



ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED APRIL 30, 2016

# VILLAGE OF CALUMET PARK

## **Annual Financial Report**

For the Year Ended April 30, 2016

### **Administrative Offices**

12409 South Throop Street  
Calumet Park, Illinois 60827

(708) 389-0850

Ronald Denson – Mayor  
Omara Fonseca – Village Clerk  
Mary Ryan – Village Services Director  
Ella Bedford - Treasurer  
Burton Odelson – Village Attorney

### **Trustees**

Felix A. Laskey  
Robert L. Turner  
Dorothy P. Wiggins  
Cynthia M. Potts  
Daniel O. White  
Carl Hampton Sr.

**Village of Calumet Park, Illinois  
Annual Financial Report  
For the Year Ended April 30, 2016**

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**Table of Contents**

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<b>Independent Auditor's Report</b>	1 - 3
<b>Management's Discussion and Analysis</b>	MDA 1 - 11
<b>Basic Financial Statements:</b>	
Government-wide Financial Statements:	
Statement of Net Position	4 - 5
Statement of Activities	6 - 7
Fund Financial Statements:	
Balance Sheet - Governmental Funds	8 - 9
Reconciliation of Balance Sheet of Governmental Funds to the Statement of Net Position	10
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	11 - 14
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	15
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual:	
General Fund	16
TIF 2 Fund	17
Proprietary Funds - Enterprise Fund:	
Statement of Net Position (Deficit)	18 - 19
Statement of Revenues, Expenses and Changes in Fund Net Position (Deficit)	20 - 21
Statement of Cash Flows	22 - 23
Fiduciary Funds:	
Statement of Net Position	24
Statement of Changes in Net Position - Pension Trust Fund	25
Notes to the Financial Statements	26 - 66

(cont'd)

**Village of Calumet Park, Illinois  
Annual Financial Report  
For the Year Ended April 30, 2016**

---

**Table of Contents (cont'd)**

---

**Required Supplementary Information:**

Multiyear Schedule of Employer Contributions:	
Illinois Municipal Retirement Fund	67
Sheriff's Law Enforcement Personnel Fund	68
Multiyear Schedule of Changes in the Employer's Net Pension Liability and Related Ratios:	
Illinois Municipal Retirement Fund	69
Sheriff's Law Enforcement Personnel Fund	70
Police Pension Fund - Schedule of Revenues By Source and Expenses by Type	71

**Supplemental Section:**

Schedule of Expenditures - Budget and Actual - General Fund	72 - 73
Nonmajor Governmental Funds:	
Combining and Individual Fund Statements and Schedules: Combining Balance Sheet	74 - 77
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits)	78 - 81
Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit) - Budget and Actual:	
911 Fund	82
Motor Fuel Tax Fund	83
TIF 3 Fund	84
TIF 4 Fund	85
TIF 5 Fund	86
Debt Service Fund	87
Capital Projects Fund	88
911 Center Construction Fund	89

(cont'd)

**Village of Calumet Park, Illinois  
Annual Financial Report  
For the Year Ended April 30, 2016**

---

**Table of Contents (cont'd)**

---

**Supplemental Section (cont'd):**

Proprietary Funds:

Schedule of Revenues, Expenses and Changes in Fund

Net Position (Deficit) - Budget and Actual:

Water and Sewer Fund - Water Sub Fund 90

Water and Sewer Fund - Sewer Sub Fund 91

Refuse Fund 92

Regional Communications Center Fund 93

Schedule of Changes in Assets and Liabilities - Agency

Fund - Performance Bond Fund 94

**Other Financial Schedules:**

Schedule of Long-term Debt Obligations 95 - 101

**Statistical Section:**

General Property Tax Data 102

**INDEPENDENT AUDITOR'S REPORT**

# Selden Fox

Accounting for your future

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## INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Board of Trustees  
Village of Calumet Park  
Calumet Park, Illinois

We have audited the accompanying financial statements of the governmental activities, business-type activities, fiduciary activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the **Village of Calumet Park** as of and for the year ended April 30, 2016, and the statements of revenues, expenditures and changes in fund balance – budget and actual for the General Fund and TIF 2 (major special revenue) Fund 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 conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

## **Basis for Qualified Opinions on Governmental and Business-type Activities and Water Fund**

As discussed in Note V.C. to the financial statements, management did not obtain an actuarial valuation for the police pension plan in the current or prior year. Management has not recorded a liability for the net pension liability, and accordingly has not recorded an adjustment to beginning or ending net position and an expense for the current year change in that liability. Accounting principles generally accepted in the United States of America require the cost of providing pension benefits to be accrued as a liability and expense as employees earn the right to the benefits. The change in this liability each year would either increase or decrease the change in net position of governmental activities. The amount by which this departure would affect the liabilities, net position and expenses of the governmental activities is not reasonably determinable.

Management has not recorded a liability for certain other post-employment benefit costs and obligations, and accordingly, has not recorded an adjustment to beginning net position and an expense for the current period change in that liability. Accounting principles generally accepted in the United States of America require the cost of providing other post-employment benefits to be accrued as a liability and expense as employees earn the right to the benefits, which would increase the liabilities, reduce the net position, and change the expenses of governmental and business-type activities, and proprietary funds. The amount by which this departure would affect the liabilities, net position and expenses of the governmental and business-type activities, and the Water Fund is not reasonably determinable.

The Village's financial statements do not disclose the pension-related disclosures required under GASB Statement No. 68 for the police pension plan. In our opinion, disclosure of that information is required to conform with accounting principles generally accepted in the United States of America.

## **Qualified Opinions**

In our opinion, except for the effects of the matters described in the "Basis for Qualified Opinions on Governmental and Business-type Activities and Water Fund" paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental and business-type activities and the proprietary fund of the Village of Calumet Park as of April 30, 2016, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Unmodified Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of fiduciary activities, the discretely presented component unit, each major fund, except the Water Fund, and the aggregate remaining fund information of the Village of Calumet Park as of and for the year ended April 30, 2016, and the statement of revenues, expenditures and changes in fund balance – budget and actual for the General Fund and TIF 2 (major special revenue) Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Change in Accounting Principal**

As discussed in Note I. to the financial statements, the Village adopted Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment to GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, for its pensions other than the Police pension plan. Our opinions are not modified with respect to these matters.

## **Other Matters**

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages MD&A 1-11), the multiyear schedules of employer contributions (pages 67-68), the multiyear schedules of changes in employer's net pension liability and related ratios (pages 69-70), and the schedule of revenues by source and expenses by type (page 71) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Management has omitted the police pension information, the omission of which does not affect our opinion. 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 inquiry 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.

### ***Other Information***

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the Village of Calumet Park's basic financial statements. The schedule of expenditures – budget and actual for the General Fund, the combining balance sheet and schedule of revenues, expenditures and changes in fund balances (deficits) – nonmajor governmental funds, the schedule of revenues, expenditures and changes in fund balance (deficit) – budget and actual for the individual nonmajor governmental funds and the proprietary funds, the schedule of changes in assets and liabilities for the agency fund, and the schedule of long-term debt obligations (hereinafter referred to as "supplementary information") are presented for purposes of additional analysis, and are not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, except for the effect of not recording a liability for certain other post-employment benefit costs and obligations in the Water Fund, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Calumet Park's financial statements. The statistical section is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

*Selden Fox, Ltd.*

February 23, 2017

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Village of Calumet Park, Illinois**  
**Management's Discussion and Analysis**  
**April 30, 2016**

The Village of Calumet Park offers readers of the Village's financial statements this narrative overview and analysis of the financial activity of the Village of Calumet Park for the fiscal year ended April 30, 2016.

**Financial Highlights**

The assets of the Village of Calumet Park exceeded its liabilities at the close of the most recent fiscal year by \$10,517,024 (*net position*). Of this amount, \$8,511,742 represents the net investment in capital assets, and \$6,504,925 is restricted for other purposes. The Village's unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors, was at a deficit of \$4,499,643. Included within this deficit are amounts that will be needed to make future principal and interest payments on tax increment bond issues, which will be funded through future property taxes and incremental tax revenue, received from the Village's Tax Increment Financing Districts. The liability for the debt is included in the statement of net position, but only the portion of the future tax receipts already levied has been included.

- The government's total net position decreased by \$450,071 as a result of current year activities, which consisted of a decrease in governmental activities net position of \$186,428 and a decrease in business-type activities net position of \$263,643.
- The government's total beginning net position was restated as the Village adopted the requirement of GASB Statement No. 68 for reporting its participation in the IMRF and SLEP pension plans (but not for the police pension plan). The total restatement decreased beginning net position by \$292,462, which consisted of a decrease in governmental activities net position of \$226,890 and a decrease in business-type activities net position of \$65,572.
- As of the close of the current fiscal year, the Village of Calumet Park's governmental funds reported combined ending fund balances of \$8,700,978, a decrease of \$1,370,829 in comparison with the prior year. The decrease is due primarily to the expenditure of bond proceeds received in prior years.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$2,324,154, a decrease of \$104,318 from the prior year.
- The Village of Calumet Park's total outstanding general obligation bonds decreased by \$1,700,541 during the current fiscal year, as the Village issued two new bonds issues in the current year which were used to refund existing debt obligations at a lower rate which will result in tax savings for the residents.

## **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the Village of Calumet Park's basic financial statements. The Village of Calumet Park's 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 themselves.

**Government-wide Financial Statements** – The government-wide financial statements are designed to provide readers with a broad overview of the Village of Calumet Park's finances, in a manner similar to a private sector business.

The statement of net position presents information on all of the Village of Calumet Park's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village of Calumet Park is improving or deteriorating.

The statement of activities presents information showing how the government'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 only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Village of Calumet Park that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all, or a significant portion of, their costs through user fees and charges (business-type activities). The governmental activities of the Village of Calumet Park include general government, public safety, public works, building, legal, culture and recreation, and interest on long-term debt. The business-type activities of the Village of Calumet Park include water, sewer and refuse activity.

The government-wide financial statements include not only the Village of Calumet Park itself (known as the primary government), but also the Village's component units. The Village of Calumet Park Police Pension Plan is a blended component unit reported as a fiduciary fund. The Village of Calumet Park Public Library is a legally separate component unit (discretely presented) for which the Village of Calumet Park is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 4 through 7 of this report.

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

## **Overview of the Financial Statements (cont'd)**

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison.

The Village of Calumet Park maintains sixteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, and the TIF 2 Fund, a Special Revenue Fund, which collectively comprise the major funds. Data from the other fourteen governmental funds (911 Fund, DCEO Grant Fund, Justice Assistance Grant I Fund, Justice Assistance Grant II Fund, Motor Fuel Tax Fund, Police Evidence Fund, TIF 3 Fund, TIF 4 Fund, TIF 5 Fund, Tobacco Enforcement Fund, CDBG Fund, Debt Service Fund, Capital Projects Fund and 911 Center Construction Fund) are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the supplemental section in this report.

The Village of Calumet Park adopts an annual appropriated budget for all funds but the DCEO Fund, a nonmajor Special Revenue Fund. A budgetary comparison statement has been provided for the General Fund and the major special revenue fund within the basic financial statements to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 8 through 17 of this report.

**Proprietary Funds** – The Village of Calumet Park maintains one type of proprietary fund, an enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village of Calumet Park uses three separate enterprise funds to account for its water and sewer, refuse and regional communications center operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information on the Water and Sewer Fund, the Refuse Fund, and the Regional Communication Center Fund are the only proprietary funds of the Village of Calumet Park, and which are all considered major funds. The basic proprietary fund financial statements can be found on pages 18 through 23 of this report.

The Village of Calumet Park adopts an annual appropriated budget for its Enterprise Funds. A budgetary comparison schedule has been provided for the funds in the supplemental section.

## **Overview of the Financial Statements (cont'd)**

***Fiduciary Funds*** – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements, because the resources of those funds are not available to support the Village of Calumet Park's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The Village's fiduciary funds consist of a Pension Trust Fund and an Agency Fund.

The basic fiduciary fund financial statements can be found on pages 24 and 25 of this report.

**Notes to the Financial Statements** – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 26 through 66 of this report.

**Other Information** – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village of Calumet Park's progress in funding its obligation to provide pension benefits to its employees, as well as historical data on revenues by source and expenses by type for its single employer Police Pension Fund. Required supplementary information can be found on pages 67 through 71 of this report.

A General Fund detailed schedule of expenditures – budget and actual, the combining statements referred to earlier in connection with nonmajor governmental funds, detailed schedule of revenues, expenses and changes in fund net position – budget and actual for the nonmajor governmental fund and the enterprise fund, a schedule of changes in assets and liabilities for the Agency Fund, and detail schedules of long-term liabilities are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 72 through 101 of this report. Some general property tax data is included in the statistical section of this report on page 102.

## **Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village of Calumet Park, assets exceeded liabilities by \$10,517,024 at the close of the most recent fiscal year.

The largest portion of the Village of Calumet Park's net position reflects its investment in capital assets (e.g., land, buildings and improvements, equipment and vehicles), less any related debt used to acquire those assets that is still outstanding. The Village of Calumet Park uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village of Calumet Park's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**Government-wide Financial Analysis (cont'd)**

An additional portion of the Village of Calumet Park's net position represents resources that are subject to external restrictions, established by law, grant agreement or contractual obligation, on how they may be used. The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors. The 2015 amounts shown here and on the table on the next page are as originally reported, and do not reflect the restatement to beginning net position in the current year for the adoption of GASB Statement No. 68.

**Village of Calumet Park  
Condensed Statement of Net Position  
For the Years Ended April 30,  
(in millions)**

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$ 12.3	\$ 14.2	\$ .5	\$ .6	\$ 12.8	\$ 14.8
Capital assets	11.9	11.6	1.8	1.8	13.7	13.4
<b>Total assets</b>	<b>24.2</b>	<b>25.8</b>	<b>2.3</b>	<b>2.4</b>	<b>26.5</b>	<b>28.2</b>
Total deferred outflows of resources	.6	-	.2	-	.8	-
<b>Total assets and deferred outflows</b>	<b>24.8</b>	<b>25.8</b>	<b>2.5</b>	<b>2.4</b>	<b>27.3</b>	<b>28.2</b>
Long-term liabilities	13.2	13.7	.3	-	13.5	13.7
Other liabilities and deferred inflows	.7	.8	2.6	2.5	3.3	3.3
<b>Total liabilities</b>	<b>13.9</b>	<b>14.5</b>	<b>2.9</b>	<b>2.5</b>	<b>16.8</b>	<b>17.0</b>
Net position:						
Net investment in capital assets	6.9	6.8	1.8	1.8	8.7	8.6
Restricted	6.6	7.2	-	-	6.6	7.2
Unrestricted	(2.6)	(2.7)	(2.2)	(1.9)	(4.8)	(4.6)
<b>Total net position</b>	<b>\$ 10.9</b>	<b>\$ 11.3</b>	<b>\$ (.4)</b>	<b>\$ (.1)</b>	<b>\$ 10.5</b>	<b>\$ 11.2</b>

**Governmental Activities** – Governmental activities decreased the Village of Calumet Park's net position by \$186,428 (increase of \$1,026,865 in the prior year). General revenues increased by approximately \$380,000 due primarily to a decrease in property taxes, as most other taxes and other income remained relatively stable. Expenses increased approximately \$900,000, as increased expenses were noted primarily in public works due to additional projects taken on in the current year.

**Business-type Activities** – Business-type activities decreased the Village of Calumet Park's net position by \$263,643 (increased \$282,759 in prior year). The current year decrease is primarily due to a loss in the newly created Regional Communication Center Fund of approximately \$450,000. The Village expects to see revenue increases as they begin to serve nearby communities.

Detail on current year activity follows.

## Government-wide Financial Analysis (cont'd)

**Village of Calumet Park  
Changes in Net Position  
For the Fiscal Year Ended April 30, 2016  
(in millions)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	Amount	% of Totals	Amount	% of Totals	Amount	% of Totals
<b>Program revenues:</b>						
Charges for service	\$ 1.2	11.0 %	\$ 3.0	93.5 %	\$ 4.2	30.4 %
Operating/capital grants	.2	2.3	.1	4.0	.3	2.7
<b>General revenue:</b>						
Property taxes	5.2	50.3	-	-	5.2	38.5
Other taxes	3.3	32.1	-	-	3.3	24.5
Other revenues	.5	4.3	.1	2.5	.6	3.9
<b>Total revenues</b>	<b>10.4</b>		<b>3.2</b>		<b>13.6</b>	
<b>Expenses:</b>						
<b>Governmental activities:</b>						
General government	1.9	17.6	-	-	1.9	13.4
Public safety	4.9	46.3	-	-	4.9	35.3
Public works	2.4	22.2	-	-	2.4	17.0
Building	.2	1.8	-	-	.2	1.4
Legal	.2	1.7	-	-	.2	1.3
Culture and recreation	.6	5.4	-	-	.6	4.1
Interest	.5	5.0	-	-	.5	3.8
<b>Business-type:</b>						
Water and Sewer	-	-	2.0	59.4	2.0	14.1
Refuse	-	-	.5	15.3	.5	3.6
Regional Comm.	-	-	.9	25.3	.9	6.0
<b>Total expenses</b>	<b>10.7</b>		<b>3.4</b>		<b>14.1</b>	
<b>Transfers</b>	<b>.1</b>		<b>(.1)</b>		<b>-</b>	
<b>Changes in net position</b>	<b>\$ (.2)</b>		<b>\$ (.3)</b>		<b>\$ (.5)</b>	

### Revenues:

- Property taxes decreased 3.9% despite an increase in the 2015 levy of 4.9% over the 2014 levy due to the timing of tax collections and lower tax incremental revenues due to declining EAVs in the TIF Districts.
- Intergovernmental revenue and other taxes increased by \$36,611 or 1.2% as general revenues remained stable in the current year.
- Utility revenues (water, sewer and refuse) increased due to an increase in rates in the current year, and an adjustment in the prior year to reduce old receivable balances.

