VILLAGE OF FOREST PARK, ILLINOIS

ANNUAL FINANCIAL REPORT
Year Ended April 30, 2016

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CONTENTS

CONTENTS

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CONTENTS

Crowe Horwath.

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor
And Council of Commissioners
Village of Forest Park, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Forest Park (the "Village"), as of and for the year ended April 30, 2016, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Forest Park Public Library (the "Library"), which represents the entire discretely presented component unit. Those statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Library, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and that standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the Library were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village, as of April 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

In June 2012 the GASB issued GASB Statement No. 68, "Accounting and Financial Reporting for Pensions." Also, in November 2013 the GASB issued GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date." As disclosed in Note 15, Statements 68 and 71 are effective for the City's fiscal year ending April 30, 2016. These Statements replace the requirements of Statement No. 27, "Accounting for Pensions by State and Local Governmental Employers" and Statement No. 50, "Pension Disclosures." Statements 68 and 71 establish standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources and expenses as well as identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value and attribute that present value to periods of employee service. Note disclosures and required supplementary information requirements about pensions are also addressed. As a result, net position was restated as of May 1, 2015, for the cumulative effect of the applications of these pronouncements. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, historical pension and retirees' health plan information, and budgetary comparison information for the General Fund and Major Special Revenue Funds, as 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 Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and schedules and supplemental data as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The supplemental data has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Report on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards,* we have also issued our report dated February 6, 2017, on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Village's internal control over financial reporting and compliance.

Crowe Horwath LLP

Crowe Horwath LLP

Oak Brook, Illinois
February 6, 2017

The management of the Village of Forest Park presents the financial statements with narrative overview and analysis of the financial activities for the fiscal year ended April 30, 2016. The Management's Discussion and Analysis ("MD&A") is designed to focus on the current year's activities, resulting changes in net position, and currently known facts. It should be read in conjunction with the auditor's opinion beginning on page 1 and the Village's financial statements beginning on page 17.

Financial Highlights

In fiscal year ending April 30, 2016, the Village adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. This change in accounting principle requires governments providing defined benefit pensions to recognize the long-term obligation of these benefits as a liability on the government wide financial statement. GASB 68 establishes standards for measuring and recognizing liabilities, deferred outflows of resources, and deferred inflows of resources, and expense/expenditures. This statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Until now, only the net pension obligation (the difference between annual pension cost and the Village's contributions) was reported on the government wide financial statement. Prior year net pension obligation for Police Pension, Fire Pension, and Illinois Municipal Retirement Fund totaled $1,955,086. For current year, Statement 1 of this report now reflects the long-term net pension liability for the combined pension funds at $55,273,898. The Village hired a new actuary to report for Police and Fire Pension fund valuations as of April 30, 2016. Detail for the defined benefit pension plans including actuarial assumptions is provided in Note 7 of this report.

Net position for May 1, 2015, was restated as shown on Statement 2 to reflect the new accounting principle. The result was a decrease in net position of ($30,560,215) in governmental activities for the beginning of this fiscal year. Removing the effects of GASB Statement No. 68, net position in the Village's primary government (Governmental activities and Business type activities) decreased by ($1,189,834) or (15.0%) in FY2016.

Governmental fund revenues in conjunction with other financing sources exceeded expenditures, resulting in an overall improvement in fund balances by $756,830 (Statement 5). The General fund recognized a loss of ($514,028), as did VIP ($150,872), while TIF funds and Non-major funds reflect a collective gain of $1,421,730. Fund detail is as follows:

Collected General fund revenues (excluding operating transfers and other financing sources) in FY2016 were ($369,825) or (2.2%) less than FY2015, and reached 85.7% of budget expectation, short by ($2,780,052). Shortfalls include:

- Local share of state taxes, primarily sales tax, short of budget expectation by ($800,761) or (14.4%)
- Locally imposed utility/franchise taxes were short from budget by ($229,731) or (13.8%)
- Grants not awarded or suspended by the State during FY2016 total a reduction in budgeted revenue of ($940,886) or (91.7%)

Expenditures in the General fund reached 88.2% of expectation, under budget by ($2,472,955), and were reduced by ($35,160) or (0.2%) from prior year. All departments within the General fund remained under budget. Reductions from budgeted expenditures include:

- Liability and health insurance premiums under budget expectations by ($185,000) or (7.9%)
- Grants not awarded during FY2016 total a reduction in budgeted expenditure of ($1,020,612)
- Assets and equipment replacements were deferred in FY2016 in order to reduce the overall loss to General fund, a reduction of ($406,785) from budget to actual
- Contractual services and operating expenditures were under budget ($117,910) or (6.5%)
- Wages and benefits were ($700,823) or (4.7%) under budgeted expectations, an increase of 2.1% from prior year. This reduction is due to fewer retirements than budgeted, short-term personnel vacancies following retirements, and modest wage increases.

Other financing sources in the General fund include the annual operating transfer from the Water fund to cover the approximate cost to the Village of unallocated expenses, and the excess incremental sales tax not required to meet the 2002 Bond fund debt obligation. In FY2016, this totaled $1,227,771.

The VIP fund recognized an additional $48,084 or 2.6% increase in Non-Home Rule sales tax revenues over prior fiscal year. Revenues, along with operating transfers and other financing sources, were $411,409 over budget expectation. This increase is due to the Village of River Forest portion of the Madison Street (DesPlaines to Park Avenue) project re-classed as revenue instead of an expenditure reduction, and construction related costs transferred from the Motor Fuel Tax fund also recognized as revenue (transfer in) instead of expenditure reduction. Relatively, expenditures were $803,231 or 44.6% over budgeted expectation for the reasons stated above. Construction costs invoiced after the close of the fiscal year for the Madison Street joint project with River Forest were recognized as current year expenditures. The loss incurred in the VIP fund this fiscal year will be recovered upon completion of the Madison Street project when the remaining allocation of River Forest's expenses will be recognized as revenue.

Property tax revenues in the TIF funds, including the debt service fund for the Mall TIF, exceeded budget expectations by $434,547 or 27.1%. This is an increase of $396,700 or 24.1% from prior year. The exception to this was the Harlem/Harrison TIF which was dissolved during FY2016 as incremental revenues have not been distributed from this TIF since tax year 2011. This TIF ended the fiscal year with a liability balance of ($66,529) owed to the General fund. Collective expenditures for the TIF funds, including operating transfers from the Mall TIF debt service funds, were under budget expectation by ($1,963,076) or (51.8%). The Brown Street Station TIF budgeted for infrastructure improvements under the US Department of Transportation's "Transportation Investment Generating Economic Recovery" (TIGER) grant; however the award was not realized for the second consecutive fiscal year. The infrastructure improvement project for Roosevelt Road had only preliminary fees from the Mall TIF as this project is slated to start in spring 2017. The collective change in fund balance for TIF funds was $1,299,090.

In the Special Revenue funds (Non-major), revenues fell short of budget expectation in all funds except the Motor Fuel Tax fund, and the State seizure fund. Collective revenues were ($38,254) short of budget and reduced ($132,668) from prior year. Overall expenditures and other financing sources were under budget expectation by ($496,556) and reduced ($333,412) from prior year. The collective change in fund balance for these funds was $122,639.

In the proprietary fund (Statement 8), the Water fund operating revenues increased $389,870 or 6.1% over FY2015 and were ($37,735) or (0.6%) under budget expectation. Revenues vary both by rates and consumption. Rates have not increased since January 1, 2015. Water fund actual expenditures relating to watermain and sewer improvement projects were reduced per the audit by ($935,153) in order to recognize the capital asset gain from infrastructure improvements. Note 4 of this report reflects the changes in capital assets. With these adjustments, revenues exceeded expenses resulting in a net gain of $1,625,195. This increase in net position will secure future infrastructure improvements.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. The basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements (Statements 1 and 2) are designed to provide readers with a broad overview of Village finances in a manner similar to a private-sector business. The statement of net position presents information on all of the assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or declining.

The statement of activities presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

The Governmental Activities reflect the Village's basic services: administration (which includes wages and benefits), public safety, streets and alleys, and community outreach. Property taxes, shared state taxes, and local utility taxes finance the majority of these services. The Business-Type Activities (also called Proprietary Funds) reflect private sector-type operations, where the fees for services typically cover all or most of the costs of operations, including depreciation. The component unit, shown only in the Government-wide financials, is the Forest Park Public Library. Though a separate legal entity, the Library is included because by statute the Village is financially accountable for it.

Fund Financial Statements

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

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains sixteen individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for six major governmental funds: General fund, Brown Street Station TIF, Harlem/Harrison TIF, Roosevelt/Hannah TIF, 2002 Bond fund (Mall TIF), and the VIP fund. Eight special revenue funds which include the Roosevelt Road Corridor TIF, and two debt service funds (components to the 2002 Bond fund), are considered to be Non-major funds. Individual fund information for these Non-major governmental funds is provided in Exhibits 8 through 18.

The Village maintains one type of proprietary fund to account for water and sewer operations, the Water fund. Proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The proprietary fund financial statement provides separate information for the Water fund, which is considered to be a major operating fund of the Village.

Fiduciary funds are used to account for resources held for the benefit of others, in this case for Fire and Police retirees. Fiduciary fund activities are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is similar to that used by proprietary funds.

Notes to the Financial Statements

The notes are an integral part of the basic financial statements. They provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements this report also includes certain required supplementary information related to budgetary information and the Village's progress in funding its obligation to provide pension benefits to its employees.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following chart reflects the condensed Statement of Net Position (in thousands):

	Governmental Activities		Business-type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
Assets						
Cash and investments	$ 14,093.5	$ 13,356.1	$ 2,893.3	$ 2,669.9	$ 16,986.9	$ 16,026.1
Current assets	5,682.1	5,666.0	960.2	1,044.7	6,642.3	6,710.6
Capital assets	30,347.3	29,370.4	9,461.8	8,682.9	39,809.0	38,053.3
Total assets	50,122.9	48,392.5	13,315.3	12,397.5	63,438.2	60,790.0
Deferred Inflows of Resources						
Deferred loss on refunding	290.8	321.4	-	-	290.8	321.4
Deferred Pension Outflows	17,069.0	-	-	-	17,069.0	-
Liabilities						
Current liabilities	4,144.0	4,067.8	795.6	1,136.9	4,939.6	5,204.8
Long-term liabilities	64,051.2	12,160.6	2,339.5	2,705.5	66,390.6	14,866.1
Total liabilities	68,195.2	16,228.5	3,135.1	3,842.4	71,330.2	20,070.9
Deferred Inflows of Resources						
Unavailable property tax revenue	2,468.7	2,550.2	-	-	2,468.7	2,550.2
Deferred Pension inflows	258.8	-	-	-	258.8	-
Net Position						
Invested in capital assets, net	20,665.1	18,193.7	6,759.7	5,625.0	27,424.8	23,818.7
Restricted	13,389.6	5,030.5	-	-	13,389.6	5,030.5
Unrestricted	(37,494.7)	6,711.1	3,420.6	2,930.0	(34,074.1)	9,641.1
Total Net Position	$ (3,440.0)	$ 29,935.3	$ 10,180.3	$ 8,555.1	$ 6,740.3	$ 38,490.4

Source: Statement 1

Total Primary Government cash and investments at fiscal year-end increased by $960,810, 6.0%, over prior year. Current liabilities have decreased ($265,139) or (5.1%). Cash and current assets of $23,629,159 are 4.8 times current liabilities of $4,939,613, a ratio similar to prior fiscal year. This ratio shows that the Village's ability to pay current bills in a timely fashion has continued. FY2016 long-term liabilities, which are due in more than one year, reflect the pension fund liabilities per the new accounting principle, placing an additional $53,318,812 in pension obligations on the government-wide statement. Net position is represented by capital assets such as buildings and other structures, parking lots, and infrastructure net of any outstanding debt, and funds that are restricted for debt service and construction projects. Unrestricted assets can be used to finance day-to-day operations without constraints established by legal requirements.

The following chart reflects the condensed Statement of Activities (in thousands):

	Governmental Activities		Business-type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
Revenues						
Program Revenues:						
Charges for services	$ 5,310.4	$ 5,358.1	$ 6,817.6	$ 6,428.3	$ 12,128.0	$ 11,786.3
Operating grants/contributions	162.3	237.1	-	-	162.3	237.1
Capital grants/contributions	1,579.5	691.0	-	-	1,579.5	691.0
General Revenues:						
Property taxes	7,227.2	6,500.8	-	-	7,227.2	6,500.8
Other taxes	7,778.1	8,191.0	-	-	7,778.1	8,191.0
Intergovernmental revenues	1,712.1	1,464.6	-	-	1,712.1	1,464.6
Other revenues	44.2	65.6	3.1	2.5	47.3	68.1
Total Revenues	23,814.0	22,508.2	6,820.7	6,430.8	30,634.6	28,938.9
Expenses						
General government	7,180.5	6,474.3	-	-	7,180.5	6,474.3
Police protection	8,806.1	5,816.6	-	-	8,806.1	5,816.6
Fire protection	5,172.7	3,265.6	-	-	5,172.7	3,265.6
Health and safety	325.0	277.8	-	-	325.0	277.8
Community outreach	784.0	680.2	-	-	784.0	680.2
Public works	4,950.5	4,821.8	-	-	4,950.5	4,821.8
Interest on debt	310.1	364.4	-	-	310.1	364.4
Water and sewer	-	-	4,295.5	4,341.2	4,295.5	4,341.2
Total Expenses	27,529.0	21,700.6	4,295.5	4,341.2	31,824.5	26,041.8
Transfers Out / (In)	900.0	900.0	(900.0)	(900.0)	-	-
Change in Net Position	$ (2,815.1)	$ 1,707.6	$ 1,625.2	$ 1,189.5	$ (1,189.9)	$ 2,897.1
Net position beginning balance	29,935.3	28,227.7	8,555.1	7,365.6	38,490.4	35,593.3
Change in Accounting Principle	(30,560.2)	-	-	-	(30,560.2)	-
Net position as restated	(624.9)	-	-	-	(624.9)	-
Net position end of year	(3,440.0)	29,935.3	10,180.3	8,555.1	6,740.3	38,490.4

Source: Statement 2

Governmental Activities revenue increased by $1,305,818 in fiscal year 2016 primarily in the categories of Capital grants and contributions, and Property tax revenues. The principle sources of revenue for the Governmental Activities are state taxes at 35.1%, property taxes at 30.3%, and fees for services at 22.3%. Property tax collections increased by $726,417 compared to prior year, with General fund (including pension funds) up $329,815 and TIF funds up $396,602. Total expenses in Governmental Activities increased by $5,828,448 or 26.9%. The categories of Police protection and Fire protection comprise 43.9% of the primary government operations, and have collectively increased 53.9% over prior year due to pension obligations. Public works accounts for 15.6% of operation expenses, and other governmental expenses including debt service comprise 27.0% of total primary government expenses. Business-type Activities (Water fund) revenues from charges for services increased $389,310 or 6.1%, and expenses including debt and depreciation decreased ($45,784) or (1.1%). The Water fund accounts for 13.5% of total primary government expenses.

Governmental Funds

Basic services of the Village are reported in the General fund, which is the primary major fund in the governmental group. Governmental funds focus on how money flows into and out of the funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Village's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance programs.

The changes in the various governmental funds balances are shown (in thousands) below:

Changes in Governmental Fund Balances

	Major Funds						Non-major Funds		
	General Fund	Brown Street Station TIF	Harlem/Harrison TIF	Roosevelt/Hannah TIF	2002 Bond Fund	VIP Fund	Special Revenue / Debt Service Funds	Total Governmental Funds	As of 4/30/15 Total Governmental Funds
Revenues	$ 16,673.88	$ 499.21	$ -	$ 841.06	$ 0.18	$ 2,185.17	$ 2,432.25	$ 22,631.75	$ 22,448.93
Expenditures	18,415.68	18.71	3.91	79.33	704.68	2,604.78	947.85	22,774.92	22,572.08
Excess (deficiency) of revenues over expenditures	(1,741.80)	480.51	(3.91)	761.73	(704.50)	(419.61)	1,484.40	(143.17)	(123.15)
Transfer in (out)	1,227.77	-	-	-	686.25	268.74	(1,282.76)	900.00	900.00
Loan Proceeds	-	-	-	-	-	-	-	-	151.44
Net change in fund balances	(514.03)	480.51	(3.91)	761.73	(18.25)	(150.87)	201.65	756.83	928.29
Beginning fund balance	3,367.20	3,394.93	(52.43)	1,770.86	2,821.07	1,087.34	1,776.45	14,165.42	13,237.14
End of year fund balances	$ 2,853.17	$ 3,875.44	$ (56.34)	$ 2,532.60	$ 2,802.82	$ 936.47	$ 1,978.10	$ 14,922.25	$ 14,165.42

Source: Statement 5

Proprietary Funds

Proprietary funds are business-type activities where customers pay for the services provided. The proprietary fund is the Water fund and is considered a major operating fund.

The change in the net position of the proprietary fund is shown below (in thousands):

Changes in Proprietary Net Position

	2016 Water Fund	2015 Water Fund	% change 2016 from 2015
Total revenues	$ 6,820.7	$ 6,430.8	6.1%
Total expenses	4,295.5	4,341.2	-1.1%
Excess (deficiency) of revenues over expenditures	2,525.2	2,089.5	20.9%
Transfers in (out)	(900.0)	(900.0)	0.0%
Contribution revenue	-	-	-
Special items	-	-	-
Net change in Fund Balances	1,625.2	1,189.5	36.6%
Net position at beginning of year	8,555.1	7,365.6	16.1%
Net position at end of year	$ 10,180.3	$ 8,555.1	19.0%

Source: Statement 8

Transfers from the Water fund to the General fund cover the approximate cost to the Village of unallocated expenses, such as liability insurance, pension, payroll taxes, and other employment benefits and costs, and intangible property rights. For fiscal year 2016 the transfer out was $900,000.

GENERAL FUND BUDGETARY HIGHLIGHTS

The following chart reflects the condensed Budgetary Comparison Schedule (in thousands):

	2016			2015		
	Final Budget	**Actual**	**Variance**	**Final Budget**	**Actual**	**Variance**
Revenues:						
Taxes	$ 11,977.9	$ 10,923.8	$ (1,054.1)	$ 11,626.3	$ 10,938.3	$ (688.0)
Licenses and permits	1,271.1	1,211.2	(59.8)	1,192.6	1,198.9	6.4
Fees for services	2,308.8	2,097.4	(211.4)	2,470.8	2,371.1	(99.6)
Grant revenue	1,026.5	85.7	(940.9)	828.3	162.5	(665.8)
Parking revenue	542.7	504.5	(38.2)	533.5	513.8	(19.7)
Fines	2,238.5	1,811.4	(427.1)	2,147.0	1,790.5	(356.5)
Interest on investment	1.8	4.7	2.9	0.8	1.4	0.5
Other	86.7	35.2	(51.5)	81.9	67.2	(14.7)
Total Revenues	19,453.9	16,673.9	(2,780.1)	18,881.1	17,043.7	(1,837.4)
Expenditures:						
Office of the Mayor	7,070.2	6,686.8	383.4	6,936.5	6,884.1	52.4
Office of Accounts & Finance	9,529.5	7,850.4	1,679.1	9,099.5	7,505.3	1,594.2
Office of Public Property	1,839.2	1,651.7	187.6	1,843.9	1,853.7	(9.7)
Office of Streets & Public Improvement	1,469.2	1,366.9	102.3	1,450.4	1,386.0	64.4
Office of Health & Safety	406.7	308.6	98.1	338.5	310.1	28.4
Debt Service Payments	573.9	551.4	22.5	655.1	511.6	143.5
Total Expenditures	20,888.6	18,415.7	2,473.0	20,324.0	18,450.8	1,873.2
Excess (deficiency) of revenues over expenditures:	(1,434.7)	(1,741.8)	(307.1)	(1,442.9)	(1,407.1)	35.8
Other financing sources:						
Operating Transfers In	1,475.0	1,227.8	(247.2)	1,475.0	1,386.4	(88.6)
Loan Proceeds	-	-	-	-	151.4	151.4
Total other financing sources	1,475.0	1,227.8	(247.2)	1,475.0	1,537.9	62.9
Net Change to Fund Balance	40.3	(514.0)	(554.3)	32.1	130.7	98.6

Source: RSI-10

FY2016 General fund revenues met 85.7% of budget expectation, and expenditures met 88.2%. Revenues were ($369,825) or (2.2%) less than prior year, with the majority of the reduction attributed to Fees for services due to the expiration of an Emergency Fire Suppression service contract between the Village of Forest Park and Edward Hines, Jr. VA Hospital. FY2016 budget to actual revenue variations resulted from lower than expected sales taxes, income taxes, utility taxes, fines, and grants. Vehicle replacements financed in FY2015 were amortized with installment payments commencing in FY2016, an additional $36,550 in expenditures. FY2016 also recognized an additional $328,240 paid into Police and Fire Pension funds. Even with these additional expenditures, all departments within the General fund remained under budget and expenditures decreased ($35,160) or (0.2%) from prior year. The net result for current year is a loss of ($514,028) due to the decline in revenues. It is incumbent upon the Village to review other revenue options as expenditures for consecutive years have remained under budget.

CAPITAL ASSET AND DEBT ADMINISTRATION

Governmental Activities Change in Capital Assets (in thousands)

	Balance as of April 30, 2015	Net Additions/ (Deletions)	Balance as of April 30, 2016
Non-Depreciable Assets			
Land	$ 5,365.4	-	$ 5,365.4
Construction in Progress	-	1,564.0	1,564.0
Non-Depreciable Assets Total	5,365.4	1,564.0	6,929.4
Other Capital Assets			
Infrastructure	40,779.7	62.0	40,841.7
Buildings and improvements	4,943.0	-	4,943.0
Fixtures/Equipment	5,210.8	25.1	5,235.8
Accum. Depreciation	(26,928.4)	(674.3)	(27,602.6)
Net Capital Assets	$ 29,370.4	$ 976.8	$ 30,347.2

Source: Note 4

Infrastructure additions include a resurfacing project, and five alleys from the 2015 alley improvement program. Construction in progress is comprised of the Madison Street reconstruction joint project with River Forest (Park Avenue to DesPlaines) as well as Madison Street resurfacing (DesPlaines to Harlem). Equipment includes a defibrillator/cardiac monitor for ambulance use, and a dedicated computer server for the Police Department. Funding resources included grants, VIP, MFT, General fund, and TIF funds. Proceeds from sales of depreciated assets partially offset the expense of the replacement equipment.

Business-Type Activities Change in Capital Assets (in thousands)

	Balance as of April 30, 2015	Net Additions/ (Deletions)	Balance as of April 30, 2016
Non-Depreciable Assets			
Construction in Progress	$ -	$ 261.9	$ 261.9
Other Capital Assets			
Infrastructure	10,539.2	659.9	11,199.1
Buildings and improvements	681.9	-	681.9
Fixtures/Equipment	257.3	-	257.3
Accum. Depreciation	(2,795.5)	(142.9)	(2,938.4)
Net Capital Assets	$ 8,682.9	$ 778.9	$ 9,461.8

Source: Note 4

Infrastructure additions include watermain replacement, storm sewer extension, and watermain and sewer improvements in conjunction with the 2015 alley improvement project. Construction in progress is watermain improvements with the Madison Street reconstruction project.

