appropriates $1.5B to the new Metropolitan Mobility Authority from the General Revenue Fund. This is just a placeholder bill to continue funding conversations. We should expect additional bills to be filed on these topics as deliberations continue.

CMAP staff is reviewing and will prepare analysis for you that aligns with the PART report and previous CMAP work.

The Civic Federation also released a report and press release in support of reforming mass transit governance in the Chicago region

Illinois Tollway Stakeholder Advisory Team (SAT)

I am proud to represent CMAP on the Illinois Tollway's Stakeholder Advisory Team (SAT). The group met in April for its first of three convenings.

As the Tollway advances planning efforts for the next multi-year capital plan, the SAT members will help inform the next capital plan, while also serving as a representative body of the region and ensuring more voices are heard in the planning process.

The SAT is comprised of regional, state, and local leaders representing sectors such as business and commerce, organized labor, planning and transit agencies, civic organizations and educational institutions, and governments. The Tollway will produce a final report that will be used by the technical and financial staff to review, revise and evaluate potential capital program projects and priorities.

Household travel survey pilot launched

CMAP launched the pilot phase of the household travel survey with 27,000 invitations being mailed. The survey collects vital information for transportation investments in northeastern Illinois and helps us better understand how local roads, highways, public transit, bike lanes, and sidewalks are used today. It also provides current data for our travel demand model. The pilot is expected to run through May, with the full production survey scheduled to begin this fall. More information is available on the survey's new website, mydailytravelsurvey.com.

Community outreach to engage and empower

At the May Board meeting, CMAP staff will provide two informational presentations on community outreach and engagement initiatives that aim to engage and empower communities, stakeholders, partners, and the public.

Community Alliance for Regional Equity

The Community Alliance for Regional Equity (CARE) creates deeper partnerships with community-based organizations. CMAP is approaching the final year of its CARE pilot program to make our engagement more equitable and inclusive of communities traditionally excluded from the planning process. Staff will provide an overview of program design and execution to date.

Participatory budgeting

Staff will present on the participatory budgeting pilot project, supported by the Chicago Community Trust, which is equipping and empowering residents to inform capital project funding decisions in communities.

Integrating equity into flood resilience investments

As northeastern Illinois governments invest in flood resilience, prioritizing communities that face disproportionate flood impacts will be crucial and will help ensure that residents have access to the resources they need to thrive.

A new guide, *Integrating Equity into Flood Resilience Investments*, shows engineers, planners, and decision makers why investments must be made equitably, outlines key considerations for integrating equity (from planning and design to maintenance and funding), and highlights successful examples. CMAP developed this guide with support from community-based organizations that provided their expertise on public health, economic and workforce development, housing, and environmental justice – – grounding this work in the needs of the communities they represent.

Regional Economy Committee and Climate Committee meetings

On April 25th, both the Regional Economy Committee and the Climate Committee held meetings, in person. This was the first time the bodies have convened in many months due to a lack of quorum.

At the Regional Economy Committee meeting, members dove into engaging conversations about housing needs, as well as how to best use resources such as our housing data snapshots and our Job Quality and Access Tool.

The Climate Committee heard updates about the Transportation Resilience Improvement Plan, which is currently conducting a risk assessment of the region's transportation assets, and the Comprehensive Climate Action Plan, including a new greenhouse gas emissions inventory the stakeholder engagement process.

Climate Committee agenda packet

Regional Economy Committee agenda packet

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CMAP BOARD

MEETING MINUTES - DRAFT

Wednesday, April 10, 2024

9:30 AM

Cook County Conference Room
433 West Van Buren Street, Suite 450
Chicago, IL 60607

Members of the public who attend in-person can pre-register for a visitor's pass at info@cmap.illinois.gov until Tuesday, April 9, 2024 at 4:00 p.m. or should plan to arrive early to check-in with the building's information desk for access.

You can also join from your computer, tablet or smartphone.
https://us06web.zoom.us/j/88121200726?pwd=OIFcnbDvF0rsbpzwKpB4CvRXBvKy2i.1

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1.0 Call to Order and Introductions

Chair Bennett called the meeting to order at 9:35 a.m.

Present: Gerald Bennett, Matthew Brolley, Gary Grasso, Paul Hoefert, Nina Idemudia, John Noak, Richard Reinbold, John Roberson, Nancy Rotering, Stefan Schaffer, Carolyn Schofield, Anne Sheahan and Matthew Walsh

Absent: Frank Beal

Non-Voting: Kouros Mohammadian and Leanne Redden

Noting a physical quorum of the Board, Chair Bennett reported that a request was received from Members John Noak, Carolyn Schofield, Leanne Redden, and Kouros Mohammadian to attend the meeting virtually in compliance with Open Meetings Act requirements. A vote is needed to approve their virtual attendance.

A motion was made by Member Paul Hoefert, seconded by Member Matthew Brolley, to allow Members John Noak, Carolyn Schofield, Kouros Mohammadian, and Leanne Redden to participate virtually in the Board meeting. The motion carried by the following vote:

Aye: Gerald Bennett, Matthew Brolley, Gary Grasso, Paul Hoefert, Nina Idemudia, Richard Reinbold, Nancy Rotering, Stefan Schaffer, Anne Sheahan and Matthew Walsh

Absent: Frank Beal

Not Present: John Noak, John Roberson, Carolyn Schofield, Kouros Mohammadian and Leanne Redden

Chair Bennett remarked that Members Noak, Schofield, Redden, and Mohammadian are present and able to participate in the Board meeting.

Staff present: Laurent Ahiablame, Erin Aleman, Bill Barnes, Michael Brown, John Carpenter, Teri Dixon, Elizabeth Ginsberg, Jane Grover, Noah Harris, Craig Heither, Jaemi Jackson, Natalie Kuriata, Aimee Lee, Jason Navota, Stephane Phifer, Elizabeth Scott, Ryan Thompto, Jennie Vana, Blanca Vela-Schneider, Oliver Wells, Laura Wilkison

Others present: Garland Armstrong, Leonard B. Cannata, Eric Czarnota, Jackie Forbes, Jack Malec, Brittany Matyas, Matt Pasquini, Vicky Smith

2.0 Agenda Changes and Announcements

There were no changes to the agenda.

3.0 Approval of Minutes

3.01 Minutes from March 13, 2024 — 24-144

Attachments: CMAP Board Minutes 03.13.24

A motion was made by Member Anne Sheahan, seconded by Member Gary Grasso, to approve the minutes from March 13, 2024. The motion carried by the following vote:

Aye: Gerald Bennett, Matthew Brolley, Gary Grasso, Paul Hoefert, Nina Idemudia, John Noak, Richard Reinbold, Nancy Rotering, Stefan Schaffer, Carolyn Schofield, Anne Sheahan and Matthew Walsh

Absent: Frank Beal

Non-Voting: Kouros Mohammadian and Leanne Redden

Not Present: John Roberson

4.0 CMAP Announcements

4.01 Executive director's report **24-124**

Attachments: Executive director report
Call for Projects 2024 applications board memo

Erin Aleman, Executive Director, reported on a format change to the Executive Director's report. The Technical Assistance Call for Projects received more than 120 applications, double the average number of applications typically received. Staff will analyze the applications and interview applicants with an expected awarding of funds in June. The Land Use Inventory, which includes 50 land categories, is now available and can be used to analyze the success of development policies. Registration is still open for CMAP's spring accessibility trainings which covers topics including Americans with Disabilities Act (ADA), ADA self-evaluations and transition plans, and Public Right-of-Way Accessibility Guidelines (PROWAG) and the Illinois Accessibility Code.

Executive Director Aleman provided an update on the I-290/Blue Line Corridor Project. CMAP is assisting IDOT and CTA move the I-290/Blue Line multi-modal corridor project forward and, together, they have successfully completed a document outlining all of the partners' roles as well as funding for the corridor development office.

(Member Roberson arrived at 9:42 a.m.)

Executive Director Aleman reported that she had traveled down to Springfield, IL to testify before the Illinois House Executive Committee on CMAP's Regional Plan Action modernization Bill (HB5078). The House and Senate bIlls have moved forward to the House and Senate Appropriations Committees.

Discussion ensued regarding the Technical Assistance Call for Projects.

The executive director's report was received and filed.

5.0 Procurements and Contract Approvals

Stephane Phifer, Interim Deputy of Finance, presented agenda items 5.01 through 5.05.

Approval of the Group Vote

A motion was made by Member Nancy Rotering, seconded by Member Gary Grasso, to approve agenda items 5.01 through 5.05 under one vote. The motion carried by the following roll call vote:

Aye: Gerald Bennett, Matthew Brolley, Gary Grasso, Paul Hoefert, Nina Idemudia, John Noak, Richard Reinbold, John Roberson, Nancy Rotering, Stefan Schaffer, Carolyn Schofield, Anne Sheahan and Matthew Walsh

Absent: Frank Beal

Non-Voting: Kouros Mohammadian and Leanne Redden

5.01 Authorization to enter into an engineering contract with a vendor to be determined as a result of RFQ 290, for the Berwyn-Riverside Railroad Grade Crossing Study for a term up to 24-months with three, one-year optional renewals, in an amount not to exceed $500,000 **24-138**

Attachments: RFQ 290 Berwyn-Riverside Grade Crossing Study Memo

Agenda items 5.01 through 5.05 were approved under one vote.

5.02 Authorization to enter into a contract with ICF as a result of RFP 296 for Congestion Management Strategy for a term up to 24-months with three, one-year optional renewals, in an amount not to exceed $330,000 **24-125**

Attachments: RFP 296 Congestion Management Strategy

Agenda items 5.01 through 5.05 were approved under one vote.

5.03 Authorization to enter into a contract with High Street Consulting Group as a result of RFQ 295 for 2026 Regional Transportation Plan (RTP) consulting services for a term up to 24-months with three, one-year optional renewals, in an amount not to exceed $880,000 **24-130**

Attachments: RFQ 295 2026 Regional Transportation Plan Consulting Services Memo

Agenda items 5.01 through 5.05 were approved under one vote.

5.04 Authorization to enter into a contract with Energy + Environmental Economics (E3) as a result of RFP 297 for Comprehensive Climate Action Plan Technical Assistance for a term up to 24-months with three, one-year renewal options in an amount not to exceed $440,000 **24-142**

Attachments: RFP 297 Comprehensive Climate Action Plan Memo

Agenda items 5.01 through 5.05 were approved under one vote.

5.05 Ratification of a service contract with SK Global Software for a three-year term for a Treasury Automation Suite (TAS) software subscription and related professional services in an amount not to exceed $77,000 **24-134**

Attachments: SK Global Software Subscription Memo

Agenda items 5.01 through 5.05 were approved under one vote.

6.0 Other Items for Approval

6.01 Consideration for approval of updates to CMAP Board by-laws **24-145**

Attachments: By-laws memo April 2024
CMAP Bylaws – Redline to Current Approved Bylaws

Erin Aleman, Executive Director, reported that last year, the Board began discussion regarding amendments to the Board by-laws and directed staff to work with a member from each of the collar counties, Cook County, and City of Chicago. The Executive Committee has reviewed the proposed amendments and has recommended that the Board approve the by-laws.

A motion was made by Member Anne Sheahan, seconded by Member Stefan Schaffer, to approve updates to the CMAP Board by-laws. The motion carried by the following roll call vote:

Aye: Gerald Bennett, Matthew Brolley, Gary Grasso, Paul Hoefert, Nina Idemudia, John Noak, Richard Reinbold, John Roberson, Nancy Rotering, Stefan Schaffer, Carolyn Schofield, Anne Sheahan and Matthew Walsh

Absent: Frank Beal

Non-Voting: Kouros Mohammadian and Leanne Redden

7.0 Information Items

7.01 2026 Regional Transportation Plan (RTP) overview **24-152**

Attachments: Regional Transportation Plan Memo

Ryan Thompto, Principal Policy Analyst in the Regional Policy and Implementation, presented the Regional Transportation Plan (RTP). The federally-required RTP must be updated every four years and must identify how the metropolitan area will manage and operate a multi-modal transit system to achieve its regional goals. The RTP serves to coordinate and align the efforts of transportation implementation across transit partners throughout the region.

The development of RTP will build on the objectives, goals, and plans in the ON TO 2050 plan and adopts three goals: a modern multi-modal system that adapts to changing travel demand, a system that works better for everyone, and making transformative investments. Engagement activities throughout the development of the RTP are meant to ensure that the final plan is transparent, inclusive, and responsive to community needs and priorities. CMAP Is required to establish performance measures and targets.

Principal Policy Analyst Thompto discussed the RTP planning process and the work that is currently underway. Staff will continue to update and request feedback from the Board. The deadline for CMAP to adopt the RTP is October 2026. Discussion ensued regarding the process and metrics that will be used in the development of the RTP plan.

An overview of the 2026 Regional Transportation Plan (RTP) was presented.

7.02 Regional Vision overview **24-153**

Attachments: Regional Vision Approach memo

Elizabeth Scott, Principal Policy Analyst in the Regional Policy and Implementation, presented the Regional Vision overview. In addition to the federally required responsibilities identified in the Regional Transportation Plan (RTP), CMAP has regional comprehensive plan requirements mandated by the state under the Regional Planning Act.

Responsibilities from the State require CMAP to create a regional comprehensive plan that considers land use and transportation together. This plan provides a process that formalizes but allows periodic and continuous processes to consider, prepare, and address challenges facing our region. The plan creates space for consensus for issues of shared importance and it serves as a resource to others who are working on the same issues in their communities.

Principal Policy Analyst Scott reviewed the history of CMAP. CMAP has developed comprehensive plans (GO TO 2040 and ON TO 2050) that covered all state and federal requirements followed by smaller updates. As CMAP considers its next plan, staff are evaluating their approach, noting that some of CMAP's stakeholders have offered feedback on what they would like to see the outcomes address. CMAP is considering a new approach to regional planning and has explored other metropolitan planning agency approaches including Puget Sound Regional Council of Seattle, Washington, the Metropolitan Council of St. Paul, Minnesota, and the Atlanta Regional Commission of Atlanta, Georgia. She provided an overview of each of these regions' plans.

CMAP's proposed model includes many of the elements identified in ON TO 2050 but also incorporates long-term funding issues and creates a planning process that is more responsive to changing dynamics in the regions. She indicated that the anticipated benefits include focused product and process improvements as they arise.

Discussion ensued regarding the need for financial support to achieve the goals and objectives of the next Regional Vision Plan.

The Regional Vision overview was presented.

7.03 Legislative update **24-147**

Attachments: Legislative Update Memo

Erin Aleman, Executive Director, reported that a judge overturned the federal rules for states and metropolitan planning organizations setting greenhouse gas emissions. It has been a contentious piece of legislation and staff will continue to monitor the litigation and rulings.

John Carpenter, Legislative Affairs Director, stated that the appropriations bills that would appropriate $5 million to CMAP to carry out the agency's broader scope of regional planning obligations that were detailed in the Regional Planning Act but never funded has come out of the House and Senate unanimously. These bills have moved to the appropriations committees in each of the chambers and could serve as a marker for future budget funding. Staff is working to get a subject matter hearing to raise awareness of the need for this legislation and to get it included in the budget.

CMAP is following proposed legislative bills related to amendments to the Open Meetings Act. Staff, working with the Illinois Municipal League, has proposed amendments to the Open Meetings Act that would allow greater flexibility for Board members to participate virtually under certain parameters.

Discussion ensued regarding the appropriations bill. Mayor Grasso noted that as a member of the DuPage Mayors and Managers' Board, they are very supportive of the proposed legislation regarding the appropriations bill and the Open Meetings Act proposed amendments.

The legislative update was presented.

8.0 Other Business

There was no other business before the Board.

9.0 Public Comment

Garland Armstrong, former Illinois resident, expressed his appreciation for the trainings that CMAP is providing related to the Americans with Disabilities Act (ADA). He pushed for translator services for hearing-impaired and non-English speakers. He also reported that he and his wife will be returning the Chicagoland area next month and he plans to attend the next Board meeting.

10.0 Next Meeting

11.0 Adjournment

A motion was made by Member Nancy Rotering, seconded by Member Richard Reinbold, to adjourn the meeting. The motion carried by the following vote:

Aye: Gerald Bennett, Matthew Brolley, Gary Grasso, Paul Hoefert, Nina Idemudia, John Noak, Richard Reinbold, John Roberson, Nancy Rotering, Stefan Schaffer, Carolyn Schofield, Anne Sheahan and Matthew Walsh

Absent: Frank Beal

Non-Voting: Kouros Mohammadian and Leanne Redden

The meeting was adjourned at 10:58 a.m.

Minutes prepared by Blanca Vela-Schneider.

Chicago Metropolitan Agency for Planning

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MEMORANDUM

To: CMAP Executive Board

From: Megan Fulara, HR Director

Date: April 24, 2024

Subject: Executive Director Contract Renewal

At its March 13 and April 10, 2024 meetings, the Executive Committee conducted a performance evaluation and reviewed contract terms for the executive director's performance.

Attached please find the successor contract for Executive Director Aleman as reviewed and prepared by the CMAP Executive Committee. This five-year contract includes the following:

- 5% salary increase effective July 15, 2024
- 2% annual salary increase in addition to merit-based salary increase based on performance
- Six weeks annual vacation (increase from 4 weeks)
- Six months' severance in the event of termination (increase from 4 months)

Additionally, in consultation with our legal counsel, an indemnification provision, confidentiality requirement, and intellectual property clause have also been added.

CHICAGO METROPOLITAN AGENCY FOR PLANNING

EMPLOYMENT AGREEMENT

This agreement, made and entered into this ___ day of ____, 2024, by and between the Chicago Metropolitan Agency for Planning ("CMAP"), a body politic and corporate, and Erin Aleman, individually ("Ms. Aleman").