For the most part, changes in expenses were related to increases in salaries and wages mandated by labor agreements and the change in the recognition of pension expense under GASB Statement No. 68, and reflected the strict adherence to budget and the changes in the demand for services.

## Government-wide Financial Analysis (cont'd)

A condensed statement of activities for the year ended April 30, 2015, is shown for comparative purposes.

**Village of Calumet Park  
Changes in Net Position  
For the Fiscal Year Ended April 30, 2015  
(in millions)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	Amount	% of Totals	Amount	% of Totals	Amount	% of Totals
Program revenues:						
Charges for service	\$ 1.1	10.0 %	\$ 2.2	98.0 %	\$ 3.3	25.5 %
Operating/capital grants	.2	2.1	-	-	.2	1.8
General revenue:						
Property taxes	5.5	50.6	-	-	5.5	41.8
Other taxes	3.5	32.4	-	-	3.5	26.6
Other revenues	.5	4.9	.1	2.0	.6	4.3
<b>Total revenues</b>	<b>10.8</b>		<b>2.3</b>		<b>13.1</b>	
Expenses:						
Governmental activities:						
General government	1.6	17.1	-	-	1.6	13.9
Public safety	5.0	52.1	-	-	5.0	42.3
Public works	1.5	15.6	-	-	1.5	12.7
Building	.2	1.5	-	-	.2	1.3
Legal	.2	2.5	-	-	.2	2.0
Culture and Recreation	.5	5.2	-	-	.5	4.2
Interest	.6	6.0	-	-	.6	4.8
Business-type:						
Water	-	-	1.6	72.9	1.6	13.7
Sewer	-	-	.2	7.3	.2	1.4
Refuse	-	-	.4	19.8	.4	3.7
<b>Total expenses</b>	<b>9.6</b>		<b>2.2</b>		<b>11.8</b>	
Transfers	(.2)		.2		-	
<b>Changes in     net position</b>	<b>\$ 1.0</b>		<b>\$ .3</b>		<b>\$ 1.3</b>	

## Financial Analysis of the Government's Funds

As noted earlier, the Village of Calumet Park uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds** – The focus of the Village of Calumet Park's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the Village of Calumet Park's financing requirements. In particular, *unrestricted fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

## **Financial Analysis of the Government's Funds (cont'd)**

**Proprietary Funds** – The Village of Calumet Park's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Net position of the Water and Sewer Fund at the end of the year was \$312,869 (\$217,787 in the prior year). The operating income for the Water and Sewer Fund in the current year was \$58,212 (loss of \$17,361 in the prior year).

Other factors concerning the finances of the Water and Sewer Fund have already been addressed in the discussion of the Village of Calumet Park's business-type activities. The Village's Refuse Fund accounts for the charges and expense related to garbage pickup. The Refuse Fund had an operating income of \$41,950 in the current year (operating income of \$70,194 in the prior year).

The Village's 911 Center began operations in the current year. The Center provided emergency response services to the residents of Calumet Park and one neighboring community in the current year. Subsequent to year end, the Village entered into an agreement to provide services to a third community. During the current year, the Center had an operating loss of \$728,557, which was funded primarily by advances from the General Fund. The Regional Communications Fund charged the General Fund \$280,000 for services to the Village, with additional advances recognized as an interfund liability.

### **General Fund Budgetary Highlights**

The Village amended the originally adopted budget by the Village during the current fiscal year. During the year, actual expenditures came in under budget, which resulted in an increase in the General Fund's fund balance from the beginning of the year to the end of the year, rather than the projected decrease.

## General Fund Budgetary Highlights (cont'd)

	General Fund (in millions)		
	Original Budget	Final Budget	Actual
Revenues:			
Property taxes	\$ 3.3	\$ 3.3	\$ 3.8
Intergovernmental	2.7	2.7	2.5
Other	1.9	1.9	2.2
<b>Total</b>	<b>7.9</b>	<b>7.9</b>	<b>8.5</b>
Expenditures:			
Current:			
Administration	1.7	1.5	1.6
Building	.2	.2	.2
Police	2.8	2.9	2.8
Fire	1.4	1.5	1.5
Streets and alleys	1.2	1.3	1.4
Recreation	.5	.5	.5
Pension	.6	.6	.7
<b>Total</b>	<b>8.4</b>	<b>8.5</b>	<b>8.7</b>
<b>Revenues over (under) expenditures</b>	<b>(.5)</b>	<b>(.6)</b>	<b>(.2)</b>
Net transfers	-	-	-
<b>Change in fund balance</b>	<b>\$ (.5)</b>	<b>\$ (.6)</b>	<b>\$ (.2)</b>

## Capital Asset and Debt Administration

**Capital Assets** – The Village of Calumet Park's investment in capital assets for its governmental and business-type activities as of April 30, 2016 and 2015, was \$13,755,794 and \$13,396,548, respectively (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, infrastructure, equipment and vehicles. The Village, as a phase three government under GASB 34, has elected to capitalize infrastructure assets (i.e., streets, sidewalks and curbs, land beneath the streets, and bridges) on the statement of net position on a prospective basis. The total change in the Village of Calumet Park's investment in capital assets between the current fiscal year and the prior year's annual report was an increase of 2.7% (3.0% increase for governmental activities and a 0.1% increase for business-type activities).

## Capital Asset and Debt Administration (cont'd)

The following table presents capital assets at April 30, 2016 and 2015, at net book value.

Village of Calumet Park Capital Assets at Year End Net of Depreciation (in millions)						
	Governmental Activities		Business-type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
Land	\$ 1.2	\$ 1.2	\$ -	\$ -	\$ 1.2	\$ 1.2
Buildings and improvements	4.7	4.7	1.5	1.6	6.2	6.3
Infrastructure	4.0	3.8	-	-	4.0	3.8
Equipment	1.5	1.2	.3	.2	1.8	1.4
Vehicles	.5	.7	-	-	.5	.7
<b>Total</b>	<b>\$ 11.9</b>	<b>\$ 11.6</b>	<b>\$ 1.8</b>	<b>\$ 1.8</b>	<b>\$ 13.7</b>	<b>\$ 13.4</b>

Additional information on the Village of Calumet Park's capital assets can be found in Note IV.C. on pages 42 through 44 of this report.

**Long-term Debt** – At the end of fiscal year 2016, the Village of Calumet Park had total bonded debt outstanding of \$11,240,000 (\$12,940,541 at April 30, 2015). Of this amount, \$5,810,000 represents general obligation bonds, and \$5,430,000 represents general obligation tax increment bonds (\$6,285,541 and \$6,655,000, respectively, at April 30, 2015). All of this bonded debt is backed by the full faith and credit of the government.

Village of Calumet Park Outstanding General Obligation Debt (000's)						
	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
General obligation bonds	\$ 5.8	\$ 6.3	\$ -	\$ -	\$ 5.8	\$ 6.3
General obligation tax increment bonds	5.4	6.6	-	-	5.4	6.6
	<b>\$ 11.2</b>	<b>\$ 12.9</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 11.2</b>	<b>\$ 12.9</b>

The Village of Calumet Park's total debt decreased by \$1,700,541 during the current fiscal year (decrease of \$1,349,459 in the prior fiscal year). The Village of Calumet Park is a home rule community, and therefore, is not limited in the amount of general obligation debt it may issue by any State statute.

Additional information on the Village of Calumet Park's long-term debt can be found in Note IV.E. on pages 46 through 49 of this report.

## **Summary and Future Considerations**

The Village intends to continue to closely monitor expenditures, and allocate resources to areas that best meet the needs of its citizenry. The Village will continue to actively seek out grants and all other available revenue sources. The Village intends to continue to participate in the Community Development Block Grant Program to obtain additional resources to help maintain the infrastructure of the Village.

## **Request for Information**

This financial report is designed to provide a general overview of the Village of Calumet Park's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report, or requests for additional financial information, should be addressed to the Treasurer, 12409 South Throop Street, Calumet Park, Illinois 60827.

## **BASIC FINANCIAL STATEMENTS**

**Village of Calumet Park, Illinois**  
**Statement of Net Position**  
**April 30, 2016**

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Public Library
<b>Assets</b>				
Cash and cash equivalents	\$ 5,858,763	\$ 32,121	\$ 5,890,884	\$ 166,112
Investment in real estate	260,000	-	260,000	-
Receivables	3,782,331	443,200	4,225,531	93,717
Due from primary government	-	-	-	6,881
Due from Fiduciary Funds	2,500	-	2,500	-
Internal balances	2,370,817	(2,370,817)	-	-
Net pension asset - SLEP	22,112	-	22,112	-
Capital assets not being depreciated - land	1,245,417	-	1,245,417	-
Capital assets, net of accumulated depreciation:				
Buildings and improvements	4,701,818	1,500,866	6,202,684	20,026
Infrastructure	3,978,347	-	3,978,347	-
Equipment	1,454,771	347,694	1,802,465	-
Vehicles	526,881	-	526,881	-
<b>Total assets</b>	<b>24,203,757</b>	<b>(46,936)</b>	<b>24,156,821</b>	<b>286,736</b>
<b>Deferred Outflows of Resources</b>				
Pension-related - actuarial	560,834	129,910	690,744	-
Pension-related - contributions	66,836	15,067	81,903	-
<b>Total deferred outflows of resources</b>	<b>627,670</b>	<b>144,977</b>	<b>772,647</b>	<b>-</b>
<b>Total assets and deferred outflows of resources</b>	<b>24,831,427</b>	<b>98,041</b>	<b>24,929,468</b>	<b>286,736</b>

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Public Library
<b>Liabilities</b>				
Accounts payable and other accrued expenses	\$ 109,002	\$ 222,216	\$ 331,218	\$ 1,526
Accrued interest expense	192,921	-	192,921	-
Due to other governments	9,660	-	9,660	-
Due to Fiduciary Fund	421,909	1,300	423,209	-
Due to component unit	6,881	-	6,881	-
Noncurrent liabilities:				
Due within one year	1,513,784	-	1,513,784	-
Due in more than one year	11,664,097	265,382	11,929,479	-
<b>Total liabilities</b>	<b>13,918,254</b>	<b>488,898</b>	<b>14,407,152</b>	<b>1,526</b>
<b>Deferred Inflows of Resources</b>				
Pension-related - actuarial	5,292	-	5,292	-
<b>Total liabilities and deferred inflows of resources</b>	<b>13,923,546</b>	<b>488,898</b>	<b>14,412,444</b>	<b>1,526</b>
<b>Net Position</b>				
Net investment in capital assets	6,938,182	1,848,560	8,786,742	20,026
Restricted by state statute	5,486,325	-	5,486,325	-
Restricted for grant purpose	221,285	-	221,285	-
Restricted for debt service	884,687	-	884,687	-
Unrestricted	(2,622,598)	(2,239,417)	(4,862,015)	265,184
<b>Total net position</b>	<b>\$ 10,907,881</b>	<b>\$ (390,857)</b>	<b>\$ 10,517,024</b>	<b>\$ 285,210</b>

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois**  
**Statement of Activities**  
**For the Year Ended April 30, 2016**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position (Deficit)			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government Business-type Activities	Total	Component Unit Public Library
<b>Primary government:</b>								
Governmental activities:								
General government	\$ 1,893,161	\$ 385,319	\$ -	\$ -	\$ (1,507,842)	\$ -	\$ (1,507,842)	\$ -
Public safety	4,973,568	586,427	16,679	45,502	(4,324,960)	-	(4,324,960)	-
Public works	2,390,837	-	-	173,693	(2,217,144)	-	(2,217,144)	-
Building	192,671	73,299	-	-	(119,372)	-	(119,372)	-
Legal	176,928	-	-	-	(176,928)	-	(176,928)	-
Culture and recreation	584,633	100,612	-	-	(484,021)	-	(484,021)	-
Interest on long-term debt	530,653	-	-	-	(530,653)	-	(530,653)	-
<b>Total governmental activities</b>	<b>10,742,451</b>	<b>1,145,657</b>	<b>16,679</b>	<b>219,195</b>	<b>(9,360,920)</b>	<b>-</b>	<b>(9,360,920)</b>	<b>-</b>
Business-type activities:								
Water	1,707,182	1,599,861	-	128,431	-	21,110	21,110	-
Sewer	285,228	450,761	-	-	-	165,533	165,533	-
Refuse	512,989	554,939	-	-	-	41,950	41,950	-
Regional Communication Center	847,307	398,750	-	-	-	(448,557)	(448,557)	-
<b>Total business-type activities</b>	<b>3,352,706</b>	<b>3,004,311</b>	<b>-</b>	<b>128,431</b>	<b>-</b>	<b>(219,964)</b>	<b>(219,964)</b>	<b>-</b>
<b>Total primary government</b>	<b>\$ 14,095,157</b>	<b>\$ 4,149,968</b>	<b>\$ 16,679</b>	<b>\$ 347,626</b>	<b>(9,360,920)</b>	<b>(219,964)</b>	<b>(9,580,884)</b>	<b>-</b>
<b>Component unit - Public Library</b>	<b>\$ 244,245</b>	<b>\$ 3,672</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(240,573)</b>
General revenues:								
Property taxes					5,250,563	-	5,250,563	145,400
Intergovernmental					2,631,490	-	2,631,490	-
Local taxes					715,400	-	715,400	-
Real estate transfer stamps					47,293	-	47,293	-
Franchise fees					114,238	-	114,238	-
Unrestricted investment earnings					3,540	310	3,850	203
Noncash reduction of debt principal					77,280	-	77,280	-
Miscellaneous					211,427	79,272	290,699	-
Transfers					123,261	(123,261)	-	-
<b>Total general revenues</b>					<b>9,174,492</b>	<b>(43,679)</b>	<b>9,130,813</b>	<b>145,603</b>
<b>Changes in net position (deficit)</b>					<b>(186,428)</b>	<b>(263,643)</b>	<b>(450,071)</b>	<b>(94,970)</b>
Net position (deficit), beginning of the year, as previously reported					11,321,199	(61,642)	11,259,557	380,180
Prior period restatement					(226,890)	(65,572)	(292,462)	-
Net position (deficit), beginning of the year, as restated					11,094,309	(127,214)	10,967,095	380,180
Net position (deficit), end of the year					<b>\$ 10,907,881</b>	<b>\$ (390,857)</b>	<b>\$ 10,517,024</b>	<b>\$ 285,210</b>

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois**  
**Balance Sheet - Governmental Funds**  
**April 30, 2016**

	General	TIF 2	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Cash and cash equivalents	\$ 613,512	\$ 3,834,851	\$ 1,410,400	\$ 5,858,763
Investment in real estate	-	-	260,000	260,000
Accounts receivable	251,179	-	-	251,179
Property taxes receivable	1,960,992	476,811	602,801	3,040,604
Due from other funds	2,689,242	341,075	1,395,098	4,425,415
Due from other governments	472,717	-	17,831	490,548
<b>Total assets</b>	<b>\$ 5,987,642</b>	<b>\$ 4,652,737</b>	<b>\$ 3,686,130</b>	<b>\$ 14,326,509</b>
<b>Liabilities</b>				
Accounts payable	\$ 46,284	\$ -	\$ 62,718	\$ 109,002
Due to other funds	1,636,767	278,992	558,248	2,474,007
Due to other governments	9,660	-	-	9,660
Due to component unit	6,881	-	-	6,881
Unearned revenue - other	126,869	-	-	126,869
<b>Total liabilities</b>	<b>1,826,461</b>	<b>278,992</b>	<b>620,966</b>	<b>2,726,419</b>
<b>Deferred Inflows of Resources</b>				
Property taxes	1,837,027	471,441	590,644	2,899,112
<b>Fund Balances</b>				
Spendable:				
Restricted by state statute	-	3,902,304	930,292	4,832,596
Restricted for grant purposes	-	-	221,285	221,285
Restricted for debt service	-	-	476,331	476,331
Restricted for capital outlay	-	-	840,948	840,948
Assigned for police activities	-	-	27,576	27,576
Unassigned	2,324,154	-	(21,912)	2,302,242
<b>Total fund balances</b>	<b>2,324,154</b>	<b>3,902,304</b>	<b>2,474,520</b>	<b>8,700,978</b>
<b>Total liabilities, deferred inflows and fund balances</b>	<b>\$ 5,987,642</b>	<b>\$ 4,652,737</b>	<b>\$ 3,686,130</b>	<b>\$ 14,326,509</b>

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois**  
**Reconciliation of Balance Sheet of Governmental Funds**  
**to the Statement of Net Position**  
**April 30, 2016**