Debt Administration

At April 30, 2016, the Village had following long term obligations:

		Ending balance		Principal due within one year
Governmental Activities				
GO TIF Refunding Bonds, 2002	$	500,000	$	500,000
GO Alternative Revenue Refunding, 2012		6,115,000		550,000
Premium on Bonds		239,107		-
Total Bonds	$	6,854,107	$	1,050,000
General Obligation Debt Certificate Series 2011		1,605,928		252,240
Bank Loans Payable		1,222,106		205,071
Net Pension Obligations		55,273,898		-
Other Post Employment Benefits		547,357		-
Compensated Absences		721,970		666,903
Total Governmental Long-term Debt	$	66,225,366	$	2,174,214
Business-type Activities				
General Obligation Debt Certificate Series 2011	$	304,072	$	47,760
Loan Payable (IEPA)		2,398,003		317,021
Compensated Absences		13,912		11,753
Total Business-type Long-term Debt	$	2,715,987	$	376,534

Source: Note 5

The governmental GO bond principal payments of $1,050,000 due in fiscal year 2017 are payable from the Mall TIF Debt Service funds financed through TIF property tax deposits (debt expires 12/2016), and the VIP fund which is financed through one percent Non-Home Rule sales tax (debt expires 12/2025). Interest rates on the bonds range from 2.0 to 4.85 percent. The General Obligation Debt Certificate Series 2011 is split between the General fund (84.1%) and Water fund (15.9%) with interest rates ranging from 2.0 to 3.0 percent. This debt expires 11/2021. Bank loans payable include the FY2014 LED loan at a term of ten years at 3.25 percent interest; six vehicles financed in FY2012 at terms of five years at 4.5 percent interest; and five vehicles financed in FY2015 at terms of 3.5 years at 2.9 percent interest.

The actuarial value of net pension obligations and other post-employment benefits are required under the Governmental Accounting Standards Board (GASB) to be reported. These amounts will vary as actuarial experience in the various retirement funds fluctuate from year to year. Beginning balances for net pension liabilities have been restated in Note 5 due to the implementation of GASB 68. Police Pension is 59.3% of year end obligation, Fire Pension is 38.5%, and Illinois Municipal Retirement Fund is 2.2%.

Under Illinois law, the Village's outstanding debt is limited to 8.625% of the assessed valuations in our jurisdiction. Assessed valuation per the 2015 levy is $289,084,967. The Village's debt limit under this law is $24,933,578 compared to legal debt outstanding at April 30, 2016, of $8,525,000.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

We believe there is continued reason for optimism in Forest Park as well as in the United States. Unemployment numbers nationwide continue to decrease. Sales tax revenue to date is showing improvement, but not yet to the levels anticipated. The 1.0% non-home rule sales tax approved by voters has been coming in as expected. This is captioned in this report as the VIP fund. These funds are used to complete annual infrastructure projects, which reduces obligations from General fund revenues. The Village has completed more than 1 million dollars in infrastructure improvements each year since the VIP fund was established. Motor Fuel Tax fund (MFT) revenues and reserves are also being used to fund some of the larger construction projects where the Village is required to produce matching funds. Over the last two years an entire reconstruction of the downtown business district has been completed with many added amenities to make shopping and dining more attractive. This is another way in which the Village is using all resources to keep our Community moving forward. In fiscal year 2017 the Village Council approved additional funds for the Chamber of Commerce, and hired an economic development consultant. These two actions have already spurred results as several new businesses are opening within the business district. Recently, the Village Council approved video gaming throughout Forest Park. Village Council and Management are confident that the revenue gained from gaming will also relieve some demand on the General fund. In an effort to spur development the Village has expanded the TIF areas along Roosevelt Road between Harlem and DesPlaines, named the Roosevelt Road Corridor TIF. This new TIF makes the entire corridor between Harlem and DesPlaines a TIF area. The Village is exploring many creative ways along the corridor to assist property owners with improvements to existing properties, as well as holding preliminary discussions with interested parties in some of the vacant parcels along Roosevelt Road. The Village has received a 2.4 million dollar grant from the State to be used for enhancements on Roosevelt Road from Harlem to DesPlaines. An open house was held to roll out the improvement project to the citizens of Forest Park. This project is out for bid and construction will start in the Spring of 2017. By the end of calendar year 2017 both of major business corridors will have a new look, many amenities, and great opportunities for future business.

The Village is in the final stages of a complete change to the zoning along Harlem Avenue and Roosevelt Road. The upcoming text amendment will change the entire area from traditional zoning to a more robust form based code. With the new code in place developers will rely much less on uses for an area and more on building design and materials. It has been proven that this type of code is much more popular with developers as it shortens the typical process involved to a much shorter and less costly time period.

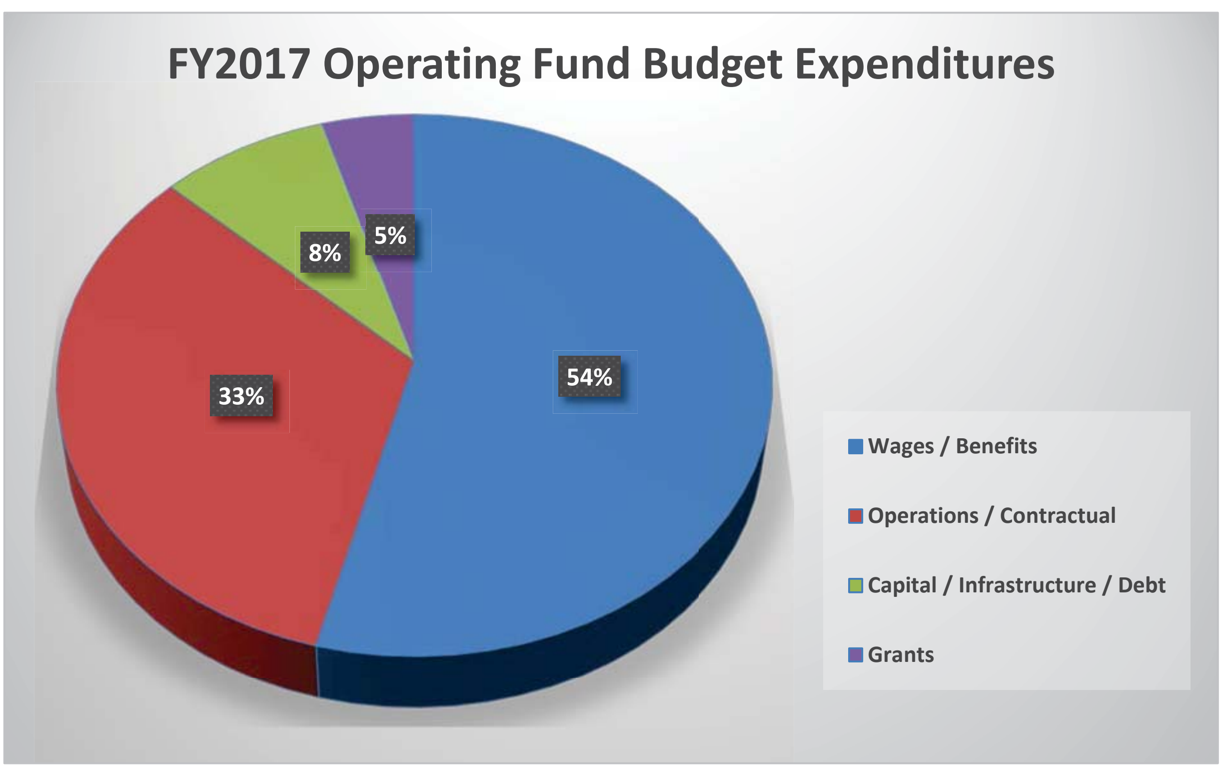
The Village continues to explore many cost-saving methods. These include reductions in insurance premiums, fuel, telephone, and credit card fees. This is a result of negotiations with providers without any reduction of services. We are in the process of building and designing a new phone system for the Village which will lower monthly fees and increase productivity by staff. The Village continues to work hard with the various labor unions to hold the line on payroll expenses. In recent talks the Village was able to negotiate small wage increases with a large unit of employees. These wages then become the internal comparable that we use when we bargain with other units. Negotiations for larger employee contributions toward insurance premiums are a continued effort.

The Village's major operating fund is comprised of the General and Water funds. Operating revenues and other financing sources for FY2017 were budgeted with a 2.4% increase in the General fund, and a (0.2%) reduction in Water fund from FY2016 budget. The General fund categories of Property taxes, Utility/Franchise taxes, Licenses/Permits, and other financing sources are the revenues that reflect an increase compared to FY2016 budget. There are no scheduled rate increases for General fund revenues. Water fund rates have not increased since January 1, 2015, and action has not been taken as yet to set a future rate schedule. Water fund revenues will always fluctuate with consumption.

Property taxes and state-shared revenues each represent approximately 25.0% of General fund revenues. For FY2017, property taxes have been budgeted at a 7.3% increase over FY2016 budget. Through November 30, 2016, 44.2% of budgeted property tax revenue in the General fund has been received.

State-shared revenues have been budgeted at a collective (3.7%) reduction from FY2016 budget. State taxes that are disbursed per capita include local share of income tax, use tax, and motor fuel tax. Pursuant to the 2010 census, the Village population is 14,167. Per the Illinois Municipal League, fiscal year 2017 estimates indicate local share income tax at $102.00 per capita, or $1,445,034 estimated revenue, and use tax at $23.50 or $332,925 estimated revenue. As of November 30, 2016, these revenues are slightly below expectation, at 82% of estimates for FY2017 year to date. The State has not been able to pass a budget for two consecutive years. Shared taxes are in continual threat of reduction from the State, as well as legislation considering a freeze on property taxes. Conversely, the Village is required to comply with State enforced unfunded mandates. As a non-home rule community, the Village of Forest Park is limited in the ability and resources to generate additional revenues and relies on taxes for 50% of the required revenues to fund day to day operations.

Operating fund expenditures for FY2017 were budgeted at a 2.6% increase in the General fund, and a (0.2%) reduction in the Water fund from FY2016 budget. The increase in the General fund is attributed to one time grant expenditures, capital assets, and pension contributions. Wages and benefits continue to be the major portion of the Village budget. The budgeted increase in overall wages and benefits in FY2017 is 1.7% or $244,601 compared to FY2016 budget. This incorporates full staffing in Police and Fire Departments, and increased contributions to the respective pension funds. The chart below represents the operating budget expenditures broken down by wages and benefits, operations and contractual, capital, infrastructure and debt, and grants. Over fifty percent of total expenditures from the major operating funds, primarily the General fund, represent employment costs, including taxes, pensions, and insurance. This percentage has remained fairly level over the last six years.



In the other funds, VIP revenues for FY2017 were budgeted at a 86.6% increase from FY2016 budget due to grant revenue, intergovernmental revenue, and transfer in from MFT for construction related expenditures. The TIF funds collectively were budgeted in FY2017 with an additional $98,560 in revenues, up 5.1% from FY2016. However from the 2015 tax year TIF Distribution Summary as published by the Cook County Clerk's office, the incremental tax valuations decreased on all the TIF districts; Brown Street Station TIF incremental valuation down (4.9%), and the Mall TIF and Roosevelt/Hannah TIF each down (2.1%). The newly established Roosevelt Road Corridor TIF has yet to exceed the frozen EAV and has not produced incremental revenue. Non-major funds are budgeted for FY2017 with a collective reduction in revenues of ($37,460) or (2.7%) from FY2016 budget due to upcoming state mandated changes with the 911 fund, and as the Village no longer actively participates in the Federal Asset Seizure program.

FY2017 collective TIF expenditures were budgeted ($436,820) or (11.5%) less than FY2016 per the scheduling of the Roosevelt Road Improvement project. The VIP fund was budgeted with an additional $1,701,866 in infrastructure improvements as well as the intergovernmental agreement with River Forest on the Madison Street reconstruction project and transfers in from MFT are classified as revenues, not reduction of expenditure as budgeted in FY2016. The Non-major MFT fund is budgeted with an additional $681,265 in expenditures for FY2017 infrastructure improvement projects, using current year revenues and fund reserves. Excluding the MFT fund, the other Non-major funds were budgeted with a collective reduction in expenditures of ($32,289) or (2.9%) compared to FY2016.

Budget and funding strategies must be constantly assessed Village-wide. While the largest expense recognized by the Village is personnel, any reduction in personnel would equate to reduction in services. In the midst of economic recovery, the Village is reluctant to increase fees paid by residents, however we are cognizant of the need to continue to provide quality services that our residents expect. We are aggressively seeking to lower costs and will continue to negotiate contracts to reduce expenses for the future.

In all, infrastructure updates, economic development efforts, and continued strong support of our business community insures a continued solid sales tax base. Staff will continue to find more savings in all accounts held by the Village and through these combined efforts Forest Park will continue to thrive.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our residents, customers, investors, and creditors with a general overview of the Village's finances. Questions concerning this report or requests for additional financial information should be directed to the Village Clerk, Village of Forest Park, at 517 DesPlaines Avenue, Forest Park, Illinois, 60130.

VILLAGE OF FOREST PARK, ILLINOIS

STATEMENT OF NET POSITION
April 30, 2016

	Primary Government			
	Governmental Activities	Business-type Activities	Total Primary Government	Component Unit
ASSETS				
Current assets:				
Cash and investments	$ 14,093,549	$ 2,893,311	$ 16,986,860	$ 2,473,820
Receivables:				
Property tax receivable	2,468,664	-	2,468,664	848,906
Due from other governments	2,121,064	-	2,121,064	-
Accounts receivable	510,884	948,292	1,459,176	10,920
Prepaid items	581,441	11,954	593,395	12,010
Total current assets	19,775,602	3,853,557	23,629,159	3,345,656
Noncurrent assets:				
Capital assets not being depreciated	6,929,390	261,900	7,191,290	134
Capital assets being depreciated, net	23,417,854	9,199,889	32,617,743	1,281,705
Total noncurrent assets	30,347,244	9,461,789	39,809,033	1,281,839
Total assets	50,122,846	13,315,346	63,438,192	4,627,495
DEFERRED OUTFLOW OF RESOURCES				
Deferred loss on refunding	290,772	-	290,772	-
Deferred pension outflows	17,069,010	-	17,069,010	262,286
Total deferred outflow of resources	17,359,782	-	17,359,782	262,286
LIABILITIES				
Current liabilities:				
Accounts payable	865,427	344,571	1,209,998	44,084
Accrued payroll	84,732	-	84,732	4,253
Other liabilities	86,216	10,262	96,478	-
Unearned revenue	830,030	44,206	874,236	-
Interest payable	103,367	20,054	123,421	-
Long-term obligations, due within one year				
Compensated absences	666,903	11,753	678,656	-
Bonds payable	1,050,000	-	1,050,000	-
Debt certificates payable	252,240	47,760	300,000	-
Loans payable	205,071	317,021	522,092	-
Total current liabilities	4,143,986	795,627	4,939,613	48,337
Noncurrent liabilities:				
Long-term obligations, due in more than one year				
Compensated absences	55,067	2,159	57,226	-
Bonds payable	5,804,107	-	5,804,107	-
Debt certificates payable	1,353,688	256,312	1,610,000	-
Loans payable	1,017,035	2,080,982	3,098,017	-
Net pension liabilities	55,273,898	-	55,273,898	299,680
Other post employment benefit obligation	547,357	-	547,357	-
Total noncurrent liabilities	64,051,152	2,339,453	66,390,605	299,680
Total liabilities	68,195,138	3,135,080	71,330,218	348,017
DEFERRED INFLOW OF RESOURCES				
Property tax revenue	2,468,664	-	2,468,664	848,906
Deferred pension inflows	258,787	-	258,787	5,750
Total deferred inflow of resources	2,727,451	-	2,727,451	854,656
NET POSITION				
Net investment in capital assets	20,665,103	6,759,714	27,424,817	1,281,839
Restricted for:				
Debt service	2,699,454	-	2,699,454	-
Capital projects	936,472	-	936,472	-
Public safety	679,352	-	679,352	-
Playground/Recreation	674,510	-	674,510	-
Economic development	6,408,032	-	6,408,032	-
Streets & highway	1,991,823	-	1,991,823	-
Other purposes	-	-	-	107,226
Unrestricted	(37,494,707)	3,420,552	(34,074,155)	2,298,043
Total net position	$ (3,439,961)	$ 10,180,266	$ 6,740,305	$ 3,687,108

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

STATEMENT OF ACTIVITIES
Year Ended April 30, 2016

Functions/Programs	Expenses	Program Revenues: Fees, Fines & Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-type Activities	Net (Expense) Revenue and Changes in Net Position: Total	Net (Expense) Revenue and Changes in Net Position: Component Unit
Primary government:								
Governmental activities:								
General government	$ 7,180,507	$ 4,251,529	$ -	$ -	$ (2,928,978)		$ (2,928,978)	
Police protection	8,806,140	183,951	71,864	-	(8,550,325)		(8,550,325)	
Fire protection	5,172,709	-	13,787	402,923	(4,755,999)		(4,755,999)	
Health and safety	324,999	-	-	-	(324,999)		(324,999)	
Community outreach	784,048	4,695	-	-	(779,353)		(779,353)	
Public works	4,950,516	870,257	76,642	1,176,619	(2,826,998)		(2,826,998)	
Interest on debt	310,127	-	-	-	(310,127)		(310,127)	
Total governmental activities	27,529,046	5,310,432	162,293	1,579,542	(20,476,779)		(20,476,779)	
Business-type activities:								
Water operations	4,155,620	6,817,584	-	-	-	$ 2,661,964	2,661,964	
Sewer operations	139,839	-	-	-	-	(139,839)	(139,839)	
Total business-type activities:	4,295,459	6,817,584	-	-	-	2,522,125	2,522,125	
Total primary government	$ 31,824,505	$ 12,128,016	$ 162,293	$ 1,579,542	(20,476,779)	2,522,125	(17,954,654)	
Component unit								
Public library	$ 1,928,893	$ 30,792	$ 10,921	$ -				$ (1,887,180)
General revenues:								
Property taxes					7,227,273	-	7,227,273	1,732,214
Sales tax					5,191,580	-	5,191,580	-
Income tax					1,449,097	-	1,449,097	-
Utility tax					1,137,466	-	1,137,466	-
Intergovernmental revenue					1,712,124	-	1,712,124	34,972
Investment earnings					34,283	3,071	37,354	2,371
Other general revenues					9,926	-	9,926	57,500
Transfers					900,000	(900,000)	-	-
Total general revenues and transfers					17,661,749	(896,929)	16,764,820	1,827,057
Change in net position					(2,815,030)	1,625,196	(1,189,834)	(60,123)
Net position, beginning of year					29,935,284	8,555,070	38,490,354	3,624,083
Change in Accounting Principle (see Note 15)					(30,560,215)	-	(30,560,215)	123,148
Net position, beginning of year, as restated					(624,931)	8,555,070	7,930,139	3,747,231
Net position, end of year					$ (3,439,961)	$ 10,180,266	$ 6,740,305	$ 3,687,108

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

GOVERNMENTAL FUNDS
BALANCE SHEET
April 30, 2016

	Major Funds							
	General Fund	Brown Street Station TIF Fund	Harlem / Harrison TIF Fund	Roosevelt / Hannah TIF Fund	2002 Bond Fund	VIP Program Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS								
Cash and investments	$ 1,344,533	$ 3,875,435	$ 10,487	$ 2,489,576	$ 3,025,511	$ 826,733	$ 2,521,274	$ 14,093,549
Receivables:								
Property tax receivable	2,185,082	-	-	-	-	-	283,582	2,468,664
Due from other governments	1,559,796	-	-	-	-	497,006	64,262	2,121,064
Accounts receivable	398,927	-	-	-	-	-	111,957	510,884
Interfund receivable	904,194	-	-	56,404	-	-	36,694	997,292
Prepaid items	581,441	-	-	-	-	-	-	581,441
Total assets	$ 6,973,973	$ 3,875,435	$ 10,487	$ 2,545,980	$ 3,025,511	$ 1,323,739	$ 3,017,769	$ 20,772,894
LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCE								
Liabilities								
Accounts payable	$ 603,803	$ -	$ 293	$ 13,383	$ 31,982	$ 199,931	$ 16,035	$ 865,427
Accrued payroll	84,732	-	-	-	-	-	-	84,732
Other liabilities	86,216	-	-	-	-	-	-	86,216
Unearned revenue	830,030	-	-	-	-	-	-	830,030
Interfund payable	-	-	66,529	-	190,708	-	740,055	997,292
Total liabilities	1,604,781	-	66,822	13,383	222,690	199,931	756,090	2,863,697
Deferred inflow of resources								
Property taxes	2,185,082	-	-	-	-	-	283,582	2,468,664
Unavailable revenue	330,943	-	-	-	-	187,336	-	518,279
Total deferred inflow of resources	2,516,025	-	-	-	-	187,336	283,582	2,986,943
Fund balance								
Nonspendable								
Prepaid items	581,441	-	-	-	-	-	-	581,441
Restricted								
Economic development	-	3,875,435	-	2,532,597	-	-	-	6,408,032
Public safety	-	-	-	-	-	-	679,352	679,352
Streets & highways	-	-	-	-	-	936,472	1,991,823	2,928,295
Debt service	-	-	-	-	2,802,821	-	-	2,802,821
Playground/Recreation	674,510	-	-	-	-	-	-	674,510
Unassigned	1,597,216	-	(56,335)	-	-	-	(693,078)	847,803
Total fund balance	2,853,167	3,875,435	(56,335)	2,532,597	2,802,821	936,472	1,978,097	14,922,254
Total liabilities, deferred inflow of resources and fund balance	$ 6,973,973	$ 3,875,435	$ 10,487	$ 2,545,980	$ 3,025,511	$ 1,323,739	$ 3,017,769	$ 20,772,894

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO STATEMENT OF NET POSITION
April 30, 2016

Total fund balances - governmental funds		$ 14,922,254
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:		
Capital assets	$ 57,949,887	
Accumulated depreciation	(27,602,643)	
Net capital assets		30,347,244
Other long-term assets are not available to pay for current period expenditures and therefore are unavailable in the funds:		
Sales taxes receivable	330,943	
Other taxes receivable	151,169	
Intergovernmental receivable	36,167	
Total unavailable revenue		518,279
Interest on long-term debt is not accrued in governmental funds, but rather is recognized when due.		(103,367)
Long term debt activities reported in the statement of net position do not require the use of current financial resources and therefore are not reported as liabilities and deferred outflows in governmental funds. These consist of :		
Bonds payable	(6,854,107)	
Debt certificates payable	(1,605,928)	
Deferred outflow - loss on refunding	290,772	
Loans payable	(1,222,106)	
Compensated absences	(721,970)	
Net pension liabilities	(55,273,898)	
Deferred outflow - pension activities	17,069,010	
Deferred inflow - pension activities	(258,787)	
Other post employment benefit obligation	(547,357)	
Total long-term liabilities and deferred outflows		(49,124,371)
Net position of governmental activities		$ (3,439,961)

See accompanying notes to the financial statements.