WHEREAS, Section 20(a) of the Regional Planning Act, 70 ILCS 1707/20(a) provides that the Board of Directors for CMAP ("Board") must hire an executive director; and

WHEREAS, the Board has agreed to retain Ms. Aleman in her capacity as Executive Director of CMAP, and desire to enter into a successor employment agreement with Ms. Aleman to provide certain benefits and establish certain conditions of employment for Ms. Aleman; and

WHEREAS, Ms. Aleman desires to enter into a successor employment agreement as Executive Director of CMAP;

NOW, THEREFORE, in consideration of the mutual covenants and agreements set forth herein, CMAP and Ms. Aleman agree as follows:

Section 1: Term of Employment

1. CMAP hereby employs Ms. Aleman as its Executive Director, for the period of July 15, 2024 through July 14, 2029. Ms. Aleman shall perform all of the duties of the Executive Director, as required by law and as directed by the Board, in accordance with all applicable CMAP policies and procedures, as may be adopted or amended by CMAP from time to time. Ms. Aleman may not engage in any other employment without the prior written approval of the Board.

2. Ms. Aleman's tenure, service and authority as Executive Director of CMAP is at-will, and shall be subject to termination by an affirmative vote of at least 4/5 of the voting members of the Board at any time, pursuant to the terms of this agreement and the Regional Planning Act, 70 ILCS 1707/1 *et seq*. ("Act").

3. Ms. Aleman may resign at any time with at least a two-month advance written notice to the Chair of the Board, unless otherwise agreed between CMAP and Ms. Aleman.

Section 2: Severance Pay Upon Termination

1. If Ms. Aleman is terminated as Executive Director by action of CMAP for any reason, except in accordance with Section 2.2 of this Agreement, CMAP will continue to pay Ms. Aleman her then-current salary and fringe benefits as severance pay for a period of six months; provided, however, that CMAP's obligation to provide severance payments to Ms. Aleman will cease if and when Ms. Aleman obtains employment elsewhere. Ms. Aleman shall also be compensated for all earned sick leave, vacation, holidays and other accrued benefits to date, in accordance with the CMAP Personnel Policy Manual.

2. In the event Ms. Aleman is terminated because of her conviction of a felonious act, or because the Board determines that Ms. Aleman has committed an act of moral turpitude, CMAP shall have no obligation to pay any severance payments.

3. If Ms. Aleman is terminated, upon request of Ms. Aleman, CMAP agrees to provide for out-placement services to Ms. Aleman at its expense, in an amount not to exceed a total of $5,000.

Section 3: Salary and Deferred Compensation

CMAP has agreed, as of July 15, 2024, to pay Ms. Aleman for her services as Executive Director a salary of $266,965.61 per annum, payable in the same manner as the salaries of other CMAP employees. CMAP will increase Ms. Aleman's salary annually on the anniversary of employment by 2% for the length of this contract. Additionally, Ms. Aleman is entitled to annual merit increases based on her performance, as determined by the Board, and in line with performance increases awarded to staff.

Section 4: Evaluation Process

The Board shall review and evaluate the performance of Ms. Aleman prior to June 30 of each year. Said review and evaluation shall be in accordance with specific criteria developed jointly by the Board and Ms. Aleman. The Board Chair shall provide Ms. Aleman with a summary written statement of the Board evaluation and an opportunity to discuss the evaluation with CMAP's Executive Committee.

Section 5: Other Terms of Employment

1. Ms. Aleman will receive reimbursement at the federal reimbursement rate when using her personal car for official CMAP business.

2. Ms. Aleman will continue to accrue sick leave per CMAP policy.

3. Ms. Aleman will be provided with six weeks' vacation annually.

4. Except as otherwise stated in this Agreement, Ms. Aleman will be subject to the personnel policies of CMAP set forth in the Personnel Policy Manual and will receive those fringe benefits otherwise afforded all full-time employees of CMAP.

5. On Ms. Aleman's behalf and for her benefit, CMAP will pay into the CMAP 457 Deferred Compensation Program, one-half of the maximum annual permitted individual contribution for Ms. Aleman's account within the Deferred Compensation Program.

Section 6: Confidentiality

Ms. Aleman acknowledges that Ms. Aleman has had and will have access to confidential information ("Confidential Information") of, about, and belonging to, CMAP. Confidential Information does not include public documents or information that would otherwise constitute Confidential Information but that has become public. The Employee covenants and warrants that, both during and after Ms. Aleman's term of employment, Ms. Aleman will not directly or indirectly use, divulge, furnish, or make accessible Confidential Information to any person, firm, or corporation other than persons, firms, or corporations employed and/or retained by CMAP in a fiduciary capacity without the prior express written authorization of CMAP, but instead Ms. Aleman must keep all Confidential Information strictly and absolutely confidential except as otherwise provided in this Agreement or as required by the Illinois Freedom of Information Act, 5 ILCS 140/1 *et seq*.

Section 7: Property of CMAP

All business plans, financial data, reports, memoranda, correspondence, and all other documents pertaining to the current or prospective business of CMAP are and will at all times remain the property of CMAP. Upon termination of Ms. Aleman's employment with CMAP, regardless of cause therefor, Ms. Aleman must promptly surrender to CMAP all property provided to Ms. Aleman by CMAP for use in relation to Ms. Aleman's employment.

Section 8: Indemnification

To the extent permitted by law, CMAP will defend, hold harmless, and indemnify Ms. Aleman against any tort, professional liability claim or demand, or other legal action, whether groundless or otherwise, arising out of an alleged act or omission occurring in the performance of Ms. Aleman's duties and responsibilities as Executive Director or resulting from the exercise of judgment or discretion in connection with the performance of those duties or responsibilities, unless the act or omission involved gross negligence or willful or wanton conduct. CMAP will indemnify Ms. Aleman against any and all losses, damages, judgments, interest, settlements, fines, court costs, and other reasonable costs and expenses of legal proceedings including attorneys' fees, and any other liabilities incurred by, imposed on, or suffered by Ms. Aleman in connection with or resulting from any claim, action, suit, or proceeding, actual or threatened, arising out of or in connection with the performance of Ms. Aleman's duties. Any settlement of any claim must be made with prior approval of CMAP in order for indemnification, as provided in this Section, to be available.

Ms. Aleman recognizes that CMAP will have the right to compromise and settle any claim or suit unless the compromise or settlement is of a personal nature to Ms. Aleman. Further, CMAP agrees to pay all reasonable litigation expenses of Ms. Aleman throughout the pendency of any litigation to which Ms. Aleman is a party, witness, or advisor to CMAP arising out of an alleged act or omission occurring in the performance of Ms. Aleman's duties and responsibilities as Executive Director. Such expense payments will continue beyond Ms. Aleman's service to CMAP as long as litigation is pending.

<u>Section 9: General Provisions</u>

1. This Agreement shall constitute the entire Agreement between Ms. Aleman and CMAP.

2. This Agreement shall be governed by and construed in accordance with the laws of the State of Illinois.

3. If any section, provision, condition, or term of this Agreement shall be held to be invalid or unenforceable for any reason by a court of competent jurisdiction, the remaining portions or applications hereof as can be given effect without the invalid or unenforceable provision shall remain in full force and effect, and to this end the provisions of this Agreement are declared to be severable.

CMAP and Ms. Aleman have approved and executed this Agreement the day and year first written above.

__________________________	__________________________
Gerald R. Bennett	Erin Aleman
CMAP Chair	Executive Director

Chicago Metropolitan Agency for Planning

433 West Van Buren Street, Suite 450
Chicago, IL 60607

cmap.illinois.gov | 312-454-0400

MEMORANDUM

To: CMAP Board

From: Stephane Phifer
Interim Deputy of Finance

Date: May 8, 2024

Subject: Presentation of the FY2023 financial audit

Action Requested: Receive and file.

At its April 10, 2024 meeting, the Executive Committee received a presentation of and referred the FY 2023 financial audit to the Board. Sikich, LLP will present the annual financial report and management letter for the year ending June 30, 2023 for the Board's consideration.

Documents to be presented include:

1. FY23 Final Audit and Single Audit
2. FY23 Board Communication

CHICAGO METROPOLITAN
AGENCY FOR PLANNING
CHICAGO, ILLINOIS

AUDITOR'S COMMUNICATION TO THE
MEMBERS OF THE BOARD

For the Year Ended June 30, 2023

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CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS
AUDITOR'S COMMUNICATION TO THE
MEMBERS OF THE BOARD
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Naperville, IL 60563
630.566.8400

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April 22, 2024

The Honorable Chairman
and Members of the Board
Chicago Metropolitan Agency for Planning
433 West Van Buren Street, Suite 450
Chicago, Illinois 60607

Ladies and Gentlemen:

As part of our audit process, we are required to have certain communications with those charged with governance at the beginning of our audit process and at the conclusion of the audit. Those communications include information related to the planned scope and timing of our audit, as well as other information required by audit standards. Our communication at the beginning of our audit process along with our questionnaire regarding consideration of fraud in a financial statement audit was sent to you in June 2023.

In addition, auditing standards require the communication of internal control related matters to those charged with governance. Our management letter, as well as a listing of future pronouncements that may affect the Agency, are enclosed within this document.

This information is intended solely for the use of the Chairman, members of the Board, and management of the Chicago Metropolitan Agency for Planning and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,

Sikich LLP

Sikich LLP
By: Martha Trotter, CPA
Partner

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

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April 22, 2024

The Honorable Chairman
and Members of the Board
Chicago Metropolitan Agency for Planning
Chicago, Illinois

We have audited the basic financial statements of the Chicago Metropolitan Agency for Planning (the Agency) for the period ended June 30, 2023. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards* and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 4, 2023. Professional standards require that we communicate to you the following information related to our audit.

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Agency are described in Note 1 to the basic financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the period ended June 30, 2023, except for the implementation of GASB Statement No. 96 *Subscription Based Information Technology Arrangements*. We noted no transactions entered into by the Chicago Metropolitan Agency for Planning during the year for which there is a lack of authoritative guidance or consensus.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. We noted no particularly sensitive estimates made by management during our audit of the financial statements except for those related to the IMRF pension plan, SERS pension plan, and OPEB plan. Management's estimate of the Agency's net pension liabilities and total other postemployment benefit liability are based on various actuarially determined amounts, including estimated investment returns, dates of employee retirement, discount rates, healthcare trend rates, and mortality rates. We evaluated key factors and assumptions used to develop the management's estimates of the Agency's net pension liabilities and total other postemployment benefit liability in determining that it is reasonable in relation to the financial statements taken as a whole.

The disclosures in the financial statements are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit, except for a delay in receiving certain information necessary for us to complete our substantive testing procedures. The delay was mainly related to the preparation of an accurate Schedule of Federal Expenditure Awards as well as complete information needed for the evaluation and implementation of GASB Statement No. 96.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. The attached schedule summarized uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. The uncorrected misstatements or the matters underlying them, could potentially cause future period financial statements to be materially misstated, even though, in our judgment, such uncorrected misstatements are immaterial to the financial statements under audit. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole except for AJE 01 and AJE 02.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the basic financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated April 22, 2024.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Agency's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Agency's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to Management's Discussion and Analysis and the required supplementary information (RSI) as listed in the table of contents, which are RSI that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on supplementary information, which accompany the basic financial statements but are not RSI, and the Schedule of Expenditures of Federal Awards (SEFA). With respect to this supplementary information and the SEFA, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the basic financial statements. We compared and reconciled the supplementary information and the SEFA to the underlying accounting records used to prepare the basic financial statements or to the basic financial statements themselves.

Restriction on Use

This information is intended solely for the use of the Chairman, Board, and management of the Chicago Metropolitan Agency for Planning and is not intended nor should it be, and should not be, used by anyone other than these specified parties.

We appreciate the courtesies extended to us by the Agency. If you have any questions regarding the purpose of this letter, please contact us.

Sincerely,

Sikich LLP

Sikich LLP
By: Martha Trotter, CPA
Partner

Year End: June 30, 2023
Adjusting Journal Entries
Date: 7/1/2022 To 6/30/2023
Account No: AJE 01 To AJE 04

Number	Date	Name	Account No	Amount
AJE 01	6/30/2023	Deferred Outflow IMRF Earnings	1417	2,663,584.00
AJE 01	6/30/2023	Deferred Inflow IMRF Earnings	2527	(2,663,584.00)
		Entry to correct IMRF actuarial activity.		
AJE 02	6/30/2023	Office Lease	1310	2,253,827.00
AJE 02	6/30/2023	Accum. Amortization, Leased Office Building	1311	(2,253,827.00)
AJE 02	6/30/2023	Accum. Amortization, Leased Office Building	1311	(1,229,360.19)
AJE 02	6/30/2023	Lease Liability	2550	916,820.28
AJE 02	6/30/2023	Rent	5502	(1,217,085.00)
AJE 02	6/30/2023	Amortization	5907	1,229,360.19
AJE 02	6/30/2023	Lease Interest Expense	5950	300,264.72
		Entry to adjust GASB 87 actvity.		
AJE 03	6/30/2023	Deferred Outflow SERS Contrib	1410	14,838.02
AJE 03	6/30/2023	Net Pension Liability SERS	2510	22.00
AJE 03	6/30/2023	SERS ER Contribution	5105	(14,860.02)
		Entry to correct SERS activity.		
AJE 04	6/30/2023	Prepaid Rent	1206	(86,942.70)
AJE 04	6/30/2023	Lease Liability	2550	86,942.70
		Entry to correct prepaid rent for rent payment netted with accrued interest..		

Chicago Metropolitan Agency for Planning — Enterprise Fund
(CLIENT) — (FUND OR FUND TYPE)

For the Year Ended 6/30/2023

All entries posted as Debit (Credit)

Description	Workpaper Reference	Assets	(Liabilities)	(Retained Earnings/Fund Balance)	(Profit) Loss
Current Effect of Prior Period Passed AJE's that have carried forward to Current Period		$ -	$ -	$ -	$ -
Entry to implement GASB 87 for Tierpoint agreement as of July 1, 2021, implementation date.	**4203.2**	257,548	(257,548)	-	-
Entry to record Tierpoint GASB 87 activity	**4203.2**	(128,774)	127,356	-	1,418
Entry to implement GASB 96.	**4205**	38,520	(38,520)	-	-
Entry to record SK Global GASB 96 activity.	**4205**	(4,270)	11,900	-	(7,630)
Totals		$ 163,024	$ (156,812)	$ -	$ (6,212)

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

MANAGEMENT LETTER

June 30, 2023

SIKICH

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

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The Honorable Chairman
and Members of the Board
Chicago Metropolitan Agency for Planning
Chicago, Illinois

In planning and performing our audit of the basic financial statements of Chicago Metropolitan Agency for Planning (the Agency) as of and for the fiscal year ended June 30, 2023, in accordance with auditing standards generally accepted in the United States of America, we considered the Agency's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the Agency's financial statements will not be prevented, or detected and corrected, on a timely basis. We did not identify any deficiencies in internal control that we consider to be material weaknesses.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiency in internal control to be a significant deficiency.

This communication is intended solely for the information and use of the Chairman, Board members, and management and is not intended to be, and should not be used by, anyone other than these specified parties.

Sikich LLP

Naperville, Illinois
April 22, 2024

SIGNIFICANT DEFICIENCY

Internal Controls over Preparation of Schedule of Expenditures of Federal Awards (SEFA)

Uniform Guidance section 200.510 Financial Statements requires the auditee to prepare a SEFA, which includes the total federal awards expended determined in accordance with section 200.502, Basis for Determining Federal Awards. The SEFA must be based on and derived from grant information obtained from the financial reporting records and other information provided by the Agency.

During the completion of the single audit testing, management relied on the assistance from the independent auditors on the preparation of the SEFA, after employing appropriate independence safeguards. It was noted that initially state expenditures were being included in the SEFA. Several versions of the SEFA were necessary and required significant substantive testing rework during the audit.

Sikich recommends that the Agency provide training to its finance staff and develop and implement procedures over the preparation of an accurate Schedule of Expenditures of Federal Awards which is reconciled to underlying accounting activity and reflects only the balances of federal award expenditures incurred during the fiscal year for all of the Agency's federal programs.

OTHER INFORMATION

Future Accounting Pronouncements

The Governmental Accounting Standards Board (GASB) has issued a number of pronouncements that will impact the Agency in the future.

GASB Statement No. 99, *Omnibus 2022*, addresses a variety of topics including: Classification and reporting of derivative instruments within the scope of Statement No. 53, Accounting and Financial Reporting for Derivative Instruments, that do not meet the definition of either an investment derivative instrument or a hedging derivative instrument; clarification of provisions in Statement No. 87, Leases, as amended, related to the determination of the lease term, classification of a lease as a short-term lease, recognition and measurement of a lease liability and a lease asset, and identification of lease incentives; clarification of provisions in Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, related to (a) the determination of the public-private and public-public partnership (PPP) term and (b) recognition and measurement of installment payments and the transfer of the underlying PPP asset; clarification of provisions in Statement No. 96, Subscription-Based Information Technology Arrangements, related to the subscription-based information technology arrangement (SBITA) term, classification of a SBITA as a short-term SBITA, and recognition and measurement of a subscription liability; extension of the period during which the London Interbank Offered Rate (LIBOR) is considered an appropriate benchmark interest rate for the qualitative evaluation of the effectiveness of an interest rate swap that hedges the interest rate risk of taxable debt; accounting for the distribution of benefits as part of the Supplemental Nutrition Assistance Program (SNAP); disclosures related to nonmonetary transactions; pledges of future revenues when resources are not received by the pledging government; clarification of provisions in Statement No. 34, Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments, as amended, related to the focus of the government-wide financial

Future Accounting Pronouncements (Continued)

statements; terminology updates related to certain provisions of Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position; and terminology used in Statement 53 to refer to resource flows statements. This statement is effective upon issuance for requirements related to the extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63. The effective date for the requirements related to leases, PPPs, and SBITAs is June 30, 2023. The effective date for the requirement related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 is June 30, 2024.