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Total fund balance - governmental funds (page 9)	\$ 8,700,978
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.	11,907,234
Revenues are recognized for governmental activities when earned, regardless of when collected, and not deferred on the statement of net position.	3,025,981
Bond premiums are amortized over the life of the issue for governmental activities, but recognized as revenue in the period received in the governmental funds.	(322,453)
Bond discounts are amortized over the life of the issue for governmental activities, but recognized as expense in the period incurred in the governmental funds.	659
Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These liabilities consist of:	
General obligation bonds payable	(11,240,000)
Interest payable	(192,921)
Compensated absences payable	(508,566)
Net pension asset	22,112
Net pension liability	(1,107,521)
Difference in pension-related items on deferred outflows	627,670
Difference in pension-related items on deferred inflows	(5,292)
Net position of governmental activities (page 5)	\$ 10,907,881

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois**  
**Statement of Revenues, Expenditures and Changes**  
**in Fund Balances - Governmental Funds**  
**For the Year Ended April 30, 2016**

	General	TIF 2	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>				
Property taxes	\$ 3,823,888	\$ 1,243,436	\$ 697,228	\$ 5,764,552
Other taxes	715,400	-	-	715,400
Licenses and permits	285,423	-	-	285,423
Intergovernmental	2,464,657	-	200,411	2,665,068
Grant revenue	45,372	-	190,502	235,874
Fines and forfeitures	348,581	-	-	348,581
Service charges and fees	602,570	-	-	602,570
Recreation program fees	100,612	-	-	100,612
Interest income	1,029	337	2,175	3,541
Other	133,514	-	28,355	161,869
<b>Total revenues</b>	<b>8,521,046</b>	<b>1,243,773</b>	<b>1,118,671</b>	<b>10,883,490</b>
<b>Expenditures:</b>				
<b>Current:</b>				
Administration	1,576,222	19,182	200,793	1,796,197
Building	170,215	-	-	170,215
Police	2,820,848	-	3,408	2,824,256
Fire	1,501,402	-	-	1,501,402
Street and alley	1,412,731	-	290,823	1,703,554
Recreation	522,754	-	-	522,754
Police pension	666,326	-	-	666,326
<b>Debt service:</b>				
Principal	-	2,285,000	1,243,261	3,528,261
Interest	-	228,771	345,211	573,982
Fees	-	11,000	15,917	26,917
Capital outlay	-	128,431	764,666	893,097
Miscellaneous	-	-	75,619	75,619
<b>Total expenditures</b>	<b>8,670,498</b>	<b>2,672,384</b>	<b>2,939,698</b>	<b>14,282,580</b>
<b>Revenues over (under) expenditures before other financing sources (uses)</b>	<b>(149,452)</b>	<b>(1,428,611)</b>	<b>(1,821,027)</b>	<b>(3,399,090)</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**Statement of Revenues, Expenditures and Changes**  
**in Fund Balances - Governmental Funds (cont'd)**  
**For the Year Ended April 30, 2016**

	General	TIF 2	Other Governmental Funds	Total Governmental Funds
Other financing sources (uses):				
Bonds issued	\$ -	\$ 1,235,000	\$ -	\$ 1,235,000
Refunding bond issued	-	-	670,000	670,000
Transfers in	-	3,071	256,444	259,515
Transfers out	(348)	-	(135,906)	(136,254)
<b>Total other financing sources (uses)</b>	<b>(348)</b>	<b>1,238,071</b>	<b>790,538</b>	<b>2,028,261</b>
<b>Net changes in fund balances</b>	<b>(149,800)</b>	<b>(190,540)</b>	<b>(1,030,489)</b>	<b>(1,370,829)</b>
Fund balances, beginning of the year	2,473,954	4,092,844	3,505,009	10,071,807
Fund balances, end of the year	<b>\$ 2,324,154</b>	<b>\$ 3,902,304</b>	<b>\$ 2,474,520</b>	<b>\$ 8,700,978</b>

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois**  
**Reconciliation of the Statement of Revenues,**  
**Expenditures and Changes in Fund Balances of**  
**Governmental Funds to the Statement of Activities**  
**For the Year Ended April 30, 2016**

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Amounts reported for governmental activities in the statement of activities (pages 6 and 7) are different because:

Net changes in fund balances - total governmental funds (page 14)	\$ (1,370,829)
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of these assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.</p>	343,637
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	(547,565)
<p>The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>	1,681,297
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:</p>	
Decrease in compensated absences payable	(124,418)
Increase in net pension liability	(211,879)
Increase in interest payable	<u>43,329</u>
Change in net position of governmental activities (page 7)	<u>\$ (186,428)</u>

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois**  
**General Fund**  
**Statement of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Property taxes	\$ 3,304,067	\$ 3,304,067	<b>\$ 3,823,888</b>	\$ 519,821
Other taxes	737,000	737,000	<b>715,400</b>	(21,600)
Licenses and permits	304,800	304,800	<b>285,423</b>	(19,377)
Intergovernmental	2,668,000	2,668,000	<b>2,464,657</b>	(203,343)
Grant revenue	16,679	16,679	<b>45,372</b>	28,693
Fines and forfeitures	255,200	255,200	<b>348,581</b>	93,381
Service charges and fees	474,200	474,200	<b>602,570</b>	128,370
Recreation program fees	65,000	65,000	<b>100,612</b>	35,612
Interest income	1,000	1,000	<b>1,029</b>	29
Other	81,019	81,019	<b>133,514</b>	52,495
<b>Total revenues</b>	<b>7,906,965</b>	<b>7,906,965</b>	<b>8,521,046</b>	<b>614,081</b>
<b>Expenditures:</b>				
<b>Current:</b>				
Administration	1,672,968	1,533,668	<b>1,576,222</b>	(42,554)
Building	238,159	203,159	<b>170,215</b>	32,944
Police	2,841,680	2,906,980	<b>2,820,848</b>	86,132
Fire	1,365,727	1,460,327	<b>1,501,402</b>	(41,075)
Street and alley	1,244,609	1,302,699	<b>1,412,731</b>	(110,032)
Recreation	468,317	493,965	<b>522,754</b>	(28,789)
<b>Total current</b>	<b>7,831,460</b>	<b>7,900,798</b>	<b>8,004,172</b>	(103,374)
Police pension expense	549,261	549,261	<b>666,326</b>	(117,065)
<b>Total expenditures</b>	<b>8,380,721</b>	<b>8,450,059</b>	<b>8,670,498</b>	(220,439)
<b>Revenues over (under) expenditures before other financing uses</b>	<b>(473,756)</b>	<b>(543,094)</b>	<b>(149,452)</b>	<b>393,642</b>
<b>Other financing uses:</b>				
Transfers out	-	-	<b>(348)</b>	(348)
<b>Total other financing uses</b>	<b>-</b>	<b>-</b>	<b>(348)</b>	(348)
<b>Net changes in fund balance</b>	<b>\$ (473,756)</b>	<b>\$ (543,094)</b>	<b>(149,800)</b>	<b>\$ 393,294</b>
Fund balance, beginning of the year			<b>2,473,954</b>	
Fund balance, end of the year			<b>\$ 2,324,154</b>	

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois**  
**TIF 2 Fund**  
**Statement of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 1,250,000	\$ 1,250,000	\$ 1,243,436	\$ (6,564)
Interest income	200	200	337	137
<b>Total revenues</b>	<u>1,250,200</u>	<u>1,250,200</u>	<u>1,243,773</u>	<u>(6,427)</u>
Expenditures:				
Current - administration	22,000	22,000	19,182	2,818
Debt service:				
Principal	1,085,000	1,085,000	2,285,000	(1,200,000)
Interest	224,628	224,628	228,771	(4,143)
Fees	15,000	15,000	11,000	4,000
Capital outlay	140,000	140,000	128,431	11,569
<b>Total expenditures</b>	<u>1,486,628</u>	<u>1,486,628</u>	<u>2,672,384</u>	<u>(1,185,756)</u>
<b>Revenues under expenditures before other financing sources</b>	<u>(236,428)</u>	<u>(236,428)</u>	<u>(1,428,611)</u>	<u>(1,192,183)</u>
Other financing sources - refunding:				
Refunding bonds issued	-	-	1,235,000	1,235,000
Transfer in	-	-	3,071	3,071
<b>Total other financing sources</b>	<u>-</u>	<u>-</u>	<u>1,238,071</u>	<u>1,238,071</u>
<b>Net changes in fund balance</b>	<u>\$ (236,428)</u>	<u>\$ (236,428)</u>	<u>(190,540)</u>	<u>\$ 45,888</u>
Fund balance, beginning of the year			<u>4,092,844</u>	
Fund balance, end of the year			<u>\$ 3,902,304</u>	

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois  
Proprietary Funds - Enterprise Fund  
Statement of Net Position (Deficit)  
For the Year Ended April 30, 2016**

	Water and Sewer	Refuse	Regional Communication Center	Total
<b>Current assets:</b>				
Cash and cash equivalents	\$ -	\$ 32,121	\$ -	\$ 32,121
Accounts receivable:				
Customers	286,523	132,927	23,750	443,200
Due from other funds	141,175	-	-	141,175
<b>Total current assets</b>	<u>427,698</u>	<u>165,048</u>	<u>23,750</u>	<u>616,496</u>
<b>Capital assets:</b>				
Buildings and improvements	2,799,363	-	-	2,799,363
Equipment	896,512	-	-	896,512
Less accumulated depreciation	(1,847,315)	-	-	(1,847,315)
<b>Total capital assets</b>	<u>1,848,560</u>	<u>-</u>	<u>-</u>	<u>1,848,560</u>
<b>Total assets</b>	<u>2,276,258</u>	<u>165,048</u>	<u>23,750</u>	<u>2,465,056</u>
<b>Deferred outflows of resources:</b>				
Pension-related - actuarial	94,694	-	35,216	129,910
Pension-related - contributions	10,983	-	4,084	15,067
<b>Total deferred outflows of resources</b>	<u>105,677</u>	<u>-</u>	<u>39,300</u>	<u>144,977</u>
<b>Total assets and deferred outflows of resources</b>	<u>2,381,935</u>	<u>165,048</u>	<u>63,050</u>	<u>2,610,033</u>
<b>Liabilities:</b>				
Accounts payable	76,622	-	54,427	131,049
Other liabilities	49,732	-	41,435	91,167
Due to other funds	1,749,270	602,529	161,493	2,513,292
Net pension liability	193,442	-	71,940	265,382
<b>Total liabilities</b>	<u>2,069,066</u>	<u>602,529</u>	<u>329,295</u>	<u>3,000,890</u>
<b>Net position (deficit):</b>				
Net investment in capital assets	1,848,560	-	-	1,848,560
Unrestricted	(1,535,691)	(437,481)	(266,245)	(2,239,417)
<b>Total net position (deficit)</b>	<u>\$ 312,869</u>	<u>\$ (437,481)</u>	<u>\$ (266,245)</u>	<u>\$ (390,857)</u>

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois  
Proprietary Funds - Enterprise Fund  
Statement of Revenues, Expenses and  
Changes in Fund Net Position (Deficit)  
For the Year Ended April 30, 2016**

	Water and Sewer	Refuse	Regional Communication Center	Total
Operating revenues:				
Water charges	\$ 1,599,861	\$ -	\$ -	\$ 1,599,861
Sewer charges	450,761	-	-	450,761
Refuse charges	-	554,939	-	554,939
Dispatch charges	-	-	398,750	398,750
<b>Total operating revenues</b>	<b>2,050,622</b>	<b>554,939</b>	<b>398,750</b>	<b>3,004,311</b>
Operating expenses:				
Salaries and wages	217,499	-	133,387	350,886
Insurance and benefits	159,550	-	34,879	194,429
Contractual services	1,403,733	512,989	657,782	2,574,504
Supplies and materials	74,716	-	4,183	78,899
Capital outlay	-	-	876	876
Miscellaneous	200	-	16,200	16,400
Depreciation	136,712	-	-	136,712
<b>Total operating expenses</b>	<b>1,992,410</b>	<b>512,989</b>	<b>847,307</b>	<b>3,352,706</b>
<b>Operating income (loss)</b>	<b>58,212</b>	<b>41,950</b>	<b>(448,557)</b>	<b>(348,395)</b>
Nonoperating income:				
Interest	224	-	86	310
Miscellaneous	79,272	-	-	79,272
<b>Total nonoperating income</b>	<b>79,496</b>	<b>-</b>	<b>86</b>	<b>79,582</b>
<b>Income (loss) before transfers and capital contributions</b>	<b>137,708</b>	<b>41,950</b>	<b>(448,471)</b>	<b>(268,813)</b>
Capital contributions	128,431	-	-	128,431
Transfer out	(123,261)	-	-	(123,261)
<b>Changes in net position (deficit)</b>	<b>142,878</b>	<b>41,950</b>	<b>(448,471)</b>	<b>(263,643)</b>
Net position (deficit), beginning of the year, as previously reported	217,787	(479,431)	200,002	(61,642)
Prior period restatement	(47,796)	-	(17,776)	(65,572)
Net position (deficit), beginning of the year, as restated	169,991	(479,431)	182,226	(127,214)
Net position (deficit), end of the year	\$ 312,869	\$ (437,481)	\$ (266,245)	\$ (390,857)

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois  
Proprietary Funds - Enterprise Fund  
Statement of Cash Flows  
For the Year Ended April 30, 2016**

	Water and Sewer	Refuse	Regional Communication Center	Total
Cash flows from operating activities:				
Cash received from customers	\$2,024,083	\$ 545,110	\$ 95,000	\$ 2,664,193
Cash received from other sources	79,272	-	-	79,272
Cash payments to vendors for goods and services	(1,687,977)	(512,989)	(644,629)	(2,845,595)
Cash payments to employees	(191,033)	-	(91,952)	(282,985)
<b>Net cash from operating activities</b>	<u>224,345</u>	<u>32,121</u>	<u>(641,581)</u>	<u>(385,115)</u>
Cash flows from capital financing activities - purchase of capital assets	<u>(23,890)</u>	<u>-</u>	<u>-</u>	<u>(23,890)</u>
Cash flows from noncapital financing activities:				
Advances from other funds	(77,418)	-	161,493	84,075
Transfers from other funds	-	-	280,000	280,000
Transfers to other funds	(123,261)	-	-	(123,261)
<b>Net cash from noncapital financing activities</b>	<u>(200,679)</u>	<u>-</u>	<u>441,493</u>	<u>240,814</u>
Cash flows from investing activities - interest income	<u>224</u>	<u>-</u>	<u>86</u>	<u>310</u>
<b>Net increase (decrease) in cash</b>	<u>-</u>	<u>32,121</u>	<u>(200,002)</u>	<u>(167,881)</u>
Cash and cash equivalents, beginning of the year	<u>-</u>	<u>-</u>	<u>200,002</u>	<u>200,002</u>
Cash and cash equivalents, end of the year	<u>\$ -</u>	<u>\$ 32,121</u>	<u>\$ -</u>	<u>\$ 32,121</u>
Reconciliation of operating income (loss) to cash from operating activities:				
Operating income (loss)	\$ 58,212	\$ 41,950	\$ (728,557)	\$ (628,395)
Adjustments to reconcile operating income (loss) to net cash from operating activities:				
Depreciation	136,712	-	-	136,712
Nonoperating income - miscellaneous	79,272	-	-	79,272
(Increase) decrease in accounts receivable	(26,539)	(9,829)	(23,750)	(60,118)
Increase (decrease) in accounts payable	(89,747)	-	54,427	(35,320)
Decrease in other liabilities	26,466	-	41,435	67,901
Pension-related deferred outflows	(105,677)	-	(39,300)	(144,977)
Net pension liability	145,646	-	54,164	199,810
<b>Net cash from operations</b>	<u>\$ 224,345</u>	<u>\$ 32,121</u>	<u>\$ (641,581)</u>	<u>\$ (385,115)</u>

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois  
Fiduciary Funds  
Statement of Net Position  
April 30, 2016**

<b>Assets</b>	<b>Total</b>	<b>Pension Trust Fund Police Pension Fund</b>	<b>Agency Fund Performance Bond Fund</b>
<b>Assets:</b>			
Cash	\$ 940,002	\$ 855,436	\$ 84,566
Investments	6,445,934	6,445,934	-
Due from other funds	425,204	421,174	4,030
<b>Total assets</b>	<b>\$ 7,811,140</b>	<b>\$ 7,722,544</b>	<b>\$ 88,596</b>
<b>Liabilities and Net Position</b>			
<b>Liabilities:</b>			
Due to other funds	\$ 4,495	\$ 1,995	\$ 2,500
Deposits held	86,096	-	86,096
<b>Total liabilities</b>	<b>90,591</b>	<b>1,995</b>	<b>88,596</b>
Net position restricted for pension benefits	7,720,549	7,720,549	-
<b>Total liabilities and net position</b>	<b>\$ 7,811,140</b>	<b>\$ 7,722,544</b>	<b>\$ 88,596</b>

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois  
Fiduciary Funds - Pension Trust Fund  
Statement of Changes in Net Position  
For the Year Ended April 30, 2015**

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Additions:	
Contributions:	
Employer	\$ 665,596
Employee	<u>127,409</u>
<b>Total contributions</b>	<u>793,005</u>
Other income:	
Investment income	335,578
Valuation income	<u>(368,008)</u>
<b>Total other income</b>	<u>(32,430)</u>
<b>Total additions</b>	<u>760,575</u>
Deductions:	
Benefits and refunds	864,922
Administrative	<u>20,263</u>
<b>Total deductions</b>	<u>885,185</u>
<b>Changes in net position</b>	(124,610)
Net position restricted for pension benefits:	
Beginning of the year	<u>7,845,159</u>
End of the year	<u>\$ 7,720,549</u>

See accompanying notes and independent auditor's report.