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended April 30, 2016

	Major Funds							
	General Fund	Brown Street Station TIF Fund	Harlem / Harrison TIF Fund	Roosevelt / Hannah TIF Fund	2002 Bond Fund	VIP Program Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues								
Property tax	$ 4,567,942	$ 485,262	$ -	$ 831,765	$ -	$ -	$ 1,342,304	$ 7,227,273
Sales tax	2,915,103	-	-	-	-	1,918,683	376,255	5,210,041
Income tax	1,449,097	-	-	-	-	-	-	1,449,097
Utility taxes	1,435,269	-	-	-	-	-	-	1,435,269
Intergovernmental	556,352	-	-	-	-	264,253	558,636	1,379,241
Licenses and permits	1,211,223	-	-	-	-	-	-	1,211,223
Fees for services	2,097,380	-	-	-	-	-	-	2,097,380
Grant revenue	85,651	-	-	-	-	-	148,896	234,547
Parking revenue	504,537	-	-	-	-	-	-	504,537
Fines	1,811,442	-	-	-	-	-	-	1,811,442
Interest on investments	4,712	13,951	10	9,294	176	2,238	3,902	34,283
Other revenue	35,169	-	-	-	-	-	2,257	37,426
Total revenues	16,673,877	499,213	10	841,059	176	2,185,174	2,432,250	22,631,759
Expenditures								
Current:								
Office of public affairs	6,686,753	-	-	-	-	-	271,077	6,957,830
Office of accounts and finance	7,850,360	-	-	-	177,627	-	669,744	8,697,731
Office of public property	1,651,662	-	-	-	-	-	-	1,651,662
Office of streets and public improvement	1,366,895	18,707	3,917	79,325	-	1,892,331	7,025	3,368,200
Office of health and safety	308,595	-	-	-	-	-	-	308,595
Debt service:								
Principal retired	459,879	-	-	-	480,000	535,000	-	1,474,879
Interest and charges	91,532	-	-	-	47,050	177,450	-	316,032
Total expenditures	18,415,676	18,707	3,917	79,325	704,677	2,604,781	947,846	22,774,929
Excess (deficiency) of revenues over expenditures	(1,741,799)	480,506	(3,907)	761,734	(704,501)	(419,607)	1,484,404	(143,170)
Other financing sources (uses)								
Transfers in	1,227,771	-	-	-	686,252	268,735	-	2,182,758
Transfers out	-	-	-	-	-	-	(1,282,758)	(1,282,758)
Total other financing sources (uses)	1,227,771	-	-	-	686,252	268,735	(1,282,758)	900,000
Net change in fund balances	(514,028)	480,506	(3,907)	761,734	(18,249)	(150,872)	201,646	756,830
Fund balances at beginning of year	3,367,195	3,394,929	(52,428)	1,770,863	2,821,070	1,087,344	1,776,451	14,165,424
Fund balances at end of year	$ 2,853,167	$ 3,875,435	$ (56,335)	$ 2,532,597	$ 2,802,821	$ 936,472	$ 1,978,097	$ 14,922,254

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
Year Ended April 30, 2016

Net change in total fund balances		$ 756,830
Amounts reported for governmental activities in the Statement of Activities are different because:		
Some revenues were not collected for several months after the close of the fiscal year and therefore were not considered to be "available" and are not reported as revenue in the governmental funds.		
Sales taxes received from the state of Illinois	$ (18,461)	
Other taxes received	24,099	
Grant revenue	11,047	
Total change in unavailable revenues		16,685
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported in the governmental funds.		
Change in net pension liability and deferred items	(5,948,374)	
Change in other postemployment benefit obligation	(91,542)	
Change in compensated absences	(6,215)	
Change in accrued interest on debt	16,761	
Amortization of deferred loss on refunding	(30,608)	
Amortization of bond premium	19,752	
Total expenses of non-current resources		(6,040,226)
Governmental funds report purchases of capital assets as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets.		
Capital expenditures	1,418,733	
Depreciation	(1,481,077)	
Capital expenditures in excess of depreciation		(62,344)
The original cost of assets disposed of had a net value greater than the disposal proceeds. The difference has been recorded in the statement of activities.		(126,426)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Donated asset		1,165,572
Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long term liabilities in the statement of net position.		
General obligation bonds	1,015,000	
Debt certificates payable	248,036	
Loans payable	211,843	
Total retirement of debt		1,474,879
Change in net position of governmental activities		$ (2,815,030)

VILLAGE OF FOREST PARK, ILLINOIS

PROPRIETARY FUNDS
STATEMENT OF NET POSITION
April 30, 2016

	Major Fund
	Water Fund
ASSETS	
Current assets:	
Cash and cash equivalents	$ 2,893,311
Receivables:	
Accounts receivable	948,292
Prepaids	11,954
Total current assets	3,853,557
Noncurrent assets:	
Capital assets not being depreciated	261,900
Capital assets being depreciated, net	9,199,889
Total noncurrent assets	9,461,789
Total assets	$ 13,315,346
LIABILITIES AND NET POSITION	
Liabilities	
Current liabilities:	
Accounts payable	$ 344,571
Other liabilities	10,262
Unearned revenue	44,206
Compensated absences	11,753
Debt certificates payable	47,760
Loans payable	317,021
Interest payable	20,054
Total current liabilities	795,627
Noncurrent liabilities:	
Compensated absences	2,159
Debt certificates payable	256,312
Loans payable	2,080,982
Total noncurrent liabilities	2,339,453
Total liabilities	3,135,080
Net position	
Net Investment in capital assets	6,759,714
Unrestricted	3,420,552
Total net position	10,180,266
Total liabilities and net position	$ 13,315,346

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Year Ended April 30, 2016

	Major Fund
	Water Fund
Operating revenues	
Charges for services	$ 6,812,457
Other revenue	5,127
Total operating revenues	6,817,584
Operating expenses	
Operations	4,062,290
Depreciation	156,225
Total operating expenses	4,218,515
Operating income (loss)	2,599,069
Nonoperating revenues and (expenses)	
Interest revenue	3,071
Interest expense	(76,922)
Loss on disposal of capital assets	(22)
Total nonoperating revenues and (expenses)	(73,873)
Income (loss) before transfers	2,525,196
Transfers out	(900,000)
Change in net position	1,625,196
Net position at beginning of year	8,555,070
Net position at end of year	$ 10,180,266

VILLAGE OF FOREST PARK, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended April 30, 2016

	Major Fund Water Fund
Cash flows from operating activities:	
Cash received from customers	$ 6,904,394
Cash payments for goods and services	(4,124,640)
Cash payments to employees for services	(289,059)
Net cash provided by operating activities:	2,490,695
Cash flows from noncapital financing activities:	
Transfers out	(900,000)
Net cash used for noncapital financing activities:	(900,000)
Cash flows from capital and related financing activities:	
Purchase of capital assets	(935,153)
Principal paid on debt	(355,771)
Interest paid on debt	(79,457)
Net cash used for capital and related financing activities:	(1,370,381)
Cash flows from investing activities:	
Interest received	3,071
Net cash provided by investing activities:	3,071
Net increase (decrease) in cash and cash equivalents	223,385
Cash and cash equivalents, beginning of year	2,669,926
Cash and cash equivalents, end of year	$ 2,893,311
Reconciliation of operating income to Net cash provided by operating activities:	
Operating income (loss)	$ 2,599,069
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:	
Depreciation	156,225
Decrease (increase) in accounts receivable	91,937
Decrease (increase) in prepaids	(7,530)
Increase (decrease) in accounts payable	(342,124)
Increase (decrease) in unearned revenue	(5,127)
Increase (decrease) in other liabilities	412
Increase (decrease) in compensated absences	(2,167)
Total adjustments	(108,374)
Net cash provided by (used for) operating activities:	$ 2,490,695

VILLAGE OF FOREST PARK, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
April 30, 2016

ASSETS	
Cash and cash equivalents	$ 3,246,344
Investments	
Certificates of deposits	503,455
Corporate bonds	1,476,997
Government securities	12,259,579
Mutual funds	12,130,564
Insurance contracts	5,617,224
Total investments	31,987,819
Interest receivable	37,975
Prepaid items	1,097
Total assets	35,273,235
LIABILITIES	
Accounts payable	5,199
Total liabilities	5,199
NET POSITION	
Net Position restricted for pensions	$ 35,268,036

See accompanying notes the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY
NET POSITION
PENSION TRUST FUNDS
Year Ended April 30, 2016

ADDITIONS	
Contributions	
Employer	$ 1,543,785
Plan members	517,433
Total contributions	2,061,218
Investment earnings	
Net change in fair value of investments	(747,931)
Interest	1,006,041
Less investment expense	(39,784)
Net investment income	218,326
Total additions	2,279,544
DEDUCTIONS	
Benefits and refunds	3,329,598
Administrative expenses	65,766
Total deductions	3,395,364
Change in plan net position	(1,115,820)
Plan net position at beginning of year	36,383,856
Plan net position at end of year	$ 35,268,036

See accompanying notes to the financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Forest Park (Village) was incorporated in 1856 under the provisions of the Illinois Revised Statutes, as amended. The Village operates under a Mayor-Commissioner form of government. Education and social services are provided by separate governing bodies that are beyond the direct or indirect control of the Village's government. The accounting policies of the Village of Forest Park conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies.

Financial Reporting Entity: The Village has adopted the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 61, under which these basic financial statements include all organizations, activities, functions and component units for which the Village is financially accountable, or that are fiscally dependent upon the Village or that would cause these financial statements to be misleading to exclude. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the Village's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden with the Village.

In conformity with GAAP, the Village's Police and Firefighters' Pension Funds have been included as fiduciary component units in the Village's basic financial statements. Although they are separate legal entities, these funds exist to provide pension benefits for the Village's police officers and firefighters. Thus, their financial information has been included within the Village's basic financial statements as fiduciary funds.

The Forest Park Public Library is included in the reporting entity because of its operational and financial relationship with the Village of Forest Park. The Forest Park Public Library meets the criteria for discrete presentation and is shown in the component unit column in the Government-wide financial statements. The Forest Park Public Library is reported in a separate column to emphasize that it is legally separate from the Village of Forest Park. The Forest Park Public Library has issued separate financial statements for the year ended April 30, 2016. Separate financial statements can be obtained by contacting its office at 7555 Jackson Boulevard, Forest Park, Illinois 60130.

Basis of Presentation: The Village's basic financial statements consist of Government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information. The Government-wide focus is more on the sustainability of the Village as an entity and the change in aggregate financial position resulting from activities of the fiscal period.

Government-wide Financial Statements – The statement of net position and the statement of activities display information about the Village as a whole. In the Government-wide statement of net position, both the governmental and business-type activities columns are presented on a consolidated basis by column. These statements include the financial activities of the primary government, except for fiduciary activities. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities (proprietary funds), which rely to a significant extent on fees and charges for support. The Government-wide statement of activities reflects both the direct expenses and net cost of each function of the Village's governmental activities and business-type activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Village, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the Village.

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements – The financial transactions of the Village are recorded in individual funds. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, deferred inflows, fund equity, revenues, and expenditures or expenses, as appropriate. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and presented as nonmajor funds.

<u>Measurement Focus and Basis of Accounting</u>:

Government-wide Financial Statements – The Government-wide financial statements, component unit financial statements, fund financial statements for proprietary and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets, deferred outflows, deferred inflows and liabilities (whether current or non-current) are included on the balance sheet and the operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounts, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows.

The Village has reported three categories of program revenues in the statement of activities: (1) charges for services, (2) program-specific operating grants and contributions, and (3) program-specific capital grants and contributions. Program revenues are derived directly from the program itself or from external sources, such as the State of Illinois; they reduce the net cost of each function to be financed from the Village's general revenues. For identifying the function to which program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted.

Eliminations have been made in the statement of net position to remove the "grossing up" effect on assets and liabilities within the governmental activities column for amounts reported in the individual funds as interfund receivables and payables and advances. Similarly, transfers between funds have been eliminated in the statement of activities. Amounts reported in the governmental funds as receivable from or payable to fiduciary funds have been reclassified in the statement of net position as accounts receivable or payable to external parties.

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Village reports differences between expected and actual experience, changes in pension assumptions, and loss on pension investments. Differences between expected and actual experience and changes in pension plan assumptions are deferred and amortized over the average of the expected remaining service lives of employees that are provided with benefits through the pension plan. Loss on pension investments are deferred and amortized over five years.

In addition to liabilities, the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources,* represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The Village has only one type of item which arises only under the modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue,* is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source: other taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Under the full accrual basis of

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

accounting, in accordance with the requirements of GASB Statement No. 65, property tax revenues that are levied but intended to fund future periods are considered to be deferred inflows of resources. Additionally, certain amounts related to pensions must be deferred. Differences between expected and actual experience and changes in pension plan assumptions are deferred and amortized over the average of the expected remaining service lives of employees that are provided with benefits through the pension plan.

Fund Financial Statements – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues accrued at the end of the year include charges for services, licenses and permits, fines and forfeitures, intergovernmental revenues, investment earnings, property taxes, sales taxes, and income taxes. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Proprietary funds separate all activity into two categories: operating revenues and expenses and non-operating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Non-operating revenues and expenses entail all other activity not included in operating revenues and expenses. Non-operating revenues and expenses include capital and noncapital financing activities and investing activities. When an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the Village's policy to apply restricted resources first, then unrestricted resources as needed.

Differences occur from the manner in which the governmental activities and the Government-wide financial statements are prepared because of the inclusion of capital asset and long-term debt activity. Governmental fund financial statements, therefore, include reconciliation with brief explanations to better identify the relationship between the Government-wide statements and the statements for governmental funds.

The Village reports the following major governmental funds:

General Fund – The General Fund, sometimes referred to by the Village as the General Corporate Fund, is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund.

Brown Street Station TIF Fund – This TIF fund is a special revenue fund used to accumulate incremental property tax revenues from the area in far north Forest Park. This is a mixed of commercial and residential area TIF and funds will be used to improve streetscapes and for future development.

Harlem / Harrison TIF Fund – This TIF fund is a special revenue fund used to accumulate incremental property tax revenues from its specific area in Forest Park. This is a commercial area TIF and funds will be used to improve streetscapes and for future development.

Roosevelt / Hannah TIF Fund – This TIF fund is a special revenue fund used to accumulate incremental property tax revenues from its specific area in Forest Park. This is a commercial area TIF and funds will be used to improve streetscapes and for future development.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2002 Bond Fund – The 2002 Bond Account is a debt service fund used to pay principal and interest on a $5,765,000 general obligation bond. The original TIF was divided in 2001 and currently comprises the Wal-Mart property, including the parking lot. The bond debt service is totally funded by incremental property taxes paid by Wal-Mart.

VIP Program Fund – This a debt service fund with pledged revenues from the Non-Home Rule Municipal Sales Taxes, at 1.0%. These revenues are committed to public infrastructure improvements and debt service on the $6,745,000 General Obligation Refunding Bonds, Series 2012 current principal from the refunded the $9,600,000 General Obligation Bonds (Alternate Revenue Source) Series 2005.

Proprietary Funds: Proprietary funds are used to account for those Village activities that are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position, and changes in financial position.

The Village reports the following major proprietary funds:

Water Fund – This fund accounts for the revenues and expenses related to the operation of the Village's water and sewer. Revenues are generated through charges to users based upon water and sewer consumption.

Governmental Funds: In addition to the general fund type mentioned above, the Village uses the following governmental fund types:

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative action.

Debt Service Funds – The Debt Service Funds are used to account for the Village's accumulation of resources for, and the payment of, general long-term debt, principal, interest, and related costs.

Fiduciary Funds: Fiduciary Funds are used to account for assets held by the Village in a trustee capacity or as an agent for individuals, other governments, or other funds. These include the pension trust funds.

Cash, Cash Equivalents, and Investments

Description of Village Policy

Separate checking accounts are maintained to satisfy legal restrictions or as authorized by the Village Council. The Village maintains a cash checking account pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is included on the combined balance sheet as "cash." The deposits and investments of the pension trust funds are held separately from those of other funds.

All investments are reported at fair value, which generally represents quoted market price as of the last business day of the year. Gains or losses on the sale or maturity of investments are recorded as current investment income at the date of sale or maturity. Cash equivalents are stated at cost.

The Village maintains an investment pool that is available for use by all funds except the pension trust funds. Village investments are in either certificates of deposit with local financial institutions or deposits with the Illinois Funds Money Market Fund.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The value of the Illinois Funds Money Market Fund and Illinois Metropolitan Investment Fund equates to the number of shares owned as of April 30, 2016. These deposits are regulated by the Comptroller of the State of Illinois.

Cash Flows: For purposes of the statement of cash flows for the Proprietary Funds, the Village considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Capital Assets: Capital assets, which include property, plant equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the Government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than $10,000 and a useful life of more than one year. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation on all assets is provided on the straight-line basis as described below.

Public domain infrastructure capital assets including roads, curbs and gutters, drainage systems, and lighting systems are also capitalized. Depreciation of the assets listed below is computed using the straight-line method over the following estimated useful lives:

Buildings	100 Years
Equipment	3-20 Years
Infrastructure - roads	30-40 Years
Infrastructure - water	100 Years
Building improvement	100 Years

Accrued Vacation: Per the Village's policy, full-time permanent employees of the Village other than firefighters in the Fire Department, police officers in the Police Department, and members of the Local 705 Teamsters Union shall be entitled to paid vacations based on the following years of service:

Less than 1 year	Nothing
After 1 year	10 working days
After 8 years	15 working days
After 15 years	20 working days

For each year of service over 15 years, one additional vacation day up to a maximum of 25 working days.

Vacation time must be taken within one year in which the time is earned.

Members of the firefighters and police officers unions and Local 705 Teamsters union are entitled to and receive vacation benefits as stated in the current contracts.

Unavailable Revenue: The Village reports unavailable revenues on its financial statements. Unavailable revenues arise when potential revenue does not meet both the measureable and available criteria for recognition in the current period. Unavailable revenues arise when resources are received by the Village before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Village

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

has a legal claim to the resources, the liability for unavailable revenue is removed from the balance sheet or statement of net position and revenue is recognized.

Net Position and Fund Equity: Net position represents the difference between assets, deferred outflows, deferred inflows and liabilities. Net invested in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition or construction of improvements of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

Fund Balance - The components of fund balance include the following line items:

a) Nonspendable fund balance is inherently nonspendable, such as portions of net resources that cannot be spent because of their form and portions of net resources that cannot be spent because they must be maintained intact.

b) Restricted fund balance is externally enforceable limitations on use, such as limitations imposed by creditors, grantors, contributors, or laws and regulations of other government as well as limitations imposed by law through constitutional provision or enabling legislation. Restricted fund balances reported on the Village's Governmental Funds Balance Sheet mainly include restricted property tax levies, bond proceeds, and grant awards.

c) Committed fund balance has self-imposed limitations set in place prior to the end of the period. The limitations are imposed at the highest level of decision making that requires formal action at the same level to remove. Fund Balance of the Village may be committed for a specific source by passing of a Board Resolution by the Village Council. Amendments or modifications of the committed fund balance must be also by approved by passing of a Board Resolution by the Village Council.

d) Assigned fund balance has limitations resulting from intended use consisting of amounts where the intended use is established by the Village Council designated for that purpose. The intended use is established by an official designated for that purpose. The Village has not designated anyone for this purpose. However, GASB 54 has outlined that fund balance outside of the general fund is to fall in this category if there is not a deficit fund balance for the fund.

e) Unassigned fund balance is the total fund balance in the general fund in excess of nonspendable, restricted, committed, and assigned fund balance. In addition, if there is a deficit balance in another governmental fund, it will be reported as a negative amount in that fund's unassigned classification.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended in the General Fund is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance. In all other funds (Special Revenue, Debt Service, Capital Projects), assigned fund balance will be spent first, followed by committed fund balance, and then restricted fund balance. If there is an expenditure incurred for purposes for which restricted or unrestricted fund position could be used, then the Village will consider restricted fund position to be spent first, then unrestricted fund position.

Proprietary fund equity is classified the same as in the government-wide statements.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fiduciary net position is classified as held in trust for employee's pension benefits on the statement of fiduciary net position. Various donor restrictions apply, including authorizing and spending trust income, and the Village believes it is in compliance with all significant restrictions.

Post-Employment Health Care Benefits: The Village provides health insurance to its retired employees, with over 20 years of service, at their own expense.

Interfund Receivables and Payables: Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" for the current portion of interfund loans or "advances to/from other funds" for the non-current portion of interfund loans. All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the Government-wide financial statements as "internal balances." All receivables are shown net of an allowance for uncollectibles.

Long-Term Debt: In the Government-wide financial statements and in the proprietary funds in the fund financial statements, long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, are amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed at the time of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as expenditures.

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

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

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Firefighters' Pension Plan and additions to/deductions from the Firefighters' Pension Plan's fiduciary net position have been determined on the same basis as they are reported by the Fire Pension Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows/Inflows of Resources: In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Village reports deferred loss on refunding of debt, change in pension assumptions, loss on pension investments, differences between expected and actual experience and contributions subsequent to the measurement date. Changes in pension plan assumptions and differences between expected and actual experience are deferred and amortized over the average of the expected remaining service lives of employees that are provided with benefits through the pension plan. Losses on pension investments are deferred and amortized over five years. Contributions subsequent to the measurement date are recognized in the next year.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Village has an item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Certain amounts related to pensions must be deferred. Differences between expected and actual experience are deferred and amortized over the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan.

Use of Estimates: The preparation of the basic financial statements in conformity with GAAP requires Village's management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the basic financial statements and/or the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates, but the Village believes that the differences will be insignificant.

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS

Village

At year end, the carrying amount of the Village's (excluding the Police and Firefighters' Pension Funds) deposits were $16,984,297. In addition, the Village maintained four petty cash accounts with a carrying value of $2,563. The balances in the bank were $17,116,661.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village's policy requires all fixed income investments to be of investment grade quality or higher at purchase. Also, according to the provisions of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed as to principal and interest by the U.S. government or any agency or instrumentality thereof, or to corporate and municipal issues. All securities shall be of "investment grade" quality (that is, at the time of purchases, rated no lower than "Baa" by Moody's and no lower than "BBB" by Standard & Poor's).

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

The Village Council, at their discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's investment policy requires that all amounts in excess of any insurance limits be collateralized by securities eligible for Village investment or any other high-quality, interest-bearing security rated at least AA/Aa by one or more standard rating service to include Standard & Poor's, Moody's or Fitch. The market value of the pledge securities shall equal or exceed the portion of the deposit requiring collateralization. As of April 30, 2016 the Village bank balances were fully collateralized.

Concentration of Credit Risk – The Village places no limit on the amount it may invest in any one issuer.

The following is a reconciliation between Note 2 and the basic financial statements of the primary government:

Note 2		Financial Statements	
Carrying value of cash and		Statement 1 (Primary Government)	
cash equivalents	$ 16,984,297	Cash and investments	$ 16,986,860
Petty cash	2,563	Total financial statements	$ 16,986,860
Total notes	$ 16,986,860		

Police Pension Fund

At year end, the Police Pension Fund's carrying amount of cash was $2,348,917, while the bank balances were $2,349,921. As of April 30, 2016, $2,278,452 of the bank balance was collateralized with securities of the U.S. government held in the Police Pension Fund's name by a financial institution acting as the fund's agent, with $71,469 exposed to custodial credit risk because it was uninsured.

The Police Pension Fund is authorized to invest in Illinois Funds Money Market deposits, deeply discounted federal securities (strips, etc.), certificates of deposit, guaranteed investment contracts, and stocks and mutual funds.