GASB Statement No. 100, *Accounting Changes and Error Corrections—an Amendment of GASB Statement No. 62*, enhances accounting and financial reporting requirement for accounting changes and error corrections. This Statement defines accounting changes as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. This Statement also addresses corrections of errors in previously issued financial statements. This Statement requires that (a) changes in accounting principles and error corrections be reported retroactively by restating prior periods, (b) changes to or within the financial reporting entity be reported by adjusting beginning balances of the current period, and (c) changes in accounting estimates be reported prospectively by recognizing the change in the current period. This Statement requires disclosure in notes to financial statements of descriptive information about accounting changes and error corrections, such as their nature. Furthermore, this Statement addresses how information that is affected by a change in accounting principle or error correction should be presented in required supplementary information (RSI) and supplementary information (SI). This Statement is effective for the fiscal year ended June 30, 2024.

GASB Statement No. 101, *Compensated Absences*, requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. This Statement requires that a liability for certain types of compensated absences—including parental leave, military leave, and jury duty leave—not be recognized until the leave commences. This Statement also requires that a liability for specific types of compensated absences not be recognized until the leave is used. This Statement also establishes guidance for measuring a liability for leave that has not been used, generally using an employee's pay rate as of the date of the financial statements. With respect to financial statements prepared using the current financial resources measurement focus, this Statement requires that expenditures be recognized for the amount that normally would be liquidated with expendable available financial resources. This Statement amends the existing requirement to disclose the gross increases and decreases in a liability for compensated absences to allow governments to disclose only the net change in the liability (as long as they identify it as a net change). In addition, governments are no longer required to disclose which governmental funds typically have been used to liquidate the liability for compensated absences. This Statement is effective for the fiscal year ended June 30, 2025.

OTHER INFORMATION (Continued)

Future Accounting Pronouncements (Continued)

GASB Statement No. 102, *Certain Risk Disclosures*, establishes financial reporting requirements for risks related to vulnerabilities due to certain concentrations or constraints. This Statement defines a *concentration* as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A *constraint* is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. Concentrations and constraints may limit a government's ability to acquire resources or control spending. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. This Statement is effective for the fiscal year ending June 30, 2025.

We will advise the Agency of any progress made by GASB in developing these and other future *pronouncements* that may have an impact on the financial position and changes in financial position of the Agency.

SIKICH®

ACCOUNTING TECHNOLOGY ADVISORY

Sikich LLP is a global company specializing in technology-enabled professional services.

Now with more than 1,700 employees, Sikich draws on a diverse portfolio of technology solutions to deliver transformative digital strategies and ranks as one of the largest CPA firms in the United States. From corporations and not-for-profits to state and local governments and federal agencies, Sikich clients utilize a broad spectrum of services and products to help them improve performance and achieve long-term, strategic goals.

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Sikich provides services and solutions to a wide range of industries. We have devoted substantial resources to develop a significant base of expertise and experience in:

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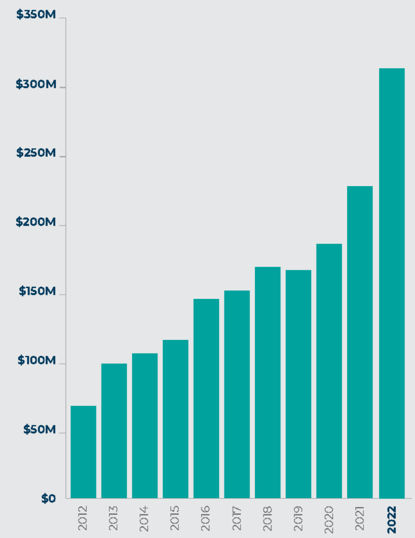
- Insurance Services
- Investment Banking*
- Marketing & Communications
- Retirement Plan Services
- Regulatory, Quality & Compliance
- Site Selection & Business Incentives
- Succession Planning
- Supply Chain
- Transaction Advisory Services
- Wealth Management**
- Workforce Risk Management

** Securities offered through Sikich Corporate Finance LLC, member FINRA/SIPC.*
*** Investment advisory services offered through Sikich Financial, an SEC Registered Investment Advisor.*

WHO WE ARE

TOTAL PARTNERS .... **100+**
TOTAL PERSONNEL .... **1,700+**
2022 REVENUE **$316.4M**



OFFICE LOCATIONS

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609.285.5000

Richfield, OH
330.864.6661

Springfield, IL
217.793.3363

St. Louis, MO
314.275.7277

Washington, MO
636.239.4785

CULTURE

Our dynamic work culture fosters learning, growth and innovation, attracting top-notch team members who see the big picture. Sikich's culture is built on a flexible, trusting work environment and the key pillars of Absolute Integrity, Bias for Action, Continuous Innovation and Servant Leadership. We believe our people are our greatest asset and work hard to ensure that all team members feel empowered, comfortable and valued.

Great Place To Work® Certified FEB 2023-FEB 2024 USA

CERTIFICATIONS & AWARDS

All professional accounting staff with more than one year of experience have earned or are working toward earning the Certified Public Accountant designation. Sikich is a member of the **American Institute of Certified Public Accountants' Governmental Audit Quality Center** and the **Employee Benefit Plan Audit Quality Center.**

We adhere to the strict requirements of membership, which assure we meet the highest standards of audit quality. **In 2020, Sikich received its 11th consecutive unmodified ("pass") peer review report,** the highest level of recognition conferred upon a public accounting firm for its quality control systems.

Sikich ranks among the **top 30 firms nationally** on the ***Accounting Today*** **Top 100 Firms list.**

AICPA Governmental Audit Quality Center

AICPA Employee Benefit Plan Audit Quality Center Member

Sikich is among the **50 firms that place on Inside Public Accounting's 2023 Best of the Best Firms,** an exclusive list that ranks organizations on key areas of management, growth and strategic vision.

INSIDE public accounting BEST OF THE BEST FIRMS 2023

Sikich is a **Microsoft Dynamics' 2023/2024 Inner Circle** award recipient, a recognition that places Sikich in the **top 1% of all Microsoft Business Applications partners globally**.

2023/2024 INNERCIRCLE for Microsoft Business Applications

We also maintain the **Oracle NetSuite 5 Star Award** and are among the **top three U.S. partners of Oracle NetSuite**.

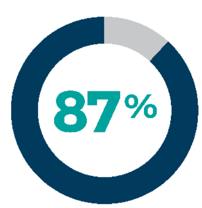
ORACLE + NETSUITE 5 STAR AWARD 2021 ★★★★★

Sikich ranks on the **Redmond Channel Partner Magazine's top 350 Microsoft partners in the U.S.**, **CRN's Top 500 Managed Service Providers, CRN's Top 500 Solution Providers** and **Channel Futures' MSP 501.**

NET PROMOTER SCORE

The firm's overall Net Promoter Score (NPS) is 87%.

This is a measure of our clients' willingness to recommend Sikich's services and products. An NPS of 50% is considered excellent, and 70% NPS is considered world-class.



CHICAGO METROPOLITAN AGENCY FOR PLANNING CHICAGO, ILLINOIS

ANNUAL FINANCIAL REPORT AND
INDEPENDENT AUDITOR'S REPORT

For the Years Ended June 30, 2023 and 2022

SIKICH.COM

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT

The Honorable Chairman
and Members of the Board
Chicago Metropolitan Agency for Planning
433 West Van Buren Street, Suite 450
Chicago, Illinois 60607

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the Chicago Metropolitan Agency for Planning, Chicago, Illinois (the Agency) as of and for the years ended June 30, 2023 and 2022, and the related notes to the financial statements, which collectively comprise the Agency's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Chicago Metropolitan Agency for Planning, Chicago, Illinois as of June 30, 2023 and 2022, and the respective changes in financial position and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Agency's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with 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 Agency's internal control. Accordingly, no such opinion is expressed.

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

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

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

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Agency'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. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* is presented for purposes of additional analysis, as required by the Uniform Guidance and is also not a required part of the basic financial statements. The supplementary information and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate 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 audits 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 April 22, 2024 on our consideration of the Agency's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of the Agency's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Agency's internal control over financial reporting and compliance.

Sikich LLP

Naperville, Illinois
April 22, 2024

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

About CMAP

Created in 2005, the Chicago Metropolitan Agency for Planning (CMAP) is the comprehensive regional planning organization for the northeastern Illinois counties of Cook, DuPage, Kane, Kendall, Lake, McHenry, and Will (Regional Planning Act: Public Act 094-510)

CMAP is a federally designated metropolitan planning organization (MPO) responsible for developing the region's long-range comprehensive plan and planning and programming federal transportation dollars through a collaborative process. Also, as the state-authorized regional planning agency for northeastern Illinois, CMAP manages an integrated land use and transportation planning process. CMAP's governing Board approves the annual budget and workplan and provides operational oversight.

The board includes 15 voting members appointed to represent the City of Chicago, Cook County, and the collar counties, and three non-voting members.

By state and federal law, CMAP is responsible for producing the region's official, integrated plan for land use and transportation to address the anticipated population growth and to establish coordinated strategies that help the region's 284 communities address transportation, housing, economic development, open space, the environment, and other quality-of-life issues. On October 10, 2018, CMAP adopted *ON TO 2050*, the new comprehensive regional plan for metropolitan Chicago that addresses three overarching principles: Inclusive Growth, Resilience, and Prioritized Investment. These principles provide the region guidance for future progress. In September of 2022, CMAP updated *ON TO 2050* to consider new census data, the impacts of COVID-19 on the region, and the results of updated indicators and data.

Erin Aleman began her tenure as Executive Director of CMAP in July 2019. Under her leadership, CMAP developed a strategic plan to guide the work and drive resource decisions to advance progress toward *ON TO 2050* goals. The strategic direction defines a vision and mission statement, goals, objectives, expected outcomes, and the selection of three focus areas: transportation, regional economic competitiveness, and climate. The strategic plan will help CMAP achieve a more significant impact by focusing its efforts on achieving *ON TO 2050* goals by focusing on specific areas where CMAP can best leverage its strengths while optimizing its funds, authorities, and responsibilities.

CMAP is also committed to diversity, equity, and inclusion in agency operations guided by the DEI Roadmap, a framework for implementing equity-informed policies and programs, tracking our progress, and achieving measurable results. Through this Roadmap, CMAP aims to create and maintain fair and equitable hiring practices, foster an inclusive and welcoming workplace, and empower employees to engage with diverse, underrepresented, and historically marginalized communities and bring those voices to the regional planning process. To accomplish this, the Roadmap identifies three strategic focus areas to guide internal initiatives: workforce, workplace, and community.

Management's Discussion and Analysis

This section of CMAP's financial statements presents management's discussion and analysis (MD&A) of the financial activities of CMAP during the fiscal year ended June 30, 2023. Please read it in conjunction with the basic financial statements, including the accompanying notes to financial statements, which follow this section.

Financial Highlights

In general, fiscal year 2023 expenses focused on implementation activities related to *ON TO 2050*, CMAP's comprehensive regional plan. CMAP publishes an Annual Report to highlight progress toward our region's shared vision and *ON TO 2050* goals to make northeastern Illinois a stronger, more resilient place to live. The CMAP annual reports are available at www.cmap.illinois.gov/programs/publications-and-archive/annual-reports.

As highlighted in the annual reports CMAP worked on several major projects within the three strategic direction focus areas. Focus on Transportation: Plan of Action for Regional Transit (PART) proposing solutions to avoid transit funding crisis in our region; Accessible Communities program improving accessibility across northern Illinois; Safe Travel for All Roadmap program increasing traffic safety through the development of safety action plans; and the Transportation Improvement program putting plans into action. Focus on Climate: Regional Climate Mitigation Plans that address greenhouse gas (GHG) emissions and establish reduction measures; and Clean Energy to Communities initiative planning for clean energy through partnerships. Focus on Economy: Greater Chicagoland Economic Partnership (GCEP) a first-of-its-kind collaboration among the seven counties and the City of Chicago; and Job Quality and Accessibility Analysis data tool to strengthen regional economic efforts.

In addition, CMAP continues to focus on people, engaging with people and partners; connecting with community leaders for regional equity through the Community Alliance for Regional Equity (CARE); and deepening relationship with our local governments with planning capacity building work for the 284 municipalities of the region in the form of technical support and training.

The focus on people includes internal projects within the three diversity, equity and inclusion Roadmap focus areas. Focus on workforce: Equitable Hiring, process evaluation and recommendations; and Onboarding, creating a welcoming environment for new hires from different backgrounds. Focus on workplace: Belonging at CMAP promoting an inclusive social culture; and a Mentorship program framework. Focus on community: CMAP University, a curriculum of training and resources to grow knowledge and awareness.

Another important internal project for CMAP is the transition to a new Microsoft D365 Enterprise Resource Planning system (ERP). Staff continued to work with consultants from Berry Dunn and Arctic IT to configure and prepare for transition to the new system with an anticipated go-live date for the system is July 1, 2024. CMAP's current financial system is beyond its useful life and can no longer support the compliance and robust reporting required. The implementation of this new ERP will provide CMAP with state-of-the-art technology and functionality, and the ability to streamline its accounting and financial operations.

Government-wide Financial Statements

The two main components to the government-wide financial statements are: (1) the statement of net position and (2) the statement of revenues, expenses and changes in net position. These two major statements are analyzed in terms of obtaining a broad overview of the finances, value, and annual operations of CMAP.

Generally, government-wide statements can present two different components: governmental activities, which are operations primarily supported by tax revenues, and business-type activities, which are those activities that are self-funded. All the operations of CMAP are considered business-type activities.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. CMAP uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. CMAP is unique to many governments since it is an entity with only one fund, proprietary in nature.

Notes to the financial statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information.

Government-wide Financial Analysis

Net position may serve over time as a useful indicator of the entity's financial position. The following tables highlight the increase in net position of the entity from $7,027,826 at June 30, 2022 to $8,041,864 at June 30, 2023, an increase of $1,014,038. In 2021, the increase in net position of the entity changed from $6,105,040 as of June 30, 2021, to $7,027,826 at June 30, 2022, which resulted in an increase of $922,785. Over the time period from June 30, 2021 to June 30, 2023, total assets have decreased by $288,000, total liabilities have increased $1,683,000 and overall net position increased $1,937,000 with unrestricted funds comprising 97% of the increase (or $1,884,000).

Table 1
Condensed Statement of Net Position
(in thousands)

	Business-type Activities		
	2021	2022	2023
Current and other assets	$10,207	$12,128	$14,006
Long-Term assets	$23,341	$26,170	$19,254
Total assets	$33,548	$38,298	$33,260
Deferred Outflow	$2,591	$1,866	$3,723
Current liabilities	$4,407	$6,469	$7,790
Long-Term liabilities	$21,722	$20,432	$20,022
Total liabilities	$26,129	$26,901	$27,812
Deferred Inflow	$3,905	$6,235	$1,128
Net position			
Investment in capital assets	$1,732	$1,505	$1,784
Unrestricted	$4,374	$5,523	$6,258
Total net position	$6,105	$7,028	$8,042

The statement of net position is a snapshot as of the end of the fiscal year, reporting information on all of CMAP's assets and deferred outflows of resources as well as liabilities and deferred inflows of resources, with the difference between the two reported as net position. At June 30, 2023, $6,257,624 of net position reflects CMAP's unrestricted funds. Investment in capital assets represents the book value of capital assets, net of related debt (lease obligations).

Commencing September 2020, CMAP entered into a new lease with 601 W Companies for approximately 48,000 square feet of space at the Old Post Office. GASB S87, *Leases,* was implemented in fiscal year 2022, which resulted in recording a right-to-use intangible asset associated with the building lease, which is amortized over the life of the lease, as well as the associated lease liability.

CMAP's largest assets are capital assets, intangible (leased office space), cash and accounts receivable, which together accounted for 99% and 82% of the total assets at June 30, 2023 and 2022, respectively. The largest component of total liabilities was leases, accounts payable and net pension liability, which had a combined balance of $26,328,405 and $25,272,790 at June 30, 2023 and 2022, respectively.

Table 2
Changes in Net Position
(in thousands)

	2021	*% of Total*	*2022*	*% of Total*	*2023*	*% of Total*
Operating revenues						
Grant revenue						
Federal	$19,677	75%	$20,782	77%	$24,454	78%
State	$3,925	15%	$3,959	15%	$5,272	17%
Other	$1,615	6%	$1,562	6%	$331	1%
Contributions	$941	4%	$839	3%	$938	3%
Miscellaneous	$98	0%	$3	0%	$240	1%
Total Operating revenues	$26,256	100%	$27,145	100%	$31,236	100%
Operating expenses						
Personnel services	$10,581	48%	$10,547	41%	$13,128	44%
Operating expenses	$1,061	5%	$2,142	8%	$1,611	5%
Commodities	$339	2%	$316	1%	$2,202	7%
In-kind expenses	$1,091	5%	$1,104	4%	$32	0%
Capital Outlay	$0	0%	$0	0%	$0	0%
Contractual services	$7,522	34%	$10,199	39%	$11,277	38%
Depreciation expense	$340	2%	$376	1%	$482	2%
Amortization expense	$1,024	5%	1,229	5%	$1,229	4%
Total operating expenses	$21,958	100%	$25,913	100%	$29,961	100%
Non-operating income (expenses)						
Interest income	$6	-1%	$7	-2%	$40	-2%
Interest expense-leases	($276)	0.62	($316)	102%	($300)	102%
Loss on disposal	($173)	39%	$0	0%	$0	0%
Total Non-operating income (expenses)	($443)	100%	($309)	100%	($260)	100%
Increase (decrease) in net position	$3,855		$923		$1,014	

The largest component of operating revenues is federal grants. For its core operating activities, federal grants are passed to CMAP through the appropriate state Agency—primarily the Illinois Department of Transportation. The annual budget was developed with grants awarded to CMAP to support the annual workplan. Primary funding for CMAP is from the Unified Work Program (UWP) for transportation planning for northeastern Illinois programs with metropolitan planning funds from the Federal Transit Administration (FTA), the Federal Highway Administration (FHWA), and state and local sources.