**Village of Calumet Park**  
**Notes to the Financial Statements**

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**I. Summary of Significant Accounting Policies**

**A. The Reporting Entity**

The Village of Calumet Park, Cook County, Illinois is duly organized and existing under the provisions of the laws of the state of Illinois. The Village is governed by an elected Board of six trustees and a mayor, and provides the following services: public safety (fire and police), streets, sanitation, water and sewer, public improvements, planning, recreation, zoning, and general administrative.

These financial statements present all the departments, commissions, and fund types of the Village (primary government) and a component unit based on financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will and fiscal dependency. The Calumet Park Public Library may not issue debt without the Village's approval, and its property tax levy request is subject to the Village's approval. Thus, the Library meets the definition of a component unit. However, it is considered legally separate from the Village, and is thus presented as a discretely presented component unit in a separate column in the combined financial statements. Complete financial statements may be obtained from the Library's administrative office at 1500 West 127<sup>th</sup> Street, Calumet Park, Illinois.

**B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village and its component unit. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. Likewise, the primary government is reported separately from the legally separate component unit for which the primary government is financially accountable.

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

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

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**C. Measurement Focus, Basis of Accounting and Basis of Presentation**

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

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers all revenues available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, as under accrual accounting. However, debt service expenditures, and expenditures related to compensated absences payable and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, interest, licenses and charges for services are susceptible to accrual. Replacement income tax, state income tax, and sales tax collected and held by the state at year end on behalf of the Village are also recognized as revenue. Other receipts become measurable and available when cash is received by the Village, and are recognized as revenue at that time.

The Village reports the following major governmental funds:

**General Fund** – The General 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.

**TIF 2 Fund** – The TIF 2 Fund is a Special Revenue Fund used to account for the accumulation of incremental tax revenues from one of the Village's TIF Districts, and related expenditures incurred in connection with this TIF.

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**C. Measurement Focus, Basis of Accounting and Basis of Presentation (cont'd)**

The Village reports the following major proprietary (enterprise) funds:

**Water and Sewer Fund** – Accounts for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this Fund including, but not limited to, administration, operations, maintenance, finance, and billing and collection. The Village has presented the Water and Sewer Fund as a single fund in the current year as the activities are closely related.

**Refuse Fund** – Accounts for the separate fee charged to users for refuse services. All activities necessary to provide such services are accounted for in this Fund including, but not limited to, administration, operations, maintenance, finance, and billing and collection.

**Regional Communication Center Fund** – Accounts for the separate fee charged to users for 911 services. All activities necessary to provide such services are accounted for in this Fund including, but not limited to, administration, operations, maintenance, finance, and billing and collection.

Additionally, the Village reports the following fund types:

**Pension Trust Fund** – The Pension Trust Fund accounts for the activities of the Police Pension Fund, which accumulates resources for pension benefit payments to qualified public safety employees.

**Agency Fund** – The Agency Fund (Performance Bond Fund) is custodial in nature, and does not involve measurement of operations.

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

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

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**C. Measurement Focus, Basis of Accounting and Basis of Presentation (cont'd)**

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

**Use of Estimates** – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and reported amounts of revenue and expenses during the accounting period. Within the governmental funds, property tax revenues are reported net of expected uncollectible amounts. Within the Water and Sewer, and Refuse Funds, the Village grants unsecured credit to its customers and monitors exposure for credit losses. The Village has determined that an allowance for uncollectible accounts of \$25,000 in the Water and Sewer Fund is sufficient at April 30, 2016, based on the age of the receivables and the current economic environment. No allowance was considered necessary in the Refuse Fund. Receivables outstanding for over one year at April 30, 2016, are not considered significant. The Village is depreciating capital assets over their estimated useful lives.

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

**1. Deposits and Investments**

**Cash and Cash Equivalents** – For purposes of the statement of cash flows, the Village's enterprise fund considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents, including amounts in the Illinois Funds Investment Pool.

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (cont'd)**

**1. Deposits and Investments (cont'd)**

**Investments** – Investments are reported at fair value. Fair value is based on quoted market prices. Under Illinois law, the Village (and Library) is restricted to investing funds in specific types of investment instruments. The following generally represents the types of instruments allowable by state law:

- Securities issued or granted by the United States of America or its agencies.
- Interest bearing savings accounts, certificates of deposit, and time deposits for banks and savings and loans insured up to \$250,000 by the Federal Deposit Insurance Corporation.
- Short-term obligations (less than 180 days) of U.S. corporations with assets over \$500,000,000 rated in the highest classification by at least two rating agencies.
- Insured accounts of an Illinois credit union chartered under United States or Illinois law.
- Money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same types of obligations.
- The Illinois Funds Investment Pool.
- Repurchase agreements that meet instrument transaction requirements of Illinois law.

In addition, Pension Trust Funds are also permitted to invest in the following instruments:

- General accounts of Illinois-licensed life insurance companies.
- Separate accounts of Illinois-licensed insurance companies invested in stocks, bonds, and real estate, limited to 10% of the fund's investments.
- Interest-bearing bonds of the state of Illinois, and bonds or tax anticipation warrants of any county, township, or municipal corporation of the state of Illinois.
- Mutual funds which meet the following requirements: (1) managed by an investment company as defined under the Federal Investment Company Act of 1940 and registered under the Illinois Securities Law of 1953, (2) mutual fund has been in operation for 5 years, (3) mutual fund has assets of \$250 million or more, (4) mutual fund is comprised of stocks, bonds, or money market instruments, and (5) limited to 35% of net present assets.

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (cont'd)**

**1. Deposits and Investments (cont'd)**

**Investments (cont'd)**

- Common and preferred stocks which meet the following requirements: (1) investments must be made through an investment advisor, (2) stocks of U.S. corporations that have been in existence for five years, (3) corporations not in arrears in payment of dividends in last five years, (4) market value of stock in any one corporation does not exceed 5% of cash and invested assets of pension fund, (5) stock in any one corporation does not exceed 5% of total outstanding stock in the corporation, (6) stock listed on national securities exchange or quoted in NASDAQNMS, and (7) limited to 35% of net present assets.

The investment policies of the Police Pension Fund place no further limits on investments beyond those authorized by state statute.

**2. Investment in Real Estate**

The Village acquired property with the intent of future development, and is carrying the property at cost.

**3. Receivables and Payables**

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables/payables" (the current portion of interfund loans) or "advances to/from other funds" (the noncurrent 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 the business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable government funds to indicate that they are not available for appropriation, and are not expendable available financial resources.

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (cont'd)**

**3. Receivables and Payables (cont'd)**

The Village's property taxes are required to be levied by ordinance. A certified copy of the levy ordinance must be filed with the county clerk not later than the last Tuesday in December of each year. Taxes are due and collectible one-half on February 1 and one-half on August 1 of the following year. Property taxes attach as an enforceable lien on property as of January 1.

Property taxes are based on the assessed valuation of the Village's real property as equalized by the state of Illinois. The equalized assessed valuation of real property totaled \$65,660,912 for the calendar year 2015.

Property tax receivables are shown net of allowances for doubtful amounts. The property tax receivable allowance, the determination of which is based upon collection histories and the current economic environment, is equal to 3 percent of the outstanding property taxes at year end.

**4. Capital Assets**

Capital assets, which include property, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The Village defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at cost where historical records are available or at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair value on the date received.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives is not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is capitalized.

Property and equipment of the primary government, as well as the component units, is depreciated using the straight-line method.

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (cont'd)**

**4. Capital Assets (cont'd)**

The following estimated useful lives are used to compute depreciation on a straight-line basis:

Buildings and improvements	15 – 40 years
Infrastructure	20 years
Equipment	5 – 15 years
Vehicles	8 years

**5. Compensated Absences**

It is the Village's policy to permit employees to accumulate earned but unused sick pay benefits, which are payable to an employee with ten or more years of service upon leaving the employment of the Village. The amount received is limited as follows, provided the employee has given proper notice of separation:

Police officers – 75 days
Public works employees – 40 days
Nonunion employees – 75 days

All vacation earned for a calendar year must be used within the same calendar year. Vacation and sick pay is accrued when earned, in the government-wide and proprietary funds financial statements, and reported as a fund liability. Vacation and sick pay that is expected to be liquidated with expendable available financial resources is reported as expenditure and a fund liability of the governmental fund that will pay it, which is typically the General Fund.

**6. Long-term Obligations**

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund. Bond premiums and discounts are deferred and amortized over the life of the bonds using a straight-line method that approximates the interest method. Bond issuance costs are reported as expenses/expenditures at the time of issuance.

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (cont'd)**

**6. Long-term Obligations (cont'd)**

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

**7. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. Deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) so will not be recognized as an inflow of resources (revenue) until then.

**8. Net Position/Fund Balance Classifications**

Equity in the government-wide and proprietary fund statements is classified as net position and displayed in three components:

- a. Net investment in capital assets – consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent bond proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – consists of net position with constraints placed on its use either by: (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – all other net position that does not meet the definitions of “restricted” or “net investment in capital assets.”

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (cont'd)**

**8. Net Position/Fund Balance Classifications (cont'd)**

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

In the governmental fund financial statements, governmental funds report fund balance as either nonspendable or spendable. Nonspendable fund balance is reported for amounts that are either not in spendable form or legally or contractually required to be maintained intact.

Spendable fund balance is further classified as restricted, committed, assigned, or unassigned, based on the relative strength of the constraints that control how specific amounts can be spent. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. The fund balances of the Special Tax Increment Allocation Funds and the Motor Fuel Tax Fund are restricted for use in accordance with the Illinois Tax Increment Allocation Redevelopment Act and the Motor Fuel Tax Law, respectively. The fund balances of other nonmajor governmental funds are restricted for the purpose of the grant which generated the revenue of the fund. Debt Service Fund balances resulting from property taxes levied for the payment of debt service are considered restricted. The fund balance in the Capital Projects and 911 Center Construction Funds is considered restricted for capital outlay in accordance with the terms of the Series 2010B bond issue and Series 2014B bond issue, respectively.

Committed fund balance includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision-making authority. Commitments are made through the adoption of an ordinance. Committed amounts cannot be used for any other purpose unless the Village removes or changes the specified action. There was no committed fund balance at April 30, 2016.

Assigned fund balance includes amounts that are constrained by the Village's *intent* to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) the Village's Board itself; b) a body or official to which the Board has delegated the authority to assign amounts to be used for specific purposes. The Village's Board has not delegated the authority to any other body or official to assign amounts for a specific purpose within the general fund. Within the other governmental fund types (special revenue, debt service, capital projects) resources are assigned by the Board in accordance with the established fund purpose and approved budget / appropriation ordinance.

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

**I. Summary of Significant Accounting Policies (cont'd)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (cont'd)**

**8. Net Position/Fund Balance Classifications (cont'd)**

In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which resources are considered to be applied. It is the Village's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is spent first followed by assigned and then unassigned fund balances.

**9. Change in Accounting Principle**

The Village recorded the following change in accounting principle during the year ended April 30, 2016:

	Increase (Decrease)
<b>Governmental activities:</b>	
Record IMRF net pension liability	\$ (273,264)
Record SLEP net pension asset	22,112
Write off IMRF net pension obligations	24,262
<b>Total - governmental activities</b>	<b>\$ (226,890)</b>
<b>Business-type activities:</b>	
Record IMRF net pension liability	<b>\$ (65,572)</b>

With the implementation of GASB Statement No. 68, the Village is required to retroactively record the net pension liability and remove the net pension obligation. The restatement of beginning balances includes deferred outflows of resources.

The Village did not adopt GASB Statement No. 68 for its police pension plan. The independent auditor's report is modified for this lack of conformity with governmental accounting standards.

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

**II. Reconciliation of Government-wide and Fund Financial Statements**

**A. Explanation of Certain Differences – Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances and Statement of Activities**

The governmental fund statement of revenues, expenditures and changes in fund balances includes the reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that: “Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of these assets are allocated over their estimated useful lives and reported as depreciation expense.” The details of this difference are as follows:

Capital outlay	\$	1,159,988
Depreciation		<u>(816,351)</u>
<b>Net increase to net change in fund balances – total governmental funds to arrive at change in net position of governmental activities</b>		
	<b>\$</b>	<b><u>343,637</u></b>

Another element of the reconciliation states: “Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.” This amount represents the recognition of property taxes and state income taxes on the full accrual basis, net of the effect of full accrual recognition in the prior year.

Another element of the reconciliation states: “The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$1,681,297 difference are as follows:

Principal repayments – general obligation debt	\$	3,528,261
Principal paid from SSJAWA Project Fund		77,280
Refunding bond proceeds		(1,905,000)
Discount on debt issued:		
Amortization of prior year discounts on debt issued		(31,565)
Premium on debt issued:		
Amortization of prior year premiums on debt issued		22,228
Gain on advance refunding of debt:		
Amortization of prior year deferred gain		<u>(9,907)</u>
<b>Net adjustment to increase net changes in fund balance – total governmental funds to arrive at changes in net position of governmental activities</b>		
	<b>\$</b>	<b><u>1,681,297</u></b>

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

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**III. Stewardship, Compliance and Accountability**

**A. Budgetary Information**

The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

- A proposed operating budget is submitted to the Board of Trustees for the fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- Budget hearings are conducted.
- The budget is legally enacted through passage of an ordinance.
- The Board of Trustees may amend the budget.
- The Village does not use the encumbrance method of accounting. Budgetary funds are controlled by an integrated budgetary accounting system, in accordance with the various legal requirements which govern the Village.
- Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, all Special Revenue Funds except for the DCEO Fund, the Capital Projects Fund, the Enterprise Funds, and the discretely presented component unit. Debt Service Funds have initially been covenanted by the Board on a multi-year basis.
- Expenditures exceeded budget in the following funds:

Fund Name	Excess
General	\$ 220,439
TIF 2	1,185,756
911	3,408
TIF 4	17,842
TIF 5	817,205
Debt Service	114,810
Capital Projects	194,898
911 Center Construction	12,625
Water (sub fund)	80,345

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**III. Stewardship, Compliance and Accountability (cont'd)**

**A. Budgetary Information (cont'd)**

- The legal level of control (level at which expenditures may not exceed budget/appropriations) is at the fund level. Budget/appropriations lapse at fiscal year end. There were no supplemental appropriations during the year.

**B. Deficit Fund Equity**

The Police Evidence Fund and the TIF 5 Fund (nonmajor Special Revenue Funds) have deficit fund balances of \$15,401 and \$6,511. Funding of the deficit in the Police Evidence Fund is expected to come from grants and other income. Funding of the deficit in the TIF 5 Fund is expected to come from future tax increments.

The Refuse Fund and Regional Communication Center Fund (Enterprise Funds) have deficit net position of \$437,481 and \$266,245, respectively. Funding of the deficit in the Refuse Fund is expected from future operating surpluses, as the Village has committed to scheduled rate increases to eliminate deficits, or transfers from the General Fund. Funding of the deficit in the Regional Communication Center Fund is expected to come from member assessments as more neighboring municipalities enter into contracts with the Center for 911 services.

**IV. Detailed Notes On All Funds**

**A. Deposits and Investments**

At year end, the carrying amount of the Village's (primary government) deposits was \$1,274,912, and the bank balance was \$1,834,269. The Village's primary government also had deposits in money market funds treated as cash equivalents with a carrying value of \$4,615,854 and a bank balance of \$4,633,046. Cash on hand was \$118. The carrying amount and bank balance of the fiduciary funds not included within the primary government are \$940,002 and \$947,502, respectively. The carrying amount and bank balance of the discretely presented component unit (Calumet Park Public Library) were \$62,023 and \$80,240, respectively. The component unit also has funds invested with the Illinois Funds with a carrying amount and bank balance of \$104,089, which is being treated as a cash equivalent.

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

**IV. Detailed Notes On All Funds (cont'd)**

**A. Deposits and Investments (cont'd)**

**Interest Rate Risk** – This is the risk that changes in the market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Village's investment policy does not specifically address interest rate risk. However, the Village structures its investment portfolio so that securities mature to meet cash requirements for ongoing operations and special projects, thereby avoiding the need to sell securities on the open market prior to maturity, and by investing operating funds primarily in shorter term securities, money market mutual funds, or similar investment pools. Information about the exposure of the entity's debt type investments to this risk using the segmented time distribution model is as follows:

Type of Investment	Fair Value	Less Than 1 Year	1 – 5 Years	6 - 10 Years
<b>Pension Fund</b>				
Mutual funds	\$ 3,823,865	\$ 3,823,865	\$ -	\$ -
Certificates of deposit	2,307,574	1,100,649	1,206,925	-
U.S. Treasury notes	314,495	-	314,495	-
<b>Total investments</b>	<b>\$ 6,445,934</b>	<b>\$ 4,924,514</b>	<b>\$ 1,521,420</b>	<b>\$ -</b>

**Credit Risk** – Generally, credit risk is the risk that an issuer of a debt type instrument will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. The component unit's investment in Illinois Funds is rated AAA by Standard and Poors.

**Custodial Credit Risk** – For deposits, this is the risk that, in the event of a bank failure, a government will not be able to recover its deposits. The Village's bank account balances are fully insured or collateralized by approved securities pledged to the Village. For investments, this is the risk that in the event of the failure of the counterparty, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Village's investments in money market and mutual funds (cash equivalents) are not exposed to custodial credit risk, because their existence is not evidenced by securities that exist in physical or book entry form. The component unit has balances in the Illinois Funds. These balances are pooled along with other participants' monies, and invested in U.S. Treasury bills and notes backed by the full faith and credit of the U.S. Treasury.