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Police Pension Fund's investments at April 30, 2016:

		Investment Maturities			
	Fair Value	Less Than One Year	One to Five Years	Six to Ten Years	Greater Than Ten Years
GNMA	$ 2,715,127	$ 13	$ 700	$ 2,521	$ 2,711,893
FHLMC	4,176,231	-	-	-	4,176,231
FNMA	2,720,662	-	-	-	2,720,662
Mutual funds	3,356,515	3,356,515	-	-	-
Insurance contracts	5,617,224	5,617,224	-	-	-
Total investments	$ 18,585,758	$ 8,973,751	$ 700	$ 2,521	$ 9,608,786

(Continued)

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Police Pension Fund does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Police Pension Fund's policy requires all fixed income investments to be of investment grade quality or higher at purchase. Also, according to the provisions of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed as to principal and interest by the U.S. government or any agency or instrumentality thereof, or to corporate and municipal issues. All securities shall be of "investment grade" quality (that is, at the time of purchases, rated no lower than "Baa" by Moody's and no lower than "BBB" by Standard & Poor's). The Police Pension Board, at their discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate. One of the U.S. Treasury Department's objectives for conservatorships is to protect bondholders. As such, declines in fair value below cost for investments in Freddie Mac and Fannie Mae bonds (that is, debt securities) may be treated as temporary. At year end the Pension Fund's intent is to hold the bonds until they recover.

Credit ratings for the Police Pension Fund's investments in debt securities at April 30, 2016 (excluding investments explicitly guaranteed by the U.S. Government and investments in mutual funds, which are not considered to have credit risk) were as follows:

Disclosure Ratings for Debt Securities (S&P/Moody's)
(As a percentage of total fair value for debt securities)

Investment Type	AA/Aaa
Federal Home Loan Mortgage Corporation	100%
Federal National Mortgage Association	100%
Insurance Contracts	N/R

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Police Pension Fund's investment policy requires that all amounts in excess of any insurance limits be collateralized by securities eligible for Village investment or any other high-quality, interest-bearing security rated at least AAA/Aaa by one or more standard rating service to include Standard & Poor's, Moody's, or Fitch. The market value of the pledge securities shall equal or exceed the portion of the deposit requiring collateralization. The Police Pension Fund was fully collateralized as of April 30, 2016.

Concentration of Credit Risk – The Village places no limit on the amount the Police Pension Fund may invest in any one issuer. More than 5% of the Police Pension Fund's investments are in invested in FHLMC, 22.47%, FNMA, 14.64%, GNMA, 14.61%, Jackson National Life Insurance Contracts, 12.33%, Lincoln Benefit Life Insurance Contracts, 7.02%, and AIG Insurance Co. Insurance Contracts, 9.03%.

Firefighters' Pension Fund

At year end, the Firefighters' Pension Fund's carrying amount of demand deposits and certificates of deposit was $897,427 and $503,455 respectively, while the bank balances were $897,427, and $503,455 respectively. As of April 30, 2016, $897,427 and $503,455 of the bank balances were collateralized, although the Firefighters' Pension Fund's investment Policy does not require pledging of collateral for all

(Continued)

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the fund's deposits with financial institutions.

The Firefighters' Pension Fund is authorized to invest in Illinois Funds Money Market deposits, deeply discounted federal securities (strips, etc.), certificates of deposit, guaranteed investment contracts, and stocks and mutual funds.

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Firefighters' Pension Fund's investments at April 30, 2016.

		Investment Maturities			
	Fair Value	Less Than One Year	One to Five Years	Six to Ten Years	Greater Than Ten Years
Certificates of Deposit	$ 503,455	$ 503,455	$ -	$ -	$ -
Corporate Bonds	1,476,997	-	844,097	632,899	-
Treasury Securities	2,647,559	349,927	1,003,097	1,294,535	-
Equity Mutual Funds	8,774,049	8,774,049	-	-	-
Total investments	$ 13,402,060	$ 9,627,431	$ 1,847,194	$ 1,927,435	$ -

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the Firefighters' Pension Fund's investment policy, the fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities; additionally the fixed income portfolio is structured allowing for duration between three and eight years.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Firefighters' Pension Fund's investment policy establishes criteria for allowable investments; those criteria follow the requirements the Illinois Pension Code. The Firefighters' Pension Fund's investment policy also prescribes "that investments be made in a prudent manner. That is, with the same care, skill, prudence, and diligence under the circumstances then prevailing that a prudent person would use considering the primary objective of preserving one's capital."

Credit ratings for the Firefighters' Pension Fund's investments in debt securities at April 30, 2016 (excluding investments explicitly guaranteed by the U.S. Government and investments in mutual funds, which are not considered to have credit risk) were as follows:

Disclosure Ratings for Debt Securities (S&P/Moody's)
(As a percentage of total fair value for debt securities)

Investment Type	A/A	NR/AAA	BBB/BAA
Corporate Bonds	42%	0%	58%
Treasury Securities	0%	100%	0%

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

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Concentration of Credit Risk – This is the risk of loss attributed to the magnitude of the Firefighters' Pension Fund's investment in a single issuer. The Fund does not have a formal written policy with regards to concentration of credit risk for investments. At April 30, 2016, the Firefighters' Fund has over 5% of plan net position invested in S&P 500 Index Fund, 30.46%, Artisan International Value Fund, 12.06%, and Thornburg International Value Fund, 5.55%.

The Fund's investment policy has a stated target that 55 to 75 percent of its portfolio be in fixed income securities, 35 to 45 percent target in equities with the remaining 2 to 10 percent cash and equivalents.

The following is a reconciliation between the Note 2 and the basic financial statements of the fiduciary funds:

Note 2		Financial Statements	
Carrying value of cash and cash equivalents (police $2,348,917 fire $897,427)	$ 3,246,344	Statement 10 Cash and cash equivalents	$ 3,246,344
Carrying value of investments (police $18,585,759, fire $13,402,060)	31,987,819	Investments	31,987,819
Total notes	$ 35,234,163	Total financial statements	$ 35,234,163

NOTE 3 - PROPERTY TAX REVENUE RECOGNITION

Property taxes for 2015 are attached as an enforceable lien on January 1, 2015 on property values assessed as of the same date. Taxes are levied by December of the subsequent year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1 and August 1 and are payable in two installments on or about March 1 and September 1. The County collects such taxes and remits them to the Village periodically. The Village receives the majority of its real estate taxes in March and October. The property tax revenue in the financial statements represents approximately one-half of the 2014 and one-half of the 2015 property tax levies.

Property taxes for the current 2015 tax levy are received in two installments in March 2016 and August 2016.

Property taxes receivable, constituting primarily the second installment due in August 2016, is recorded as unavailable revenue since the Village budgets for these revenues to be used to finance the operations of fiscal year 2017.

In the final tax extension, the County Clerk provides for an allowance for loss and cost of 3% for all tax levying funds except debt service, which has a 5% factor. All uncollected taxes over six years old are written off. An allowance for uncollectible taxes is established for all uncollected taxes over two years old. The receivable for uncollected taxes from the current levy is offset by a liability for unavailable revenue property taxes.

The Public Library (Library) receives its own distribution of real estate taxes directly from the Cook County Collector to the Library's own money market account.

NOTE 4 - CAPITAL ASSETS

A summary of changes in the Village's capital assets for the period from May 1, 2015 through April 30, 2016 follows:

	Balance at Beginning of Year	Additions	Deletions	Balance at End of Year
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 5,365,407	$ -	$ -	$ 5,365,407
Construction in Progress	-	1,563,983	-	1,563,983
Total capital assets not being depreciated, net	5,365,407	1,563,983	-	6,929,390
Capital assets being depreciated:				
Infrastructure	40,779,658	974,773	912,737	40,841,694
Building and improvements	4,942,977	-	-	4,942,977
Fixtures and equipment	5,210,774	45,549	20,497	5,235,826
Subtotal	50,933,409	1,020,322	933,234	51,020,497
Accumulated depreciation				
Infrastructure	(21,170,326)	(1,176,549)	(786,311)	(21,560,564)
Building and improvements	(2,134,102)	(49,806)	-	(2,183,908)
Fixtures and equipment	(3,623,946)	(254,722)	(20,497)	(3,858,171)
Total accumulated depreciation	(26,928,374)	(1,481,077)	(806,808)	(27,602,643)
Total capital assets being depreciated, net	24,005,035	(460,755)	126,426	23,417,854
Governmental activities, net	$ 29,370,442	$ 1,103,228	$ 126,426	$ 30,347,244

	Balance at Beginning of Year	Additions	Deletions	Balance at End of Year
Business-type activities:				
Capital assets not being depreciated:				
Construction in Progress	$ -	$ 261,900	$ -	$ 261,900
Capital assets being depreciated:				
Building and improvements	681,887	-	-	681,887
Fixtures and equipment	257,262	-	-	257,262
Infrastructure	10,539,218	673,253	13,329	11,199,142
Subtotal	11,478,367	673,253	13,329	12,138,291
Accumulated depreciation				
Building and improvements	(278,445)	(7,766)	-	(286,211)
Fixtures and equipment	(170,258)	(11,560)	-	(181,818)
Infrastructure	(2,346,781)	(136,899)	(13,307)	(2,470,373)
Total accumulated depreciation	(2,795,484)	(156,225)	(13,307)	(2,938,402)
Total capital assets being depreciated, net	8,682,883	517,028	22	9,199,889
Business-type activities, net	$ 8,682,883	$ 778,928	$ 22	$ 9,461,789

(Continued)

NOTE 4 - CAPITAL ASSETS (Continued)

Depreciation expense of $1,481,077 and $156,225 for the Village's governmental and business-type activities, respectively, was charged to the following functions:

Governmental Activities	Amount
General government	$ 77,445
Health and public safety	15,813
Public works	1,242,298
Police protection	61,720
Fire protection	83,801
Total depreciation expense	$ 1,481,077

Business-Type Activities	Amount
Water	$ 156,225
Total depreciation expense	$ 156,225

NOTE 5 - LONG-TERM DEBT

The following is a summary of changes in long-term obligation transactions of the Village for the year ended April 30, 2016:

	Balance Beginning of Year	Additions	Deletions	Balance End of Year	Principal Due Within One Year
GOVERNMENTAL ACTIVITIES					
Bonds:					
G.O. TIF Refunding Bonds, 2002	$ 980,000	$ -	$ 480,000	$ 500,000	$ 500,000
G.O. Alternative Revenue Refunding, 2012	6,650,000	-	535,000	6,115,000	550,000
Premium on Bonds	258,859	-	19,752	239,107	-
Total Bonds	7,888,859	-	1,034,752	6,854,107	1,050,000
G.O. Debt Certificates Series 2011	1,853,964		248,036	1,605,928	252,240
Loans Payable	1,433,949	-	211,843	1,222,106	205,071
Net Pension Liability - Police Pension*	18,468,754	14,296,447	-	32,765,201	-
Net Pension Liability - Fire Pension*	14,263,192	7,030,120	-	21,293,312	-
Net Pension (Asset) Liability - IMRF*	(114,013)	1,329,398	-	1,215,385	-
Other Post Employment Benefits	455,815	91,542	-	547,357	-
Compensated Absences	715,755	674,018	667,803	721,970	666,903
Total Governmental Long-Term Debt	$ 44,966,275	$ 23,421,525	$ 2,162,434	$ 66,225,366	$ 2,174,214
BUSINESS-TYPE ACTIVITIES					
G.O. Debt Certificates Series 2011	$ 351,036	$ -	$ 46,964	$ 304,072	$ 47,760
Loan Payable	2,706,810	-	308,807	2,398,003	317,021
Compensated Absences	16,079	10,523	12,690	13,912	11,753
Total Business-type Long-Term Debt	$ 3,073,925	$ 10,523	$ 368,461	$ 2,715,987	$ 376,534

*Beginning Balance restated due to implementation of GASB Statement No. 68

(Continued)

NOTE 5 - LONG-TERM DEBT (Continued)

Components of Long-Term Obligations: Long-term obligations of the governmental long-term debt at April 30, 2016 consist of the following individual issues:

General Obligation Tax Increment Refunding Bonds $5,765,000 Series 2002 issue dated May 1, 2002, interest payable each June 1 and December 1, matures serially starting December 1, 2002 through December 1, 2016, with interest ranging from 3.00% to 4.85%. The principal and interest are payable from the 2002 Bond Fund.

General Obligation Debt Certificates Series 2011 $3,055,000 principal to current refund the General Obligation Debt Certificates Series 2001, due in annual installments, interest payable each May 1 and November 1, matures serially through November 1, 2021, with interest ranging from 2% to 3%. The principal is payable from the General Fund and Water Fund (Enterprise Fund). The amount outstanding of the defeased bonds are $0.

General Obligation Refunding Bonds Series 2012 $6,745,000 principal to current refund the General Obligation Bonds series 2005, due in annual installments, interest payable each June 1 and December 1, matures serially through December 1, 2025, with interest ranging from 2% to 3%. The amount outstanding of the defeased bonds are $5,745,000.

Loan Payable $28,398 principal is for the purchase of a Chevy Tahoe truck, due in installments of $529, principal and interest payable monthly, with an interest rate of 4.50%. Final maturity is on September 15, 2016. The principal is payable from the General Fund.

Loan Payable $26,906 principal is for the purchase of a Ford pickup truck, due in installments of $501, principal and interest payable monthly, with an interest rate of 4.50%. Final maturity is on March 1, 2017. The principal is payable from the General Fund.

Loan Payable $28,500 principal is for the purchase of a Chevy truck, due in installments of $531, principal and interest payable monthly, with an interest rate of 4.50%. Final maturity is on October 15, 2016. The principal is payable from the General Fund.

Loan Payable $41,446 principal is for the purchase of two Ford Escape vehicles, due in installments of $773, principal and interest payable monthly, with an interest rate of 4.50%. Final maturity is on January 25, 2017. The principal is payable from the General Fund.

Loan Payable $153,346 principal is for the purchase of an International truck, due in installments of $2,857, principal and interest payable monthly, with an interest rate of 4.50%. Final maturity is on March 25, 2017. The principal is payable from the General Fund.

Loan Payable $1,303,292 principal is for the purchase of street lights, formerly due May 15, 2013 with an interest rate of 3.25% was refinanced into a $1,291,407 loan, due in installments of $76,148, principal and interest payable semiannually, with an interest rate of 3.25%. Final maturity is on March 30, 2024. The principal is payable from the General Fund.

Loan Payable of $151,444 principal is for the purchase of two 2014 Ford Transit Connect Wagons and four 2015 Ford Explorers, due in installments of $3,798, principal and interest payable monthly, with an interest rate of 2.92%. Final maturity is on November 10, 2018. The principal is payable from the General Fund.

(Continued)

NOTE 5 - LONG-TERM DEBT (Continued)

Debt Service Requirements to Maturity

A schedule of all future principal and interest obligations for the Village's general obligation bonds and debt certificates is as follows:

Year Ending	GO TIF Refunding Bonds 2002	
April 30,	Principal	Interest
2017	$ 500,000	$ 24,250
Totals	$ 500,000	$ 24,250

Year Ending	Debt Certificates 2011 *		GO Refunding Bonds 2012	
April 30,	Principal	Interest	Principal	Interest
2017	$ 300,000	$ 49,675	$ 550,000	$ 167,750
2018	305,000	43,675	555,000	155,750
2019	315,000	37,575	565,000	144,650
2020	320,000	29,700	580,000	133,350
2021	330,000	20,100	600,000	115,950
2022-2026	340,000	10,200	3,265,000	299,550
Totals	$ 1,910,000	$ 190,925	$ 6,115,000	$ 1,017,000

*The repayment schedule for the Debt Certificates is for both governmental and business-type activities.

A schedule of future principal and interest for equipment loans of the Village is as follows:

Year Ending	2012 International Truck		2010 Chevy Tahoe		Ford Pickup Truck	
April 30,	Principal	Interest	Principal	Interest	Principal	Interest
2017	$ 28,084	$ 584	$ 2,097	$ 20	$ 4,428	$ 83
Totals	$ 28,084	$ 584	$ 2,097	$ 20	$ 4,428	$ 83

Year Ending	2007 Chevy Truck		Two Ford Escapes	
April 30,	Principal	Interest	Principal	Interest
2017	$ 2,103	$ 20	$ 6,825	$ 137
Totals	$ 2,103	$ 20	$ 6,825	$ 137

Year Ending	Six Ford Vehicles		LED Lights		Total Loans Payable	
April 30,	Principal	Interest	Principal	Interest	Principal	Interest
2017	$ 42,842	$ 2,733	$ 118,692	$ 33,605	$ 205,071	$ 37,182
2018	44,104	1,471	122,509	29,788	166,613	31,259
2019	26,328	257	126,523	25,774	152,851	26,031
2020	-	-	130,626	21,671	130,626	21,671
2021			134,986	17,311	134,986	17,311
2022-2024	-	-	431,959	24,933	431,959	24,933
Totals	$ 113,274	$ 4,461	$ 1,065,295	$ 153,082	$ 1,222,106	$ 158,387

NOTE 5 - LONG-TERM DEBT (Continued)

Legal Debt Margin: Villages under Illinois law are subject to a debt limit since they are not home-rule units. Currently, the total outstanding debt of non-referendum bonding of Illinois villages is 8.625% of their assessed valuations. The Village at April 30, 2016 satisfies this requirement as follows:

Assessed valuation for 2015		$ 289,084,967
At maximum outstanding debt rate		8.625%
Maximum debt		24,933,578
Legal debt outstanding at April 30, 2016		
Series 2002	$ 500,000	
Series 2011	1,910,000	
Series 2012	6,115,000	
Legal debt outstanding at April 30, 2016		8,525,000
Remaining Legal Debt Margin		$ 16,408,578

Business-Type Long-Term Debt: I.E.P.A. Loans issued June 13, 2002, and February 1, 2005 principal and interest payable each October 29 and April 29, matures serially starting October 29, 2003 through April 29, 2023, with an interest rate of 2.675%. The Village has been approved to borrow a total of $8,076,363. The principal and interest are payable from the Water Fund. A schedule of all future debt obligations follows:

EPA Loan Schedule Year Ending April 30,	Principal	Interest
2017	$ 317,021	$ 62,393
2018	315,662	63,753
2019	334,431	44,983
2020	343,437	35,978
2021	352,686	26,729
2022-2023	734,766	24,710
Totals	$ 2,398,003	$ 258,546

NOTE 6 - INTERFUND ACTIVITY

The following interfund balances existed as of April 30, 2016:

	Due From	Due To
Major Governmental Fund - General Fund	$ 904,194	$ -
Major Governmental Fund - Roosevelt / Hannah TIF Fund	56,404	-
Major Governmental Fund - Harlem / Harrison TIF Fund	-	66,529
Major Governmental Fund - Forest Park Mall TIF	-	190,708
Major Governmental Fund - IMRF	-	526,066
Nonmajor Governmental Funds	36,694	213,989
Total Interfunds	$ 997,292	$ 997,292

All interfund balances are temporary balances resulting mainly from funds being loaned by the General Fund for expenditures.

(Continued)

NOTE 6 - INTERFUND ACTIVITY (Continued)

The following transfers occurred during fiscal year 2016:

	Transfer In	Transfer Out
Major Governmental Fund - General Fund	$ 1,227,771	$ -
Major Governmental Fund - 2002 Bond Fund	686,252	-
Major Governmental Fund - VIP Program Fund	268,735	-
Nonmajor Governmental Funds	-	1,282,758
Major Enterprise Fund - Water Fund	-	900,000
Total Transfers	$ 2,182,758	$ 2,182,758

The transfers represent both routine and non-routine items. Generally, routine transfers occur to meet the operating purposes of another fund, such as the transfers by the Water of $900,000, to the General Fund for unallocated operating and overhead expenses. Other routine transfers occur to reimburse the General Fund for road repair and maintenance expenditures covered by the Motor Fuel Tax and expenditures on behalf of TIF districts and debt service funds. Transfers to/from other funds offset one another and are therefore not reported in the Government-wide statement of activities.

NOTE 7 - DEFINED BENEFIT PENSION PLANS

ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)

Plan Description - The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

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

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

(Continued)

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

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

- 3% of the original pension amount, or
- ½ of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms: As of December 31, 2015 the following employees were covered by the benefit terms:

Inactive Plan Members or Beneficiaries Currently Receiving Benefits	187
Active Plan Members – Village	61
Active Plan Members – Library	17
Total	265

Contributions: As set by statute, the Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village and Library's annual required contribution rate for calendar year 2015 were 9.70% and 9.66%, respectively. For the fiscal year ended April 30, 2016, the Village contributed $294,722 and the Library contributed $69,954 to the plan. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability: The Village's net pension liability for IMRF was measured as of December 31, 2015. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial assumptions: The total pension liability in the December 31, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.75%
Salary Increases	3.75% to 14.50%
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

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

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2015 Illinois Municipal Retirement Fund annual actuarial valuation. There were no benefit changes during the year.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	38.00%	7.39%
International Equity	17.00%	7.59%
Fixed Income	27.00%	3.00%
Real Estate	8.00%	6.00%
Alternative Investments	9.00%	2.75%-8.15%
Cash Equivalents	1.00%	2.25%
	100.00%	

Discount rate: A single discount rate of 7.49% was used to measure the total pension liability. The projection of cash flow used to determine this single discount rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The single discount rates reflects:

(1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits and

2) the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

Based on those assumptions, the fiduciary net position was projected to not 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 blended with the AA rated general obligation bond index at December 31, 2015 to arrive at the discount rates used to determine the total pension liability. For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.57%, and the resulting single discount rate is 7.49%. The last year the plan is expected to be fully funded is December 31, 2092.

Changes in the Net Pension Liability for the IMRF plan - Village

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension (Asset)/Liability (a) - (b)
Balances at 12/31/14	$ 17,315,899	$ 17,429,912	$ (114,013)
Changes for the year:			
Service Cost	344,786	-	344,786
Interest	1,284,032	-	1,284,032
Actuarial Experience	(33,445)	-	(33,445)
Assumption Changes	22,660	-	22,660
Contributions - Employer	-	298,165	(298,165)
Contributions - Employee	-	138,897	(138,897)
Net Investment Income	-	86,403	(86,403)
Benefit payments, including refunds	(735,739)	(735,739)	-
Other (net Transfer)	-	(234,830)	234,830
Net Changes	882,294	(447,104)	1,329,398
Balances at 12/31/15	$ 18,198,193	$ 16,982,808	$ 1,215,385

Changes in the Net Pension Liability for the IMRF plan - Component Unit - Library

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension (Asset)/Liability (a) - (b)
Balances at 12/31/14	$ 4,269,615	$ 4,297,727	$ (28,112)
Changes for the year:			
Service Cost	85,015	-	85,015
Interest	316,606	-	316,606
Actuarial Experience	(8,248)	-	(8,248)
Assumption Changes	5,587	-	5,587
Contributions - Employer	-	73,519	(73,519)
Contributions - Employee	-	34,248	(34,248)
Net Investment Income	-	21,304	(21,304)
Benefit payments, including refunds	(181,412)	(181,412)	-
Other (net Transfer)	-	(57,903)	57,903
Net Changes	217,548	(110,244)	327,792
Balances at 12/31/15	$ 4,487,163	$ 4,187,483	$ 299,680

(Continued)

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the Village, calculated using the discount rate of 7.49%, as well as what the Village's net pension liability for IMRF plan would be if it were calculated using a discount rate that is 1-percentage-point lower (6.49%) or 1-percentage-point higher (8.49%) than the current rate:

IMRF Plan	1% Decrease 6.49%	Current Discount Rate 7.49%	1% Increase 8.49%
Village's Net Pension (Asset)/Liability	$ 3,685,102	$ 1,215,385	$ (785,903)
Component Unit - Library's Net Pension (Asset)/Liability	$ 908,643	$ 299,680	$ (193,781)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the year ended April 30, 2016 the Village recognized pension expense of $674,415 and the Library recognized $166,292 for the IMRF plan. At April 30, 2016, the City reported deferred inflows or resources and deferred outflows or resources related to pensions from the following sources:

	Village		Component Unit - Library	
Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods				
Differences between expected and actual experience	$ -	$ 23,318	$ -	$ 5,750
Changes of assumptions	15,799	-	3,895	-
Net difference between projected and actual earnings on pension plan investments	960,667	-	236,874	-
Total Deferred Amounts to be recognized in pension expense in future periods	976,466	23,318	240,769	5,750
Pension Contributions made subsequent to the Measurement Date	99,189	-	21,517	-
Total Deferred Amounts Related to Pensions	$ 1,075,655	$ 23,318	$ 262,286	$ 5,750

$99,189 and $21,517 reported as deferred outflows of resources related to pensions resulting from Village and Library contributions subsequent to the measurement date, respectively, will be recognized as a reduction of net pension liability in the reporting year ended April 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending April 30	Village Net Deferred Outflows of Resources	Component Unit - Library Net Deferred Outflows of Resources
2017	236,900	58,413
2018	236,900	58,413
2019	239,180	58,975
2020	240,168	59,218
Total	$ 953,148	$ 235,019

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

POLICE PENSION

Plan Description: Police sworn personnel are covered by the Police Pension Fund plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois Compiled Statutes (40 ILCS 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. There is no separate, audited GAAP-basis Police Pension Plan report available.