In 2007, the Regional Planning Act was amended and included the creation of the Comprehensive Regional Planning Fund (CRPF), of which $3.5 million was allocated to CMAP. The CRPF was used for matching grant funds and other comprehensive regional planning purposes before it was eliminated in FY 12. Since that time, the Illinois Department of Transportation, through their state budgeting process, has annually provided up to $3.5 million in state transportation funds to match the federal transportation funds required to come to the region.

The operating expenses of $29,961,452 for the year ended June 30, 2023 increased by $4,048,149 or 16% from $25,913,303 for the year ended June 30, 2022, as compared to the increase of $3,954,954 or 18% between June 30, 2021 and June 30, 2022 where operating expenses at June 30, 2021 were $21,958,349.

Capital Assets

Capital assets are the furniture, office equipment, leasehold improvements, and software owned by CMAP. Capital assets of $2,211,415 and $3,096,818 at June 30, 2022 and 2023, respectively, increased by $885,403 or 40%. This increase is due to $640,819 of construction in progress primarily related to the development of a new ERP system, and $726,862 in new equipment for IT upgrades.

The Agency also reports Intangible Assets, net of accumulated amortization associated with the right-to-use of leased assets (building). The intangible assets balance, net of accumulated amortization was $14,957,216 at June 30, 2023 as compared to 16,186,576 at June 30, 2022.

Further capital asset and intangible asset information can be found in Note 3 of the notes to the financial statements.

Summary and Future Considerations

In fiscal year 2023, CMAP reported revenues of $31,236,148, an increase of $4,090,545 or 15% as compared to FY2022. Federal revenues are the largest driver of this increase. Federal revenues of $20,781,766 and $24,453,704 at June 30, 2022 and 2023, respectively, increased by $3,671,938 or 17.7%. Local contribution dues have been a stable, but singular, funding source for CMAP to meet the required 20% local match to 80% federal transportation dollars.

In fiscal year 2024, CMAP anticipated revenues, use of fund balance, and in-kind services are $35,384,581 an increase of $4,148,433 or 12% compared to FY2023. This increase in projected revenue is due to the following approximate grant awards from the FY2024 budget:

- $24,663,190 award from U.S. Department of Transportation for the Unified Work Program (UWP) and $3,734,165 award from Illinois Department of Transportation and $1,260,569 of in-kind services from partner agencies as a match for those funds.
- $5,000 award from the Illinois Department of Transportation (IDOT) to implement the ECOPIA geospatial data program for the state of Illinois.
- $154,500 award from the Illinois Department of Transportation (IDOT) SPR program for equitable engagement and $38,545 award from Illinois Department of Transportation as a match for those funds.
- $2,088,258 award from the Illinois Department of Transportation (IDOT) to conduct ADA Transition Plans and $408,153 award from Illinois Department of Transportation as a match for those funds.
- $750,000 award from the U.S. Department of Transportation for the New Regional Infrastructure Accelerators (RIA) Demonstration Program.
- $60,000 award from Cook County American Rescue Plan Act funding to facilitate effective distribution of county technical assistance.
- $125,000 award from the Illinois Department of Natural Resources (IDNR) to conduct regional water supply planning in northeast Illinois.
- $75,000 award from the Chicago Community Trust for technical assistance
- $113,038 award from MacArthur Foundation for technical assistance
- $1,603,205 in local contribution dues and
- $25,000 in general fund interest and $280,958 use of fund balances

Agency will continue to explore new grants for Agency work unfunded by any of its existing revenue sources.

Requests for Information

The financial report is designed to provide a general overview of the financial operations of the Chicago Metropolitan Agency for Planning. Questions concerning any of the information in this report or requests for additional information should be sent to the Deputy Executive Director for Finance and Administration, Chicago Metropolitan Agency for Planning, 433 W. Van Buren, Chicago, Illinois 60606.

BASIC FINANCIAL STATEMENTS

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

STATEMENTS OF NET POSITION

June 30, 2023 and 2022

	2023	2022
CURRENT ASSETS		
Cash and cash equivalents	$ 1,874,333	$ 4,140,614
Receivables	11,870,710	7,657,190
Prepaid expenses	261,025	330,207
Total current assets	14,006,068	12,128,011
LONG-TERM ASSETS		
Restricted cash	1,200,000	1,200,000
Net pension asset - IMRF	-	6,571,611
Capital assets, not being depreciated	640,819	-
Capital assets, net of accumulated depreciation	2,455,999	2,211,415
Intangible assets, net of accumulated amortization	14,957,216	16,186,576
Total long-term assets	19,254,034	26,169,602
Total assets	33,260,102	38,297,613
DEFERRED OUTFLOWS OF RESOURCES		
IMRF pension items	3,305,750	1,300,983
SERS pension items	416,853	564,750
Total deferred outflows of resources	3,722,603	1,865,733
Total assets and deferred outflows of resources	36,982,705	40,163,346
CURRENT LIABILITIES		
Accounts payable	5,470,358	4,043,149
Accrued payroll	192,410	472,596
Compensated absences	588,948	543,907
Unearned revenue	574,128	492,450
Leases - current portion	964,451	916,820
Total current liabilities	7,790,295	6,468,922
LONG-TERM LIABILITIES		
Net pension liability - SERS	4,042,086	4,336,194
Net pension liability - IMRF	926,277	-
Total OPEB liability	128,498	118,918
Leases	14,925,233	15,976,627
Total long-term liabilities	20,022,094	20,431,739
Total liabilities	27,812,389	26,900,661
DEFERRED INFLOWS OF RESOURCES		
IMRF pension items	459,343	5,499,865
SERS pension items	669,109	734,994
Total deferred inflows of resources	1,128,452	6,234,859
Total liabilities and deferred inflows of resources	28,940,841	33,135,520
NET POSITION		
Net investment in capital assets	1,784,240	1,504,544
Unrestricted	6,257,624	5,523,282
TOTAL NET POSITION	$ 8,041,864	$ 7,027,826

See accompanying notes to financial statements.

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

STATEMENTS OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION

For the Years Ended June 30, 2023 and 2022

	2023	2022
OPERATING REVENUES		
Grant revenue		
Federal	$ 24,453,704	$ 20,781,766
State	5,272,237	3,959,084
Other	331,140	1,561,929
Contributions	938,871	839,067
Miscellaneous	240,196	3,757
Total operating revenues	31,236,148	27,145,603
OPERATING EXPENSES		
Personnel services	13,128,501	10,546,765
Operating expenses	1,611,007	2,141,778
Commodities	2,201,963	316,307
In-kind expenses	31,527	1,103,542
Contractual services	11,277,176	10,199,944
Depreciation expense	482,278	375,607
Amortization expense - leases	1,229,360	1,229,360
Total operating expenses	29,961,812	25,913,303
OPERATING INCOME	1,274,336	1,232,300
NON-OPERATING REVENUES (EXPENSES)		
Investment income	39,967	7,101
Interest expense - leases	(300,265)	(316,615)
Total non-operating revenues (expenses)	(260,298)	(309,514)
CHANGE IN NET POSITION	1,014,038	922,786
NET POSITION, BEGINNING OF YEAR	7,027,826	6,105,040
NET POSITION, END OF YEAR	$ 8,041,864	$ 7,027,826

See accompanying notes to financial statements.

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2023 and 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Received from other local governments	$ 1,260,745	$ 904,048
Received from operating grants	25,812,034	23,637,106
Paid to suppliers for goods and services	(13,973,865)	(10,620,841)
Paid to employees for services	(13,113,563)	(11,965,462)
Net cash from operating activities	(14,649)	1,954,851
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
None	-	-
Net cash from noncapital financing activities	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of capital assets	(987,571)	(507,147)
Lease principal payments	(1,003,763)	(870,783)
Interest paid - leases	(300,265)	(316,615)
Net cash from capital and related financing activities	(2,291,599)	(1,694,545)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	39,967	7,101
Net cash from investing activities	39,967	7,101
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(2,266,281)	267,407
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	5,340,614	5,073,207
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 3,074,333	$ 5,340,614
CASH AND CASH EQUIVALENTS, END OF YEAR		
Cash and cash equivalents	$ 1,874,333	$ 4,140,614
Restricted cash	1,200,000	1,200,000
TOTAL CASH AND CASH EQUIVALENTS, END OF YEAR	$ 3,074,333	$ 5,340,614
RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income	$ 1,274,336	$ 1,232,300
Adjustments to reconcile operating income to net cash from operating activities		
Noncash activity		
Depreciation expense	482,278	375,607
Amortization expense	1,229,360	1,229,360
Changes in		
Receivables	(4,213,520)	(1,562,131)
Prepaid expenses	69,182	(91,261)
Accounts payable	1,047,099	2,128,449
Accrued payroll	(280,186)	(113,324)
Compensated absences payable	45,041	(60,509)
Unearned revenue	81,678	61,224
Deferred pension items	(6,963,277)	3,055,563
Net pension asset/liability	7,203,780	(4,262,967)
Total other postemployment benefit asset/liability	9,580	(37,460)
Total adjustments	(1,288,985)	722,551
NET CASH FROM OPERATING ACTIVITIES	$ (14,649)	$ 1,954,851
NONCASH TRANSACTIONS		
Contribution of subcontractor services	$ 31,527	$ 1,103,542

See accompanying notes to financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

On August 8, 2005, the Illinois state legislature approved the Regional Planning Act (the Act) to create a Regional Planning Board, also known as the Chicago Metropolitan Agency for Planning (the Agency). The Act called for the merger of the functions of the Chicago Area Transportation Study (CATS), the region's federally designated metropolitan planning organization, and the Northeastern Illinois Planning Commission (NIPC). Effective July 1, 2007, these entities were merged to form the Agency. These financial statements for the Agency reflect this broadened organization. No assets, liabilities, and net position from CATS were acquired or combined as a result of the merger. Before the merger, CATS was supported entirely by the Illinois Department of Transportation. All assets, liabilities, and net assets from NIPC were assumed by the Agency during the merger. The Agency is a unit of local government incorporated under the Illinois State Statutes as a "special agency" form of government. The Agency is the comprehensive regional planning organization and is responsible for producing the integrated plan for land use and transportation for the northeastern Illinois counties of Cook, DuPage, Kane, Kendall, Lake, McHenry, and Will.

The financial statements of the Agency have been prepared in accordance with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Agency's accounting policies are described below.

a. Reporting Entity

The Agency is considered to be a primary government pursuant to GASB Statement No. 61 since it is legally separate and fiscally independent. These financial statements include all functions, programs, and activities under the control of the Board of Directors of the Agency.

b. Fund Accounting

Governmental resources are allocated to and accounted for in individual funds based on the purposes for which they are to be spent and the means by which spending activities are controlled. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The Agency utilizes a single proprietary fund (enterprise fund) to account for its operations.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Enterprise Fund

The Enterprise Fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the Agency is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the Agency has decided that periodic determination of revenues earned, expenses incurred, and net income or loss is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

c. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operation of these funds are included on the statement of net position. Proprietary fund operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in total net position. Operating revenues/expenses include all revenues/expenses directly related to providing proprietary fund services. Incidental revenues/expenses are reported as non-operating.

The accrual basis of accounting is utilized by proprietary funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

d. Accounting Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

e. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Agency considers all highly liquid investments with an original maturity of three months or less when purchased, including bank money market accounts, to be cash equivalents.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Investments

Investments, if any, with a maturity date greater than one year from the date of purchase are recorded at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Agency categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The Agency held no investments subject to fair value measurement at June 30, 2023 or 2022.

g. Accounts Receivable

Accounts receivable, which primarily represent amounts due from other federal, state, and local governments in the form of grant payments, totaled $11,870,710 at June 30, 2023 and $7,657,190 at June 30, 2022. Accounts receivable are stated at the amount billed to the grantor or government. The Agency has determined that an allowance for doubtful accounts is not necessary at June 30, 2023 and 2022, based on management's evaluation of the aged accounts receivable. This evaluation of the collectability of accounts receivable is based on prior experience, known and inherent risks in the accounts, adverse situations that may affect the grantor's or government's ability to pay, and current economic conditions. Amounts deemed uncollectible are charged to expense.

h. Prepaid Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report, if any, are recorded as prepaid expenses.

i. Capital Assets and Intangible Assets

Capital assets consist of furniture and fixtures, office equipment, leasehold improvements, and software with an initial, individual cost of more than $500 and an estimated useful life in excess of one year. Capital assets are capitalized at cost when purchased or constructed and at acquisition value when donated. Major additions are capitalized, while replacements, maintenance, and repairs which do not improve or extend the lives of the respective assets are expensed in the period incurred.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Capital Assets and Intangible Assets (Continued)

Depreciation is computed over their estimated useful lives and is charged as an expense against operations. Depreciation is computed on a straight-line basis and accumulated depreciation is reported as a deduction from asset cost in the balance sheet. Estimated useful lives used by the Agency are as follows:

	Years
Furniture and fixtures	5-15
Office equipment	3-6
Software	3

Leasehold improvements have been amortized using the straight-line method over the term of the related leases.

Intangible assets represent the Agency's right-to-use a leased asset. These intangible assets, as defined by GASB Statement No. 87, *Leases*, are for the lease contracts of nonfinancial assets, including leased office space.

j. Compensated Absences Payable

The Agency accrues for vesting and accumulated unused sick leave and vacation time. Sick leave is earned at a rate of one day per month for full-time employees, and a pro-rated amount for regular part-time staff based on the percentage of time worked. There is no limit on the overall amount of sick leave that can be accrued. Upon termination, the sick leave accrued balance will be credited towards pension service, in accordance with the guidelines of the Illinois Municipal Retirement Fund (IMRF) and the State Employees' Retirement System (SERS or the System). Vacation is earned by full-time employees at a rate of one day per month for the first three years, 1.33 days per month for the next three years, and 1.66 days per month thereafter. Up to 30 days of unused vacation can be carried forward. Vacation must be used within 18 months of when it is earned, unless approved by the Executive Director. Compensated absences payable at June 30, 2023 and 2022 were $588,948 and $543,907, respectively.

k. Net Position

Net position is classified into three components: net investment in capital assets; restricted; and unrestricted. Net investment in capital assets represents the book value of capital assets, reduced by long term debt (leases). Restricted net position, if any, is legally restricted by outside parties for a specific purpose. Unrestricted net position does not meet the definition of restricted or invested in capital assets. If restricted or unrestricted funds are available for spending, the restricted funds are spent first.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. 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 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/expenditure) until then. In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element 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.

m. Federal and State Agency Grant Revenues

Project funds authorized under federal and state agency grants are requisitioned from such agencies, either on an advance basis, or for reimbursement of eligible costs incurred, up to maximum amounts established under each grant. Revenues are generally recognized as eligible costs are incurred or requirements have been met. A local matching contribution is required for many federal and state grants. The Agency requests, and has been successful in the past in obtaining, contributions from local government agencies to provide for the local matching portions of the grants. Such contributions are generally recognized as revenue when received. Grants receivable represents amounts earned under grant agreements but not yet received. The balance in accounts receivable at June 30, 2023 and 2022 includes $11,870,710 and $7,657,190, respectively, of grants receivable.

2. DEPOSITS AND INVESTMENTS

Permitted Deposits and Investments - The Agency's investment policy authorizes the Agency 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 Government, 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, The Illinois Funds and Illinois Metropolitan Investment Fund.

It is the policy of the Agency to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Agency and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy is safety of principal, liquidity, maximum rate of return, and public trust.

2. DEPOSITS AND INVESTMENTS (Continued)

Interest Rate Risk

The Agency limits its exposure to interest rate risk, the risk that changes in interest rates will adversely affect the fair value of investments, by remaining sufficiently liquid to meet all operating costs, which may be reasonably anticipated. The investment policy does not limit the maximum maturity length of investments. The Agency held no investments at June 30, 2023 and 2022.

Concentration of Credit Risk

Concentration of credit risk is the risk that the Agency has a high percentage of its investments in one type of investment. The Agency places no limit on the amount that may be invested in any one issuer. The Agency held no investments at June 30, 2023 and 2022.

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Agency's deposits may not be returned to it. The Agency's investment policy strives to limit it custodial credit risk by not maintaining amounts in excess of Federal Deposit Insurance Corporation limits and by securing bank balances in excess of these limits by collateral held at an independent third party institution in the name of the Agency.

Custodial Credit Risk - Investments

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Agency will not be able to recover the value of its investments that are in possession of an outside party. The Agency's investment policy does not specifically address custodial credit risk for investments. The Agency held no investments subject to custodial credit risk at June 30, 2023 and 2022.