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**IV. Detailed Notes On All Funds (cont'd)**

**A. Deposits and Investments (cont'd)**

**Custodial Credit Risk (cont'd)**

The pension fund's investments are either certificates of deposit which are fully insured by the Federal Deposit Insurance Corporation, mutual funds that are not exposed to custodial credit risk, because their existence is not evidenced by securities that exist in physical or book entry form, or U.S. Treasury notes which are backed by the full faith and credit of the U.S. Treasury.

**B. Accounts Receivable**

On the statement of net position, receivables of governmental activities consist of property taxes (\$3,040,604), intergovernmental revenues (\$502,855), and customer and other accounts (\$238,872). Receivables of business-type activities consist of billed and unbilled utilities receivable. Accounts receivable in the General Fund represent amounts due from various intergovernmental sources for various taxes and other fines and user charges. All amounts recorded as a receivable at April 30, 2016, were collected subsequent to year end. Accounts receivable in the Enterprise Funds represent amounts due for water, sewer and refuse services.

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received but not yet earned. At the end of the current fiscal period, unearned revenue in the governmental funds included a liability recognized in the General Fund for income taxes collected by the State for April 2016 liability period not remitted to the Village within sixty days of year end (\$106,869) and amounts billed by the Village prior to April 30, 2016 for video game licenses (\$20,000) for the fiscal year May 1, 2016 through April 30, 2017.

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

**IV. Detailed Notes On All Funds (cont'd)**

**C. Capital Assets**

Capital asset activity for the year ended April 30, 2016, is as follows:

	Balances May 1, 2015	Additions	Retirements	Balances April 30, 2016
<b>Governmental Activities</b>				
Capital assets not being depreciated - land	\$ 1,245,417	\$ -	\$ -	\$ 1,245,417
Capital assets being depreciated:				
Buildings and improvements	6,181,011	160,859	-	6,341,870
Infrastructure	5,297,120	498,994	-	5,796,114
Equipment	3,005,856	470,586	-	3,476,442
Vehicles	3,928,695	29,549	-	3,958,244
	<u>18,412,682</u>	<u>1,159,988</u>	<u>-</u>	<u>19,572,670</u>
Less accumulated depreciation for:				
Buildings and improvements	1,471,827	168,225	-	1,640,052
Infrastructure	1,527,961	289,806	-	1,817,767
Equipment	1,838,393	183,278	-	2,021,671
Vehicles	3,256,321	175,042	-	3,431,363
	<u>8,094,502</u>	<u>816,351</u>	<u>-</u>	<u>8,910,853</u>
<b>Total capital assets being depreciated, net</b>	<u>10,318,180</u>	<u>343,637</u>	<u>-</u>	<u>10,661,817</u>
<b>Governmental activities, capital assets, net</b>	<u>\$ 11,563,597</u>	<u>\$ 343,637</u>	<u>\$ -</u>	<u>\$ 11,907,234</u>

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

**IV. Detailed Notes On All Funds (cont'd)**

**C. Capital Assets (cont'd)**

	<u>Balances May 1, 2015</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balances April 30, 2016</u>
<b>Business-type Activities</b>				
Capital assets being depreciated:				
Buildings and improvements	\$ 2,784,322	\$ 15,041	\$ -	\$ 2,799,363
Equipment	759,232	137,280	-	896,512
	<u>3,543,554</u>	<u>152,321</u>	<u>-</u>	<u>3,695,875</u>
Less accumulated depreciation for:				
Buildings and improvements	1,205,761	92,736	-	1,298,497
Equipment	504,842	43,976	-	548,818
	<u>1,710,603</u>	<u>136,712</u>	<u>-</u>	<u>1,847,315</u>
<b>Business-type activities, capital assets, net</b>	<u>\$ 1,832,951</u>	<u>\$ 15,609</u>	<u>\$ -</u>	<u>\$ 1,848,560</u>

Depreciation expense was charged to functions/programs of the governmental activities of the primary government, as follows:

General government	\$ 304,847
Public safety	433,971
Public works	48,271
Culture and recreation	<u>29,262</u>
<b>Total depreciation – governmental activities</b>	<u>\$ 816,351</u>

Capital asset activity for the component unit for the year ended April 30, 2016, is as follows:

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

**IV. Detailed Notes On All Funds (cont'd)**

**C. Capital Assets (cont'd)**

	<u>Balances May 1, 2015</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balances April 30, 2016</u>
Capital assets being depreciated – building improvements and equipment	\$ 59,272	\$ -	\$ -	\$ 59,272
Less accumulated depreciation for building improvements and equipment	<u>36,095</u>	<u>3,151</u>	<u>-</u>	<u>39,246</u>
<b>Total capital assets being depreciated, net</b>	<b>\$ 23,177</b>	<b>\$ (3,151)</b>	<b>\$ -</b>	<b>\$ 20,026</b>

**D. Interfund Receivables, Payables and Transfers**

The composition of interfund balances as of April 30, 2016, is as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
<b>General Fund:</b>		
TIF 2	\$ 47,056	\$ -
Nonmajor Governmental	128,199	1,152,292
Water and Sewer	1,747,970	60,571
Refuse	602,529	-
Regional Communications Center	161,493	-
Fiduciary (Pension Trust) Fund	1,995	421,174
Fiduciary (Agency) Fund	-	2,730
<b>TIF 2 Fund:</b>		
General	-	47,056
Nonmajor Governmental Funds	341,075	231,936
<b>Nonmajor Governmental Funds:</b>		
General	1,152,292	128,199
TIF 2	231,936	341,075
Nonmajor Governmental Funds	8,370	8,370
Water and Sewer	-	80,604
Fiduciary (Agency) Fund	2,500	-
<b>Water and Sewer Fund:</b>		
General	60,571	1,747,970
Nonmajor Governmental Funds	80,604	-
Fiduciary (Agency) Fund	-	1,300

(cont'd)

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

**IV. Detailed Notes On All Funds (cont'd)**

**D. Interfund Receivables and Payables and Transfers (cont'd)**

Fund	Due From	Due To
<b>Refuse Fund:</b>		
General	\$ -	\$ 602,529
<b>Regional Communication Center Fund:</b>		
General	-	161,493
<b>Fiduciary (Pension Trust) Fund:</b>		
General	421,174	1,995
<b>Fiduciary (Agency) Fund:</b>		
General	2,730	-
Nonmajor Governmental Funds	-	2,500
Water	1,300	-
	<u>\$ 4,991,794</u>	<u>\$ 4,991,794</u>

The outstanding balances between funds result mainly from the time lag between the dates that: (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The outstanding balance between the General Fund and the Police Pension Fund represents property taxes levied by the Village on behalf of the Police Pension Fund that had not been collected as of April 30, 2016.

The composition of interfund transfers for the year ended April 30, 2016, is as follows:

Fund	Transfer In	Transfer Out
<b>General Fund:</b>		
Nonmajor Governmental Funds	\$ -	\$ 348
<b>TIF 2 Fund:</b>		
Nonmajor Governmental	3,071	-
<b>Nonmajor Governmental Funds:</b>		
General	348	-
TIF 2	-	3,071
Nonmajor Governmental	132,835	132,835
Water and Sewer	123,261	-
<b>Water and Sewer Fund:</b>		
Nonmajor Governmental	-	123,261
	<u>\$ 259,515</u>	<u>\$ 259,515</u>

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**IV. Detailed Notes On All Funds (cont'd)**

**E. Long-term Debt**

**General Obligation Bonds** – The Village issues general obligation bonds to finance the purchase of major capital items, and the acquisition or construction of major capital facilities. General obligation bonds issued for general government activities are being repaid from tax levy revenues in the Debt Service Fund. The Village has also issued general obligation tax increment bonds that are being repaid from tax increments in the various Special Revenue Funds' TIF Projects Funds.

The Village had the following general obligation bond issues outstanding during the year ended April 30, 2016:

The 2005A Tax Increment Refunding Bonds Series, with an original principal balance of \$2,505,000, required annual principal payments ranging from \$90,000 to \$285,000 commencing December 1, 2006 through December 1, 2018, and semiannual interest payments on June 1 and December 1 at rates ranging from 3.20% to 4.00%. The balance outstanding at April 30, 2015, was \$620,000.

The 2005B Tax Increment Refunding Bonds Series, with an original principal balance of \$1,935,000, required annual principal payments ranging from \$100,000 to \$230,000 commencing December 1, 2006 through December 1, 2019, and semiannual interest payments on June 1 and December 1 at rates ranging from 3.20% to 4.50%. The balance outstanding at April 30, 2015, was \$875,000.

During the current year, the Village took advantage of improved municipal market conditions and issued the Series 2015A Tax Increment Refunding Bonds utilizing the proceeds to pay in full the outstanding balance on the Series 2005A and Series 2005B bond issues. The Village expects to recognize cash flow savings of \$68,515 over the life of the new debt.

The 2006 General Obligation Tax Increment Taxable Bonds Series, with an original principal balance of \$965,000, required annual principal payments ranging from \$20,000 to \$110,000 commencing December 1, 2009 through December 1, 2025, and semiannual interest payments on June 1 and December 1 at rates ranging from 5.85% to 6.35%. The balance outstanding at April 30, 2015, was \$785,000.

During the current year, the Village took advantage of improved municipal market conditions and issued the Series 2015B Tax Increment Refunding Bonds utilizing the proceeds to pay in full the outstanding balance on the Series 2006 bond issue. The Village expects to recognize cash flow savings of \$241,097 over the life of the new debt.

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**IV. Detailed Notes On All Funds (cont'd)**

**E. Long-term Debt (cont'd)**

**General Obligation Bonds (cont'd)**

The 2010A General Obligation Tax Increment Refunding Bonds Series, with an original principal balance of \$4,690,000, requires annual principal payments ranging from \$330,000 to \$790,000 commencing December 1, 2011 through December 1, 2019, and semiannual interest payments on June 1 and December 1 at rates ranging from 2.00% to 3.80%. The balance outstanding at April 30, 2015, was \$3,130,000 and principal and interest paid in the current year was \$475,000 and \$107,485, respectively.

The 2010B General Obligation Bonds Series, with an original principal balance of \$2,500,000, requires annual principal payments ranging from \$170,000 to \$565,000 commencing December 1, 2012 through December 1, 2020, and semiannual interest payments on June 1 and December 1 at rates ranging from 2.00% to 4.00%. The balance outstanding at April 30, 2015, was \$1,710,000 and principal and interest paid in the current year was \$275,000 and \$57,452, respectively.

The 2012 General Obligation Bonds Series, with an original principal balance of \$210,000, required annual payments ranging from \$9,459 to \$33,296 commencing February 1, 2015 through February 1, 2025, and interest payable semiannually at weekly rate as provided in Indenture of Trust by and between SSJAWA and bank. The balance outstanding at April 30, 2015, was \$200,541. The SSJAWA repaid the entire obligation in the current year by first applying unspent proceeds in the Project Fund and then allocating the remaining balance to its members on a pro rata basis. The Village made its final payment of \$123,261 and disconnected from the SSJAWA in May 2015.

The 2014A General Obligation Tax Increment Bonds Series, with an original principal balance of \$1,440,000, requires annual principal payments ranging from \$195,000 to \$295,000 commencing December 1, 2014 through December 1, 2019 and semiannual interest payments on June 1 and December 1 at rates ranging from 4.00% to 5.00%. The balance outstanding at April 30, 2015, was \$1,245,000 and principal and interest paid in the current year was \$215,000 and \$55,500, respectively.

The 2014B General Obligation Bonds Series, with an original principal balance of \$4,375,000, requires annual principal payments ranging from \$30,000 to \$405,000 commencing December 1, 2017 through December 1, 2034, and semiannual interest payments on June 1 and December 1 at rates ranging from 4.00% to 5.75%. The balance outstanding at April 30, 2015, was \$4,375,000. No principal was paid in the current year and interest paid totaled \$235,537.

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

**IV. Detailed Notes On All Funds (cont'd)**

**E. Long-term Debt (cont'd)**

**General Obligation Bonds (cont'd)**

The 2015A General Obligation Tax Increment Refunding Bonds Series, with an original principal balance of \$1,235,000, requires annual principal payments ranging from \$100,000 to \$310,000 commencing December 1, 2015 through December 1, 2019 and semiannual interest payments on June 1 and December 1 at 1.98%. The proceeds are recorded in the TIF 2 Fund and the Village paid \$100,000 and \$4,143 of principal and interest, respectively, in the current year. The proceeds were used to repay the outstanding balance on the Series 2005A and 2005B bonds.

The 2015B General Obligation Tax Increment Refunding Bonds Series, with an original principal balance of \$670,000, requires annual principal payments ranging from \$60,000 to \$95,000 commencing December 1, 2015 through December 1, 2022 and semiannual interest payments on June 1 and December 1 at 2.50%. The proceeds are recorded in the TIF 5 Fund and the Village paid \$60,000 and \$2,838 of principal and interest, respectively, in the current year. The proceeds were used to repay the outstanding balance on the Series 2006 bonds.

A summary of the general obligation bonds outstanding at April 30, 2016, follows:

	<u>Outstanding</u>
2010A General Obligation Tax Increment Refunding Bonds Series	\$ 2,655,000
2010B General Obligation Bond Series	1,435,000
2014A General Obligation Tax Increment Bonds Series	1,030,000
2014B General Obligation Bonds Series	4,375,000
2015A General Obligation Tax Increment Refunding Bonds Series	1,135,000
2015B General Obligation Tax Increment Refunding Bonds Series	<u>610,000</u>
<b>Total general obligation bonds</b>	<b><u>\$ 11,240,000</u></b>

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

**IV. Detailed Notes On All Funds (cont'd)**

**E. Long-term Debt (cont'd)**

**Debt Service Requirements to Maturity – General Obligation Bonds**

General obligation bonds are backed by the full faith and credit of the Village, and are subject to an annual property tax levy for the payment of principal and interest. In addition, tax increment bonds provide for a pledge of all incremental property taxes upon property located in the Tax Incremental Financing District.

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

Year Ending April 30,	Total	Principal	Interest
2017	\$ 1,953,010	\$ 1,490,000	\$ 463,010
2018	1,998,532	1,580,000	418,532
2019	2,044,268	1,675,000	369,268
2020	2,070,926	1,760,000	310,926
2021	705,138	460,000	245,138
2022 - 2026	2,327,062	1,320,000	1,007,062
2027 - 2031	2,139,850	1,465,000	674,850
2032 - 2035	1,710,513	1,490,000	220,513
	<u>\$ 14,949,299</u>	<u>\$ 11,240,000</u>	<u>\$ 3,709,299</u>

**Changes in Long-term Debt** – The following is a summary of debt transactions for the year ended April 30, 2016:

	May 1, 2015	Additions	Retirements	April 30, 2016
<b>Governmental Activities:</b>				
General obligation bonds	\$ 12,940,541	\$ 1,905,000	\$ 3,605,541	\$ 11,240,000
Bond discount	(32,224)	-	(31,565)	(659)
Bond premium	344,681	-	22,228	322,453
Net pension obligation	24,263	-	24,263	-
Net pension liability	-	1,107,521	-	1,107,521
Compensated absences payable	384,148	124,418	-	508,566
	<u>\$ 13,661,409</u>	<u>\$ 3,136,939</u>	<u>\$ 3,620,467</u>	<u>\$ 13,177,881</u>
	May 1, 2015	Additions	Retirements	April 30, 2016
<b>Business-type Activities:</b>				
Net pension liability	\$ -	\$ 265,382	\$ -	\$ 265,382

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

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**V. Other Information**

**A. Risk Management**

The Village is exposed to various risks related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; or natural disasters. Property damage losses, workers' compensation, general liability and employee health claims are insured with a commercial insurance company. Settled claims from these risks have not exceeded commercial insurance coverage for the past two years. There has been no significant reduction in insurance coverage.

**B. Tax Increment Redevelopment Project**

The Village established Tax Increment Financing District II in September 2000, and Tax Increment Financing Districts III, IV, and V in December 2004, December 2004, and April 2005, respectively.

A redevelopment plan was adopted to make improvements on certain blighted areas, which will be funded by property taxes attributable to the increase in the equalized assessed valuation of each taxable lot in the Project Area.

The base Equalized Assessed Valuation (EAV), as well as the incremental change Equalized Assessed Valuation for these Districts (2015 EAV latest available), is as follows:

	<u>Base EAV</u>	<u>2015 EAV</u>
District II	\$ 1,219,493	\$ 8,444,428
District III	9,302,564	6,848,963
District IV	1,510,819	1,590,518
District V	-	527,533

**C. Pension and Retirement Plan Commitments**

The Village participates in three contributory retirement plans. The Illinois Municipal Retirement Fund (a state-wide plan) covers substantially all full-time employees, except law enforcement officers under either the Regular plan or the Sheriff's Law Enforcement Personnel (SLEP) plan. Law enforcement officers are covered under the Police Pension Fund (a single-employer plan administered by a separate Police Pension Board of Trustees).

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

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**V. Other Information (cont'd)**

**C. Pension and Retirement Plan Commitments (cont'd)**

**Illinois Municipal Retirement Fund**

**General Information About the Pension Plan**

**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. IMRF is an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained online at [www.imrf.org](http://www.imrf.org).