At April 30, 2016, the Police Pension Fund plan membership consisted of:

Inactive employees or beneficiaries currently receiving benefits	33
Inactive employees entitled to but not yet receiving benefits	1
Active Employees	38
Total	72

The following is a summary of the Police Pension Fund plan as provided for in Illinois Compiled Statutes.

Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit of 2.5% of final salary for each year of service.

The monthly pension of a police officer who retires with 20 or more years of service after January 1, 1977, shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% simple interest annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes shall not exceed $106,800 however, that amount shall increase annually by the lesser of ½ of the annual change in the Consumer Price Index or 3.0% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.0% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e. ½% for each month under 55).

The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.0% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions: Covered employees are required to contribute 9.91% of their base salary to the Police Pension Fund plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee-contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Administrative costs are financed through investment earnings. Employer contributions for fiscal year 2016 were $860,422. According to the State Statute, effective January 1, 2011,

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

the Village has until the year 2040 to fund 90% of the past service costs for the Police Pension Plan. Schedules of funding progress and employer contributions are presented in the RSI. For the year ended April 30, 2016, the Village's contribution was 25.45% of covered payroll. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate.

Basis of Accounting - The accrual basis of accounting is utilized by pension trust funds. Under this method, additions to net plan assets are recorded when earned and deductions from net plan assets are recorded when the time related liabilities are incurred. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments - Fixed-income securities are reported at fair market value. Short-term investments are reported a cost which approximates market value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value. Gains and losses of investments represent the increase (decrease) of cost over market value.

Net Pension Liability: The City's net pension liability for the Police Pension plan was measured as of April 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial assumptions: The total pension liability in the April 30, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Assumptions (Economic)	
Actuarial cost method	Entry Age Normal - Percentage of Pay
Asset valuation method	Five-year linear smoothing
Compensation increase	0-2 years, 8.00%; 3+ years, 4.00%
Projected increase in total payroll	4.00%
Inflation	2.50%
Investment rate of return	6.00%
Cost of Living Increases	1.25% per annual simple increase for Tier II
Compensation Limit Increase	2.50% per annum increase for benefits for Tier II
Adminstrative Expenses	$43,000, assumed to increase at the inflation rate in future years

Mortality rates were based on the RP-2014 Blue Collar Mortality Table Adjusted to 2006 for healthy participants and RP-2014 Disabled Retiree Mortality Table Adjusted to 2006 for disabled retirees.

Assumption changes: The discount rate assumption was changed from 7.50% to 6.00%. The compensation increase assumption was changed from 5.00% to 8.00% and 4.00% for employees with 0-2 and 3 plus years of service, respectively. Inflation was changed from 3.00% to 2.50%. The mortality table assumptions were changed from RP-2000 to RP-2014. The cost of living increase assumption for Tier II participants changed from 2.00% to 1.25%. The assumed administrative expenses payable from the Fund was introduced and set as $43,000. The projected increase in total payroll assumption was changed from 5.00% to 4.00%.

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

Expected return on pension plan investments: The long-term expected rate of return on the Fund's investments has been selected as the best estimate of future investment return experience over the life of the Fund (from a participant's hire through the satisfaction of all benefit payments to the participants). The assumption was determined using a building-block approach based upon best-estimate ranges of expected future rates of return developed for each significant asset class. These ranges 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. The expected rate of return provided represent geometric averages. The expected rate of return and target allocation for each significant asset class has been provided by the professional investment advisor for the Fund and are summarized below:

Asset Class	Target Allocation	Long-Term Expected Real Return
Domestic Equity	36.00%	5.37%
International Equity	4.00%	4.88%
Fixed Income	44.00%	1.95%
Cash	16.00%	-2.41%
	100.00%	

Municipal bond rate: The municipal bond rate assumption of 3.32% has been selected using available economic data as of the measurement date. Specifically, the assumption was based upon the Bond Buyer 20-Bond Index as of the measurement date. The 20-Bond Index consists of 20 general obligation bonds that mature in 20 years. The average credit rating of the 20 bonds is rough equivalent to Aa2 (Moody's Investors Service) and AA (Standard & Poor). As identified by Bond Buyer, the index represents a theoretical yield and not an actual price or yield quotation.

Discount rate: The discount rate of 6.00% is a combination of the long-term expected rate of return and the municipal bond rate. For each future year, the fiduciary net position of the Fund is determined by accounting for all projected future cash flows into and out of the Fund. Projected contributions into the Fund reflect current employee contribution rates (which are assumed to be unchanged) and expected employer contributions (based upon projected actuarially determined contributions under the funding contribution policy and actual historical and expected contribution patterns for the employer). To the extent the fiduciary net position of the Fund is sufficient to provide for the projected benefit payments in a given future year, the benefit payments are discounted using the long-term expected rate of return. If the fiduciary net position of the Fund is not sufficient to provide for the projected benefit payments in a given future year, the benefit payments are discounted using the municipal bond rate. The discount rate assumption is the single equivalent discount rate which would result in the same discounted value of future benefit payments determined pursuant to the description above. Because the Fund's projected fiduciary net position is always projected to be sufficient to cover the projected benefit payment of the Fund, the discount rate is equal to the long-term expected rate of return.

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

Changes in the Net Pension Liability for the Police Pension plan

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 5/1/15	$ 39,518,404	$ 21,049,650	$ 18,468,754
Changes for the year:			
Service Cost	722,375	-	722,375
Interest	2,899,286	-	2,899,286
Actuarial Experience	(294,336)	-	(294,336)
Assumption Changes	12,588,119	-	12,588,119
Contributions - Employer	-	860,422	(860,422)
Contributions - Employee	-	319,101	(319,101)
Net Investment Income	-	478,339	(478,339)
Benefit payments, including refunds	(1,722,513)	(1,722,513)	-
Administrative Expense	-	(38,865)	38,865
Net Changes	14,192,931	(103,516)	14,296,447
Balances at 4/30/16	$ 53,711,335	$ 20,946,134	$ 32,765,201

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the Village, calculated using the discount rate of 6.00%, as well as what the Village's net pension liability for Police Pension plan would be if it were calculated using a discount rate that is 1-percentage-point lower (5.00%) or 1-percentage-point higher (7.00%) than the current rate:

	1% Decrease 5.00%	Current Discount Rate	1% Increase 7.00%
Police Net Pension Liability	$ 41,943,897	$ 32,765,201	$ 25,466,691

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the year ended April 30, 2016 the Village recognized pension expense of $4,458,991 for the Police Pension plan. At April 30, 2016, the Village reported deferred inflows or resources and deferred outflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ -	$ 235,469
Changes of Assumptions	10,070,495	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	862,852	-
Total	$ 10,933,347	$ 235,469

(Continued)

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

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

Year ended April 30:	
2017	$ 2,674,470
2018	2,674,470
2019	2,674,470
2020	2,674,468
Total	$ 10,697,878

Rate of Return: For the year ended April 30, 2016, the annual money-weighted rate of return on Police pension plan investments, net of pension plan investment expense, was 2.29 percent. The money weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

FIRE PENSION

Plan Description: Firefighter sworn personnel are covered by the Firefighters' Pension Fund plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are mandated by Illinois Compiled Statutes (40 ILCS 5/4) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. There is a separate, audited GAAP-basis Firefighters' Pension Plan report available that can be obtained by contacting Village Hall.

At April 30, 2016, the Firefighters' Pension Fund plan membership consisted of:

Inactive employees or beneficiaries currently receiving benefits	31
Inactive employees entitled to but not yet receiving benefits	0
Active Employees	23
Total	54

The following is a summary of the Firefighters' Pension Fund plan as provided for in Illinois State Statutes.

Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit.

The monthly benefit of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.0% of the original pension and 3.0% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at $106,800 plus the lesser of ½

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

of the annual change in the Consumer Price Index or 3.0% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.0% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e. ½% for each month under 55).

The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.0% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions: Covered employees are required to contribute 9.455% of their salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without interest. The Village is required to contribute the remaining amounts (not less than 9 1/4%) necessary to finance the plan as actuarially determined by an enrolled actuary. Administrative costs are financed through investment earnings. Employer contributions for 2016 were $683,363. According to the State Statute, effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service costs for the Firefighters' Pension Plan. For the year ended April 30, 2016, the Village's contribution was 32.40% of covered payroll. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate.

Basis of Accounting: The accrual basis of accounting is utilized by pension trust funds. Under this method, additions to net plan assets are recorded when earned and deductions from net plan assets are recorded when the time related liabilities are incurred. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments: Fixed-income securities are reported at fair market values. Short-term investments are reported at cost which approximates market value. Investment income is recognized when earned. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value. Gains and losses of investments represent the increase (decrease) of cost over market value.

Net Pension Liability: The Village's net pension liability for the Firefighters' Pension plan was measured as of April 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial assumptions: The total pension liability in the April 30, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

(Continued)

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

Actuarial Assumptions (Economic)	
Actuarial cost method	Entry Age Normal - Percentage of Pay
Asset valuation method	Five-year linear smoothing
Compensation increase	0-2 years, 8.00%; 3+ years, 4.00%
Projected increase in total payroll	4.00%
Inflation	2.50%
Investment rate of return	7.00%
Cost of Living Increases	1.25% per annual simple increase for Tier II
Compensation Limit Increase	2.50% per annum increase for benefits for Tier II
Adminstrative Expenses	$32,000, assumed to increase at the inflation rate in future years

Mortality rates were based on the RP-2014 Blue Collar Mortality Table Adjusted to 2006 for healthy participants and RP-2014 Disabled Retiree Mortality Table Adjusted to 2006 for disabled retirees.

Assumption changes: The discount rate assumption was changed from 7.50% to 7.00%. The compensation increase assumption was changed from 5.00% to 8.00% and 4.00% for employees with 0-2 and 3 plus years of service, respectively. Inflation was changed from 3.00% to 2.50%. The mortality table assumptions were changed from RP-2000 to RP-2014. The cost of living increase assumption for Tier II participants changed from 2.00% to 1.25%. The assumed administrative expenses payable from the Fund was introduced and set as $32,000. The projected increase in total payroll assumption was changed from 5.00% to 4.00%.

Expected return on pension plan investments: The long-term expected rate of return on the Fund's investments has been selected as the best estimate of future investment return experience over the life of the Fund (from a participant's hire through the satisfaction of all benefit payments to the participants). The assumption was determined using a building-block approach based upon best-estimate ranges of expected future rates of return developed for each significant asset class. These ranges 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. The expected rate of return provided represent geometric averages. The expected rate of return and target allocation for each significant asset class has been provided by the professional investment advisor for the Fund and are summarized below:

Asset Class	Target Allocation	Long-Term Expected Real Return
U.S. Large Cap Equity	27.00%	6.55%
U.S. Mid Cap Equity	3.00%	7.04%
U.S. Small Cap Equity	3.00%	7.53%
International Equity	16.00%	5.96%
Emerging Markets Equity	8.00%	6.94%
Real Estate Investment Trust	3.00%	5.57%
Fixed Income	38.00%	2.54%
Cash	2.00%	0.98%
Total	100.00%	

Municipal bond rate: The municipal bond rate assumption of 3.32% has been selected using available economic data as of the measurement date. Specifically, the assumption was based upon the Bond Buyer 20-Bond Index as of the measurement date. The 20-Bond Index consists of 20 general obligation bonds that mature in 20 years. The average credit rating of the 20 bonds is rough equivalent to Aa2 (Moody's Investors Service) and AA (Standard & Poor). As identified by Bond Buyer, the index represents a theoretical yield and not an actual price or yield quotation.

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

Discount rate: The discount rate of 7.00% is a combination of the long-term expected rate of return and the municipal bond rate. For each future year, the fiduciary net position of the Fund is determined by accounting for all projected future cash flows into and out of the Fund. Projected contributions into the Fund reflect current employee contribution rates (which are assumed to be unchanged) and expected employer contributions (based upon projected actuarially determined contributions under the funding contribution policy and actual historical and expected contribution patterns for the employer). To the extent the fiduciary net position of the Fund is sufficient to provide for the projected benefit payments in a given future year, the benefit payments are discounted using the long-term expected rate of return. If the fiduciary net position of the Fund is not sufficient to provide for the projected benefit payments in a given future year, the benefit payments are discounted using the municipal bond rate. The discount rate assumption is the single equivalent discount rate which would result in the same discounted value of future benefit payments determined pursuant to the description above. Because the Fund's projected fiduciary net position is always projected to be sufficient to cover the projected benefit payment of the Fund, the discount rate is equal to the long-term expected rate of return.

Changes in the Net Pension Liability for the Firefighters' Pension plan

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 5/1/15	$ 29,597,398	$ 15,334,206	$ 14,263,192
Changes for the year:			
Service Cost	522,439	-	522,439
Interest	2,159,539	-	2,159,539
Actuarial Experience	794,650	-	794,650
Assumption Changes	4,148,272	-	4,148,272
Contributions - Employer	-	683,363	(683,363)
Contributions - Employee	-	198,332	(198,332)
Net Investment Income	-	(260,226)	260,226
Benefit payments, including refunds	(1,607,085)	(1,607,085)	-
Administrative Expense	-	(26,689)	26,689
Net Changes	6,017,815	(1,012,305)	7,030,120
Balances at 4/30/16	$ 35,615,213	$ 14,321,901	$ 21,293,312

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the Village, calculated using the discount rate of 7.00%, as well as what the Village's net pension liability for the Firefighters' Pension plan would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease 6.50%	Current Discount Rate	1% Increase 8.50%
Firefighters' Net Pension Liability	$ 26,389,520	$ 21,293,312	$ 17,152,326

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the year ended April 30, 2016 the Village recognized pension expense of $2,653,475 for the Firefighters' Pension plan.

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

At April 30, 2016, the Village reported deferred inflows or resources and deferred outflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 635,720	$ -
Changes of Assumptions	3,318,618	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,105,670	-
Total	$ 5,060,008	$ -

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

Year ended April 30:	
2017	$ 1,265,002
2018	1,265,002
2019	1,265,002
2020	1,265,002
Total	$ 5,060,008

Rate of Return: For the year ended April 30, 2016, the annual money-weighted rate of return on the Firefighters' pension plan investments, net of pension plan investment expense, was -1.82 percent. The money weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Pension Plan Information

Fiduciary Net Position:

	Police Pension Trust Fund	Firefighters' Pension Trust Fund	Total
ASSETS			
Cash and cash equivalents	$ 2,348,917	$ 897,427	$ 3,246,344
Investments			
Certificates of deposit	-	503,455	503,455
Corporate bonds	-	1,476,997	1,476,997
Government securities	9,612,020	2,647,559	12,259,579
Mutual funds	3,356,515	8,774,049	12,130,564
Insurance contracts	5,617,224	-	5,617,224
Total investments	18,585,759	13,402,060	31,987,819
Interest receivable	12,026	25,949	37,975
Prepaid items	697	400	1,097
Total assets	20,947,399	14,325,836	35,273,235
LIABILITIES			
Accounts payable	1,264	3,935	5,199
Total liabilities	1,264	3,935	5,199
NET POSITION			
Plan net position held in trust for employees' pension benefits	$ 20,946,135	$ 14,321,901	$ 35,268,036

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

Changes in Plan Net Position:

	Police Pension Trust Fund	Firefighters' Pension Trust Fund	Total
ADDITIONS			
Contributions			
Employer	$ 860,422	$ 683,363	$ 1,543,785
Plan members	319,101	198,332	517,433
Total contributions	1,179,523	881,695	2,061,218
Investment earnings			
Net Increase in Fair Value of Invest	(43,690)	(704,241)	(747,931)
Interest	522,422	483,619	1,006,041
Less investment Expense	(180)	(39,604)	(39,784)
Net investment income	478,552	(260,226)	218,326
Total additions	1,658,075	621,469	2,279,544
DEDUCTIONS			
Benefits and refunds	1,722,513	1,607,085	3,329,598
Administrative expenses	39,077	26,689	65,766
Total deductions	1,761,590	1,633,774	3,395,364
Increase (decrease) in net position	(103,515)	(1,012,305)	(1,115,820)
Plan net position at beginning of year	21,049,650	15,334,206	36,383,856
Plan net position at end of year	$ 20,946,135	$ 14,321,901	$ 35,268,036

Summary:

	IMRF	Police	Firefighters'	Total
Net Pension Liability	$ 1,515,065	$ 32,765,201	$ 21,293,312	$ 55,573,578
Deferred Outflows of Resources	1,337,941	10,933,347	5,060,008	17,331,296
Deferred Inflows of Resources	29,068	235,469	-	264,537
Pension Expense	840,707	4,458,991	2,653,475	7,953,173

	Village	Library	Total
Net Pension Liability	$ 55,273,898	$ 299,680	$ 55,573,578
Deferred Outflows of Resources	17,069,010	262,286	17,331,296
Deferred Inflows of Resources	258,787	5,750	264,537
Pension Expense	7,786,881	166,292	7,953,173

NOTE 8 - POSTEMPLOYMENT HEALTHCARE BENEFITS

Plan Description. The Village provides the continuation of health care benefits and life insurance to Police, Fire, and Municipal employees who retire from the Village in accordance with Illinois Compiled Statutes. Employees who terminate after reaching retirement eligibility in the plan are eligible to elect to continue their health care coverage by paying the monthly premium rate. Because the actuarial cost of health benefits for retirees exceeds the average amount paid by retirees, the additional cost is paid by the Village and is the basis for the OPEB obligation is accounted for under GASB Statement 45. The Village Council

NOTE 8 - POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued)

has the authority of establishing and amending benefits offered by this plan. The OPEB plan is a single-employer plan. There is no separate, audited GAAP-basis postemployment benefit plan report available. At April 30, 2016 (the most recent actuarial valuation date), the OPEB plan membership consisted of:

Inactive employees or beneficiaries currently receiving benefits	16
Inactive employees entitled to but not yet receiving benefits	-
Active employees	95
Total	111

Funding Policy. Funding is provided by the Village on a pay-as-you-go basis. Retirees and their dependents may continue coverage under The Village of Forest Park's group health program by contributing a monthly premium. They may participate in any of the plans available to active employees. The Village pays the difference between the actuarial cost of the health coverage for retirees and the blended average employee group cost. The Village's contribution on behalf of the employees to the insurance provider was $73,917 for 2016.

Annual OPEB Cost and Net OPEB Obligation. The Village's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the *Entry Age actuarial method,* an amount actuarially determined in accordance with the parameters of GASB Statement 45. The following table shows the components of the Village's annual OPEB cost for fiscal year 2016, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation:

Annual OPEB Cost and Net OPEB Obligation	April 30, 2016
Annual required contribution	$ 162,420
Interest on net OPEB obligation	18,233
Adjustment to annual required contribution	(15,194)
Annual OPEB cost	165,459
Contributions made	73,917
Increase (decrease) in net OPEB obligation	91,542
Net OPEB obligation beginning of year	455,815
Net OPEB obligation end of year	$ 547,357

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2016 was as follows:

Three Year Trend Information			
Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
4/30/2014	$ 164,250	45.0%	$ 364,880
4/30/2015	164,852	44.8%	455,815
4/30/2016	165,459	44.7%	547,357

Funded Status and Funding Progress. As of April 30, 2016 (the most recent actuarial valuation date), the plan was unfunded. The actuarial accrued liability for benefits was $2,585,629.

(Continued)

NOTE 8 - POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2014	$ -	$ 2,791,372	$ 2,791,372	0.0%	$ 8,770,768	31.8%
4/30/2015*	-	2,791,372	2,791,372	0.0%	8,770,768	31.8%
4/30/2016	-	2,585,629	2,585,629	0.0%	9,326,113	27.7%

* Results from prior year

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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

In the April 30, 2016 actuarial valuation, the entry age normal – level percentage of pay actuarial cost method was used. The actuarial assumptions included a 4.0 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 6.5 percent initially, reduced by decrements to an ultimate rate of 4.0 percent. Both rates included a 2.5 percent inflation assumption. The plan is not funded, and therefore, there is no actuarial value of assets methodology applied. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2016, was thirty years.

NOTE 9 - RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; illnesses of employees; and natural disasters. Medical and liability risks are covered by commercial insurance purchased from independent third parties. There has been no significant change in coverage. Settled claims from these risks have not exceeded commercial insurance coverage for the past three fiscal years.

(Continued)

NOTE 10 - FUND BALANCES

Restricted for Separate Tax Levies

Included in the General Fund's balance are the financial position and results of operations of five separate tax levies. The Village considers these five tax levies as departments of the General Fund since none of these "funds" are self-sufficient. The changes in the fund balances of these tax levies for the fiscal year ended April 30, 2016 are as follows:

	Restricted Fund Balance	Revenue			Restricted Fund Balance
	5/1/2015	Specified	Subsidized	Expenditures	4/30/2016
Fire Protection	$ -	$ 630,000	$ 2,386,522	$ 3,016,522	$ -
Trees and Forestry	-	80,000	169,225	249,225	-
Insurance	-	415,000	543,756	958,756	-
Playground/Recreation	702,781	-	-	28,271	674,510
Police Protection	-	630,000	4,438,740	5,068,740	-
Totals	$ 702,781	$ 1,755,000	$ 7,538,243	$ 9,321,514	$ 674,510

Subsidized revenue, per above, is the subsidy needed from the Village to fund the total expenditures of the five separate tax levies.

Deficit Fund Equity: The following funds had deficit fund balances/net position as of April 30, 2016. These balances are expected to be reduced through future revenues or transfers

Harlem/Harrison TIF Fund	$ 56,335
Illinois Municipal Retirement Fund	521,111
Social Security Fund	164,942
Roosevelt Road Corridor TIF	7,025

NOTE 11 - FRANCHISE FEES

The Village has granted two franchises, one to AT&T (formerly SBC/Ameritech) for telephone service and one to AT&T Comcast (formerly Media One of Northern Illinois, Inc., a division of AT&T).