3. CAPITAL ASSETS

A summary of changes in capital assets follows: 2023

	2023			
	Balances July 1	Additions	Retirements	Balances June 30
Capital assets not being depreciated				
Construction in progress	$ -	$ 640,819	$ -	$ 640,819
Total capital assets not being depreciated	-	640,819	-	640,819
Capital assets being depreciated				
Furniture	928,363	-	-	928,363
Office equipment	3,763,234	726,862	-	4,490,096
Leasehold improvements	839,959	-	-	839,959
Software	452,891	-	-	452,891
Total capital assets being depreciated	5,984,447	726,862	-	6,711,309
Less accumulated depreciation for				
Furniture	260,718	132,623	-	393,341
Office equipment	2,951,126	293,097	-	3,244,223
Leasehold improvements	110,349	55,737	-	166,086
Software	450,839	821	-	451,660
Total accumulated depreciation	3,773,032	482,278	-	4,255,310
Total capital assets being depreciated, net	2,211,415	244,584	-	2,455,999
CAPITAL ASSETS, NET	$ 2,211,415	$ 885,403	$ -	$ 3,096,818
Intangible capital assets being amortized				
Leased office space	$ 18,440,403	$ -	$ -	$ 18,440,403
Total intangible capital assets being amortized	18,440,403	-	-	18,440,403
Less accumulated amortization for intangible capital assets				
Leased office space	2,253,827	1,229,360	-	3,483,187
Total accumulated amortization for intangible capital assets	2,253,827	1,229,360	-	3,483,187
INTANGIBLE CAPITAL ASSETS, NET	$ 16,186,576	$ (1,229,360)	$ -	$ 14,957,216

3. CAPITAL ASSETS (Continued)

	2022			
	Balances July 1	Additions	Retirements	Balances June 30
Capital assets not being depreciated				
Construction in progress	$ 4,546	$ -	$ 4,546	$ -
Total capital assets not being depreciated	4,546	-	4,546	-
Capital assets being depreciated				
Furniture	908,149	20,214	-	928,363
Office equipment	3,288,122	475,112	-	3,763,234
Leasehold improvements	823,592	16,367	-	839,959
Software	452,891	-	-	452,891
Total capital assets being depreciated	5,472,754	511,693	-	5,984,447
Less accumulated depreciation for				
Furniture	129,735	130,983	-	260,718
Office equipment	2,762,766	188,360	-	2,951,126
Leasehold improvements	54,906	55,443	-	110,349
Software	450,018	821	-	450,839
Total accumulated depreciation	3,397,425	375,607	-	3,773,032
Total capital assets being depreciated, net	2,075,329	136,086	-	2,211,415
CAPITAL ASSETS, NET	$ 2,079,875	$ 136,086	$ 4,546	$ 2,211,415
Intangible capital assets being amortized				
Leased office space	$ 18,440,403	$ -	$ -	$ 18,440,403
Total intangible capital assets being amortized	18,440,403	-	-	18,440,403
Less accumulated amortization for intangible capital assets				
Leased office space	1,024,467	1,229,360	-	2,253,827
Total accumulated amortization for intangible capital assets	1,024,467	1,229,360	-	2,253,827
INTANGIBLE CAPITAL ASSETS, NET	$ 17,415,936	$ (1,229,360)	$ -	$ 16,186,576

4. RISK MANAGEMENT

The Agency is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; illness of employees; and natural disasters. Those risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past four fiscal years.

5. INDIRECT COSTS

To facilitate equitable distribution of common purpose costs that benefit more than one direct cost objective, the Agency has established an agency-wide indirect cost allocation plan. Rates are based on a percentage of direct wages.

6. CONTINGENCIES

The Agency has received significant financial assistance from federal and state agencies. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and may be subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the Agency. The Agency is not aware of any disallowed claims.

7. ILLINOIS MUNICIPAL RETIREMENT FUND

The Agency's defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments, and death benefits to plan members and beneficiaries. IMRF is an agent multi-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and supplementary information for the plan as a whole but not by individual employer. That report may be obtained at www.imrf.org or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Plan Administration

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

7. ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Plan Membership

At December 31, 2022 and 2021, IMRF membership consisted of:

	2022	2021
Inactive employees or their beneficiaries currently receiving benefits	89	87
Inactive employees entitled to but not yet receiving benefits	84	73
Active employees	107	95
TOTAL	280	255

Benefits

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Contributions

Employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The member rate is established by state statute. The Agency is required to contribute at an actuarially determined rate. The employer rate for the fiscal years ended June 30, 2023 and June 30, 2022 was 4.03% and 7.02%, respectively, of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees.

7. ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Actuarial Assumptions

The Agency's net pension liability was measured at December 31, 2022 and 2021 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same dates using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2022	December 31, 2021
Actuarial cost method	Entry-age normal	Entry-age normal
Assumptions		
Price inflation	2.25%	2.25%
Salary increases	2.85% to 13.75%	2.85% to 13.75%
Interest rate	7.25%	7.25%
Cost of living increases	3.00%	3.00%
Asset valuation method	Fair value	Fair value

In 2022, for nondisabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

In 2021, for nondisabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

7. ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.25% at December 31, 2022 and 2021. 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 the Agency contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
BALANCES AT JANUARY 1, 2022	$ 33,613,538	$ 40,185,149	$ (6,571,611)
Changes for the period			
Service cost	708,557	-	708,557
Interest	2,389,489	-	2,389,489
Difference between expected and actual experience	78,747	-	78,747
Changes in assumptions	-	-	-
Employer contributions	-	492,169	(492,169)
Employee contributions	-	390,743	(390,743)
Net investment income	-	(5,152,156)	5,152,156
Benefit payments and refunds	(2,018,698)	(2,018,698)	-
Administrative expense/other	-	(51,851)	51,851
Net changes	1,158,095	(6,339,793)	7,497,888
BALANCES AT DECEMBER 31, 2022	$ 34,771,633	$ 33,845,356	$ 926,277

7. ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Changes in the Net Pension Liability (Asset) (Continued)

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
BALANCES AT JANUARY 1, 2021	$ 33,141,343	$ 35,786,196	$ (2,644,853)
Changes for the period			
Service cost	748,058	-	748,058
Interest	2,358,185	-	2,358,185
Difference between expected and actual experience	(656,680)	-	(656,680)
Changes in assumptions	-	-	-
Employer contributions	-	672,910	(672,910)
Employee contributions	-	383,099	(383,099)
Net investment income	-	6,101,525	(6,101,525)
Benefit payments and refunds	(1,977,368)	(1,977,368)	-
Administrative expense/other	-	(781,213)	781,213
Net changes	472,195	4,398,953	(3,926,758)
BALANCES AT DECEMBER 31, 2021	$ 33,613,538	$ 40,185,149	$ (6,571,611)

7. ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the years ended June 30, 2023 and 2022, the Agency recognized pension expense of $836,640 and $(271,388), respectively. At June 30, 2023, the Agency reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 514,215	$ 368,846
Changes in assumption	947	90,497
Agency contributions subsequent to the measurement date	127,004	-
Net difference between projected and actual earnings on pension plan investments	2,663,584	-
TOTAL	$ 3,305,750	$ 459,343

At June 30, 2022, the Agency reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 937,679	$ 512,763
Changes in assumption	151,382	174,425
Agency contributions subsequent to the measurement date	211,922	-
Net difference between projected and actual earnings on pension plan investments	-	4,812,677
TOTAL	$ 1,300,983	$ 5,499,865

7. ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

$127,004 reported as deferred outflows of resources related to pensions resulting from agency contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the reporting year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Year Ending June 30,	
2024	$ (50,757)
2025	328,914
2026	826,996
2027	1,614,250
2028	-
Thereafter	-
TOTAL	$ 2,719,403

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability (asset) to changes in the discount rate. The table below presents the net pension liability (asset) of the Agency calculated using the discount rate of 7.25% as well as what the Agency's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

2023

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	$ 4,573,087	$ 926,277	$ (1,899,810)

2022

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	$ (2,850,147)	$ (6,571,611)	$ (9,442,884)

8. STATE EMPLOYEES' RETIREMENT SYSTEM

As of September 2008, employees who were eligible to participate in the State Employees' Retirement System (SERS) under CATS were allowed to participate in SERS, a pension trust fund in the State of Illinois (the State) reporting entity. CATS merged with the NIPC to create the current agency. SERS is a single-employer defined benefit Public Employee Retirement System (PERS) in which state employees, except those covered by the State Universities, Teachers', General Assembly, and Judges' Retirement Systems, participate. Although SERS is a single-employer defined benefit plan, the Agency's participation in SERS is considered to be that of a cost-sharing, multiple-employer pension plan. The financial position and results of operations of SERS for fiscal year 2022 are included in the State's Annual Comprehensive Financial Report (ACFR) for the year ended June 30, 2023. SERS issues separate financial statements that may be obtained by writing to SERS, 2101 South Veterans Parkway, Springfield, Illinois 62794-9255 or at www.srs.illinois.gov.

Plan Administration

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting, the same basis as they are reported by SERS. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable. Investments are reported at fair value.

Benefits Provided

The System is governed by Chapter 40, Article 5/14 of the Illinois Compiled Statutes (ILCS). Vesting and benefit provisions of the System are defined in the ILCS. The retirement annuity is based on the member's final average compensation and the number of years of service credit that have been established. The retirement benefit formula available to general state employees is 1.67% for each year of covered service and 2.20% for each year of noncovered service. Alternative formula employees have a formula of 2.50% for covered service and 3% for noncovered service. The maximum retirement annuity payable is 75% of final average compensation for regular employees and 80% for alternative formula employees. The minimum retirement annuity payable is $15 for each year of covered employment and $25 for each year of noncovered employment.

Contributions

Employees participating in SERS are required to contribute 4% of their annual salary. The member rate is established by state statute. The Agency pays employer retirement contributions based upon an actuarial determined percentage of their payroll. For the fiscal years ended June 30, 2023 and 2022, the employer contribution rate was 55.68% and 56.94%, respectively. Effective for pay periods beginning after December 31, 1991, the State opted to pay the employee portion of retirement of most state agencies (including the Agency) with employees covered by the State Employees' and Teachers' Retirement

8. STATE EMPLOYEES' RETIREMENT SYSTEM (Continued)

Contributions (Continued)

Systems. However, effective with the fiscal year 2004 budget, the State opted to stop paying the portion of the retirement for any state agencies (including the Agency) for certain classes of employees covered by the State Employees' and Teachers' Retirement Systems. The pickup, when applicable, is subject to sufficient annual appropriations and those employees covered may vary across employee groups and state agencies. For the years ended June 30, 2023 and 2022, salaries totaling $339,030 and $575,903, respectively, were paid that required employer contributions of $188,772 and $327,926, respectively, which was equal to the Agency's actual contributions.

Net Pension Liability

At June 30, 2023 and 2022, the Agency reported a liability of $4,042,108 and $4,336,194, respectively, for its proportionate share of the net pension liability. The net pension liability was measured at June 30, 2022 and 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of those dates. The Agency's proportion of the net pension liability was based on the Agency's actual contributions to SERS for the years ended June 30, 2023 and 2022 plan relative to the contributions of all participating employers, actuarially determined. At June 30, 2023 and 2022, the Agency's proportion was 0.0125% and 0.0131%, respectively.

Actuarial Assumptions

The Agency's net pension liability was measured as of June 30, 2022 and 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date, using the following actuarial methods and assumptions.

Actuarial valuation date	June 30, 2022	June 30, 2021
Actuarial cost method	Entry-age normal	Entry-age normal
Assumptions		
Inflation	2.25%	2.25%
Salary increases	Various	Various
Investment rate of return	6.75%	6.75%
Cost of living adjustments	Tier 1 - 3.00% Tier 2 - 3.00% or ½ of CPI, whichever is less	Tier 1 - 3.00% Tier 2 - 3.00% or ½ of CPI, whichever is less
Asset valuation method	Fair value	Fair value

8. STATE EMPLOYEES' RETIREMENT SYSTEM (Continued)

Actuarial Assumptions (Continued)

For June 30, 2022, mortality was assumed based on the Pub-2010 General and Public Safety Healthy Retiree mortality tables, sex distinct, with future mortality improvement factors updated using the MP 2021 projection scale.

For June 30, 2021, mortality was assumed based on the Pub-2010 General and Public Safety Healthy Retiree mortality tables, sex distinct, with future mortality improvement factors updated using the MP 2018 projection scale.

The long-term expected real rate of return on pension plan investments was determined based on information provided by the Illinois State Board of Investment (ISBI) in conjunction with its investment consultant, Meketa Investment Group. The ISBI and Meketa Investment Group provided the simulated average 20-year annualized geometric return for each major asset class. These returns are combined to produce the long-term expected rate of return by weighting the expected future rates of return by the target asset allocation percentage and by adding expected inflation. For each major asset class that is included in the pension plan's target asset allocation at June 30, 2023, the 20-year simulated real rates of return are summarized in the following table:

Asset Class	Target	Long-Term Expected Real Rate of Return
U.S. Equity	23.00%	4.60%
Developed Foreign Equity	13.00%	4.90%
Emerging Market Equity	8.00%	5.90%
Private Equity	9.00%	6.90%
Intermediate Investment Grade Bonds	15.00%	(0.50)%
Long-term Government Bonds	5.00%	0.30%
TIPS	3.00%	(0.50)%
High Yield and Bank Loans	2.00%	1.90%
Opportunistic Debt	9.00%	4.40%
Real Estate	10.00%	3.30%
Infrastructure	3.00%	6.80%

8. STATE EMPLOYEES' RETIREMENT SYSTEM (Continued)

Discount Rate

A single discount rate of 6.58% (6.20% in 2021) was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.75% and a municipal bond rate of 3.69% (1.92% in 2021), based on an index of 20-year general obligation bonds with an average AA credit rating as published by the Federal Reserve. The projection of cash flows used to determine this single discount rate assumed that plan member 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. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2076 at June 30, 2023. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2076, and the municipal bond rate was applied to all benefits payments after that date.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the years ended June 30, 2023 and 2022, the Agency recognized pension expense (benefit) of $(30,438) and $9,871, respectively. At June 30, 2023, the Agency reported deferred outflows of resources and deferred inflows of resources related to SERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 45,518	$ 445
Changes in assumption	104,901	346,162
Agency contributions subsequent to the measurement date	188,772	-
Net difference between projected and actual earnings on pension plan investments	77,662	-
Changes in proportion	-	322,502
TOTAL	$ 416,853	$ 669,109

8. STATE EMPLOYEES' RETIREMENT SYSTEM (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

At June 30, 2022, the Agency reported deferred outflows of resources and deferred inflows of resources related to SERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 68,033	$ 3,781
Changes in assumption	168,791	4,932
Agency contributions subsequent to the measurement date	327,926	-
Net difference between projected and actual earnings on pension plan investments	-	334,227
Changes in proportion	-	392,054
TOTAL	$ 564,750	$ 734,994

$188,772 reported as deferred outflows of resources related to pensions resulting from agency contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the reporting year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to SERS will be recognized in pension expense as follows:

Year Ending June 30,	
2024	$ (189,823)
2025	(116,813)
2026	(141,519)
2027	7,127
2028	-
Thereafter	-
TOTAL	$ (441,028)

8. STATE EMPLOYEES' RETIREMENT SYSTEM (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the Agency's proportionate share of the net pension liability to changes in the discount rate. The table below presents the proportionate share of the net pension liability of the Agency calculated using the discount rate of 6.58% as well as what the Agency's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.58%) or 1 percentage point higher (7.58%) than the current rate:

<u>2023</u>

	1% Decrease (5.58%)	Current Discount Rate (6.58%)	1% Increase (7.58%)
Agency's proportionate share of the net pension liability	$ 4,917,995	$ 4,042,086	$ 3,317,752

<u>2022</u>

	1% Decrease (5.20%)	Current Discount Rate (6.20%)	1% Increase (7.20%)
Agency's proportionate share of the net pension liability	$ 5,350,647	$ 4,336,194	$ 3,503,621

Pension Plan Fiduciary Net Position

Detailed information about SERS' fiduciary net position is available in the separately issued SERS financial report.

Amounts Due to SERS

At June 30, 2023 and 2022, amounts due and payable to SERS was $8,222 and $48,637, respectively.

9. DEFINED CONTRIBUTION PLAN

The Agency provides a voluntary retirement benefit for all of its full-time employees through a defined contribution plan, which is administered by Empower Retirement. Benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate from the date of employment. Employees are immediately vested without regard to additional service and no substantial risk of forfeiture. Employees can contribute any dollar amount up to the IRS applicable annual limit. The Agency does not contribute any amounts to the defined contribution plan except for one employee. Based on the employee's contract, the Agency contributes up to 50% of the annual maximum amount. Provisions may be amended only by the CMAP Board. The CMAP Board amended the by-laws of the plan effective January 1, 2016. The Agency contributed $10,488 and $10,045 to the plan during the years ended June 30, 2023 and 2022, respectively. There were no forfeitures during the years ended June 30, 2023 and 2022.

10. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Agency provides other postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions, and employer contributions are governed by the Agency and can be amended by the Agency through its personnel manual. Certain benefits are controlled by state laws and can only be changed by the Illinois legislature. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report.

b. Benefits Provided

The Agency provides pre and post-Medicare postretirement health insurance to retirees, their spouses, and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under the Agency's IMRF retirement plan. The retirees pay 100% of the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the Agency's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

c. Membership

At June 30, 2023 and 2022 membership consisted of:

	2023	2022
Active employees	85	85
Inactive employees entitled to but not yet receiving benefits	-	-
Inactive employees currently receiving benefits	2	2
TOTAL	87	87
Participating employers	1	1

d. Total OPEB Liability

The Agency's total OPEB liability of $128,498 and $118,918 was measured as of June 30, 2023 and 2022, respectively, and was determined by an actuarial valuation using the alternative measurement method at July 1, 2022 rolled forward at June 30, 2023 and July 1, 2021 rolled forward at July 1, 2022, respectively.

e. Actuarial Assumptions and Other Inputs

The total OPEB liability at June 30, 2023 and June 30, 2022, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Actuarial valuation date	July 1, 2022	July 1, 2021
Actuarial cost method	Entry-age normal	Entry-age normal
Actuarial value of assets	N/A	N/A
Assumptions		
Inflation	3.00%	3.00%
Salary increases	4.00%	4.00%
Discount rate	4.13%	4.09%
Health cost trend rates	6.00% Initial 4.50% Ultimate	6.00% Initial 4.50% Ultimate

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Actuarial Assumptions and Other Inputs (Continued)

The discount rate was based on the index rate for tax-exempt general obligation, municipal bonds rated AA or better at June 30, 2023 and June 30, 2022.

For 2023, Mortality rates were based on the PubG.H-2010 General Mortality with Mortality Improvement using Scale MP-2020 for Males or Females. The mortality table reflects recent rates developed by the Society of Actuaries.