At December 31, 2015, the IMRF Plan membership consisted of:

Retirees and beneficiaries	55
Inactive, non-retired members	36
Active members	<u>32</u>
Total	<u>123</u>

**Benefits Provided** – IMRF provides two tiers of pension benefits. Participating members hired before January 1, 2011 (Tier 1) who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent of each year thereafter. Employees with at least 8 years of service may retire at or after age 55 and receive a reduced benefit. For participating members hired on or after January 1, 2011 (Tier 2) who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3 percent of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service, with a maximum salary cap of \$111,572 at January 1, 2015. The maximum salary cap increases each year thereafter. The monthly pension of a member hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 62, by the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years of credited service may retire at or after age 62 and receive a reduced benefit. IMRF also provides death and disability benefits.

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

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**V. Other Information (cont'd)**

**C. Pension and Retirement Plan Commitments (cont'd)**

**Illinois Municipal Retirement Fund (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Contributions** – As set by statute, Regular plan members are required to contribute 4.5 percent of their annual covered salary. The statutes require the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar years 2016 and 2015 was 17.07% and 15.77%, respectively. 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. The Village's contribution to the plan totaled \$230,563 in the fiscal year ended April 30, 2016, which was equal to its annual required contribution.

**Net Pension Liability**

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

**Actuarial Valuation and Assumptions** – The actuarial assumptions used in the December 31, 2015, valuation were based on an actuarial experience study for the period January 11, 2011 – December 31, 2013, using the entry age normal actuarial cost method. 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:

Price inflation	2.75%
Salary increases	3.75% to 14.5%
Investment rate of return	7.48%
Post-retirement benefit increase:	
Tier 1	3.0%-simple
Tier 2	lesser of 3.0%-simple or ½ increase in CPI

The actuarial value of IMRF assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with 20% corridor between the actuarial and market value of assets. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2015, was 28 years.

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

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**V. Other Information (cont'd)**

**C. Pension and Retirement Plan Commitments (cont'd)**

**Illinois Municipal Retirement Fund (cont'd)**

**Net Pension Liability (cont'd)**

**Mortality Rates** – For non-disabled lives, 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, an IMRF specific mortality table was used with fully generational 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 was 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.

**Long-term Expected Rate of Return** – The long-term expected rate of return is the expected rate of return to be earned over the entire trust portfolio based on the asset allocation of the portfolio, using best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) developed for each major asset class. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Equities	38%	7.39%
International equities	17%	7.59%
Fixed income	27%	3.00%
Real estate	8%	6.00%
Alternatives:	9%	
Private equity		8.15%
Hedge funds		5.25%
Commodities		2.75%
Cash equivalents	1%	2.25%

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

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**V. Other Information (cont'd)**

**C. Pension and Retirement Plan Commitments (cont'd)**

**Illinois Municipal Retirement Fund (cont'd)**

**Net Pension Liability (cont'd)**

**Single Discount Rate** – Projected benefit payments are required to be discounted to their actuarial present values using a single discount rate that reflects: (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.57% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15) as of December 31, 2015); and the resulting single discount rate used to measure the total pension liability is 7.48%.

Based on the assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees for the next 73 years.

**Allocation** – The IMRF net pension liability has been allocated proportionately between governmental activities and business-type activities as follows:

Governmental activities	\$ 1,107,521
Business-type activities	<u>265,382</u>
Total net pension liability	<u>\$ 1,372,903</u>

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

**V. Other Information (cont'd)**

**C. Pension and Retirement Plan Commitments (cont'd)**

**Illinois Municipal Retirement Fund (cont'd)**

***Changes in Net Pension Liability***

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset) Liability
Balance 12/31/14	\$ 8,092,091	\$ 7,300,676	\$ 791,415
Changes for the year:			
Service cost	146,487	-	146,487
Interest	592,325	-	592,325
Differences between expected and actual experience	207,632	-	207,632
Changes in assumptions	9,330	-	9,330
Contributions - employer	-	241,285	(241,285)
Contributions - employee	-	63,812	(63,812)
Net investment income	-	35,980	(35,980)
Benefit payments, including refunds of employee contributions	(514,253)	(514,253)	-
Other changes	-	33,209	(33,209)
Net changes	441,521	(139,967)	581,488
<b>Balances at 12/31/15</b>	<b>\$ 8,533,612</b>	<b>\$ 7,160,709</b>	<b>\$ 1,372,903</b>

**Discount Rate Sensitivity** – The following presents the net pension liability of the Village, calculated using the discount rate of 7.48%, as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point higher or lower than the current rate:

	1% Decrease 6.48%	Current Discount Rate 7.48%	1% Increase 8.48%
Net pension liability	\$ 2,378,523	\$ 1,372,903	\$ 534,383

**Pension Plan Fiduciary Net Position** – Detailed information about the pension plan's fiduciary net position is available in the separately issued IMRF financial report.

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

V. **Other Information** (cont'd)

C. **Pension and Retirement Plan Commitments** (cont'd)

**Illinois Municipal Retirement Fund** (cont'd)

***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 \$515,234 in the government-wide financial statements. At April 30, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferred Outflows of Resources</u>
Differences between expected and actual experience	\$ 151,796	\$ -	\$ 151,796
Changes in assumptions	57,361	-	57,361
Net difference between projected and actual earnings in pension plan investments	<u>462,906</u>	<u>-</u>	<u>462,906</u>
Subtotal	672,063	-	672,063
Contributions made subsequent to the measurement date	<u>77,946</u>	<u>-</u>	<u>77,946</u>
<b>Total</b>	<b><u>\$ 750,009</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 750,009</u></b>

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,

2017	\$ 292,988
2018	157,443
2019	120,639
2020	<u>100,993</u>
	<u>\$ 672,063</u>

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

V. **Other Information** (cont'd)

C. **Pension and Retirement Plan Commitments** (cont'd)

**Sheriff's Law Enforcement Personnel**

**General Information About the Pension Plan**

**Plan Description** – The Village's defined benefit pension plan for Sheriff's Law Enforcement Personnel (SLEP) employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is affiliated with IMRF, an agent-multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. Benefit provisions are established by state statute and can only be changed by the General Assembly of the State of Illinois. The IMRF issues a publicly available financial report that may be obtained on-line at [www.imrf.org](http://www.imrf.org).

At December 31, 2015, the SLEP Plan membership consisted of:

Retirees and beneficiaries	-
Inactive, non-retired members	-
Active members	<u>1</u>
 Total	 <u>1</u>

**Benefits Provided** – SLEP provides two tiers of pension benefits. Participating members hired before January 1, 2011 (Tier 1) who retire at or after age 50 with 20 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.50 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to a maximum of 80 percent. Employees with at least 8 years of service may retire at or after age 55 and receive a reduced benefit. Under Tier 1, the pension is increased by 3 percent of the original amount on January 1 every year after retirement. For participating members hired on or after January 1, 2011 (Tier 2) who retire at or after age 55 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 2.50 percent of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service, up to a maximum of 75 percent, with a maximum salary cap of \$111,572 at January 1, 2015. The maximum salary cap increases each year thereafter. The monthly pension of a member hired on or after January 1, 2011, shall be increased annually on January 1, following the later of the first anniversary date of retirement or the attainment of age 60, by the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years of credited service may retire at or after age 50 and receive a reduced benefit. SLEP also provides death and disability benefits.

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

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**V. Other Information (cont'd)**

**C. Pension and Retirement Plan Commitments (cont'd)**

**Sheriff's Law Enforcement Personnel (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Contributions** – As set by statute, Regular plan members are required to contribute 4.5 percent of their annual covered salary. The statutes require the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar years 2016 and 2015 was 12.87% and 13.17%, respectively. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the SLEP 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. The Village's contribution to the plan totaled \$12,087 in the fiscal year ended April 30, 2016, which was equal to its annual required contribution.

**Net Pension Liability**

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

**Actuarial Valuation and Assumptions** – The actuarial assumptions used in the December 31, 2015, valuation were based on an actuarial experience study for the period January 11, 2011 – December 31, 2013 using the entry age normal actuarial cost method. 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:

Price inflation	2.75%
Salary increases	3.75% to 14.5%
Investment rate of return	7.50%
Post-retirement benefit increase:	
Tier 1	3.0%-simple
Tier 2	lesser of 3.0%-simple or ½ increase in CPI

The actuarial value of IMRF assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with 20% corridor between the actuarial and market value of assets. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2015, was 28 years.

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

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V. **Other Information (cont'd)**

C. **Pension and Retirement Plan Commitments (cont'd)**

**Sheriff's Law Enforcement Personnel (cont'd)**

**Net Pension Liability (cont'd)**

**Mortality Rates** – For non-disabled lives, 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, an IMRF specific mortality table was used with fully generational 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 was 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.

**Long-term Expected Rate of Return** – The long-term expected rate of return is the expected rate of return to be earned over the entire trust portfolio based on the asset allocation of the portfolio, using best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) developed for each major asset class. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Equities	38%	7.39%
International equities	17%	7.59%
Fixed income	27%	3.00%
Real estate	8%	6.00%
Alternatives:	9%	
Private equity		8.15%
Hedge funds		5.25%
Commodities		2.75%
Cash equivalents	1%	2.25%

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**V. Other Information (cont'd)**

**C. Pension and Retirement Plan Commitments (cont'd)**

**Sheriff's Law Enforcement Personnel (cont'd)**

**Net Pension Liability (cont'd)**

**Single Discount Rate** – Projected benefit payments are required to be discounted to their actuarial present values using a single discount rate that reflects: (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.57% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15) as of December 31, 2015); and the resulting single discount rate used to measure the total pension liability is 7.50%.

Based on the assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments projected during the next 53 years, covering all current projections.

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

V. **Other Information (cont'd)**

C. **Pension and Retirement Plan Commitments (cont'd)**

**Sheriff's Law Enforcement Personnel (cont'd)**

***Changes in Net Pension Liability***

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset) Liability
Balance 12/31/14	\$ 255,518	\$ 292,746	\$ (37,228)
Changes for the year:			
Service cost	15,283	-	15,283
Interest	19,737	-	19,737
Differences between expected and actual experience	(15,084)	-	(15,084)
Changes in assumptions	-	-	-
Contributions - employer	-	12,243	(12,243)
Contributions - employee	-	6,981	(6,981)
Net investment income	-	1,512	(1,512)
Benefit payments, including refunds of employee contributions	-	-	-
Other changes	-	(15,916)	15,916
Net changes	19,936	4,820	15,116
<b>Balances at 12/31/15</b>	<b>\$ 275,454</b>	<b>\$ 297,566</b>	<b>\$ (22,112)</b>

**Discount Rate Sensitivity** – The following presents the net pension liability of the Village, calculated using the discount rate of 7.50%, as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point higher or lower than the current rate:

	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
Net pension liability (asset)	\$ 249	\$ (22,112)	\$ (41,538)

**Pension Plan Fiduciary Net Position** – Detailed information about the pension plan's fiduciary net position is available in the separately issued SLEP financial report.

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

V. Other Information (cont'd)

C. Pension and Retirement Plan Commitments (cont'd)

**Sheriff's Law Enforcement Personnel (cont'd)**

***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 \$19,348 in the government-wide financial statements. At April 30, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
Differences between expected and actual experience	\$ -	\$ 5,292	\$ (5,292)
Changes in assumptions	-	-	-
Net difference between projected and actual earnings in pension plan investments	18,681	-	18,681
Subtotal	18,681	5,292	13,389
Contributions made subsequent to the measurement date	3,957	-	3,957
<b>Total</b>	<b>\$ 22,638</b>	<b>\$ 5,292</b>	<b>\$ 17,346</b>

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,

2017	\$ (436)
2018	4,856
2019	4,857
2020	4,112
	<b>\$ 13,389</b>

**Village of Calumet Park  
Notes to the Financial Statements (cont'd)**

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**V. Other Information (cont'd)**

**C. Pension and Retirement Plan Commitments (cont'd)**

**Police Pension**

**General Information About the Pension Plan**

**Plan Description** – Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The plan does not issue a stand-alone financial report.

The plan is governed by a five-member Board of Trustees. Two members of the Board of Trustees are appointed by the Village's President, one member is elected by pension beneficiaries, and two members are elected by active police employees.

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

The Village had an actuarial valuation performed for the Police Pension Plan as of April 30, 2016, for the purpose of determining contributions to the Plan for the fiscal year ended April 30, 2017, and not to comply with the requirements of GASB Statements 67 and 68. The independent auditor's report has been qualified for this departure from generally accepted accounting principles. All actuarial disclosures are as of the most recent valuation. The Village's payroll for employees covered by the Police Pension Plan for the year ended April 30, 2016, was \$1,178,979.

At April 30, 2016, the Police Pension Plan's membership consisted of:

Retirees and beneficiaries currently receiving benefits, and terminated employees entitled to benefits but not yet receiving them	20
Current employees	<u>16</u>
<b>Total</b>	<u><b>36</b></u>

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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V. **Other Information (cont'd)**

C. **Pension and Retirement Plan Commitments (cont'd)**

**Police Pension (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Basis of Accounting** – The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

**Methods Used to Value Investments** – Investments are recorded at fair value (at April 30, 2016, cost was \$5,743,912). Fixed income securities are valued at the last reported sales price at current exchange rates. Investment income is recognized as earned.

**Benefits Provided** - The Police Pension Plan provides two tiers of retirement benefits, as well as death and disability benefits. Tier 1 employees, hired before January 1, 2011, attaining the age of fifty or more, with twenty or more years of creditable service, are entitled to receive an annual retirement benefit of 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 pension 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. The minimum monthly benefit is \$1,000 per month. Upon the death of the member, 100% of the member's benefit is payable to the surviving spouse. Employees with at least eight years, but less than twenty years, of credited service may retire at or after age sixty and receive a reduced benefit. The monthly pension of a Tier 1 police officer who retired with twenty 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, hired after January 1, 2011, attaining the age of fifty-five or more, with ten or more years of creditable service, are entitled to receive an annual retirement benefit of 2.5% per year of service time the average salary for the eight consecutive year prior to retirement times the number of years of service, with a maximum benefit of 75% of the average salary. Upon the death of the member, 66 2/3% of the member's benefit is payable to the surviving spouse. Employees with at least eight years, but less than twenty years, of credited service may retire at or after age sixty and receive a reduced benefit. The monthly pension of a Tier 2 police officer shall be increased annually each January 1 by 3% per year or one-half of the annual unadjusted percentage increase in the consumer price index for the twelve months ending with the September preceding each November 1, whichever is less, of the original pension after the attainment of age 60 or first anniversary of pension start date, whichever is later.

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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V. **Other Information (cont'd)**

C. **Pension and Retirement Plan Commitments (cont'd)**

**Police Pension (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Contributions** – Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the costs of benefits earned by Plan members as actuarially determined by an enrolled actuary. By the year 2041, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is 90% funded. Actuarial valuations are performed annually. For the year ended April 30, 2016, the Village's contribution was 47.6% of covered payroll.

**Investment Policy** – The pension plan's investment policy was established in accordance with provisions of the Illinois Compiled Statutes (ILCS) for pension plans, and may be amended by the Pension Board of Trustees. It is the policy of the Pension Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The primary policies of the fund, in order of priority are safety, liquidity and return on investment.

The ILCS limit the Police Pension Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

**Investment Valuations** – All investments in the Police Pension Plan are stated at fair value as of the trade date. Fair value is based on quoted market prices at April 30 for debt securities, equity securities and mutual funds.

**Investment Concentrations** – There are no assets legally reserved for purposes other than the payment of plan member benefits. There are no long-term contracts for contributions.

**Investment Rate of Return** – For the year ended April 30, 2016, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 4.99%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Village of Calumet Park**  
**Notes to the Financial Statements (cont'd)**

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**V. Other Information (cont'd)**

**C. Pension and Retirement Plan Commitments (cont'd)**

**Police Pension (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Net Pension Liability**

The Village did not have the net pension liability calculated in the actuarial valuation performed for the Police Pension Plan as of April 30, 2016, the valuation was done solely for the purpose of determining contributions to the Plan for the fiscal year ended April 30, 2017.

**D. Contingent Liabilities**

The Village is a defendant in a lawsuit, the outcome of which cannot be determined at this time. The Village expects the liability, if any, to be fully covered by insurance.

**REQUIRED SUPPLEMENTARY INFORMATION**

**Village of Calumet Park, Illinois  
 Illinois Municipal Retirement Fund  
 Required Supplementary Information -  
 Multiyear Schedule of Employer Contributions  
 April 30, 2016**

	<b>Calendar Year Ended 2015</b>	<b>Calendar Year Ended 2014</b>
Actuarially determined contribution	\$ 224,344	\$ 244,976
Contributions in relation to actuarially determined contribution	<u>241,285</u>	<u>260,935</u>
Contribution (excess) deficiency	<u>\$ (16,941)</u>	<u>\$ (15,959)</u>
Covered employee payroll	<u>\$ 1,422,597</u>	<u>\$ 1,268,646</u>
Contributions as a percentage of employee covered payroll	<u>16.96%</u>	<u>20.57%</u>

Note to Required Supplementary Information:

The information presented was determined as part of the actuarial valuations as of January 1, of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 28 years; the asset valuation method was at five-year smoothed market; and the significant actuarial assumptions were an investment rate of return of 7.5% annually, wage growth assumption of 4.0% compounded annually, and postretirement benefit increases of 3.0% compounded annually.

See independent auditor's report.