The AT&T franchise agreement dated November 19, 1984 provides that the Village will share in the aggregate franchise payment AT&T pays to all Illinois municipalities (except Chicago). The aggregate franchise fee is negotiated between the State and AT&T. The franchise fee is allocated to the Village based on the number of access lines into the community. Franchise fees are paid monthly to the Village. The franchise can be terminated by either party with 60-day written notice.

The Media One of Northern Illinois, Inc., a division of AT&T, franchise agreement dated June 12, 2000, is a 15-year agreement for the operation of cable television in the Village. The contract is continued under the successor company, Comcast Corp. As of 2002, the franchise fee is 5% of gross revenues and is paid to the Village quarterly for sales in the preceding quarter.

(Continued)

NOTE 12 - TAX INCREMENT FINANCING

Forest Park Mall TIF

The Village issued $6,200,000 of General Obligation Tax Increment Bonds Series 1994 to fund certain eligible costs within its Forest Park Mall Tax Increment Financing (TIF) District. The original Series 1994 was refunded in fiscal year 2003 with General Obligation Refunding Tax Increment Bonds Series 2002. The principal economic activity stimulated was the construction and subsequent opening of a Wal-Mart Store.

The redevelopment agreement and the bond ordinance for the 1994 bonds allocate the proceeds of the bond issue as follows:

$4,500,000	(Plus one-half of the total amount of interest having accrued in the escrow) To Wal-Mart Stores, Inc., payable no later than 30 days after the store opens and conducts sales activity.
$600,000	To Teachers Retirement System or the State of Illinois, the developer, payable once Wal-Mart Stores, Inc. acquires title to the property.
$935,500	For capitalized interest payment made semiannually starting June 1, 1994 through December 1, 1996.
$164,500	For bond issuance costs.

All construction activity and payouts under the tax increment financing were completed in 1995 and that Capital Projects Fund was closed. Debt service is still required annually and is paid from tax increment revenues.

Covenants: The bond ordinance required the Village to establish and fund separate accounts held by U.S. Bank as trustee for the principal and interest payments on the bond issue. Three separate accounts have been established.

The Village has deposited into the first account the capitalized interest payments as well as the bond premium and accrued interest received at sale. In February 1994, deposits were made into this account to satisfy interest payment requirements through December 1997.

The second account is for the deposit of the TIF real estate taxes received on all parcels within the redevelopment area. TIF real estate taxes represent additional real estate taxes assessed because of the increase in the Equalized Assessed Valuation prior to the effective date of the TIF establishment. That is, all taxing entities (i.e., County, Village, Schools, etc.) continue to receive their share of taxes attributable to the 1993 Equalized Assessed Valuation in effect at the TIF establishment. The Village receives the entire portion of incremental real estate taxes, if any, because of the increase in the Equalized Assessed Valuation in 1993 and subsequent years, solely for deposit into a Special Tax Allocation Fund. All TIF real estate taxes are to be used first for the retirement of principal and interest. If TIF real estate tax collections exceed principal and interest requirements plus other redevelopment costs, under state law the Village is required to declare a “surplus” and send to Cook County, any such monies for the purpose of distribution to all relevant taxing entities (County, Schools, Park District, etc.).

Amalgamated Bank of Chicago, the successor to U.S. Bank, as the bond trustee, is to make an accounting each November of the available funds in the various trustee accounts. The bond ordinance requires a sufficient fund balance first from the incremental property taxes account and then from the sales tax account to meet the next three semi-annual principal and interest payments. If the accounting determines that excess funds are available beyond the next three payments, then the trustee can transfer any excess sales taxes to the Village for its unrestricted use. Also, the bond issue does provide for early retirement under

(Continued)

NOTE 12 - TAX INCREMENT FINANCING (Continued)

certain conditions. If a proper accounting determines that insufficient funds are available to meet the next three payments then the trustee informs the Village of the deficiency amount, which should then be deposited into the third account. The elected Village officials decide whether to fund the deficiency from other available resources or by not fully abating property taxes secured by the bonds.

Roosevelt-Hannah TIF

The Village entered into a redevelopment agreement with the Living Word Christian Center (LWCC) to redevelop what was then known as the Forest Park Mall. The area comprising the shopping plaza was a part of the original Forest Park Mall TIF which at the time was used to make debt service payments on the original debt (see above). The shopping plaza acquired by LWCC was separated from the Forest Park Mall TIF area in 2002 and the area east of the Wal-Mart to Hannah Avenue was named the Roosevelt-Hannah TIF.

Upon satisfaction of the conditions contained in the agreement, the Village agrees to reimburse eligible costs from TIF funds to LWCC annually as follows: 50% of tax increment; and 50% of municipal sales taxes (MST) generated by new businesses opening in the shopping plaza. This agreement expired upon payment of a total of $4,900,000.

In addition, the TIF funds are used to make debt service payments on the Series 2003A Bond, which financed initial eligible costs.

In an additional business development agreement with SVT, LLC, doing business as Ultra Foods, the Village agreed to pay to SVT $78,000 per year for two years, and 50% of MST generated in years 10 through 20 of the lease with LWCC, not to exceed $1,260,000.

Brown Street Station TIF

In 2000, the Village formed the Brown Street Station TIF for the far northeast area of town to Harlem Avenue and south along Harlem to Dixon. Property Tax increment has been accumulating and at the beginning of fiscal year 2016 totaled $5 million. There is currently an agreement between the Village and Nunley LLC Elite Tire.

During fiscal year 2016, the Brown Street Station area was enhanced at the cost of $16,327 for redevelopment improvements. Further infrastructure improvements will be made as necessary in anticipation of the area being developed.

NOTE 13 - BUSINESS DEVELOPMENT AGREEMENT

Bed Bath and Beyond, Inc.: In February, 2004, the Village entered into an agreement with NWC Harlem Washington LLC to facilitate the redevelopment, remodeling and upgrading of the property to be leased by Bed Bath and Beyond at the corner of Washington and Harlem in Forest Park. The property was subsequently sold to Bed Bath and Beyond of Forest Park, LLC and the agreement was assigned. Under the terms, the Village agrees to rebate 50% of municipal sales taxes generated for 13 years up to a maximum of $400,000.

As of April 30, 2016, the Village has paid $341,142 to Bed Bath and Beyond of Forest Park, LLC.

NOTE 13 - BUSINESS DEVELOPMENT AGREEMENT (Continued)

Currie Motors Chevrolet: On May 1, 2010, the Village entered into an agreement with Currie Motors Chevrolet to reimburse Currie for costs associated with opening a new expanded facility on Roosevelt Road. Under the terms, the Village agrees to rebate 50% of municipal sales taxes generated above $50,000 per year for 15 years up to maximum of $1,250,000.

As of April 30, 2016, the Village has paid $837,410 to Currie Motors Chevrolet.

Hawk Chrysler Dodge Jeep: On March 12, 2012, the Village entered into an agreement with Hawk Chrysler Dodge Jeep to reimburse the company for costs associated with expanding their current facility on Roosevelt Road. Under the terms, the Village agrees to rebate 60% of municipal sales taxes generated (above a base sales tax revenue amount of $195,000) for years 1 through 7, and 35% of municipal sales taxes generated for years 8 through 10, up to a maximum of $700,000.

As of April 30, 2016, the Village has paid $428,176 to Hawk Chrysler Dodge Jeep.

Grand Appliance, Inc.: On March 27, 2012, the Village entered into an agreement with 7436-40 Madison Street, LLC to facilitate the redevelopment, remodeling and upgrading of the property to be leased by Grand Appliance, Inc. located at 7436-7440 Madison Street in Forest Park. Under the terms, the Village agrees to rebate 60% of municipal sales taxes generated (above an annual base sales tax revenue amount of $500,000) for years 1 through 7, and 35% of municipal sales taxes generated for years 8 through 10, up to a maximum of $300,000.

As of April 30, 2016, the Village has paid $66,156 to Grand Appliance, Inc.

NOTE 14 - FOREST PARK PUBLIC LIBRARY

Cash and Investments

Permitted Deposits and Investments – Statutes authorize the Library to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds.

Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office, which allows governments within the state to pool their funds for investment purposes. Although not registered with the SEC, Illinois Funds does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk

Deposits – At year end, the carrying amount of the Library's deposits totaled $726,032 and the bank balances totaled $730,361. Additionally, at year end the Library has $1,747,788 invested in the Illinois Funds.

NOTE 14 - FOREST PARK PUBLIC LIBRARY (Continued)

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Library's investment policy states that investments will be made only in securities guaranteed by the U.S. government, or in FDIC insured institutions including SAIF of the FDIC. The policy further states that the fund should maintain sufficient liquidity to meet current obligations and those reasonably to be anticipated. Specifically, investments should be managed to meet liquidity needsfor the current month plus one month (based on forecasted needs) and any reasonably anticipated special needs. The Library's investment in the Illinois Funds has a maturity of less than one year.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in instruments authorized under state statute, the Library's investment policy states that investments are to be limited to securities guaranteed by the U.S. government, or in FDIC insured institutions including SAIF of the FDIC. At year end, the Library's investment in the Illinois Funds is rated AAAm by Standard & Poor's.

Custodial Credit Risk – In the case of deposits, this is the risk that in the event of a bank failure, the Library's deposits may not be returned to it. The Library's investment policy states deposit accounts in banks or savings and loan institutions will not exceed the amount insured by FDIC coverage unless adequately collateralized pursuant to regulations of the Federal Reserve regarding custody and safekeeping of collateral. At year end, the entire amount of the bank balance of deposits was covered by federal depository or equivalent insurance. For an investment, this is the risk that in the event of the failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Library's investment policy does not specifically address custodial credit risk for investments. At year end, the Library's investment in the Illinois Funds is not subject to custodial credit risk.

Concentration of Credit Risk – This is the risk of loss attributed to the magnitude of the Library's investment in a single issuer. The Library's investment policy states funds should be diversified appropriately to the nature and amount of the funds. At year end, the Library's investment in the Illinois Funds represents more than 5% of the total cash and investments portfolio.

Property Taxes

The Library submits its tax levy to the Village Council of the Village of Forest Park, Illinois for approval. Once approved, the Village submits the Library's tax levy to the Cook County Clerk's office. The Library's property taxes are levied each calendar year on all taxable real property located within the Library District and accrued as unavailable revenue in the fiscal year of levy. Property taxes due within the current fiscal year and collected within 60 days subsequent to year-end are recorded as revenue. The Cook County Assessor is responsible for assessment of all taxable real property within Cook County.

The Cook County Clerk computes the annual tax for each parcel of real property and prepares tax books used by the Cook County Collector as the basis for issuing tax bills to Cook County taxpayers. The Cook County Collector collects all property taxes and submits them to the County Treasurer, who remits them to the Library. Taxes must be levied by the last Tuesday in December and are payable in two installments, on March 1 and August 1 of the following year. Property taxes attach as an enforceable lien on property as of January 1 of the levy year.

(Continued)

NOTE 14 - FOREST PARK PUBLIC LIBRARY (Continued)

Capital Assets

	Balance at April 30, 2015	Additions	Deletions	Balance at April 30, 2016
Capital assets not being depreciated:				
Land	$ 134	$ -	$ -	$ 134
Capital assets being depreciated:				
Buildings	1,506,954	-	-	1,506,954
Furniture and equipment	201,789	24,658	-	226,447
Computer equipment	166,745	33,990	-	200,735
Collections	1,155,700	210,015	221,087	1,144,628
Subtotal	3,031,188	268,663	221,087	3,078,764
Accumulated depreciation				
Buildings	(812,778)	(49,141)	-	(861,919)
Furniture and equipment	(185,255)	(3,067)	-	(188,322)
Computer equipment	(160,163)	(2,386)	-	(162,549)
Collections	(575,323)	(230,033)	(221,087)	(584,269)
Subtotal	(1,733,519)	(284,627)	(221,087)	(1,797,059)
Total capital assets being depreciated, net	1,297,669	(15,964)	-	1,281,705
Capital assets, net	$ 1,297,803	$ (15,964)	$ -	$ 1,281,839

Depreciation expense of $284,627 was charged to the public library function.

Long-Term Debt

	Balance Beginning (Restated)	Additions	Deletions	Ending Balance	Principal Due Within One Year
Net Pension (Asset) Liability - IMRF	(28,112)	327,792	-	299,680	-

Net Position Restrictions

The following is a summary of the changes in restricted net position during the year:

	Beginning Balances	Increases	Decreases	Ending Balances
General Fund				
Unemployment Insurance	$ 2,099	$ 184	$ -	$ 2,283
Workers Compensation	41,637	1,087	-	42,724
Special Revenue Funds				
Audit	2,603	-	55	2,548
Social Security	52,675	6,996	-	59,671
Total	$ 99,014	$ 8,267	$ 55	$ 107,226

NOTE 14 - FOREST PARK PUBLIC LIBRARY (Continued)

Risk Management

The Library is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Library carries commercial insurance for all risks of loss including worker's compensation and employee health insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in the past fiscal year.

Employee Retirement System – Defined Benefit Pension Plan

Illinois Municipal Retirement System: See Note 8 for disclosures.

NOTE 15 – PRIOR PERIOD ADJUSTMENT

During the year ended April 30, 2016, the Village adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The effect of the change in accounting principle resulted in a decrease of $30,560,215 in the governmental activities net position and an increase of $123,148 in the component unit net position, which included adjustments for net pension liabilities, deferred inflows of resources and deferred outflows of resources.

Governmental Net Position	
Net Position, May 1, 2015	$ 29,935,284
Change in Accounting Principle, GASB Statement No. 68	(30,560,215)
Net Position, May 1, 2015, as restated	$ (624,931)
Component Unit Net Position	
Net Position, May 1, 2015	$ 3,624,083
Change in Accounting Principle, GASB Statement No. 68	123,148
Net Position, May 1, 2015, as restated	$ 3,747,231

NOTE 16 - NEW GOVERNMENT ACCOUNTING STANDARDS

In February 2015, the GASB issued Statement No. 72, *Fair Value Measurement and Application*. This Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of 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. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The requirements of this Statement are effective for the Village's financial year ending April 30, 2017. This Statement will require a change to the deposits and investments footnote.

In June 2015, the GASB issued Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. The objective of this Statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability. The requirements of this Statement are effective for the Village's financial year ending April 30, 2017. This Statement will have no effect on the Village.

NOTE 15 - NEW GOVERNMENT ACCOUNTING STANDARDS (Continued)

In June 2015, the GASB issued Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. The objective of this Statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability. The requirements of this Statement are effective for the Village's financial year ending April 30, 2018. This statement will have an effect on the financial statements of the Village as the OPEB plan does not currently issue separate statements.

In June 2015, the GASB issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. The requirements of this Statement are effective for the Village's financial year ending April 30, 2019. This statement will have an effect on the financial statements of the Village and the OPEB liability will be added to the Statement of Net Position.

In August 2015, the GASB issued Statement No. 77, *Tax Abatement Disclosures*. This Statement establishes financial reporting standards for tax abatement agreements entered into by state and local governments. The disclosures required by this Statement encompass tax abatements resulting from both agreements that are entered into by the reporting government and agreements that are entered into by other governments and that reduce the reporting government's tax revenues. The provisions of this Statement should be applied to all state and local governments subject to such tax abatement agreements. The requirements for this Statement are effective for the Village's financial year ending April 30, 2017, with earlier application encouraged. Management has not determined what impact this statement will have on its financial statements.

In December 2015, the GASB issued Statement No. 78, *Pensions Provided through Certain Multiple Employer Defined Benefit Pension Plans*. This Statement amends the scope and applicability of Statement 68 to exclude pensions provided to employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan that (1) is not a state or local governmental pension plan, (2) is used to provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local governmental employers, and (3) has no predominant state or local governmental employer (either individually or collectively with other state or local governmental employers that provide pensions through the pension plan). This Statement establishes requirements for recognition and measurement of pension expense, expenditures, and liabilities; note disclosures; and required supplementary information for pensions. The requirements for this Statement are effective for the Village's financial year ending April 30, 2017, with earlier application encouraged. Management has not determined what impact this statement will have on its financial statements.

In December 2015, the GASB issued Statement 79, *Certain External Investment Pools and Pool Participants*. This Statement addresses accounting and financial reporting for certain external investment pools and pool participants. Specifically, it establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. An external investment pool qualifies for that reporting if it meets all of the applicable criteria established in this Statement. The specific criteria address (1) how the external investment pool transacts with participants; (2) requirements for portfolio maturity, quality, diversification, and liquidity; and (3) calculation and requirements of a shadow price. Significant noncompliance prevents the external investment pool from measuring all of its investments at amortized cost for financial reporting purposes. This Statement is effective for the Village's fiscal year ended April 30, 2017. Management has not determined what impact, if any, this statement will have on its financial statements.

NOTE 15 - NEW GOVERNMENT ACCOUNTING STANDARDS (Continued)

In December 2015, the GASB issued Statement 80, *Blending Requirements for Certain Component Units – An Amendment of GASB Statement 14*. This Statement amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. This Statement is effective for the Village's fiscal year ended April 30, 2018. Management has not determined what impact, if any, this statement will have on its financial statements.

In March 2016, the GASB issued Statement 81, *Irrevocable Split-Interest Agreements*. The objective of this Statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. This Statement requires that a government that receives resources pursuant to an irrevocable split-interest agreement recognize assets, liabilities, and deferred inflows of resources at the inception of the agreement. Furthermore, this Statement requires that a government recognize assets representing its beneficial interests in irrevocable split-interest agreements that are administered by a third party, if the government controls the present service capacity of the beneficial interests. This Statement requires that a government recognize revenue when the resources become applicable to the reporting period. This Statement is effective for the Village's fiscal year ended April 30, 2018. This Statement will not have an impact on the Village's financial statements.

In March 2016, the GASB issued Statement 82, *Pension Issues – An Amendment of GASB Statements No. 67, No. 68, and No. 73*. The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, Financial Reporting for Pension Plans, No. 68, Accounting and Financial Reporting for Pensions, and No. 73, Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. This Statement is effective for the Village's fiscal year ended April 30, 2018. Management has not determined what impact, if any, this statement will have on its financial statements.

In November 2016, the GASB issued Statement 83, *Certain Asset Retirement Obligations*. This Statement establishes criteria for determining the timing and pattern of recognition of a liability and a corresponding deferred outflow of resources for asset retirement obligations (AROs). This Statement is effective for the Village's fiscal year ended April 30, 2020. This statement will have no effect on the Group.

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS - OTHER POSTEMPLOYMENT BENEFITS
Year Ended April 30, 2016

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (4)/(5)
4/30/16	$ -	$ 2,585,629	0.0%	$ 2,585,629	$ 9,326,113	27.7%
4/30/15*	-	2,791,372	0.0%	2,791,372	8,770,768	31.8%
4/30/14*	-	2,791,372	0.0%	2,791,372	8,770,768	31.8%
4/30/13	-	2,791,372	0.0%	2,791,372	8,770,768	31.8%
4/30/12	-	2,035,510	0.0%	2,035,510	8,046,576	25.3%

*Results from prior year

Actuarial valuation date	April 30, 2016
Actuarial cost method	Entry Age
Amortization method	Level % payroll, open
Remaining amortization period	30 years
Actuarial valuation method	Not applied as plan is not funded
Significant actuarial assumptions:	
Investment rate of return*	4.00%
Projected salary increases	4.00%
Healthcare inflation rate	6.50% initial 4.00% ultimate
Employer Provided Benefit	Current Health Insurance Premium for Retired Employees ($496/month starting for employees up to $1,814/month for employees and family)
*Includes inflation at	2.50%

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN ILLINOIS MUNICIPAL RETIREMENT FUND NET POSTIION
AND RELATED RATIOS
Year Ended April 30, 2016

		2016
Total Pension Liability		
Service Cost	$	344,786
Interest		1,284,032
Changes of Benefit Terms		-
Differences Between Expected and Actual Experience		(33,445)
Changes of Assumptions		22,660
Benefit Payments and Refunds		(735,739)
Net Change in Total Pension Liability		882,294
Total Pension Liability - Beginning		17,315,899
Total Pension Liability - Ending (a)	$	18,198,193
Plan Fiduciary Net Position		
Contributions - Employer	$	298,165
Contributions - Employee		138,897
Net Investment Income		86,403
Benefit Payments and Refunds		(735,739)
Other		(234,830)
Net Change in Plan Fiduciary Net Position		(447,104)
Plan Fiduciary Net Position - Beginning		17,429,912
Plan Fiduciary Net Position - Ending (b)	$	16,982,808
Village's Net Pension Liability (a-b)	$	1,215,385
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		93.32%
Covered-Employee Payroll	$	3,847,656
Village's Net Pension Liability as a Percentage of Covered Employee Payroll		31.59%

* This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of data will be presented.

The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

Note to the Required Supplementary Information:
The 2014 valuation had a change in the assumed payroll growth, with a drop in the assumed growth rate from 4.00% to 3.00%. In addition, mortality assumptions changes from a change in the use of the RP-2000 table to the IMRF-specific MP-2014 table. Also changes were decreased in assumed pay increases in the 2014 valuation.

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF ILLINOIS MUNICIPAL RETIREMENT FUND CONTRIBUTIONS
Year Ended April 30, 2016

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Actuarially determined contribution	$ 364,675	$ 413,686	$ 342,681	$ 415,230	$ 432,089	$ 362,867	$ 332,615	$ 277,756	$ 242,315	$ 249,698
Contributions in relation to the actuarially determined contribution	364,675	413,686	342,681	415,230	432,089	354,321	303,029	277,756	242,315	249,698
Contribution deficency (excess)	$ -	$ -	$ -	$ -	$ -	$ 8,546	$ 29,586	$ -	$ -	$ -
Covered-employee payroll	$ 3,808,302	$ 4,304,781	$ 3,913,496	$ 3,770,504	$ 3,652,956	$ 3,564,667	$ 3,634,262	$ 3,602,540	$ 3,638,369	$ 3,472,854
Contributions as a percentage of covered-employee payroll	9.58%	9.61%	8.76%	11.01%	11.83%	9.94%	8.34%	7.71%	6.66%	7.19%

Notes to Schedule

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

Methods and assumptions used to determine 2015 contribution rates:

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	Non-Taxing bodies: 10-year rolling period Taxing bodies: 28-year closed period until remaining period reaches 15 years (then 15-year rolling period).
Asset valuation method	5-year smoothed market, 20% corridor
Wage growth	4.00%
Price inflation	3.00% - approximate; No explicit price inflation assumption is used in this valuation
Salary increases	4.40% to 16.00% including inflation
Investment rate of return	7.50%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2011 valuation pursuant to an experience study of the period 2008-2010.
Mortality	RP-2000 combined health mortality table, adjusted for mortality improvements to 2020 using projection scale AA. For men 120% of the table rates were used. For women 92% of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-discabled lives set

Other information:

Changes	There were no benefit changes during the year

The calculation of the 2015 contribution rate is based on valuation assumptions used in the December 31, 2013 actuarial valuation.