For 2022, Mortality rates were based on the PUbG.H-2010 General Mortality with Mortality Improvement using Scale MP-2020 for Males or Females. The mortality table reflects recent rates developed by the Society of Actuaries.

The actuarial assumptions used in the July 1, 2022 and July 1, 2021 valuations are based on 5% participation assumed, with 45% electing spouse coverage.

f. Changes in the Total OPEB Liability

	Total OPEB Liability
BALANCES AT JULY 1, 2022	$ 118,918
Changes for the period	
Service cost	12,677
Interest	4,712
Difference between expected and actual experience	-
Changes in benefit terms	-
Changes in assumptions	(395)
Other changes	-
Benefit payments	(7,414)
Net changes	9,580
BALANCES AT JUNE 30, 2023	$ 128,498

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

f. Changes in the Total OPEB Liability (Continued)

	Total OPEB Liability
BALANCES AT JULY 1, 2021	$ 156,378
Changes for the period	
Service cost	17,168
Interest	2,834
Difference between expected and actual experience	11,748
Changes in benefit terms	-
Changes in assumptions	(16,445)
Other changes	-
Benefit payments	(52,765)
Net changes	(37,460)
BALANCES AT JUNE 30, 2022	$ 118,918

There were changes in assumptions related to the discount rate in 2023 and discount rate and mortality tables in 2022.

g. Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate.

The table below presents the total OPEB liability of the Agency calculated using the discount rate of 4.13% as well as what the Agency total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.13%) or 1 percentage point higher (5.13%) than the current rate:

2023

	1% Decrease (3.13%)	Current Discount Rate (4.13%)	1% Increase (5.13%)
Total OPEB liability	$ 138,844	$ 128,498	$ 119,006

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

g. Rate Sensitivity (Continued)

2022

	1% Decrease (3.09%)	Current Discount Rate (4.09%)	1% Increase (5.09%)
Total OPEB liability	$ 128,336	$ 118,918	$ 110,295

The table below presents the total OPEB liability of the Agency calculated using the healthcare rate of 6.00% as well as what the Agency's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (5.00%) or 1 percentage point higher (7.00%) than the current rate:

2023

	1% Decrease (5.00%)	Current Healthcare Rate (6.00%)	1% Increase (7.00%)
Total OPEB liability	$ 115,060	$ 128,498	$ 14,272

2022

	1% Decrease (5.00%)	Current Healthcare Rate (6.00%)	1% Increase (7.00%)
Total OPEB liability	$ 106,926	$ 118,918	$ 132,958

h. OPEB Expense

For the years ended June 30, 2023 and 2022, the Agency recognized OPEB expense of $16,982 and $19,631, respectively.

11. LEASES

The Agency entered into a lease agreement on January 3, 2019. The lease period commenced on September 1, 2020 and extends through August 31, 2035. The Agency also pays additional rent for its share of operating expenses and taxes. Additional rents for the years ended June 30, 2023 and 2022 equaled $684,109 and $494,645, respectively. The total intangible right-to-use asset acquired under this agreement was $18,440,403.

11. LEASES (Continued)

As part of the lease agreement, the Agency is required to post an irrevocable standby letter of credit in the amount of $1,200,000. This amount is presented as restricted cash on the Agency's statement of net position.

The Agency entered into a sublease agreement on September 1, 2020. The sublease period commenced on September 1, 2020 and extends through August 31, 2035. The Agency or subtenant may terminate the sublease upon written notice to the other received on or before August 31 of any calendar year. Therefore, the sublease is considered a short-term lease under GASB 87, *Leases*. Sublease revenue for the years ended June 30, 2023 and 2022 equaled $25,798 and $24,832, respectively.

The following is a summary of changes in lease payable for the fiscal years ended June 30, 2023 and 2022:

2023	Beginning Balance	Additions	Reductions	Ending Balances	Current Portion	Long-Term Portion
Lease payable	$ 16,893,447	$ -	$ 1,003,763	$ 15,889,684	$ 964,451	$ 14,925,233
TOTAL	$ 16,893,447	$ -	$ 1,003,763	$ 15,889,684	$ 964,451	$ 14,925,233

2022	Beginning Balance	Additions	Reductions	Ending Balances	Current Portion	Long-Term Portion
Lease payable	$ 17,764,230	$ -	$ 870,783	$ 16,893,447	$ 916,820	$ 15,976,627
TOTAL	$ 17,764,230	$ -	$ 870,783	$ 16,893,447	$ 916,820	$ 15,976,627

The following schedule reflects the Agency's future obligations under the lease payable:

Fiscal Year	Business-Type Activities Principal	Business-Type Activities Interest
2024	$ 964,451	$ 284,527
2025	1,012,188	266,509
2026	1,063,087	247,577
2027	1,115,730	227,700
2028	1,170,173	206,844
2029-2033	6,878,451	682,805
2034-2035	3,685,604	53,957
TOTAL	$ 15,889,684	$ 1,969,919

REQUIRED SUPPLEMENTARY INFORMATION

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Nine Fiscal Years

FISCAL YEAR ENDED JUNE 30,	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**
Actuarially determined contribution	$ 825,900	$ 671,455	$ 595,557	$ 537,630	$ 425,305	$ 415,581	$ 601,565	$ 578,562	$ 384,042
Contributions in relation to the actuarially determined contribution	825,900	671,455	595,557	537,630	425,305	415,581	601,565	578,562	384,042
CONTRIBUTION DEFICIENCY (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 6,123,410	$ 6,431,154	$ 6,761,637	$ 7,061,519	$ 7,167,230	$ 7,266,874	$ 8,042,206	$ 8,237,917	$ 9,523,571
Contributions as a percentage of covered payroll	13.49%	10.44%	8.81%	7.61%	5.93%	5.72%	7.48%	7.02%	4.03%

Notes to Required Supplementary Information

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. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was aggregate entry-age normal; the amortization method was level percent of pay, closed, and the remaining amortization period was 21 years; the asset valuation method was five-year smoothed fair value; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.85% to 13.75% compounded annually, and postretirement benefit increases of 2.75% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
STATE EMPLOYEES' RETIREMENT SYSTEM

Last Nine Fiscal Years

FISCAL YEAR ENDED JUNE 30,	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**
Contractually required contribution	$ 396,441	$ 319,580	$ 316,947	$ 343,645	$ 316,947	$ 319,487	$ 329,474	$ 327,926	$ 188,772
Contributions in relation to the contractually required contribution	396,441	319,580	316,947	343,645	316,947	319,487	329,474	327,926	188,772
CONTRIBUTION DEFICIENCY (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 936,342	$ 700,819	$ 711,151	$ 636,226	$ 612,364	$ 588,438	$ 601,384	$ 575,903	$ 339,030
Contributions as a percentage of covered payroll	42.34%	45.60%	44.57%	54.01%	51.76%	54.29%	54.79%	56.94%	55.68%

Notes to Required Supplementary Information

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Nine Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2014, Restated	2015	2016	2017	2018	2019	2020	2021	2022
TOTAL PENSION LIABILITY									
Service cost	$ 675,097	$ 629,735	$ 605,958	$ 654,425	$ 646,295	$ 675,843	$ 670,314	$ 748,058	$ 708,557
Interest	1,709,161	1,792,628	1,888,864	1,972,337	2,014,861	2,084,410	2,261,314	2,358,185	2,389,489
Changes of benefit terms	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(741,396)	401,518	201,427	490,253	221,273	1,526,719	511,924	(656,680)	78,747
Changes of assumptions	920,656	-	-	(895,641)	753,122	-	(248,708)	-	-
Benefit payments, including refunds of member contributions	(1,371,360)	(1,484,519)	(1,573,189)	(1,641,833)	(1,658,806)	(1,870,511)	(1,817,774)	(1,977,368)	(2,018,698)
Net change in total pension liability	1,192,158	1,339,362	1,123,060	579,541	1,976,745	2,416,461	1,377,070	472,195	1,158,095
Total pension liability - beginning	23,136,946	24,329,104	25,668,466	26,791,526	27,371,067	29,347,812	31,764,273	33,141,343	33,613,538
TOTAL PENSION LIABILITY - ENDING	$ 24,329,104	$ 25,668,466	$ 26,791,526	$ 27,371,067	$ 29,347,812	$ 31,764,273	$ 33,141,343	$ 33,613,538	$ 34,771,633
PLAN FIDUCIARY NET POSITION									
Contributions - employer	$ 838,907	$ 773,024	$ 607,640	$ 548,574	$ 526,380	$ 323,251	$ 549,072	$ 672,910	$ 492,169
Contributions - member	282,021	289,402	294,338	313,272	337,003	322,535	357,573	383,099	390,743
Net investment income	1,446,147	121,339	1,693,805	4,747,113	(1,773,300)	5,268,821	4,656,567	6,101,525	(5,152,156)
Benefit payments, including refunds of member contributions	(1,371,360)	(1,484,519)	(1,573,189)	(1,641,833)	(1,658,806)	(1,870,511)	(1,817,774)	(1,977,368)	(2,018,698)
Administrative expense/other	(549,452)	354,390	288,933	(452,570)	599,102	357,613	250,139	(781,213)	(51,851)
Net change in plan fiduciary net position	646,263	53,636	1,311,527	3,514,556	(1,969,621)	4,401,709	3,995,577	4,398,953	(6,339,793)
Plan fiduciary net position - beginning	23,832,549	24,478,812	24,532,448	25,843,975	29,358,531	27,388,910	31,790,619	35,786,196	40,185,149
PLAN FIDUCIARY NET POSITION - ENDING	$ 24,478,812	$ 24,532,448	$ 25,843,975	$ 29,358,531	$ 27,388,910	$ 31,790,619	$ 35,786,196	$ 40,185,149	$ 33,845,356
EMPLOYER'S NET PENSION LIABILITY (ASSET)	$ (149,708)	$ 1,136,018	$ 947,551	$ (1,987,464)	$ 1,958,902	$ (26,346)	$ (2,644,853)	$ (6,571,611)	$ 926,277

MEASUREMENT DATE DECEMBER 31,	2014, Restated	2015	2016	2017	2018	2019	2020	2021	2022
Plan fiduciary net position as a percentage of the total pension liability	100.62%	95.57%	96.46%	107.26%	93.33%	100.08%	107.98%	119.55%	97.34%
Covered payroll	$ 6,123,410	$ 6,431,154	$ 6,540,849	$ 6,961,597	$ 7,171,399	$ 7,167,430	$ 7,946,056	$ 8,186,247	$ 8,683,164
Employer's net pension liability (asset) as a percentage of covered payroll	(2.44%)	17.66%	14.49%	(28.55%)	27.32%	(0.37%)	(33.29%)	(80.28%)	10.67%

Notes to Required Supplementary Information

Changes in assumptions and benefit terms:
2014 - retirement age and mortality tables
2017 - price inflation, salary increases, retirement age, and mortality tables
2018 - discount rate
2020 - price inflation, salary increases, and mortality tables

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

SCHEDULE OF THE EMPLOYER'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
STATE EMPLOYEES' RETIREMENT SYSTEM

Last Nine Fiscal Years

MEASUREMENT DATE JUNE 30,	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**
Employer's proportion of the net pension liability	0.0270%	0.0216%	0.0167%	0.0173%	0.0154%	0.0136%	0.0134%	0.0131%	0.0125%
Employer's proportionate share of the net pension liability (asset)	$ 7,317,950	$ 6,049,769	$ 5,702,285	$ 5,692,915	$ 5,090,687	$ 4,541,591	$ 4,672,403	$ 4,336,194	$ 4,042,086
Employer's covered payroll	1,118,007	936,342	700,819	711,151	612,364	588,438	601,384	575,903	188,772
Employer's proportionate share of the net pension liability as a percentage of its covered payroll	654.55%	646.11%	813.66%	800.52%	831.32%	771.80%	776.94%	752.94%	2,141.25%
Plan fiduciary net position as a percentage of the total pension liability	34.98%	35.27%	30.58%	33.44%	34.57%	35.64%	35.51%	41.91%	40.73%

Notes to Required Supplementary Information

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFIT PLAN

Last Six Fiscal Years

MEASUREMENT DATE JUNE 30,	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**
TOTAL OPEB LIABILITY						
Service cost	$ 9,479	$ 9,775	$ 17,354	$ 18,385	$ 17,168	$ 12,677
Interest	4,183	5,088	4,506	3,618	2,834	4,712
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience	(9,683)	-	(8,521)	-	11,748	-
Changes of assumptions	41,670	3,796	(23,888)	5,910	(16,445)	(395)
Other changes	-	-	651	-	-	-
Benefit payments	(16,219)	(18,153)	(16,138)	(15,084)	(52,765)	(7,414)
Net change in total OPEB liability	29,430	506	(26,036)	12,829	(37,460)	9,580
Total OPEB liability - beginning	139,649	169,079	169,585	143,549	156,378	118,918
TOTAL OPEB LIABILITY - ENDING	$ 169,079	$ 169,585	$ 143,549	$ 156,378	$ 118,918	$ 128,498
Covered-employee payroll	$ 7,261,689	$ 7,261,689	$ 8,206,545	$ 8,206,545	$ 7,381,411	$ 7,381,411
Employer's total OPEB liability as a percentage of covered-employee payroll	2.33%	2.34%	1.75%	1.91%	1.61%	1.74%

Notes to Required Supplementary Information

Changes in assumptions and benefit terms:
2018 - discount rate, per capita costs, healthcare trend rates and mortality tables
2019 - discount rate
2020 - discount rate
2021 - discount rate
2022 - discount rate and mortality tables
2023 - discount rate

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

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

SUPPLEMENTARY INFORMATION

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL

For the Year Ended June 30, 2023 with Comparative 2022 Actual

	2023		2022
	Original and Final Budget	**Actual**	**Actual**
REVENUES			
Grants	$ 36,665,825	$ 30,022,756	$ 25,204,385
Contributions	887,486	938,871	839,067
Product sales, fees, and investment income	505,087	282,162	7,101
In-kind contributions	-	31,527	1,098,394
Miscellaneous	7,500	799	3,757
Total revenues	38,065,898	31,276,115	27,152,704
EXPENSES			
Personnel services	14,551,865	13,378,584	9,301,901
Operating expenses	3,956,626	830,188	1,570,067
Commodities	6,128,626	2,201,963	316,307
Occupancy expense	2,244,804	1,997,904	1,759,109
Contractual services	15,147,196	11,277,176	10,199,944
Capital outlay	506,000	1,367,681	507,147
In-kind services	5,037	31,527	1,103,542
Total expenses	42,540,154	31,085,023	24,758,017
OPERATING INCOME (LOSS)	(4,474,256)	191,092	2,394,687
CHANGE IN BUDGETARY NET POSITION	$ (4,474,256)	191,092	2,394,687
NET POSITION, BEGINNING OF YEAR		7,027,826	6,105,040
BUDGETARY NET POSITION, END OF YEAR		7,218,918	8,499,727
BUDGET TO GAAP RECONCILIATION			
Depreciation		(482,278)	(375,607)
Amortization - intangible assets		(1,229,360)	(1,229,360)
Pension and OPEB expense		250,083	(1,244,864)
GASB 87 Lease adjustment		1,217,085	1,187,398
Lease interest expense		(300,265)	(316,615)
Capital outlay capitalized		1,367,681	507,147
Net decrease (increase) in net position, budget to GAAP		822,946	(1,471,901)
NET POSITION, END OF YEAR		$ 8,041,864	$ 7,027,826

(See independent auditor's report.)