**Village of Calumet Park, Illinois  
 Sheriff's Law Enforcement Personnel Fund  
 Required Supplementary Information -  
 Multiyear Schedule of Employer Contributions  
 April 30, 2016**

	<b>Calendar Year Ended 2015</b>	<b>Calendar Year Ended 2014</b>
Actuarially determined contribution	\$ 12,288	\$ 12,491
Contributions in relation to actuarially determined contribution	12,243	12,491
Contribution (excess) deficiency	\$ 45	\$ -
Covered employee payroll	\$ 92,950	\$ 95,568
Contributions as a percentage of employee covered payroll	13.17%	13.07%

**Note to Required Supplementary Information:**

The information presented was determined as part of the actuarial valuations as of January 1, of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 28 years; the asset valuation method was at five-year smoothed market; and the significant actuarial assumptions were an investment rate of return of 7.5% annually, wage growth assumption of 4.0% compounded annually, and postretirement benefit increases of 3.0% compounded annually.

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**Illinois Municipal Retirement Fund**  
**Required Supplementary Information - Multiyear Schedule of**  
**Changes in the Employer's Net Pension Liability and Related Ratios**  
**April 30, 2016**

	<u>2015</u>	<u>2014</u>
Total pension liability:		
Service cost	\$ 146,487	\$ 155,129
Interest	592,325	535,877
Changes in benefit terms	-	-
Differences between expected and actual experience	207,632	195,052
Changes in assumptions	9,330	333,385
Benefit payments, including refunds of member contributions	<u>(514,253)</u>	<u>(389,627)</u>
Net change in total pension liability	441,521	829,816
Total pension liability, beginning of year	<u>-</u>	<u>7,262,275</u>
Total pension liability, end of year	<u>\$ 441,521</u>	<u>\$ 8,092,091</u>
Plan fiduciary net position:		
Contributions - employer	\$ 241,285	\$ 260,935
Contributions - member	63,812	60,809
Net investment income	35,980	418,305
Benefit payments, including refunds of member contributions	(514,253)	(389,627)
Administrative expense	<u>33,209</u>	<u>58,849</u>
Net change in plan fiduciary net position	(139,967)	409,271
Plan fiduciary net position, beginning of year	<u>-</u>	<u>6,891,405</u>
Plan fiduciary net position, end of year	<u>\$ (139,967)</u>	<u>\$ 7,300,676</u>
Employer's net pension liability	<u>\$ 581,488</u>	<u>\$ 791,415</u>
Plan fiduciary net position as a percentage of the total pension liability	-31.70%	90.22%
Covered employee payroll	<u>\$ 1,422,597</u>	<u>\$ 1,268,646</u>
Employer's net pension liability as a percentage of covered-employee payroll	40.88%	62.38%

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**Sheriff's Law Enforcement Personnel Fund**  
**Required Supplementary Information - Multiyear Schedule of**  
**Changes in the Employer's Net Pension Liability and Related Ratios**  
**April 30, 2016**

	<u>2015</u>	<u>2014</u>
Total pension liability:		
Service cost	\$ 15,283	\$ 14,710
Interest	19,737	16,942
Changes in benefit terms	-	-
Differences between expected and actual experience	(15,084)	(4,613)
Changes in assumptions	-	9,938
Benefit payments, including refunds of member contributions	-	-
	<u>19,936</u>	<u>36,977</u>
Net change in total pension liability		
	-	218,541
Total pension liability, beginning of year		
Total pension liability, end of year	<u>\$ 19,936</u>	<u>\$ 255,518</u>
Plan fiduciary net position:		
Contributions - employer	\$ 12,243	\$ 12,491
Contributions - member	6,981	7,168
Net investment income	1,512	16,318
Benefit payments, including refunds of member contributions	-	-
Administrative expense	(15,916)	(916)
	<u>4,820</u>	<u>35,061</u>
Net change in plan fiduciary net position		
	-	257,685
Plan fiduciary net position, beginning of year		
Plan fiduciary net position, end of year	<u>\$ 4,820</u>	<u>\$ 292,746</u>
Employer's net pension liability (asset)	<u>\$ 15,116</u>	<u>\$ (37,228)</u>
Plan fiduciary net position as a percentage of the total pension liability	24.18%	114.57%
Covered employee payroll	<u>\$ 92,950</u>	<u>\$ 95,568</u>
Employer's net pension liability as a percentage of covered-employee payroll	16.26%	-38.95%

See independent auditor's report.

**Village of Calumet Park, Illinois  
Police Pension Fund  
Required Supplementary Information -  
Schedule of Revenues By Source and Expenses By Type  
April 30, 2016**

**Revenues By Source**

Fiscal Year	Employee Contributions	Employer Contributions	Investment Income	Totals
<b>2016</b>	<b>\$ 127,409</b>	<b>\$ 665,596</b>	<b>\$ (32,430)</b>	<b>\$ 760,575</b>
2015	126,535	499,035	464,016	1,089,586
2014	140,939	582,768	631,429	1,355,136
2013	129,947	500,588	472,454	1,102,989
2012	130,426	483,833	128,258	742,517
2011	133,012	644,573	460,037	1,237,622

**Expenses By Type**

Fiscal Year	Disability Payments	Other Expenses	Totals
<b>2016</b>	<b>\$ 864,922</b>	<b>\$ 20,263</b>	<b>\$ 885,185</b>
2015	765,338	20,809	786,147
2014	699,824	14,402	714,226
2013	699,769	19,617	719,386
2012	676,900	11,196	688,096
2011	613,768	7,524	621,292

See independent auditor's report.

**SUPPLEMENTAL SECTION**

**Village of Calumet Park, Illinois**  
**General Fund**  
**Schedule of Expenditures - Budget and Actual**  
**For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<b>Administration:</b>				
Salaries and wages	\$ 372,978	\$ 413,978	\$ 418,189	\$ (4,211)
Insurance and benefits	474,161	189,361	162,801	26,560
Contractual services	702,279	785,279	854,302	(69,023)
Supplies and materials	46,050	47,550	47,603	(53)
Capital outlay	17,500	12,500	8,148	4,352
Miscellaneous	60,000	85,000	85,179	(179)
<b>Total administration</b>	<b>1,672,968</b>	<b>1,533,668</b>	<b>1,576,222</b>	<b>(42,554)</b>
<b>Building:</b>				
Salaries and wages	94,650	94,650	75,463	19,187
Insurance and benefits	44,109	45,159	36,827	8,332
Contractual services	97,300	60,750	56,078	4,672
Supplies and materials	1,000	1,600	1,468	132
Miscellaneous	1,100	1,000	379	621
<b>Total building</b>	<b>238,159</b>	<b>203,159</b>	<b>170,215</b>	<b>32,944</b>
<b>Police:</b>				
Salaries and wages	2,058,752	1,992,752	1,895,530	97,222
Insurance and benefits	641,928	645,028	615,031	29,997
Contractual services	124,000	236,500	243,983	(7,483)
Supplies and materials	9,000	21,700	20,603	1,097
Capital outlay	-	1,000	36,166	(35,166)
Miscellaneous	8,000	10,000	9,535	465
<b>Total police</b>	<b>2,841,680</b>	<b>2,906,980</b>	<b>2,820,848</b>	<b>86,132</b>
<b>Fire:</b>				
Salaries and wages	767,350	784,350	817,148	(32,798)
Insurance and benefits	208,977	262,377	269,000	(6,623)
Contractual services	376,400	373,400	369,354	4,046
Supplies and materials	10,000	29,200	32,822	(3,622)
Capital outlay	-	-	2,791	(2,791)
Miscellaneous	3,000	11,000	10,287	713
<b>Total fire</b>	<b>1,365,727</b>	<b>1,460,327</b>	<b>1,501,402</b>	<b>(41,075)</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**General Fund**  
**Schedule of Expenditures - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Street and alley:				
Salaries and wages	\$ 440,515	\$ 423,005	\$ 425,049	\$ (2,044)
Insurance and benefits	243,219	243,819	264,519	(20,700)
Contractual services	397,375	483,675	574,161	(90,486)
Supplies and materials	161,500	140,500	137,172	3,328
Capital outlay	-	10,200	8,331	1,869
Miscellaneous	2,000	1,500	3,499	(1,999)
<b>Total street and alley</b>	<u>1,244,609</u>	<u>1,302,699</u>	<u>1,412,731</u>	<u>(110,032)</u>
Recreation:				
Salaries and wages	289,206	289,206	296,013	(6,807)
Insurance and benefits	86,061	65,909	90,586	(24,677)
Contractual services	58,750	61,050	55,457	5,593
Supplies and materials	14,300	29,700	32,886	(3,186)
Capital outlay	-	3,100	2,959	141
Miscellaneous	20,000	45,000	44,853	147
<b>Total recreation</b>	<u>468,317</u>	<u>493,965</u>	<u>522,754</u>	<u>(28,789)</u>
Police pension expense	<u>549,261</u>	<u>549,261</u>	<u>666,326</u>	<u>(117,065)</u>
<b>Total expenditures</b>	<u>\$ 8,380,721</u>	<u>\$ 8,450,059</u>	<u>\$ 8,670,498</u>	<u>\$ (220,439)</u>

See independent auditor's report.

**NONMAJOR GOVERNMENTAL FUNDS**

**Village of Calumet Park, Illinois**  
**Combining Balance Sheet - Nonmajor Governmental Funds**  
**April 30, 2016**

	911 Fund	DCEO Grant Fund	Special Justice Assistance Grant I Fund
<b>Assets</b>			
Cash and cash equivalents	\$ 28,387	\$ 19,019	\$ 29,799
Investment in real estate	-	-	-
Property taxes receivable	-	-	-
Due from other funds	2,644	150,463	-
Due from other governments	-	-	-
<b>Total assets</b>	<b>\$ 31,031</b>	<b>\$ 169,482</b>	<b>\$ 29,799</b>
<b>Liabilities</b>			
Accounts payable	\$ -	\$ -	\$ -
Due to other funds	3,455	3,415	33
<b>Total liabilities</b>	<b>3,455</b>	<b>3,415</b>	<b>33</b>
<b>Deferred Inflows of Resources</b>			
Property taxes	-	-	-
<b>Fund Balances (Deficits)</b>			
Restricted by state statute	-	-	-
Restricted for grant purposes	-	166,067	29,766
Restricted for debt service	-	-	-
Assigned for capital outlay	-	-	-
Assigned for police activities	27,576	-	-
Unassigned	-	-	-
<b>Total fund balances (deficits)</b>	<b>27,576</b>	<b>166,067</b>	<b>29,766</b>
<b>Total liabilities, deferred inflows and municipal equity</b>	<b>\$ 31,031</b>	<b>\$ 169,482</b>	<b>\$ 29,799</b>

<b>Revenue Funds</b>					
Justice Assistance Grant II Fund	Motor Fuel Tax Fund	Police Evidence Fund	TIF 3 Fund	TIF 4 Fund	TIF 5 Fund
\$ 40,981	\$ 17,121	\$ -	\$ 49,820	\$ 152,330	\$ 59,327
-	-	-	-	-	-
-	-	-	79,669	69,995	34,737
-	881	-	614,343	400,000	-
-	17,831	-	-	-	-
<b>\$ 40,981</b>	<b>\$ 35,833</b>	<b>\$ -</b>	<b>\$ 743,832</b>	<b>\$ 622,325</b>	<b>\$ 94,064</b>
\$ -	\$ -	\$ -	\$ -	\$ 27,424	\$ -
17,611	18,486	15,401	278,237	-	65,838
17,611	18,486	15,401	278,237	27,424	65,838
-	-	-	77,556	69,995	34,737
-	17,347	-	388,039	524,906	-
23,370	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(15,401)	-	-	(6,511)
23,370	17,347	(15,401)	388,039	524,906	(6,511)
<b>\$ 40,981</b>	<b>\$ 35,833</b>	<b>\$ -</b>	<b>\$ 743,832</b>	<b>\$ 622,325</b>	<b>\$ 94,064</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**Combining Balance Sheet - Nonmajor Governmental Funds (cont'd)**  
**April 30, 2016**

	Special Revenue Fund			Capital Projects Funds				
	Tobacco Enforcement Fund	CDBG Fund	Total Special Revenue Funds	Debt Service	Capital Projects	911 Center Construction	Total Capital Projects Funds	Total
<b>Assets</b>								
Cash and cash equivalents	\$ 2,082	\$ -	\$ 398,866	\$ 350,066	\$ 540,850	\$ 120,618	\$ 661,468	\$ 1,410,400
Investment in real estate	-	-	-	-	260,000	-	260,000	260,000
Property taxes receivable	-	-	184,401	418,400	-	-	-	602,801
Due from other funds	-	-	1,168,331	162,422	64,345	-	64,345	1,395,098
Due from other governments	-	-	17,831	-	-	-	-	17,831
<b>Total assets</b>	<b>\$ 2,082</b>	<b>\$ -</b>	<b>\$ 1,769,429</b>	<b>\$ 930,888</b>	<b>\$ 865,195</b>	<b>\$ 120,618</b>	<b>\$ 985,813</b>	<b>\$ 3,686,130</b>
<b>Liabilities</b>								
Accounts payable	\$ -	\$ -	\$ 27,424	\$ -	\$ 35,294	\$ -	\$ 35,294	\$ 62,718
Due to other funds	-	-	402,476	46,201	109,571	-	109,571	558,248
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>429,900</b>	<b>46,201</b>	<b>144,865</b>	<b>-</b>	<b>144,865</b>	<b>620,966</b>
<b>Deferred Inflows of Resources</b>								
Property taxes	-	-	182,288	408,356	-	-	-	590,644
<b>Fund Balances (Deficits)</b>								
Restricted by state statute	-	-	930,292	-	-	-	-	930,292
Restricted for grant purposes	2,082	-	221,285	-	-	-	-	221,285
Restricted for debt service	-	-	-	476,331	-	-	-	476,331
Assigned for capital outlay	-	-	-	-	720,330	120,618	840,948	840,948
Assigned for police activities	-	-	27,576	-	-	-	-	27,576
Unsigned	-	-	(21,912)	-	-	-	-	(21,912)
<b>Total fund balances (deficits)</b>	<b>2,082</b>	<b>-</b>	<b>1,157,241</b>	<b>476,331</b>	<b>720,330</b>	<b>120,618</b>	<b>840,948</b>	<b>2,474,520</b>
<b>Total liabilities, deferred inflows and municipal equity</b>	<b>\$ 2,082</b>	<b>\$ -</b>	<b>\$ 1,769,429</b>	<b>\$ 930,888</b>	<b>\$ 865,195</b>	<b>\$ 120,618</b>	<b>\$ 985,813</b>	<b>\$ 3,686,130</b>

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**Combining Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances (Deficits) - Nonmajor Governmental Funds**  
**For the Year Ended April 30, 2016**

	<b>Special</b>		
	911 Fund	DCEO Grant Fund	Justice Assistance Grant I Fund
Revenues:			
Property taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	-
Grant income	-	-	25,000
Interest income	16	-	-
Other	28,355	-	-
<b>Total revenues</b>	<b>28,371</b>	<b>-</b>	<b>25,000</b>
Expenditures:			
Current:			
Administration	-	-	-
Police	3,408	-	-
Street and alley	-	5,639	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Fees	-	-	-
Capital outlay	-	-	-
Miscellaneous	-	-	-
<b>Total expenditures</b>	<b>3,408</b>	<b>5,639</b>	<b>-</b>
<b>Revenues over (under) expenditures before other financing sources (uses)</b>	<b>24,963</b>	<b>(5,639)</b>	<b>25,000</b>
Other financing sources (uses):			
Refunding bonds issued	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Changes in fund balances (deficits)</b>	<b>24,963</b>	<b>(5,639)</b>	<b>25,000</b>
Fund balances (deficits), beginning of the year	2,613	171,706	4,766
Fund balances (deficits), end of the year	<b>\$ 27,576</b>	<b>\$ 166,067</b>	<b>\$ 29,766</b>

(cont'd)

<b>Revenue Funds</b>					
Justice Assistance Grant II Fund	Motor Fuel Tax Fund	Police Evidence Fund	TIF 3 Fund	TIF 4 Fund	TIF 5 Fund
\$ -	\$ -	\$ -	\$ 89,486	\$ 42,517	\$ 56,286
-	200,411	-	-	-	-
45,502	-	-	-	-	-
-	89	23	125	275	72
-	-	-	-	-	-
<b>45,502</b>	<b>200,500</b>	<b>23</b>	<b>89,611</b>	<b>42,792</b>	<b>56,358</b>
-	-	-	4,186	28,749	-
-	-	-	-	-	-
-	285,184	-	-	-	-
-	-	-	-	-	845,000
-	-	-	-	-	52,221
-	-	-	-	-	14,367
31,405	-	-	473,735	-	-
-	-	41,072	12,215	1,193	-
<b>31,405</b>	<b>285,184</b>	<b>41,072</b>	<b>490,136</b>	<b>29,942</b>	<b>911,588</b>
<b>14,097</b>	<b>(84,684)</b>	<b>(41,049)</b>	<b>(400,525)</b>	<b>12,850</b>	<b>(855,230)</b>
-	-	-	-	-	670,000
-	15,066	-	-	-	-
-	-	-	-	-	-
<b>-</b>	<b>15,066</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>670,000</b>
<b>14,097</b>	<b>(69,618)</b>	<b>(41,049)</b>	<b>(400,525)</b>	<b>12,850</b>	<b>(185,230)</b>
9,273	86,965	25,648	788,564	512,056	178,719
<b>\$ 23,370</b>	<b>\$ 17,347</b>	<b>\$ (15,401)</b>	<b>\$ 388,039</b>	<b>\$ 524,906</b>	<b>\$ (6,511)</b>

**Village of Calumet Park, Illinois**  
**Combining Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances (Deficits) - Nonmajor Governmental Funds (cont'd)**  
**For the Year Ended April 30, 2016**

	Special Revenue Fund		
	Tobacco Enforcement Fund	CDBG Fund	Total Special Revenue Funds
Revenues:			
Property taxes	\$ -	\$ -	\$ 188,289
Intergovernmental	-	-	200,411
Grant income	-	120,000	190,502
Interest income	2	-	602
Other	-	-	28,355
<b>Total revenues</b>	<b>2</b>	<b>120,000</b>	<b>608,159</b>
Expenditures:			
Current:			
Administration	-	-	32,935
Police	-	-	3,408
Street and alley	-	-	290,823
Debt service:			
Principal	-	-	845,000
Interest	-	-	52,221
Fees	-	-	14,367
Capital outlay	-	120,000	625,140
Miscellaneous	-	-	54,480
<b>Total expenditures</b>	<b>-</b>	<b>120,000</b>	<b>1,918,374</b>
<b>Revenues over (under) expenditures before other financing sources (uses)</b>	<b>2</b>	<b>-</b>	<b>(1,310,215)</b>
Other financing sources (uses):			
Refunding bonds issued	-	-	670,000
Transfers in	-	-	15,066
Transfers out	-	(15,066)	(15,066)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(15,066)</b>	<b>670,000</b>
<b>Changes in fund balances (deficits)</b>	<b>2</b>	<b>(15,066)</b>	<b>(640,215)</b>
Fund balances (deficits), beginning of the year	2,080	15,066	1,797,456
Fund balances (deficits), end of the year	\$ 2,082	\$ -	\$ 1,157,241

See independent auditor's report.