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN POLICE PENSION FUND NET PENSION LIABILITY AND RELATED RATIOS
Year Ended April 30, 2016

	2016	2015
Total pension liability		
Service cost	$ 722,375	$ 716,672
Interest	2,899,286	2,764,614
Changes of benefit terms	-	-
Differences between expected and actual experience	(294,336)	8,846
Changes of assumptions	12,588,119	-
Benefit payments, including refunds of member contributions	(1,722,513)	(1,666,508)
Net change in total pension liability	14,192,931	1,823,624
Total pension liability - beginning	39,518,404	37,694,780
Total pension liability - ending (a)	$ 53,711,335	$ 39,518,404
Plan fiduciary net position		
Contributions - employer	$ 860,422	$ 672,901
Contributions - employee	319,101	311,953
Net investment income	478,339	1,161,181
Benefit payments, including refunds of member contributions	(1,722,513)	(1,666,508)
Administrative expense	(38,865)	(42,381)
Other	-	-
Net change in plan fiduciary net position	(103,516)	437,146
Plan fiduciary net position - beginning	21,049,650	20,612,504
Plan fiduciary net position - ending (b)	$ 20,946,134	$ 21,049,650
Village's net pension liability (a-b)	$ 32,765,201	$ 18,468,754
Plan fiduciary net position as a percentage of the total pension liability	39.00%	53.27%
Covered-employee payroll	$ 3,381,383	$ 3,135,346
Plan's net pension liability (asset) as a percentage of covered-employee payroll	968.99%	589.05%

* This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of data will be presented

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF POLICE PENSION FUND CONTRIBUTIONS
Year Ended April 30, 2016

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Actuarially determined contribution	$ 1,224,046	$ 938,198	$ 837,292	$ 771,013	$ 870,729	$ 810,717	$ 661,659	$ 561,697	$ 468,488	$ 431,845
Contributions in relation to the actuarially determined contribution	860,422	672,901	689,370	674,566	730,836	654,205	496,890	421,385	438,825	477,484
Contribution deficency (excess)	$ 363,624	$ 265,297	$ 147,922	$ 96,447	$ 139,893	$ 156,512	$ 164,769	$ 140,312	$ 29,663	$ (45,639)
Covered-employee payroll	$ 3,381,383	$ 3,135,346	$ 3,044,271	$ 3,031,936	$ 2,968,822	$ 2,824,862	$ 2,698,737	$ 2,698,737	$ 2,342,675	$ 2,385,947
Contributions as a percentage of covered-employee payroll	25.45%	21.46%	22.64%	22.25%	24.62%	23.16%	18.41%	15.61%	18.73%	20.01%

Notes to Schedule:

Methods and addumption used to determine contribution rates:

Actuarial valuation date	April 30, 2016
Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Pay
Remaining amortization period	30 years
Asset valuation method	Market Value
Inflation	2.50%
Salary increases	0-2 years of service, 8.00% 3+ years of service, 4.00%
Investment rate of return	6.00%
Mortality	RP-2014

Notes to Police Pension Required Supplementary Information:

Assumption Changes : The discount rate assumption was changed from 7.50% to 6.00%. The compensation increase assumption was changed from 5.00% to 8.00% and 4.00% for employees with 0-2 and 3 plus years of service, respectively. Inflation was changed from 3.00% to 2.50%. The mortality table assumptions were changed from RP-2000 to RP-2014. The cost of living increase assumption for Tier II participants changed from 2.00% to 1.25%. The assumed administrative expenses payable from the Fund was introduced and set as $43,000. The projected increase in total payroll assumption was changed from 5.00% to 4.00%.

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF POLICE PENSION FUND INVESTMENT RATE OF RETURN
Year Ended April 30, 2016

	2016	2015
Annual money-weighted rate of return net of investment expense	2.29%	10.36%

* This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of data will be presented

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN FIREFIGHTERS' PENSION FUND NET PENSION LIABILITY AND RELATED RATIOS
Year Ended April 30, 2016

	2016	2015
Total pension liability		
Service cost	$ 522,439	$ 535,303
Interest	2,159,539	2,110,395
Changes of benefit terms	-	-
Differences between expected and actual experience	794,650	(431,107)
Changes of assumptions	4,148,272	-
Benefit payments, including refunds of member contributions	(1,607,085)	(1,511,573)
Net change in total pension liability	6,017,815	703,018
Total pension liability - beginning	29,597,398	28,894,380
Total pension liability - ending (a)	$ 35,615,213	$ 29,597,398
Plan fiduciary net position		
Contributions - employer	$ 683,363	$ 528,964
Contributions - employee	198,332	197,766
Net investment income	(260,226)	1,013,984
Benefit payments, including refunds of member contributions	(1,607,085)	(1,511,573)
Administrative expense	(26,689)	(36,669)
Other	-	-
Net change in plan fiduciary net position	(1,012,305)	192,472
Plan fiduciary net position - beginning	15,334,206	15,141,734
Plan fiduciary net position - ending (b)	$ 14,321,901	$ 15,334,206
Village's net pension liability (a-b)	$ 21,293,312	$ 14,263,192
Plan fiduciary net position as a percentage of the total pension liability	40.21%	51.81%
Covered-employee payroll	$ 2,109,431	$ 2,115,924
Plan's net pension liability (asset) as a percentage of covered-employee payroll	1009.43%	674.09%

* This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of data will be presented

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FIREFIGHTERS' PENSION FUND CONTRIBUTIONS
Year Ended April 30, 2016

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Actuarially determined contribution	$ 1,079,005	$ 851,483	$ 757,390	$ 687,404	$ 770,226	$ 744,133	$ 517,235	$ 455,200	$ 477,645	$ 435,481
Contributions in relation to the actuarially determined contribution	683,363	528,694	547,776	531,069	554,789	488,470	530,165	460,437	437,768	485,999
Contribution deficency (excess)	$ 395,642	$ 322,789	$ 209,614	$ 156,335	$ 215,437	$ 255,663	$ (12,930)	$ (5,237)	$ 39,877	$ (50,518)
Covered-employee payroll	$ 2,109,431	$ 2,115,924	$ 2,097,819	$ 2,038,299	$ 1,952,345	$ 1,846,667	$ 1,745,299	$ 1,768,587	$ 1,691,221	$ 1,607,852
Contributions as a percentage of covered-employee payroll	32.40%	24.99%	26.11%	26.05%	28.42%	26.45%	30.38%	26.03%	25.88%	30.23%

Notes to Schedule:

Methods and addumption used to determine contribution rates:

Actuarial valuation date	April 30, 2016
Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Pay
Remaining amortization period	30 years
Assetl valuation method	Market Value
Inflation	2.50%
Salary increases	0-2 years of service, 8.00% 3+ years of service, 4.00%
Investment rate of return	7.00%
Mortality	RP-2014

Notes to Firefighters' Pension Required Supplementary Information:

Assumption Changes : The discount rate assumption was changed from 7.50% to 7.00%. The compensation increase assumption was changed from 5.00% to 8.00% and 4.00% for employees with 0-2 and 3 plus years of service, respectively. Inflation was changed from 3.00% to 2.50%. The mortality table assumptions were changed from RP-2000 to RP-2014. The cost of living increase assumption for Tier II participants changed from 2.00% to 1.25%. The assumed administrative expenses payable from the Fund was introduced and set as $32,000. The projected increase in total payroll assumption was changed from 5.00% to 4.00%.

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FIREFIGHTERS' PENSION FUND INVESTMENT RATE OF RETURN
Year Ended April 30, 2016

	2016	2015
Annual money-weighted rate of return net of investment expense	-1.82%	7.15%

* This is a 10-year schedule. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule in future fiscal years until 10 years of data will be presented

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND AND MAJOR SPECIAL REVENUE FUNDS
Year Ended April 30, 2016

	GENERAL FUND			SPECIAL REVENUE FUNDS BROWN STREET STATION TIF FUND			HARLEM / HARRISON TIF FUND		
	Original and Final Budget	Actual	Variance from Final Budget Positive (Negative)	Original and Final Budget	Actual	Variance from Final Budget Positive (Negative)	Original and Final Budget	Actual	Variance from Final Budget Positive (Negative)
Revenues									
Property tax	$ 4,598,275	$ 4,567,942	$ (30,333)	$ 289,960	$ 485,262	$ 195,302	$ -	$ -	$ -
Personal property replacement tax	165,000	171,678	6,678	-	-	-	-	-	-
Sales tax	3,600,000	2,915,103	(684,897)	-	-	-	-	-	-
Intergovernmental	350,400	384,674	34,274	-	-	-	-	-	-
Income tax	1,599,235	1,449,097	(150,138)	-	-	-	-	-	-
Utility taxes	1,665,000	1,435,269	(229,731)	-	-	-	-	-	-
Licenses and permits	1,271,050	1,211,223	(59,827)	-	-	-	-	-	-
Fees for services	2,308,756	2,097,380	(211,376)	-	-	-	-	-	-
Grant revenue	1,026,537	85,651	(940,886)	-	-	-	-	-	-
Parking revenue	542,700	504,537	(38,163)	-	-	-	-	-	-
Fines	2,238,500	1,811,442	(427,058)	-	-	-	-	-	-
Interest on investments	1,820	4,712	2,892	17,000	13,951	(3,049)	15	10	(5)
Other revenue	86,665	35,169	(51,496)	-	-	-	-	-	-
Total revenues	19,453,938	16,673,877	(2,780,061)	306,960	499,213	192,253	15	10	(5)
Expenditures									
Current:									
Office of public affairs	7,070,194	6,686,753	383,441	-	-	-	-	-	-
Office of accounts and finance	9,529,495	7,850,360	1,679,135	-	-	-	-	-	-
Office of public property	1,839,220	1,651,662	187,558	-	-	-	-	-	-
Office of streets and public improvement	1,469,160	1,366,895	102,265	1,199,000	18,707	1,180,293	4,000	3,917	83
Office of health and safety	406,650	308,595	98,055	-	-	-	-	-	-
Debt service:									
Principal retired	482,386	459,879	22,507	-	-	-	-	-	-
Interest and charges	91,531	91,532	(1)	-	-	-	-	-	-
Total expenditures	20,888,636	18,415,676	2,472,960	1,199,000	18,707	1,180,293	4,000	3,917	83
Excess (deficiency) of revenues over expenditures	(1,434,698)	(1,741,799)	(307,101)	(892,040)	480,506	1,372,546	(3,985)	(3,907)	78
Other financing sources (uses)									
Transfers in	1,475,000	1,227,771	(247,229)	-	-	-	-	-	-
Total other financing sources (uses)	1,475,000	1,227,771	(247,229)	-	-	-	-	-	-
Net change in fund balances	$ 40,302	(514,028)	$ (554,330)	$ (892,040)	480,506	$ 1,372,546	$ (3,985)	(3,907)	$ 78
Fund balances at beginning of year		3,367,195			3,394,929			(52,428)	
Fund balances at end of year		$ 2,853,167			$ 3,875,435			$ (56,335)	

See accompanying notes to the budgetary comparison schedule.

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND AND MAJOR SPECIAL REVENUE FUNDS
Year Ended April 30, 2016

	SPECIAL REVENUE FUNDS					
	ROOSEVELT / HANNAH TIF FUND			VIP PROGRAM FUND		
	Original and Final Budget	Actual	Variance from Final Budget Positive (Negative)	Original and Final Budget	Actual	Variance from Final Budget Positive (Negative)
Revenues						
Property tax	$ 679,950	$ 831,765	$ 151,815	$ -	$ -	$ -
Personal property replacement tax	-	-	-	-	-	-
Sales tax	-	-	-	2,040,000	1,918,683	(121,317)
Intergovernmental	-	-	-	-	264,253	264,253
Income tax	-	-	-	-	-	-
Utility taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Fees for services	-	-	-	-	-	-
Grant revenue	-	-	-	-	-	-
Parking revenue	-	-	-	-	-	-
Fines	-	-	-	-	-	-
Interest on investments	8,500	9,294	794	2,500	2,238	(262)
Other revenue	-	-	-	-	-	-
Total revenues	688,450	841,059	152,609	2,042,500	2,185,174	142,674
Expenditures						
Current:						
Office of public affairs	-	-	-	-	-	-
Office of accounts and finance	-	-	-	-	-	-
Office of public property	-	-	-	-	-	-
Office of streets and public improvement	940,000	79,325	860,675	1,089,100	1,892,331	(803,231)
Office of health and safety	-	-	-	-	-	-
Debt service:						
Principal retired	-	-	-	535,000	535,000	-
Interest and charges	-	-	-	177,450	177,450	-
Total expenditures	940,000	79,325	860,675	1,801,550	2,604,781	(803,231)
Excess (deficiency) of revenues over expenditures	(251,550)	761,734	1,013,284	240,950	(419,607)	(660,557)
Other financing sources (uses)						
Transfers in	-	-	-	-	268,735	268,735
Total other financing sources (uses)	-	-	-	-	268,735	268,735
Net change in fund balances	$ (251,550)	761,734	$ 1,013,284	$ 240,950	(150,872)	$ (391,822)
Fund balances at beginning of year		1,770,863			1,087,344	
Fund balances at end of year		$ 2,532,597			$ 936,472	

See accompanying notes to the budgetary comparison schedule.

Budgetary Data:

1. The Village Budget Officer submits to the Village Council, in early May, a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them.

2. The budget document is available for public inspection for at least 30 days prior to the Village Council's passage of the Annual Appropriations Ordinance.

3. The Village Council must hold at least one public hearing on the budget prior to its passage.

4. The budget is legally enacted through the passage of the Annual Appropriations Ordinance.

5. The Village Council by a two-thirds vote is authorized to transfer budgeted amounts among departments within any fund. The Village Council must approve any revisions, which alter the total expenditures of any fund. The budget information stated in the financial statements includes adjustments made during the year.

6. The level of control where expenditures may not exceed the budget is the department level of activity. Unspent budgetary amounts lapse at year end and, therefore, are not carried over to succeeding years.

7. The Village prepares budgets for the following funds in accordance with accounting principles generally accepted in the United States of America (GAAP):

General Fund	Emergency 911 Fund
IMRF Fund	Social Security Fund
Motor Fuel Tax Fund	2002 Bond Fund
VIP Program Fund	Special Tax Allocation Fund
Incremental Sales Tax Fund	Harlem / Harrison TIF Fund
Brown Street Station TIF Fund	Water Fund
Roosevelt / Hannah TIF Fund	U.S. Customs Fund
Narcotics Fund	Foreign Fire Insurance Fund

8. The following funds had expenditures/expenses in excess of budget:

Fund	Excess over Budget
VIP Program Fund	$ 803,231
Narcotics Fund	6,070

VILLAGE OF FOREST PARK, ILLINOIS

GENERAL FUND
SCHEDULE OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Final Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Property tax	$ 4,598,275	$ 4,567,942	$ (30,333)
Personal property replacement tax	165,000	171,678	6,678
Sales tax	3,600,000	2,915,103	(684,897)
Intergovernmental			
Use tax	295,000	327,031	32,031
Foreign fire insurance tax	28,000	28,294	294
Pull tabs/jar games	1,000	862	(138)
Charitable games	400	-	(400)
Auto rental tax	26,000	28,487	2,487
Total intergovernmental revenues	350,400	384,674	34,274
Local share-income tax	1,599,235	1,449,097	(150,138)
Utility taxes			
Telephone utility tax	500,000	434,778	(65,222)
Electric utility tax	625,000	542,237	(82,763)
Franchise tax - cable	280,000	294,722	14,722
Gas utility tax	260,000	163,532	(96,468)
Total utility taxes	1,665,000	1,435,269	(229,731)
Licenses and permits			
Liquor license	105,000	97,045	(7,955)
Liquor license application fee	4,500	2,282	(2,218)
Business license	56,000	49,770	(6,230)
Sidewalk use permit	4,000	2,175	(1,825)
Solicitor's license	500	475	(25)
Amusement devises	26,000	20,000	(6,000)
Amusement tax video rental	15,750	10,981	(4,769)
Vending machines	4,500	2,658	(1,842)
Tobacco license	6,500	4,000	(2,500)
Gasoline stations' license	15,000	8,600	(6,400)
Taxicabs' license	17,000	11,360	(5,640)
Scavenger services' license	17,500	17,500	-
Contractors' license	30,000	29,090	(910)
Vehicle license	255,000	244,195	(10,805)
Animal license	4,000	3,722	(278)
Building permits	180,000	190,251	10,251
Electric permits	20,000	28,423	8,423
Plumbing permits	25,000	31,083	6,083
HVAC permits	5,000	1,620	(3,380)
Water permit fees	1,000	1,500	500
Sign permits	37,500	31,923	(5,577)
Dumpster permits	5,000	3,460	(1,540)
Parking permits	265,000	261,209	(3,791)
Garage sale permits	1,500	760	(740)
Plan review fees	5,000	2,758	(2,242)
Elevator inspection fees	16,500	15,625	(875)
Food service inspection fees	18,500	22,775	4,275
Certificate of compliance fees	125,000	113,450	(11,550)
Zoning application fees	1,000	750	(250)
Dog park permits	3,800	1,783	(2,017)
Total licenses and permits	1,271,050	1,211,223	(59,827)
Fees for services			
Ambulance charges	365,000	369,447	4,447
Emergency fire suppression services	200,856	33,476	(167,380)

(Continued)

VILLAGE OF FOREST PARK, ILLINOIS

GENERAL FUND
SCHEDULE OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Final Budget	Actual	Variance from Budget Positive (Negative)
Highway maintenance - IDOT	$ 76,000	$ 76,642	$ 642
Refuse collection charges	718,000	717,873	(127)
Recycling fees	100,000	97,885	(2,115)
Yard waste fees	60,000	54,499	(5,501)
Accident reports	4,500	4,491	(9)
SORA registration fees	50	10	(40)
Water towers	190,000	184,918	(5,082)
Real estate	30,000	30,000	-
Groovin' in the grove	3,500	2,065	(1,435)
Community center	5,000	4,695	(305)
Day care-after school program	165,000	138,120	(26,880)
Day care-summer program	75,000	76,303	1,303
Youth activities	1,500	1,549	49
Classes	1,850	20	(1,830)
Trips - tours - excursions	180,000	183,231	3,231
Taxi - cab fares/fees	4,000	1,238	(2,762)
Community Events	46,000	38,915	(7,085)
RTA - administration subsidy	65,000	68,375	3,375
RTA - PACE advertisement	9,000	5,469	(3,531)
RTA - dial-a-ride	8,000	8,159	159
RTA - PACE passes/fares	500	-	(500)
Total fees for services	2,308,756	2,097,380	(211,376)
Grant revenue			
Federal Assistance to FF	427,500	-	(427,500)
JAG grant	57,607	57,607	-
DOJ bullet proof vests	3,803	2,471	(1,332)
Tobacco/Liquor grant	2,400	2,420	20
CTA Lot grant	517,915	9,366	(508,549)
IDOT Traffic Safety grant	17,312	13,787	(3,525)
Total grant revenue	1,026,537	85,651	(940,886)
Parking revenue			
Parking meters	90,000	75,472	(14,528)
Affinity Card sales	4,500	3,144	(1,356)
Van Buren lot	340,000	331,052	(8,948)
Ferdinand lot	1,200	960	(240)
Thomas/Madison lot	80,000	69,182	(10,818)
Beloit/Madison lot	5,000	5,426	426
Hannah/Madison lot	15,000	12,631	(2,369)
Circle/Madison lot	7,000	6,670	(330)
Total parking revenue	542,700	504,537	(38,163)
Fines			
Traffic and parking fines	1,350,000	911,961	(438,039)
Illinois Comptroller debt recovery	295,000	443,907	148,907
Towing revenue	230,000	149,175	(80,825)
K9 unit fees	30,000	19,750	(10,250)
Compliance tickets	275,000	215,304	(59,696)
Code violation fines	48,500	65,965	17,465
Other fines and penalties	10,000	5,380	(4,620)
Total fines	2,238,500	1,811,442	(427,058)
Interest on investments	1,820	4,712	2,892

(Continued)

VILLAGE OF FOREST PARK, ILLINOIS

GENERAL FUND
SCHEDULE OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Final Budget	Actual	Variance from Budget Positive (Negative)
Other revenue			
Miscellaneous revenue	$ 31,400	$ 7,968	$ (23,432)
NSF - agency collections	200	30	(170)
AMEX Corporate points earned	5,000	(3,730)	(8,730)
Workmen's comp reimbursements	20,000	-	(20,000)
FOIA	65	255	190
Claims and damages	30,000	30,646	646
Total other revenue	86,665	35,169	(51,496)
Total revenues	$ 19,453,938	$ 16,673,877	$ (2,780,061)

VILLAGE OF FOREST PARK, ILLINOIS

GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Final Budget	Actual	Variance from Budget Positive (Negative)
Expenditures			
Office of public affairs			
General public affairs	$ 1,193,527	$ 1,138,758	$ 54,769
Police	5,166,667	4,879,417	287,250
Community services	710,000	668,578	41,422
Total office of public affairs	7,070,194	6,686,753	383,441
Office of accounts and finance			
Village clerk	4,925,080	4,745,354	179,726
Grant expenditures	1,109,097	88,484	1,020,613
Fire	1,267,068	975,982	291,086
Fire protection	2,228,250	2,040,540	187,710
Total office of accounts and finance	9,529,495	7,850,360	1,679,135
Office of public property			
Public property	1,108,975	1,007,663	101,312
Public property/street lights	145,000	179,219	(34,219)
Forestry	276,900	249,225	27,675
Playground and recreation	25,500	20,318	5,182
Property maintenance	282,845	195,237	87,608
Total office of public property	1,839,220	1,651,662	187,558
Office of streets and public improvement			
Streets and public improvement	578,050	524,329	53,721
Garbage	891,110	842,566	48,544
Total office of streets and public improvement	1,469,160	1,366,895	102,265
Office of health and safety			
Public health and safety	406,650	308,595	98,055
Total office of health and safety	406,650	308,595	98,055
Debt service			
Principal retired	482,386	459,879	22,507
Interest and charges	91,531	91,532	(1)
Total office of public property	573,917	551,411	22,506
Total expenditures	$ 20,888,636	$ 18,415,676	$ 2,472,960

VILLAGE OF FOREST PARK, ILLINOIS

BROWN STREET STATION TIF FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Property tax	$ 289,960	$ 485,262	$ 195,302
Interest on investments	17,000	13,951	(3,049)
Total revenues	306,960	499,213	192,253
Expenditures			
Office of streets and public improvement			
Operating expenditures	1,199,000	18,707	1,180,293
Total expenditures	1,199,000	18,707	1,180,293
Net change in fund balance	$ (892,040)	480,506	$ 1,372,546
Fund balance at beginning of year		3,394,929	
Fund balance at end of year		$ 3,875,435	

VILLAGE OF FOREST PARK, ILLINOIS

HARLEM / HARRISON TIF FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Interest on investments	$ 15	$ 10	$ (5)
Total revenues	15	10	(5)
Expenditures			
Office of streets and public improvement			
Operating expenditures	4,000	3,917	83
Total expenditures	4,000	3,917	83
Net change in fund balance	$ (3,985)	(3,907)	$ 78
Fund balance at beginning of year		(52,428)	
Fund balance at end of year		$ (56,335)	

VILLAGE OF FOREST PARK, ILLINOIS

ROOSEVELT / HANNAH TIF FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Property tax	$ 679,950	$ 831,765	$ 151,815
Interest on investments	8,500	9,294	794
Total revenues	688,450	841,059	152,609
Expenditures			
Office of streets and public improvement			
Operating expenditures	940,000	79,325	860,675
Total expenditures	940,000	79,325	860,675
Net change in fund balance	$ (251,550)	761,734	$ 1,013,284
Fund balance at beginning of year		1,770,863	
Fund balance at end of year		$ 2,532,597	