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

SCHEDULE OF GRANT RECEIPTS, EXPENSES, AND BALANCES

For the Year Ended June 30, 2023

								Grant Receipts				Expenses		
		Grant Period		Total		Prior				Remaining	Prior		Grant	
Grant. No.	Grantor	From	To	Project Amount	Grant Amount	FY 23 Receipts	FY 23 Receipts	Receivable 6/30/2023	Refund	Grant 6/30/2023	FY 23 Expense	FY 23 Expense	Balance 6/30/2023	Status
S775/S785/S795/S830	IDOT	7/1/2018	6/30/2023	$ 5,085,580	$ 5,058,580	$ 3,440,380	$ 620,692	$ -	$ -	$ 997,508	$ 3,524,851	$ 620,692	$ 913,037	Open
S902	ADA	9/1/2022	6/30/2025	3,165,437	3,165,437	-	331,891	-	-	2,833,546	-	331,891	2,833,546	Open
S796	IDOT	7/1/2017	6/30/2022	1,898,000	1,758,000	1,331,533	-	-	-	426,467	1,553,829	-	204,171	Closed
S797	MacArthur	9/1/2021	8/31/2024	300,000	300,000	77,993	54,167	-	-	167,840	77,993	54,167	167,840	Open
S806	IDOT	7/1/2018	6/30/2023	1,818,808	1,818,808	1,229,895	143,219	-	-	445,694	1,537,788	143,219	137,801	Open
S807	SPR	10/1/2018	6/30/2021	1,386,462	869,683	42,020	228,042	-	-	599,621	463,853	285,053	120,777	Open
S809	IDOT	3/1/2019	6/30/2023	500,000	500,000	500,000	-	-	-	-	500,000	-	-	Closed
S810	IDOT	1/1/2020	6/30/2022	125,000	125,000	125,000	-	-	-	-	125,000	-	-	Closed
S812	IEPA	7/18/2019	12/31/2022	258,915	258,915	217,382	5,105	-	-	36,428	250,272	5,105	3,538	Open
S813	SPR	11/15/2020	11/14/2023	330,000	330,000	242,520	79,325	-	-	8,155	242,520	79,325	8,155	Open
S814	SPR	1/1/2022	12/31/2024	548,000	548,000	73,929	329,528	-	-	144,543	73,929	329,528	144,543	Open
S816	IDOT	7/1/2019	6/30/2024	1,342,351	1,342,351	835,550	114,384	-	-	392,417	1,091,509	114,383	136,459	Open
S822	SPR	9/1/2021	6/30/2024	463,000	463,000	21,303	26,263	-	-	415,434	21,303	26,263	415,434	Open
S826	IDOT	7/1/2020	6/30/2025	716,000	716,000	71,800	17,505	-	-	626,695	253,829	17,505	444,666	Open
NA	IDNR	11/1/2020	6/30/2022	214,395	214,395	87,577	-	-	-	126,818	214,395	-	-	Open
S825/S828	IDOT	7/1/2020	12/31/2021	23,090,573	23,090,573	13,359,216	-	-	-	9,731,357	19,109,978	-	3,980,595	Closed
S835/S838	IDOT	7/1/2021	12/31/2022	21,278,437	21,019,825	14,884,775	1,115,063	-	-	5,019,987	21,720,669	1,373,656	(2,074,500)	Open
S840/S841/S845/S846	IDOT	7/1/2022	12/31/2023	28,567,244	28,567,244	-	13,178,604	11,369,561	-	4,019,079	1,350	24,548,165	4,017,729	Open
S842	IEPA	6/14/2022	8/30/2024	161,395	161,395	-	-	62,817	-	98,578	-	62,817	98,578	Open
S843	Ecopia	12/1/2021	6/30/2026	3,501,222	3,501,222	-	1,655,810	-	-	1,845,412	-	1,655,810	1,845,412	Open
S844	NOAA	9/1/2022	8/31/2023	175,000	3,556,293	-	63,952	72,449	-	3,419,892	-	136,400	3,419,893	Open
S847	CCT	11/1/2022	10/31/2024	220,000	220,000	-	28,733	-	-	191,267	-	28,733	191,267	Open
S848	CCT	11/1/2022	10/31/2024	100,000	100,000	-	70,000	-	-	30,000	-	70,000	30,000	Open
S849	Cook	12/9/2022	11/30/2023	479,987	479,987	-	-	242,195	-	237,792	-	242,195	237,792	Open
S850	ARPA	10/1/2022	11/30/2026	120,000	120,000	-	-	22,469		97,531	-	22,566	97,434	Open
S899	DHA	2/17/2022	12/31/2022	10,000	10,000	-	1,671	-	-	8,329	1,671	-	8,329	Open
S901	RIA	1/1/2022	12/31/2023	1,000,000	1,000,000	-	92,751	59,691	-	847,558	-	152,443	847,557	Open
S903	EE	9/1/2021	6/30/2025	560,000	560,000	-	136,724	-	-	423,276	-	136,724	423,276	Open
3000018123	IDNR	1/1/2023	12/31/2024	250,000	250,000	-	8,855	24,230	-	216,915	-	33,085	216,915	Open
				92,580,226	95,046,128	33,100,493	17,681,592	11,853,412	0	32,410,631	47,239,888	29,849,033	17,957,207	

(See independent auditor's report.)

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

COMPUTATION OF FRINGE BENEFITS RATE
AND SCHEDULE OF FRINGE BENEFITS

For the Years Ended June 30, 2023 and 2022

	2023	2022
Computation of fringe benefits rate		
Total fringe benefits	$ 2,677,516	$ 2,756,745
Total salaries	10,322,620	8,974,377
Fringe benefits rate	25.94%	30.72%
Statement of fringe benefits		
Medicare	$ 143,574	$ 124,898
FICA	601,701	521,020
IMRF	384,042	578,562
ICMA	10,488	10,045
SERS	188,772	327,926
Life insurance	58,999	33,259
Medical/dental/vision	1,128,411	1,135,199
Workers' compensation	39,543	18,027
Other benefits	121,986	7,809
	$ 2,677,516	$ 2,756,745

(See independent auditor's report.)

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

COMPUTATION OF INDIRECT COST RATE

For the Years Ended June 30, 2023 and 2022

	2023	2022
Total indirect costs		
Management and administrative salaries leave and fringe benefits	$ 1,227,366	$ 1,602,976
Other indirect costs	856,225	650,759
Total indirect costs	$ 2,083,591	$ 2,253,735
Total base costs		
Direct salaries, leave, and fringe benefits	$ 12,077,525	$ 10,128,147
Computation of indirect cost rate		
Total indirect costs	$ 2,083,591	$ 2,253,735
Total base costs	12,077,525	10,128,147
Indirect cost rate	17.25%	22.25%

(See independent auditor's report.)

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

SCHEDULES OF OTHER INDIRECT COSTS

For the Years Ended June 30, 2023 and 2022

	2023	2022
Breakroom supplies	$ 322	$ 523
Publications	998	1,191
Equipment - small value	107	-
Office supplies	5,385	6,814
Copy room supplies	6,230	4,849
Furniture - small value	22	557
Audit services	61,626	34,700
Office equipment leases	5,854	7,805
Software maintenance/licenses	-	1,382
Professional services	183,502	57,267
Consulting services	48,624	116,000
Office equipment maintenance	5,838	3,143
Workers compensation insurance	40,741	18,027
Unemployment compensation	584	(3,974)
Staff association memberships	174	250
CMAP association memberships	10,000	3,125
Postage/postal services	5,124	3,125
Storage	4,175	7,314
Miscellaneous	2,830	7,984
Meeting expenses	-	1,658
Recruitment expenses	18,355	27,193
General insurance	76,569	61,621
Legal services	27,749	9,823
Printing services	4,059	-
Employment agency fees	266,631	202,390
Bank services fees	25,554	26,717
Conference registrations	1,095	1,392
Training and education reimbursement	17,476	30,538
Travel expenses	36	552
Office maintenance	36,565	18,793
TOTAL	$ 856,225	$ 650,759

(See independent auditor's report.)

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

DESCRIPTION OF GRANTS

For the Year Ended June 30, 2023

CMAP No.	Pass-Through Agency	Grant Number	Description
United States Environmental Protection Agency			
S-812	IEPA	604192	Indian Creek Watershed-Based Plan
S-842	IEPA	604171	Indian Creek Watershed-Based Plan
United States Department of Transportation			
S-830	IDOT	MPO-CMAP Operations 1910099386	FY2017/FY2018/FY2019 Unified Work Program Contracts
S-786	IDOT	MPO-CMAP Planning 3-C Competitive 1675105201	FY2017 Unified Work Program Contracts
S-796	IDOT	MPO-CMAP Competitive MPO-CMAP OPN FY18 3-C 1775106701	FY2018 Unified Work Program Contracts
S-806	IDOT	MPO-CMAP Competitive FY19-3-C 1910099017	FY2019 Unified Work Program Contracts
S-816	IDOT	MPO-CMAP Competitive 20100913538	FY2020 Unified Work Program Contracts
S-815/S-818	IDOT	MPO-CMAP Operations 20100913554	Unified Work Program Contracts
S-825/S-828	IDOT	MPO-CMAP Operations 21100922256	Unified Work Program Contracts
S-826	IDOT	MPO-CMAP Competitive 21100922128	Unified Work Program Contracts
S-835/S-838	IDOT	MPO-CMAP Operations 21100922265	Unified Work Program Contracts
S-840/S-841	IDOT	MPO-CMAP Operations 23100933511	Unified Work Program Contracts
S-901	FHWA	MPO-CMAP Operations 693JJ32250009	Regional Infrastructure Accelerators

DESCRIPTION OF GRANTS (Continued)

For the Year Ended June 30, 2023

CMAP No.	Pass-Through Agency	Grant Number	Description
Illinois Department of Transportation			
S-807		19143910080	SPR Truck Routing
S-813		21143923773	SPR Planning
S-814		22143930544	SPR Planning
S-822		22-14369/1437-30545	SPR Regional Safety Data
S-843		22-CMAP-DATA	SPR Ecopia
S-902		23100936894	SPR American Disabilities Act
S-903		221439-1437-30978	SPR Equitable Engagement
John D. and Catherine T. MacArthur Foundation			
S-797		181805153230-CHG	Local Government Capacity Building
United States Department of the Treasury			
S-850		n/a	Coronavirus State and Local Fiscal Recovery Funds
United States Department of Commerce			
S-844	NOAA	NA22NWS4690024	Office for Coastal Management
Illinois Department of Natural Resources			
3000018123		n/a	Regional Water Supply Planning
The Chicago Community Trust			
S-847		n/a	Sustainable Communities
S-848		n/a	Sustainable Communities
Cook County			
S-849		n/a	Property Tax Assessment

BUDGETS

The Executive Director presents an annual operating budget, first to the Executive Committee, and later to the full Board of Directors. The Board of Directors approves the budget prior to the beginning of the fiscal year. The Executive Committee serves as the audit and finance committee for the Board of Directors and approves revisions to the annual budget. At a minimum, the Executive Committee considers revisions when reviewing the six-month financial report. The budget is adopted on a basis consistent with GAAP, except that the Agency budgets for capital outlay expenses and does not budget for depreciation and amortization. In addition, the Agency does not budget for pension and other postemployment benefit expense under GASB Statement Nos. 68 and 75, respectively. The various funding sources have different beginning and ending dates funding the activities. The budget was approved on March 9, 2022.

SINGLE AUDIT INFORMATION

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

The Honorable Chairman
and Members of the Board
Chicago Metropolitan Agency for Planning
Chicago, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the Chicago Metropolitan Agency for Planning, Chicago, Illinois (the Agency) as of and for the year ended June 30, 2023, and the related notes to financial statements, which collectively comprise the Agency's basic financial statements, and have issued our report thereon dated April 22, 2024.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control over financial reporting was for limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses and significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2023-001, that we consider to be a significant deficiency.

Report on Compliance and Other Matters

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

The Agency's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Agency's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The Agency's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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

Sikich LLP

Naperville, Illinois
April 22, 2024

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

The Honorable Chairman
and Members of the Board
Chicago Metropolitan Agency for Planning
Chicago, Illinois

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Chicago Metropolitan Agency for Planning, Chicago, Illinois' (the Agency) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023. The Agency's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Chicago Metropolitan Agency for Planning complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibility for the Auditor Compliance section of our report.

We are required to be independent of the Agency and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Agency's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Agency's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Agency's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Agency's compliance with the requirements of each major federal program as a whole.

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

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

- Identify and assess the risks of material noncompliance, 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 Agency's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the Agency's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

Sikich LLP

Naperville, Illinois
April 22, 2024

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2023

Federal Grantor/ Pass-through Grantor/ Program Title	Federal ALN Number	Agency or Pass-Through Number	Federal Expenditure	Amount Provided to Subrecipients
MAJOR PROGRAMS				
U.S. Department of Transportation				
Pass-through programs from:				
Illinois Department of Transportation:				
Highway Planning and Construction	20.205	MPO-CMAP Operations 21-143910080-A1/23-1439-10080-A2	$ 228,042	$ -
Highway Planning and Construction	20.205	MPO-CMAP Operations 21-1439-23773	63,460	-
Highway Planning and Construction	20.205	MPO-CMAP Operations 22-1439-30544	263,624	-
Highway Planning and Construction	20.205	MPO-CMAP Operations 22-14369/1437-30545	21,010	-
Highway Planning and Construction	20.205	MPO-CMAP Operations 22-1009-25239	1,102,938	20,070
Highway Planning and Construction	20.205	MPO-CMAP Operations 19-1009-9386	548,642	-
Highway Planning and Construction	20.205	MPO-CMAP Operations 21-1009-22128	17,505	-
Highway Planning and Construction	20.205	MPO-CMAP Operations 23-1009/1437-33511	19,875,368	3,435,505
Highway Planning and Construction	20.205	MPO-CMAP Operations 22-CMAP-DATA	1,324,648	-
Highway Planning and Construction	20.205	MPO-CMAP Operations 23-1009-36894	265,513	-
Highway Planning and Construction	20.205	MPO-CMAP Operations 22-1439/1437-30978	109,379	-
Total pass-through awards			23,820,129	3,455,575
Total Highway Planning and Construction			23,820,129	3,455,575
Total Major Programs			23,820,129	3,455,575
NONMAJOR PROGRAMS				
Pass-through programs from:				
Illinois Department of Transportation:				
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	20.505	MPO-CMAP UPP Competitive 3-C Plan 20-1009-13538	111,908	-
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	20.505	MPO-CMAP UPP Competitive 3-C Plan 19-1009-9017	142,336	115,262
Total Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research			254,244	115,262
Border Enforcement Grants	20.233	MPO-CMAP Operations 693JJ32250009	152,443	-
Total U.S. Department of Transportation			406,687	115,262

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

For the Year Ended June 30, 2023

Federal Grantor/ Pass-through Grantor/ Program Title	Federal ALN Number	Agency or Pass-Through Number	Federal Expenditure	Amount Provided to Subrecipients
NONMAJOR PROGRAMS (Continued)				
U.S. Department of Commerce				
Pass-through programs from:				
National Oceanic and Atmospheric Administration:				
Congressionally Identified Awards and Projects	11.469	MPO-CMAP Operations NA22NWS4690024	$ 136,400	$ -
Total U.S. Department of Commerce			136,400	-
U.S. Department of Treasury				
Pass-through program from:				
Cook County				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	22,566	-
Total U.S. Department of Treasury			22,566	-
U.S. Environmental Protection Agency				
Pass-through programs from:				
Illinois Environmental Protection Agency:				
Water Quality Management Planning	66.454	604192	5,105	-
Water Quality Management Planning	66.454	6042002	62,817	-
Total U.S. Environmental Protection Agency			67,922	-
Total Nonmajor Programs			633,575	230,524
TOTAL EXPENDITURES OF FEDERAL AWARDS			$ 24,453,704	$ 3,686,099

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

June 30, 2023

Note A - Significant Accounting Policies

The accompanying schedules of expenditures of federal awards have been prepared in accordance with accounting principles generally accepted in the Unites States of America as promulgated by the Governmental Accounting Standards Board (GASB). It is a summary of the activity of the Agency's federal awards program prepared on the accrual basis of accounting. Accordingly, expenditures are recognized when the liability has been incurred and revenues are recognized when the qualifying expenditure has been incurred.

Note B - Nonmonetary Assistance

The Agency neither received nor disbursed federal awards in the form of nonmonetary assistance during the fiscal year ended June 30, 2023.

Note C - Insurance and Loans or Loan Guarantees

During the year ended June 30, 2023, the Agency received no insurance, loans, loan guarantees, or other federal assistance for the purposes of administering federal programs.

Note D - Oversight Agency

The U.S. Department of Transportation has been designated as the Agency's oversight agency for the single audit.

Note E - Indirect Cost Rate

The Agency did not elect to use the 10% de minimus indirect cost rate.

Note F - Subrecipients

The Agency provided $3,686,099 to subrecipients during the year ended June 30, 2023.

CHICAGO METROPOLITAN AGENCY FOR PLANNING
CHICAGO, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2023

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	*unmodified*
Internal control over financial reporting:	
Material weakness(es) identified?	_____ yes __x__ no
Significant deficiency(ies) identified?	__x__ yes _____ none reported
Noncompliance material to financial statements noted?	_____ yes __x__ no

Federal Awards

Internal control over major federal programs:	
Material weakness(es) identified?	_____ yes __x__ no
Significant deficiency(ies) identified	_____ yes __x__ none reported
Type of auditor's report issued on compliance for major federal programs:	*unmodified opinion* on Highway Planning and Construction
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	_____ yes __x__ no

Identification of major federal programs:

ALN Number(s)	Name of Federal Program or Cluster
20.205	Highway Planning and Construction

Dollar threshold used to distinguish between Type A and Type B programs:	$ 750,000
Auditee qualified as low-risk auditee?	__x__ yes _____ no

Section II - Financial Statement Findings

Significant Deficiency

2023-001 Internal Controls over Preparation of the Schedule of Expenditures of Federal Awards (SEFA)

Condition: The Agency was not able to initially provide a Schedule of Expenditures of Federal Awards (SEFA) which properly identified all expenditures of federal award programs reconciled to underlying accounting records.

Criteria: Uniform Guidance section 200.510 Financial Statements requires the auditee to prepare a SEFA, which includes the total federal awards expended determined in accordance with section 200.502, Basis for Determining Federal Awards. The SEFA must be based on and derived from grant information obtained from the financial reporting records and other information provided by the Agency.

Cause: The Agency generates its reports from data obtained from its accounting system. Certain grants are funded by both State and Federal dollars. In some instances, State Funds are coded the same as Federal Funds, resulting in a SEFA which inaccurately includes State dollars. No reconciliation is performed on the generated report to reconciled to the actual Federal Awards expended.

Effect: The lack of an accurate SEFA negatively impacts the Agency's ability to maintain timely reporting and makes it difficult for the Agency to monitor its requirements for remaining compliant with the Uniform Guidance.

Recommendation: We recommend that the Agency provide training to its finance staff and develop and implement procedures over the preparation of an accurate Schedule of Expenditures of Federal Awards which is reconciled to underlying accounting activity and reflects only the balances of federal award expenditures incurred during the fiscal year for all of the Agency's federal programs.

Views of Responsible Officials: Management agrees with this finding and a response is included in the Corrective Action Plan.

Section III - Federal Award Findings and Questioned Costs

None

Section IV - Prior Year Award Findings and Questioned Costs

None

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Agency for Planning

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CHICAGO METROPOLITAN AGENCY FOR PLANNING

Corrective Action Plan

For the Year Ended June 30, 2023

2023-001 Internal Controls over Preparation of the Schedule of Expenditures of Federal Awards (SEFA)

Condition Found

The Agency was not able to initially provide a Schedule of Expenditures of Federal Awards (SEFA) which properly identified all expenditures of federal award programs reconciled to underlying accounting records.

Corrective Action Plan

Due to various staffing challenges within the finance department, the agency's ability to prepare an accurate and complete Schedule of Expenditures of Federal Awards [SEFA] for the audit was impacted. Moving forward into 2024, staffing needs are being addressed and training, oversight, review, and reconciliation will be performed to ensure a proper and accurate Schedule of Expenditures of Federal Awards is provided to the auditors for future audits. Additionally, starting in fiscal year 2025 the agency will be implementing a new Microsoft D365 Enterprise Resource Planning (ERP) system that will automate and provide a workflow for a number of tasks including the preparation and review of the Schedule of Expenditures of Federal Awards [SEFA] report.

Date of Implementation will be July 1, 2024.

Responsible Party: Deputy of Finance and Administration

Chicago Metropolitan
Agency for Planning

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MEMORANDUM

To: CMAP Board

From: CMAP Staff

Date: April 24, 2024

Subject: Community Outreach to Engage and Empower: Community Alliance for Regional Equity

Action Requested: Information

The Agency is approaching the final year of a pilot program to make our engagement more equitable and inclusive of communities traditionally excluded from the planning process. The Community Alliance for Regional Equity (CARE) creates deeper partnerships with community-based organizations (CBOs) from underserved communities. Staff will provide an overview of program design and execution to date.

Background

CMAP affirmed its commitment to equity by launching what was originally titled the Equitable Engagement Program in 2021. The program's goal is to increase participation of underrepresented groups in planning processes by removing administrative and cost barriers. CMAP received Statewide Planning and Research Funds to pilot a program co-designed with consultants to improve engagement with environmental justice communities – as defined by federal Title VI requirements. CMAP was awarded the total estimated project cost of $560,000 for a 2-year pilot. An allocation of $240,000 was budgeted to compensate community-based organizations (CBOs) for their participation.

Program Design and Implementation

In January 2022, CMAP recruited a community advisory committee to ensure the program reduced barriers to participation for community groups. Elevated Chicago, the Latino Policy Forum and others from local community-focused organizations advised on the program's pay structure, recruitment strategies, application, and selection process.

The Agency solicited CBO's from across the region to participate using the Local Government Network, newsletters, and social media. Over 50 community organizations applied for the inaugural year and were evaluated a competitive selection process.
The selection process focused on:

Geography	Representation	Committment
• Participating groups span urban, suburban, and rural communities	• Income, race, color, national origin, Tribal affiliation etc.	• Environmental Justice experience • References • Community involvement

After screening applications, interviews, and reference checks, 12 organizations spanning three counties were selected.

The first cohort launched in January of 2023 and provided feedback on CMAP projects and helped staff understand the intersections of transportation and community work. Over the course of 12 sessions, CMAP project managers from across the Agency collected in-depth feedback on complex projects. CMAP staff toured Access Living to see accessible infrastructure, visited Lucy Gonzalez Parsons Apartments to see Equitable Transit Oriented Development and held a retreat at Batavia City Hall where we met with local transit advocates.
The second year of the cohort has focused on incorporating feedback from program participants and empowering CBOs to coproduce meeting. Eleven out of 12 CBOs returned for the second year, and the Agency expanded the cohort to 14 groups through another competitive application process. Based on cohort feedback, staff has produced a monthly newsletter catered to the needs of participants; created excel templates to summarize Community Data Snapshot information and wrote planning histories of each community. CARE co-chairs helped plan the first three meetings of the year highlighting paratransit, vehicle electrification and corridor planning.

Achievements since kick-off:

- Received applications from **16 different municipalities and five different counties**
- **Conducted over 70 in-person interviews** with community-based organizations throughout the region
- **Engaged with the cohort on seven CMAP projects**:
    - Plan of Action for Regional Transit
    - Transportation Resilience Improvement Plan
    - Safe Travel for All Roadmap
    - Household Travel Survey
    - Community Characteristics for Equitable Reinvestment
    - Transportation Project Analysis Tool

    - Participatory Budgeting Project
- **Built relationships** with 15 community-based organizations

Next steps

The CARE cohort will meet through calendar year 2024 to provide feedback on climate planning, co-lead workshops on the Household Travel Survey, participate in Long-Range Transportation plan engagement and get updates from the legislative affairs team.

The CARE program team is producing a training guide based on our experiences to further enhance equitable engagement at the Agency. The consultant team is leading an independent evaluation of the program.

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MEMORANDUM

To: CMAP Board

From: CMAP Staff

Date: April 24, 2024

Subject: Community Outreach to Engage and Empower: Participatory Budgeting

Action Requested: Information

CMAP staff have undertaken work on pilot projects to equip and empower residents to inform funding decisions of capital projects in their communities. The Participatory Budgeting pilot, supported by Chicago Community Trust (CCT), provided elected officials and residents in the Villages of Lansing and Dixmoor an approach to a more equitable public budgeting process.

Project Design

In 2023, CMAP received CCT funding to support components of Capital Improvement Plan (CIP) and Grant Readiness technical assistance projects with capacity-constrained municipalities. The pilot element added to CIP was Participatory Budgeting (PB). The project team created a scope to produce a multi-year CIP with key trainings (asset inventories, creating prioritization criteria, implementing the plan) to be led by consultants. A staff-led effort would recruit a steering committee, provide education on PB, calibrate a community-inclusive approach, and then conduct engagement to allow for transparent and community-informed decision-making. CIP projects were awarded to Villages of Lansing and Dixmoor, and work began with the communities.

Project Activities

Participatory budgeting generally follows five phases: 1) design the process, 2) gather ideas, 3) develop project proposals, 4) vote, 5) implement. The pilot projects have followed similar phases to gather input and empower residents to have direct impact on how the municipality budgets for future investments.

Both projects include a steering committee of residents, village leadership, and village staff. The steering committee is charged with informing engagement activities and developing proposals for community voting. Community engagement activities have included joining already-scheduled community events, placing surveys in high traffic community spaces, and a community wide mailing of a survey with a pre-paid return envelope.

The Lansing project recently completed the second phase, gathering responses from approximately 15% of households. The Lansing steering committee then used community responses to generate a set of five proposals that village staff could feasibly implement. These proposals will be presented back to residents to vote on in May and June. The winning proposals will be included in the CIP for immediate implementation.

The Dixmoor steering committee has been formed and met to provide important insights on how to reach residents and generate input. This resulted in creating a participation incentive of a gift card raffle for completed surveys. Surveys have been mailed village-wide to all residents with prepaid return envelopes. The project team is working with the steering committee to connect with schools and other upcoming events to generate more community input before moving forward with proposal development.

Lessons Learned

Work is ongoing, but key understandings and best practices have already been identified through project activities, such as:

- There has been great success in mailing surveys with prepaid return envelopes. The majority of feedback received in Lansing was from the mailing effort.
- Resident steering committee members often have social networks and awareness of gatherings that can be leveraged alongside municipal communications for broader outreach success.
- Incentives to participate including providing meals at steering committee meetings and gift card raffle entries for respondents, are needed to help compete with and/or support participants' demands of everyday life.
- Feasibility is an important ingredient to the process. At the beginning of the project, the partner and team should discuss what the partner budget can realistically implement, and what might necessarily be addressed by seeking external funding.
- No single approach to participatory budgeting will fit every community's situation-flexibility and adaptability are keys to success.
- Participatory budgeting principles can be applied to budgets without needing a large sum of money to fund a project. Residents can shape how a municipality invests in the community by shaping budgeting priorities or identifying a key geographic area.
- Participatory budgeting does not necessarily need to be named and explained. It can simply be the engagement strategy used for the CIP. This helps alleviate the need to explain two very technical topics (capital improvement planning and PB), while trying to invite community ideas and preferences.

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MEMORANDUM

To: CMAP Board

From: CMAP Intergovernmental Affairs staff

Date: April 24, 2024

Subject: State legislative update

Action Requested: Information

Following a recess the week of April 22nd, the Illinois General Assembly is back in session through their scheduled adjournment at the end of May. Currently, each chamber is focused on hearing bills received from the opposite chamber and continuing to advance bills through the legislative process.

The primary action item for the General Assembly is to adopt a FY25 budget. CMAP staff have reviewed the Governor's FY25 budget proposal and identified the following key takeaways:

- The Governor's FY25 budget proposal builds on recent fiscal progress that places the state in a position to respond to evolving macroeconomic conditions. Despite slowing inflation, persistent economic pressure and the expiration of pandemic-related federal aid present greater uncertainty for future budget years.
- The budget proposal recommends a total $123.2 billion appropriation for the operating budget, including $52.7 billion of expenditures from the state's General Fund. Accounting for all revenues, the General Fund revenue forecast is $53.0 billion for FY25, which is equivalent to an increase of $777 million (or 1.5 percent) compared to estimated fiscal year 2024 (FY24) levels.
- The proposed elimination of the grocery tax comes at a time when the share of state support to local governments is declining. Modernizing the sales tax base, as proposed in ON TO 2050 and the Plan of Action for Regional Transit report, would provide local governments with much needed revenues and offer the state additional flexibility to meet current and future funding needs.
- The budget also proposes using $175 million from the Road Fund to supplement the annual state contribution to the Public Transportation Fund (PTF). In past years, the PTF contribution has been funded by the General Fund. Since the state has been shifting sales tax collections from motor fuel to the Road Fund for the last few years, the

additional funds that will be going into the Road Fund in FY25 effectively offset the transfer to the PTF. However, when combined, General Fund deposits into the PTF and Road Fund are estimated to be $4 million less in FY25 then FY24, highlighting the urgent need for the state to enact broader transportation reforms that will ensure the region and state can meet transportation operating and capital funding needs.

Below, please find an update on key bills and legislative activity of interest. This information is up to date as of April 24, 2024.

SB3389/HB5078: RPA Modernization Bill

SB3389 passed in the Senate via the agreed bills list. The bill is now in the Rules Committee in the House. HB5078 unanimously passed the House. The bill is now in the Assignments Committee in the Senate. These bills continue to progress through the legislative process.

SB3388/HB5077: RPA Appropriation Bill

These bills, which would appropriate $5M to CMAP to carry out the regional planning objectives identified in the Regional Planning Act, have remained in their respective committees. SB3388 has been assigned to Senate Appropriations - Public Safety and Infrastructure and HB5077 has been assigned to Appropriations-General Services Committee. CMAP Intergovernmental Affairs staff are seeking subject matter hearings for both bills and continue to discuss these bills with legislators and budgeteers.

OMA legislative activity

CMAP has prepared draft legislative language that would provide the CMAP Board and its committees with the flexibility to allow for members to participate virtually and be counted toward quorum. Members of the Senate have expressed openness to such changes, but the likelihood of this bill advancing this session remains low. Staff will continue to engage in dialogue with legislators about these flexibilities and will assess what changes may be more feasible next session.

Other bills of interest

CMAP staff continues to track legislation before the Illinois General Assembly that impacts the region and is relevant to CMAP's work. The following has been identified by CMAP staff as pieces of legislation being considered before the Illinois General Assembly that may be of interest to the CMAP Board.

It should be noted this list is not an exhaustive list of legislation being tracked by CMAP staff. For more information on other tracked legislation by CMAP staff, please contact Ryan Gougis, IGA Specialist at rgougis@cmap.illinois.gov.

Transit and Bike/Ped

SB2844 – **RTA ACT-REDUCED FARES** (Sen. Simmons)
Description: Amends the Regional Transportation Authority Act. Provides that, by December 31, 2025, the Regional Transportation Authority, the Board of the Commuter Rail Division of the Authority, the Board of the Suburban Bus Division of the Authority, and the Board of the Chicago Transit Authority shall create a program to provide free rides to persons earning under 138% of the U.S. Department of Health and Human Services' poverty guidelines.
Status: Rule 2-10 Committee Deadline Established As May 3, 2024

SB3202 – **BIKEWAY ACT-TRANSPORT PLAN** (Sen. Toro)
Description: Amends the Bikeway Act. Provides that a municipality or county may prepare a bicycle transportation plan. Specifies the information that must be included in the plan.
Status: Arrived in the House, referred to Rules Committee on 4/15/24

SB3309 SA1 – **VEH CD-BIKE TRAIL SIGNS** (Sen. Simmons)
Description: Requires the authority having maintenance jurisdiction over a publicly owned paved bicycle trail in the State to erect permanent regulatory or warning signage be posted 150 feet in advance of a crossing alerting pedestrians or cyclists of highway crossings unless the intersection where the trail crosses the highway is controlled by an official traffic control device or sign (now, the signage is required regardless of whether the intersection is controlled by an official traffic control device or sign).
Status: Rule 2-10 Third Reading Deadline Established As May 3, 2024

Transportation Infrastructure and Funding

SB1767 SA1– **CARGO TRANSPORTATION TAX** (Sen. Ventura)
Description: Creates the Cargo Transportation Tax Act. Provides that a tax is imposed upon each retailer that transports by common carrier tangible personal property into the State from a point outside of the State. Provides that the tax is imposed based on the gross weight of the commercial motor vehicle. Provides that proceeds from the tax imposed by the Act shall be deposited into the Cargo Transportation Tax Fund, a special fund created in the State treasury. Provides that moneys in the Fund shall be used by the Department of Transportation for road projects in areas of the State that receive heightened levels of traffic as a result of the transportation of tangible personal property.
Status: Rule 2-10 Committee Deadline Established As May 3, 2024

HB5100 – **UNSOLICITED PROPOSALS** (Rep. Hoffman)
Description: Provides that nothing in specified provisions concerning prohibited bidders shall prohibit a person or business from submitting an unsolicited proposal under the Public-Private Partnership for Transportation Act.
Status: Passed the House on Third Reading on 4/19/24

HB5171/SB3798 – **PUBLIC-PRIVATE PARTNER-NOTICES** (Rep. Mah/Sen. Villivalam)
Description: Amends the Public-Private Partnerships for Transportation Act. Provides that each year, at least 30 days prior to the beginning of the responsible public entity's fiscal year, the responsible public entity shall submit to the General Assembly a description of potential projects that the responsible public entity is considering undertaking under the Act to each county, municipality, and metropolitan planning organization, with respect to each project located within its boundaries.
Status: HB5171 re-referred to Rules Committee on 4/5/24; SB3798 assigned to Senate Executive Subcommittee on Procurement on 3/7/24, Rule 2-10 Third Reading deadline established as 5/3/24

Climate

SB1556 SA2 – **EPA-CLEAN TRANSPORT STANDARD** (Sen. Koehler)
Description: Creates the Clean Transportation Act and requires the IEPA to adopt rules creating a clean transportation standard that reduces carbon intensity from the on-road transportation sector by 25% within 10 years of the IEPA's adopted rules.
Status: Held in Senate Energy and Public Utilities on 3/22/24, Rule 2-10 Committee deadline established as 5/3/24

SB3323 SA2 & 3 – **ACCESSIBLE EV CHARGING STATION** (Sen. McConchie)
Description: Creates the Accessible Electric Vehicle Charging Station Act. Requires the Department of Transportation to ensure that charging stations in the State are sufficiently accessible to allow independent use by drivers with disabilities, including people who have limited or no hand dexterity, limb differences, or upper extremity amputations and use adaptive driving controls. Requires chargers designed to serve people who use mobility devices to be located on an accessible route. SA2 adds language providing that the Attorney General shall have the authority to enforce the Act and that the Attorney General may investigate any complaint or reported violation of the Act and, if necessary, to ensure compliance. SA3 provides that the Act does not apply to a charger owned by a resident of a single-family home, a condominium association, a common interest community association, a master association, or a residential housing cooperative if the charger is not used for a commercial purpose.
Status: Arrived in the House, referred to Rules Committee on 4/18/24

HB4196 HCA1 **– VEH CD – ELECTRIC SCHOOL BUSES** (Rep. Moylan)
Description: Requires the Illinois Environmental Protection Agency to establish a Fleet Electrification Incentive Program to provide fleet owners and operators in the State grants to promote the use of eligible electric vehicles. Provides that the Agency shall use a points-based evaluation and shall award additional points to an application from an eligible purchaser whose eligible electric vehicles are to be domiciled in an equity investment eligible community.
Status: Arrived in the Senate 4/19/24

Water Resources Management

SB771 SFA1 – **REGULATION - TECH** (Sen. Ellman)
Description: Creates the Wetlands Protection Act to restore protections for wetlands and small streams that were formerly protected from pollution and destruction by the Clean Water Act.
Status: Rule 2-10 Third Reading Deadline Established As May 3, 2024

SB2628 SCA1/HB4207 HFA2 – **TRANSPORTATION-FLOOD INSURANCE** (Sen. Koehler/Rep. Chung)
Description: Requires the Department of Transportation to ensure that State agencies comply with the National Flood Insurance Program requirements. Requires all State agencies to obtain a special flood hazard area development permit before undertaking development activity on State-owned property that is located in a special flood hazard area. Requires the Department to adopt an administrative rule setting forth a State special flood hazard area development program to ensure that specified conditions are met for the issuance of permits prior to any State agency development within a special flood hazard area.
Status: SB2628 SCA1 arrived in the House and referred to House Rules Committee on 4/15/24; HB4207 HFA2 arrived in the Senate and referred to Senate Assignments Committee on 4/16/24

SB2743 SA1 – **WATER PLAN TASK FORCE ACT** (Sen. Ellman)
Description: Creates the Water Plan Task Force Act. Establishes the State Water Plan Task Force. Provides that the Task Force shall be chaired by the Director of the Office of Water Resources of the Department of Natural Resources and composed of the directors, or their designee, from various other State entities. Requires the Task Force to identify critical water issues, to develop and implement recommendations that address the critical water issues, and to reevaluate critical water issues and needs. Requires the Task Force to publish a State Water Plan not less than every 10 years. SA1 removes the Office of the Governor from the State Water Plan Task Force.
Status: Arrived in the House, assigned to House Energy & Environment Committee on 4/16/24

Regional Economy

SB3455 – **IDOR-PROP TX STUDY** (Sen. Martwick)
Description: Provides that the Department of Revenue, in consultation with the Department of Commerce and Economic Opportunity, shall conduct a study to evaluate the property tax system in the State. Provides that the Department of Revenue may determine the scope of the historical data necessary to complete the study, but in no event shall the scope or time period be less than the 10 most recent tax years for which the Department has complete data.
Status: Passed the Senate and referred to House Rules Committee on 4/12/2024