VILLAGE OF FOREST PARK, ILLINOIS

2002 BOND FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Interest on investments	$ 210	$ 176	$ (34)
Total revenues	210	176	(34)
Expenditures			
Office of accounts and finance			
Bank fees	2,700	2,700	-
Street improvement project	750,000	168,678	581,322
Other expenditures	13,000	6,249	6,751
Debt service			
Principal retired	480,000	480,000	-
Interest and charges	47,050	47,050	-
Total expenditures	1,292,750	704,677	588,073
Excess (deficiency) of revenues over expenditures	(1,292,540)	(704,501)	588,039
Other financing sources (uses)			
Transfers in	-	686,252	686,252
Total other financing sources (uses)	-	686,252	686,252
Net change in fund balance	$ (1,292,540)	(18,249)	$ 1,274,291
Fund balance at beginning of year		2,821,070	
Fund balance at end of year		$ 2,802,821	

VILLAGE OF FOREST PARK, ILLINOIS

VIP PROGRAM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Sales tax	$ 2,040,000	$ 1,918,683	$ (121,317)
Intergovernmental	-	264,253	264,253
Interest on investments	2,500	2,238	(262)
Total revenues	2,042,500	2,185,174	142,674
Expenditures			
Office of streets and public improvement			
Operating expenditures	1,089,100	1,892,331	(803,231)
Debt service			
Principal retired	535,000	535,000	-
Interest and charges	177,450	177,450	-
Total expenditures	1,801,550	2,604,781	(803,231)
Excess (deficiency) of revenues over expenditures	240,950	(419,607)	(660,557)
Other financing sources (uses)			
Transfers in	-	268,735	268,735
Total other financing sources (uses)	-	268,735	268,735
Net change in fund balance	$ 240,950	(150,872)	$ (391,822)
Fund balance at beginning of year		1,087,344	
Fund balance at end of year		$ 936,472	

VILLAGE OF FOREST PARK, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
April 30, 2016

	Special Revenue Funds						
	Emergency 911 Fund	Narcotics Fund	U.S. Customs Fund	Foreign Fire Insurance Fund	Social Security Fund	Motor Fuel Tax Fund	Illinois Municipal Retirement Fund
ASSETS							
Cash and investments	$ 263,042	$ 215,214	$ 161,263	$ 33,501	$ -	$ 1,302,080	$ 4,955
Receivables:							
Property tax receivable	-	-	-	-	160,696	-	122,886
Due from other governments	-	-	-	-	-	64,262	-
Accounts receivable	10,551	-	-	-	-	-	-
Interfund receivable	-	-	-	-	-	-	-
TOTAL ASSETS	$ 273,593	$ 215,214	$ 161,263	$ 33,501	$ 160,696	$ 1,366,342	$ 127,841
LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCE							
LIABILITIES							
Accounts payable	$ 154	$ 98	$ 491	$ -	$ -	$ -	$ -
Interfund payable	3,476	-	-	-	164,942	-	526,066
Total liabilities	3,630	98	491	-	164,942	-	526,066
DEFERRED INFLOW OF RESOURCES							
Property taxes	-	-	-	-	160,696	-	122,886
Total deferred inflow of resources	-	-	-	-	160,696	-	122,886
FUND BALANCE							
Restricted							
Public safety	269,963	215,116	160,772	33,501	-	-	-
Streets & highways	-	-	-	-	-	1,366,342	-
Unassigned	-	-	-	-	(164,942)	-	(521,111)
Total fund balance	269,963	215,116	160,772	33,501	(164,942)	1,366,342	(521,111)
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCE	$ 273,593	$ 215,214	$ 161,263	$ 33,501	$ 160,696	$ 1,366,342	$ 127,841

VILLAGE OF FOREST PARK, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
April 30, 2016

	Special Revenue Funds		Debt Service Funds			
	Roosevelt Road Corridor TIF Fund	Total Special Revenue Funds	Special Tax Allocation Fund	Incremental Sales Tax Fund	Total Debt Service Funds	Total Nonmajor Governmental Funds
ASSETS						
Cash and investments	$ -	$ 1,980,055	$ 384,406	$ 156,813	$ 541,219	$ 2,521,274
Receivables:						
Property tax receivable	-	283,582	-	-	-	283,582
Due from other governments	-	64,262	-	-	-	64,262
Accounts receivable	4,645	15,196	-	96,761	96,761	111,957
Interfund receivable	-	-	-	36,694	36,694	36,694
TOTAL ASSETS	$ 4,645	$ 2,343,095	$ 384,406	$ 290,268	$ 674,674	$ 3,017,769
LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCE						
LIABILITIES						
Accounts payable	$ 1,989	$ 2,732	$ 13,303	$ -	$ 13,303	$ 16,035
Interfund payable	9,681	704,165	35,890	-	35,890	740,055
Total liabilities	11,670	706,897	49,193	-	49,193	756,090
DEFERRED INFLOW OF RESOURCES						
Property taxes	-	283,582	-	-	-	283,582
Total deferred inflow of resources	-	283,582	-	-	-	283,582
FUND BALANCE						
Restricted						
Public safety	-	679,352	-	-	-	679,352
Streets & highways	-	1,366,342	335,213	290,268	625,481	1,991,823
Unassigned	(7,025)	(693,078)	-	-	-	(693,078)
Total fund balance	(7,025)	1,352,616	335,213	290,268	625,481	1,978,097
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCE	$ 4,645	$ 2,343,095	$ 384,406	$ 290,268	$ 674,674	$ 3,017,769

VILLAGE OF FOREST PARK, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended April 30, 2016

	Special Revenue Funds						
	Emergency 911 Fund	Narcotics Fund	U.S. Customs Fund	Foreign Fire Insurance Fund	Social Security Fund	Motor Fuel Tax Fund	Illinois Municipal Retirement Fund
Revenues							
Property tax	$ -	$ -	$ -	$ -	$ 350,491	$ -	$ 268,049
Sales tax	-	-	-	-	-	-	-
Intergovernmental	148,111	-	-	28,294	8,900	363,459	9,872
Grant revenue	-	147,996	900	-	-	-	-
Interest on investments	256	778	194	37	-	2,602	-
Other revenue	-	1,050	1,050	157	-	-	-
Total revenues	148,367	149,824	2,144	28,488	359,391	366,061	277,921
Expenditures							
Current:							
Office of public affairs	133,751	72,290	65,036	23,902	-	-	-
Office of accounts and finance	-	-	-	-	348,665	-	297,177
Office of streets and public improvement	-	-	-	-	-	-	-
Total expenditures	133,751	72,290	65,036	23,902	348,665	-	297,177
Excess (deficiency) of revenues over expenditures	14,616	77,534	(62,892)	4,586	10,726	366,061	(19,256)
Other financing sources (uses)							
Transfers out	-	-	-	-	-	(268,735)	-
Total other financing sources (uses)	-	-	-	-	-	(268,735)	-
Net change in fund balances	14,616	77,534	(62,892)	4,586	10,726	97,326	(19,256)
Fund balances at beginning of year	255,347	137,582	223,664	28,915	(175,668)	1,269,016	(501,855)
Fund balances at end of year	$ 269,963	$ 215,116	$ 160,772	$ 33,501	$ (164,942)	$ 1,366,342	$ (521,111)

VILLAGE OF FOREST PARK, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended April 30, 2016

	Special Revenue Fund		Debt Service Funds			
	Roosevelt Road Corridor TIF Fund	Total Special Revenue Funds	Special Tax Allocation Fund	Incremental Sales Tax Fund	Total Debt Service Funds	Total Nonmajor Governmental Funds
Revenues						
Property tax	$ -	$ 618,540	$ 723,764	$ -	$ 723,764	$ 1,342,304
Sales tax	-	-	-	376,255	376,255	376,255
Intergovernmental	-	558,636	-	-	-	558,636
Grant revenue	-	148,896	-	-	-	148,896
Interest on investments	-	3,867	24	11	35	3,902
Other revenue	-	2,257	-	-	-	2,257
Total revenues	-	1,332,196	723,788	376,266	1,100,054	2,432,250
Expenditures						
Current:						
Office of public affairs	-	294,979	-	-	-	294,979
Office of accounts and finance	-	645,842	-	-	-	645,842
Office of streets and public improvement	7,025	7,025	-	-	-	7,025
Total expenditures	7,025	947,846	-	-	-	947,846
Excess (deficiency) of revenues over expenditures	(7,025)	384,350	723,788	376,266	1,100,054	1,484,404
Other financing sources (uses)						
Transfers out	-	(268,735)	(686,252)	(327,771)	(1,014,023)	(1,282,758)
Total other financing sources (uses)	-	(268,735)	(686,252)	(327,771)	(1,014,023)	(1,282,758)
Net change in fund balances	(7,025)	115,615	37,536	48,495	86,031	201,646
Fund balances at beginning of year	-	1,237,001	297,677	241,773	539,450	1,776,451
Fund balances at end of year	$ (7,025)	$ 1,352,616	$ 335,213	$ 290,268	$ 625,481	$ 1,978,097

VILLAGE OF FOREST PARK, ILLINOIS

EMERGENCY 911 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Intergovernmental			
911 emergency surcharge	$ 165,000	$ 148,111	$ (16,889)
Interest on investments	325	256	(69)
Total revenues	165,325	148,367	(16,958)
Expenditures			
Office of public affairs			
Bank service fees	300	243	57
Regular	41,317	41,718	(401)
E-911 - expenditures/costs	100,000	91,790	8,210
Total expenditures	141,617	133,751	7,866
Net change in fund balance	$ 23,708	14,616	$ (9,092)
Fund balance at beginning of year		255,347	
Fund balance at end of year		$ 269,963	

VILLAGE OF FOREST PARK, ILLINOIS

NARCOTICS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Grant revenue			
Seizure fees	$ 75,000	$ 147,996	$ 72,996
Sales of seized vehicles	25,000	1,050	(23,950)
Interest on investments	600	778	178
Total revenues	100,600	149,824	49,224
Expenditures			
Office of public affairs			
Bank service fees	20	46	(26)
Seizure expenditures	66,200	72,244	(6,044)
Total expenditures	66,220	72,290	(6,070)
Net change in fund balance	$ 34,380	77,534	$ 43,154
Fund balance at beginning of year		137,582	
Fund balance at end of year		$ 215,116	

VILLAGE OF FOREST PARK, ILLINOIS

U.S. CUSTOMS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Grant revenue			
U.S. Customs deposits	$ 50,000	$ 1,950	$ (48,050)
Interest on investments	360	194	(166)
Total revenues	50,360	2,144	(48,216)
Expenditures			
Office of public affairs			
Bank service fees	250	162	88
U.S. Customs expenditures	200,000	64,874	135,126
Total expenditures	200,250	65,036	135,214
Net change in fund balance	$ (149,890)	(62,892)	$ 86,998
Fund balance at beginning of year		223,664	
Fund balance at end of year		$ 160,772	

VILLAGE OF FOREST PARK, ILLINOIS

FOREIGN FIRE INSURANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Intergovernmental	$ 28,000	$ 28,294	$ 294
Interest on investments	40	37	(3)
Other revenue	-	157	157
Total revenues	28,040	28,488	448
Expenditures			
Office of public affairs			
Bank service fees	25	-	25
Foreign Fire expenditures	25,000	23,902	1,098
Total expenditures	25,025	23,902	1,123
Net change in fund balance	$ 3,015	4,586	$ 1,571
Fund balance at beginning of year		28,915	
Fund balance at end of year		$ 33,501	

VILLAGE OF FOREST PARK, ILLINOIS

SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Property tax	$ 350,000	$ 350,491	$ 491
Personal property replacement tax	11,000	8,900	(2,100)
Total revenues	361,000	359,391	(1,609)
Expenditures			
Office of accounts and finance			
Social Securit/Medicare contributions	358,000	348,665	9,335
Total expenditures	358,000	348,665	9,335
Net change in fund balance	$ 3,000	10,726	$ 7,726
Fund balance at beginning of year		(175,668)	
Fund balance at end of year		$ (164,942)	

VILLAGE OF FOREST PARK, ILLINOIS

MOTOR FUEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Intergovernmental			
Motor fuel tax allotment	$ 337,175	$ 363,459	$ 26,284
Interest on investments	950	2,602	1,652
Total revenues	338,125	366,061	27,936
Excess of revenues	338,125	366,061	27,936
Other financing (uses)			
Transfer out	(600,000)	(268,735)	331,265
Total other financing (uses)	(600,000)	(268,735)	331,265
Net change in fund balance	$ (261,875)	97,326	$ 359,201
Fund balance at beginning of year		1,269,016	
Fund balance at end of year		$ 1,366,342	

VILLAGE OF FOREST PARK, ILLINOIS

ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Property tax	$ 315,000	$ 268,049	$ (46,951)
Intergovernmental			
Personal property replacement tax	12,000	9,872	(2,128)
Total revenues	327,000	277,921	(49,079)
Expenditures			
Office of accounts and finance			
IMRF fund contributions	315,000	297,177	17,823
Total expenditures	315,000	297,177	17,823
Net change in fund balance	$ 12,000	(19,256)	$ (31,256)
Fund balance at beginning of year		(501,855)	
Fund balance at end of year		$ (521,111)	

VILLAGE OF FOREST PARK, ILLINOIS

SPECIAL TAX ALLOCATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Property tax	$ 636,300	$ 723,764	$ 87,464
Interest on investments	30	24	(6)
Total revenues	636,330	723,788	87,458
Excess (deficiency) of revenues over expenditures	636,330	723,788	87,458
Other financing sources (uses)			
Transfers out	-	(686,252)	(686,252)
Total other financing sources (uses)	-	(686,252)	(686,252)
Net change in fund balance	$ 636,330	37,536	$ (598,794)
Fund balance at beginning of year		297,677	
Fund balance at end of year		$ 335,213	

VILLAGE OF FOREST PARK, ILLINOIS

INCREMENTAL SALES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Sales tax	$ 310,000	$ 376,255	$ 66,255
Interest on investments	20	11	(9)
Total revenues	310,020	376,266	66,246
Excess (deficiency) of revenues over expenditures	310,020	376,266	66,246
Other financing sources (uses)			
Transfers out	(305,000)	(327,771)	(22,771)
Total other financing sources (uses)	(305,000)	(327,771)	(22,771)
Net change in fund balance	$ 5,020	48,495	$ 43,475
Fund balance at beginning of year		241,773	
Fund balance at end of year		$ 290,268	

VILLAGE OF FOREST PARK, ILLINOIS

WATER FUND
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2016

	Budget	Actual	Variance from Budget Positive (Negative)
Operating revenues			
Charges for services	$ 6,619,067	$ 6,812,457	$ 193,390
Other revenue	236,295	5,127	(231,168)
Total operating revenues	6,855,362	6,817,584	(37,778)
Operating expenses			
Operations	5,264,945	4,062,290	1,202,655
Depreciation	135,000	156,225	(21,225)
Total operating expenses	5,399,945	4,218,515	1,181,430
Operating income (loss)	1,455,417	2,599,069	1,143,652
Nonoperating revenues and (expenses)			
Interest revenue	3,000	3,071	71
Interest expense	(79,457)	(76,922)	2,535
Loss on disposal of caital assets	-	(22)	(22)
Total nonoperating revenues and (expenses)	(76,457)	(73,873)	2,584
Income (loss) before transfers	1,378,960	2,525,196	1,146,236
Transfers out	(900,000)	(900,000)	-
Change in net position	$ 478,960	1,625,196	$ 1,146,236
Net position at beginning of year		8,555,070	
Net position at end of year		$ 10,180,266	

VILLAGE OF FOREST PARK, ILLINOIS

COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
April 30, 2016

	Police Pension Trust Fund	Firefighters' Pension Trust Fund	Total
ASSETS			
Cash and cash equivalents	$ 2,348,917	$ 897,427	$ 3,246,344
Investments			
Certificates of deposit	-	503,455	503,455
Corporate bonds	-	1,476,997	1,476,997
Government securities	9,612,020	2,647,559	12,259,579
Mutual funds	3,356,515	8,774,049	12,130,564
Insurance contracts	5,617,224	-	5,617,224
Total investments	18,585,759	13,402,060	31,987,819
Interest receivable	12,026	25,949	37,975
Prepaid items	697	400	1,097
Total assets	20,947,399	14,325,836	35,273,235
LIABILITIES			
Accounts payable	1,264	3,935	5,199
Total liabilities	1,264	3,935	5,199
NET POSITION			
Plan net position held in trust for employees' pension benefits	$ 20,946,135	$ 14,321,901	$ 35,268,036

VILLAGE OF FOREST PARK, ILLINOIS

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
Year Ended April 30, 2016

	Police Pension Trust Fund	Firefighters' Pension Trust Fund	Total
ADDITIONS			
Contributions			
Employer	$ 860,422	$ 683,363	$ 1,543,785
Plan members	319,101	198,332	517,433
Total contributions	1,179,523	881,695	2,061,218
Investment earnings			
Net change in fair value of investments	(43,690)	(704,241)	(747,931)
Interest	522,422	483,619	1,006,041
Less investment expense	(180)	(39,604)	(39,784)
Net investment income	478,552	(260,226)	218,326
Total additions	1,658,075	621,469	2,279,544
DEDUCTIONS			
Benefits and refunds	1,722,513	1,607,085	3,329,598
Administrative expenses	39,077	26,689	65,766
Total deductions	1,761,590	1,633,774	3,395,364
Increase (decrease) in plan net position	(103,515)	(1,012,305)	(1,115,820)
Plan net position at beginning of year	21,049,650	15,334,206	36,383,856
Plan net position at end of year	$ 20,946,135	$ 14,321,901	$ 35,268,036

VILLAGE OF FOREST PARK

SCHEDULE OF EXPENDITURES FOR TORT IMMUNITY PURPOSES
Year Ended April 30, 2016

Unemployment	$ 23,431
Liability insurance	463,304
Workman's comp insurance	469,616
Total tort immunity purposes expenditures	$ 956,351

The Village levies property taxes for tort immunity/liability insurance purposes. As required by Public Act 91-0628 passed by the Illinois General Assembly, the Village is including the above list of tort immunity purposes expenditures in its annual financial report.

The Village's tax extension for liability insurance purposes for tax year 2015 as levied by Cook County was $427,450. Any shortfall to cover expenditures in excess of taxes collected is derived from other revenues of the Village. Any excess of revenues over expenditures is carried forward to subsequent fiscal years subject to a statutory formula.

SCHEDULE OF ASSESSED VALUATIONS, TAX RATES
AND COMPARATIVE TAX STATISTICS
Year Ended April 30, 2016
(Unaudited)

	Assessed Valuation	Extended Village Tax Rate
Tax levy year:		
2006	$ 354,116,468	$ 1.2860
2007	382,322,592	1.2630
2008	432,613,550	1.0867
2009	444,213,981	1.0611
2010	426,046,739	1.1392
2011	353,030,571	1.3996
2012	327,397,042	1.5580
2013	306,740,756	1.6596
2014	297,971,337	1.7384
2015	289,084,967	1.8077

	2015 Levy		2014 Levy	
	Amount	Rate	Amount	Rate
General fund:				
Corporate	$ 1,218,494	$ 0.4215	$ 1,282,767	$ 0.4305
Fire protection	648,900	0.2245	648,900	0.2178
Forestry	82,400	0.0285	82,400	0.0277
Insurance	427,450	0.1479	474,598	0.1593
Police protection	648,900	0.2245	648,900	0.2178
Police pension	860,050	0.2975	797,735	0.2677
Firefighters' pension	721,515	0.2496	626,240	0.2102
Total general fund	4,607,709	1.5940	4,561,540	1.5310
Special revenue funds:				
Illinois municipal retirement fund	267,800	0.0926	267,800	0.0899
Social security fund	350,200	0.1211	350,200	0.1175
Total special revenue funds	618,000	0.2137	618,000	0.2074
Total tax levy:	$ 5,225,709	$ 1.8077	$ 5,179,540	$ 1.7384
Collections as of April 30, 2016	$ 2,638,188	50.48%	$ 5,072,065	97.93%

See independent auditor's report.

VILLAGE OF FOREST PARK, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
SCHEDULE OF BONDS OUTSTANDING
April 30, 2016
(Unaudited)

General Obligation Tax Increment Financing Refunding Bonds:
Series 2002
Dated: May 1, 2002
Interest Payable June 1 and December 1 of each year
Paying Agent - Amalgamated Bank of Chicago

Fiscal Year Ending April 30,	Interest Rate	Principal	Interest	Total Principal & Interest
2017	4.85%	$ 500,000	$ 24,250	$ 524,250
Totals		$ 500,000	$ 24,250	$ 524,250

VILLAGE OF FOREST PARK, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
SCHEDULE OF DEBT CERTIFICATES OUTSTANDING
April 30, 2016
(Unaudited)

General Obligation Debt Certificates:
Series 2011
Dated: December 21, 2011
Interest Payable May 1 and November 1 of each year
Paying Agent - Amalgamated Bank of Chicago

Fiscal Year Ending April 30,	Interest Rate	Principal	Interest	Total Principal & Interest
2017	2.00%	$ 300,000	$ 49,675	$ 349,675
2018	2.00%	305,000	43,675	348,675
2019	2.50%	315,000	37,575	352,575
2020	3.00%	320,000	29,700	349,700
2021	3.00%	330,000	20,100	350,100
2022	3.00%	340,000	10,200	350,200
Totals		$ 1,910,000	$ 190,925	$ 2,100,925

VILLAGE OF FOREST PARK, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
SCHEDULE OF BONDS OUTSTANDING
April 30, 2016
(Unaudited)

General Obligation Refunding Bonds (Alternative Revenue Source):
Series 2012A
Dated: December 3, 2012
Interest Payable June 1 and December 1 of each year
Paying Agent - Amalgamated Bank of Chicago

Fiscal Year Ending April 30,	Interest Rate	Principal	Interest	Total Principal & Interest
2017	2.00%	$ 550,000	$ 167,750	$ 717,750
2018	2.00%	555,000	155,750	710,750
2019	2.00%	565,000	144,650	709,650
2020	3.00%	580,000	133,350	713,350
2021	3.00%	600,000	115,950	715,950
2022	3.00%	615,000	97,950	712,950
2023	3.00%	635,000	79,500	714,500
2024	3.00%	650,000	60,450	710,450
2025	3.00%	675,000	40,950	715,950
2026	3.00%	690,000	20,700	710,700
Totals		$ 6,115,000	$ 1,017,000	$ 7,132,000

VILLAGE OF FOREST PARK, ILLINOIS

WATERWORKS FACILITY REPORT
April 30, 2016
(Unaudited)

Revenues	$ 6,757,075
Operating Expenses	$ 3,265,353
Replacement Costs	
Water Mains	$ 30,273,540
Pump Stations	6,500,000
Water Towers	4,500,000
Total	$ 41,273,540
Total gallons received at the waterworks facility	856,469,441
Total number of gallons billed	716,255,024
Debt service due within one year	
Principal	$ 364,782
Interest	70,391
Total	$ 435,173
Number of users	
Active during the year ended April 30, 2016	3,314
Suspended during the year ended April 30, 2016	46