	Capital Projects Funds				
	Debt Service	Capital Projects	911 Center Construction	Total Capital Projects Funds	Total
	\$ 508,939	\$ -	\$ -	\$ -	\$ 697,228
	-	-	-	-	200,411
	-	-	-	-	190,502
	185	1,349	39	1,388	2,175
	-	-	-	-	28,355
	<b>509,124</b>	<b>1,349</b>	<b>39</b>	<b>1,388</b>	<b>1,118,671</b>
	-	167,833	25	167,858	200,793
	-	-	-	-	3,408
	-	-	-	-	290,823
	398,261	-	-	-	1,243,261
	292,990	-	-	-	345,211
	1,550	-	-	-	15,917
	-	125,926	13,600	139,526	764,666
	-	21,139	-	21,139	75,619
	<b>692,801</b>	<b>314,898</b>	<b>13,625</b>	<b>328,523</b>	<b>2,939,698</b>
	<b>(183,677)</b>	<b>(313,549)</b>	<b>(13,586)</b>	<b>(327,135)</b>	<b>(1,821,027)</b>
	-	-	-	-	670,000
	241,378	-	-	-	256,444
	-	-	(120,840)	(120,840)	(135,906)
	<b>241,378</b>	<b>-</b>	<b>(120,840)</b>	<b>(120,840)</b>	<b>790,538</b>
	<b>57,701</b>	<b>(313,549)</b>	<b>(134,426)</b>	<b>(447,975)</b>	<b>(1,030,489)</b>
	<b>418,630</b>	<b>1,033,879</b>	<b>255,044</b>	<b>1,288,923</b>	<b>3,505,009</b>
	<b>\$ 476,331</b>	<b>\$ 720,330</b>	<b>\$ 120,618</b>	<b>\$ 840,948</b>	<b>\$ 2,474,520</b>

**Village of Calumet Park, Illinois  
911 Fund  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended April 30, 2016**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:				
Interest income	\$ 25	\$ 25	\$ 16	\$ (9)
Other	25,000	25,000	<b>28,355</b>	3,355
<b>Total revenues</b>	25,025	25,025	<b>28,371</b>	3,346
Expenditures - current - police	-	-	<b>3,408</b>	(3,408)
<b>Net changes in fund balance</b>	<b>\$ 25,025</b>	<b>\$ 25,025</b>	<b>24,963</b>	<b>\$ (62)</b>
Fund balance, beginning of the year			<u>2,613</u>	
Fund balance, end of the year			<u><b>\$ 27,576</b></u>	

See independent auditor's report.

**Village of Calumet Park, Illinois  
Motor Fuel Tax Fund  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Intergovernmental	\$ 230,000	\$ 230,000	\$ 200,411	\$ (29,589)
Interest income	200	200	89	(111)
<b>Total revenues</b>	<u>230,200</u>	<u>230,200</u>	<u>200,500</u>	<u>(29,700)</u>
<b>Expenditures:</b>				
Current - street and alley:				
Contractual services	152,000	262,000	260,812	1,188
Supplies and materials	-	25,000	24,372	628
<b>Total expenditures</b>	<u>152,000</u>	<u>287,000</u>	<u>285,184</u>	<u>1,816</u>
<b>Total revenues over (under) expenditures before other financing sources</b>	78,200	(56,800)	(84,684)	(27,884)
Other financing sources - transfer in	-	-	15,066	15,066
<b>Net changes in fund balance</b>	<u>\$ 78,200</u>	<u>\$ (56,800)</u>	<u>(69,618)</u>	<u>\$ (12,818)</u>
Fund balance, beginning of the year			<u>86,965</u>	
Fund balance, end of the year			<u>\$ 17,347</u>	

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**TIF 3 Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 150,000	\$ 150,000	\$ 89,486	\$ (60,514)
Interest income	2,000	2,000	125	(1,875)
<b>Total revenues</b>	<u>152,000</u>	<u>152,000</u>	<u>89,611</u>	<u>(62,389)</u>
Expenditures:				
Current - administration	20,000	7,000	4,186	2,814
Capital outlay	520,000	520,000	473,735	46,265
Miscellaneous	12,000	12,000	12,215	(215)
<b>Total expenditures</b>	<u>552,000</u>	<u>539,000</u>	<u>490,136</u>	<u>48,864</u>
<b>Revenues under expenditures</b>	<u>\$ (400,000)</u>	<u>\$ (387,000)</u>	<u>(400,525)</u>	<u>\$ (13,525)</u>
Fund balance, beginning of the year			<u>788,564</u>	
Fund balance, end of the year			<u>\$ 388,039</u>	

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**TIF 4 Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2016**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:				
Property taxes	\$ 50,000	\$ 50,000	\$ 42,517	\$ (7,483)
Interest income	700	700	275	(425)
<b>Total revenues</b>	<u>50,700</u>	<u>50,700</u>	<u>42,792</u>	<u>(7,908)</u>
Expenditures:				
Current - administration	-	-	28,749	(28,749)
Miscellaneous	112,100	12,100	1,193	10,907
<b>Total expenditures</b>	<u>112,100</u>	<u>12,100</u>	<u>29,942</u>	<u>(17,842)</u>
<b>Net changes in fund balance</b>	<u>\$ (61,400)</u>	<u>\$ 38,600</u>	<u>12,850</u>	<u>\$ (25,750)</u>
Fund balance, beginning of the year			<u>512,056</u>	
Fund balance, end of the year			<u>\$ 524,906</u>	

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**TIF 5 Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance (Deficit) - Budget and Actual**  
**For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 90,000	\$ 90,000	\$ 56,286	\$ (33,714)
Interest income	250	250	72	(178)
<b>Total revenues</b>	<b>90,250</b>	<b>90,250</b>	<b>56,358</b>	<b>(33,892)</b>
Expenditures:				
Debt service:				
Principal	40,000	40,000	845,000	(805,000)
Interest	49,383	49,383	52,221	(2,838)
Fees	5,000	5,000	14,367	(9,367)
<b>Total expenditures</b>	<b>94,383</b>	<b>94,383</b>	<b>911,588</b>	<b>(817,205)</b>
<b>Revenues under expenditures before other financing sources</b>	<b>(4,133)</b>	<b>(4,133)</b>	<b>(855,230)</b>	<b>(851,097)</b>
Other financing sources - refunding bonds issued	-	-	670,000	670,000
<b>Net changes in fund balance (deficit)</b>	<b>\$ (4,133)</b>	<b>\$ (4,133)</b>	<b>(185,230)</b>	<b>\$ (181,097)</b>
Fund balance, beginning of the year			178,719	
Fund deficit, end of the year			<b>\$ (6,511)</b>	

See independent auditor's report.

**Village of Calumet Park, Illinois  
Debt Service Fund  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>				
Property taxes	\$ 567,990	\$ 567,990	\$ 508,939	\$ (59,051)
Interest income	200	200	185	(15)
<b>Total revenues</b>	<b>568,190</b>	<b>568,190</b>	<b>509,124</b>	<b>(59,066)</b>
<b>Expenditures:</b>				
Debt service:				
Principal	275,000	275,000	398,261	(123,261)
Interest	292,991	292,991	292,990	1
Trustee fees	10,000	10,000	1,550	8,450
<b>Total expenditures</b>	<b>577,991</b>	<b>577,991</b>	<b>692,801</b>	<b>(114,810)</b>
<b>Revenues under expenditures before other financing sources</b>	<b>(9,801)</b>	<b>(9,801)</b>	<b>(183,677)</b>	<b>(173,876)</b>
Other financing sources - transfers in	-	-	241,378	241,378
<b>Net changes in fund balance</b>	<b>\$ (9,801)</b>	<b>\$ (9,801)</b>	<b>57,701</b>	<b>\$ 67,502</b>
Fund balance, beginning of the year			<b>418,630</b>	
Fund balance, end of the year			<b>\$ 476,331</b>	

See independent auditor's report.

**Village of Calumet Park, Illinois  
Capital Projects Fund  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues - interest income	\$ -	\$ -	\$ 1,349	\$ 1,349
Expenditures:				
Current - administration	100,000	100,000	167,833	(67,833)
Capital outlay	20,000	20,000	125,926	(105,926)
Miscellaneous	-	-	21,139	(21,139)
<b>Total expenditures</b>	<b>120,000</b>	<b>120,000</b>	<b>314,898</b>	<b>(194,898)</b>
<b>Revenues under expenditures</b>	<b>\$ (120,000)</b>	<b>\$ (120,000)</b>	<b>(313,549)</b>	<b>\$ (193,549)</b>
Fund balance, beginning of the year			<b>1,033,879</b>	
Fund balance, end of the year			<b>\$ 720,330</b>	

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**911 Center Construction Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues - interest income	\$ -	\$ -	\$ 39	\$ 39
Expenditures:				
Current - administration	-	-	25	(25)
Capital outlay	-	-	13,600	(13,600)
Miscellaneous	1,000	1,000	-	1,000
<b>Total expenditures</b>	<b>1,000</b>	<b>1,000</b>	<b>13,625</b>	<b>(12,625)</b>
<b>Revenues under expenditures before other financing uses</b>	<b>(1,000)</b>	<b>(1,000)</b>	<b>(13,586)</b>	<b>(12,586)</b>
Other financing uses - transfers out	-	-	(120,840)	(120,840)
<b>Net changes in fund balance</b>	<b>\$ (1,000)</b>	<b>\$ (1,000)</b>	<b>(134,426)</b>	<b>\$ (133,426)</b>
Fund balance, beginning of the year			<b>255,044</b>	
Fund balance, end of the year			<b>\$ 120,618</b>	

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**Water and Sewer Fund - Water Sub Fund**  
**Schedule of Revenues, Expenses and Changes in**  
**Fund Net Deficit - Budget and Actual**  
**For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Operating revenue - water charges	\$ 1,345,000	\$ 1,345,000	\$ 1,599,861	\$ 254,861
Operating expenses:				
Salaries and wages	201,234	189,234	217,499	(28,265)
Insurance and benefits	154,003	120,503	159,550	(39,047)
Contractual services	1,079,800	1,241,800	1,119,380	122,420
Supplies and materials	92,000	74,300	73,841	459
Miscellaneous	5,000	1,000	200	800
<b>Operating expenses before depreciation</b>	<b>1,532,037</b>	<b>1,626,837</b>	<b>1,570,470</b>	<b>56,367</b>
Depreciation	-	-	136,712	(136,712)
<b>Total operating expenses</b>	<b>1,532,037</b>	<b>1,626,837</b>	<b>1,707,182</b>	<b>(80,345)</b>
<b>Operating loss</b>	<b>(187,037)</b>	<b>(281,837)</b>	<b>(107,321)</b>	<b>174,516</b>
Nonoperating income:				
Interest	200	200	224	24
Miscellaneous	40,000	40,000	79,272	39,272
<b>Total nonoperating income</b>	<b>40,200</b>	<b>40,200</b>	<b>79,496</b>	<b>39,296</b>
<b>Loss before capital contributions and transfers</b>	<b>(146,837)</b>	<b>(241,637)</b>	<b>(27,825)</b>	<b>213,812</b>
Capital contributions	-	-	128,431	128,431
Transfers	-	-	(123,261)	(123,261)
<b>Changes in net deficit</b>	<b>\$ (146,837)</b>	<b>\$ (241,637)</b>	<b>(22,655)</b>	<b>\$ 218,982</b>
Net deficit, beginning of the year, as previously reported			(484,205)	
Prior period restatement			(47,796)	
Net deficit, beginning of the year, as restated			(532,001)	
Net deficit, end of the year			\$ (554,656)	

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**Water and Sewer Fund - Sewer Sub Fund**  
**Schedule of Revenues, Expenses and Changes in**  
**Fund Net Position - Budget and Actual**  
**For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Operating revenue - sewer charges	\$ 360,000	\$ 360,000	\$ 450,761	\$ 90,761
Operating expenses:				
Contractual services	205,000	491,000	284,353	206,647
Supplies and materials	-	1,000	875	125
<b>Total operating expenses</b>	<u>205,000</u>	<u>492,000</u>	<u>285,228</u>	<u>206,772</u>
<b>Changes in net position</b>	<u>\$ 155,000</u>	<u>\$ (132,000)</u>	<u>165,533</u>	<u>\$ 297,533</u>
Net position, beginning of the year			<u>701,992</u>	
Net position, end of the year			<u>\$ 867,525</u>	

See independent auditor's report.

**Village of Calumet Park, Illinois  
Refuse Fund  
Schedule of Revenues, Expenses and Changes in  
Fund Net Deficit - Budget and Actual  
For the Year Ended April 30, 2016**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Operating revenue - sewer charges	\$ 418,000	\$ 418,000	\$ 554,939	\$ 136,939
Operating expenses - contractual services	<u>402,000</u>	<u>522,000</u>	<u>512,989</u>	<u>9,011</u>
<b>Changes in net deficit</b>	<u>\$ 16,000</u>	<u>\$ (104,000)</u>	<u>41,950</u>	<u>\$ 145,950</u>
Net deficit, beginning of the year			<u>(479,431)</u>	
Net deficit, end of the year			<u>\$ (437,481)</u>	

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**Regional Communications Center Fund**  
**Schedule of Revenues, Expenses and Changes in**  
**Fund Net Position (Deficit) - Budget and Actual**  
**For the Year Ended April 30, 2016**

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Operating revenue - dispatch charges	\$ 565,000	\$ 565,000	\$ 398,750	\$ (166,250)
Operating expenses:				
Salaries and wages	95,931	95,931	133,387	(37,456)
Insurance and benefits	29,689	21,389	34,879	(13,490)
Contractual services	785,900	741,400	657,782	83,618
Supplies and materials	7,500	5,000	4,183	817
Capital outlay	-	1,300	876	424
Miscellaneous	5,000	6,000	16,200	(10,200)
<b>Total operating expenses</b>	<b>924,020</b>	<b>871,020</b>	<b>847,307</b>	<b>23,713</b>
<b>Operating loss</b>	<b>(359,020)</b>	<b>(306,020)</b>	<b>(448,557)</b>	<b>(142,537)</b>
Nonoperating income - interest	25	25	86	61
<b>Changes in net position</b>	<b>\$ (358,995)</b>	<b>\$ (305,995)</b>	<b>(448,471)</b>	<b>\$ (142,476)</b>
Net position, beginning of the year, as previously reported			<b>200,002</b>	
Prior period restatement			<b>(17,776)</b>	
Net position, beginning of the year, as restated			<b>182,226</b>	
Net deficit, end of the year			<b>\$ (266,245)</b>	

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**Agency Fund - Performance Bond Fund**  
**Schedule of Changes in Assets and Liabilities**  
**For the Year Ended April 30, 2016**

	<u>Balance May 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance April 30, 2016</u>
<b>Assets</b>				
Cash	\$ 91,990	\$ 130,076	\$ 137,500	\$ 84,566
Due from other funds	1,300	2,730	-	4,030
<b>Total assets</b>	<b>\$ 93,290</b>	<b>\$ 132,806</b>	<b>\$ 137,500</b>	<b>\$ 88,596</b>
<b>Liabilities</b>				
Due to other funds	\$ 2,500	\$ -	\$ -	\$ 2,500
Deposits held	90,790	130,076	134,770	86,096
<b>Total liabilities</b>	<b>\$ 93,290</b>	<b>\$ 130,076</b>	<b>\$ 134,770</b>	<b>\$ 88,596</b>

See independent auditor's report.

**OTHER FINANCIAL SCHEDULES**

**Village of Calumet Park, Illinois  
Schedule of Long-term Debt Obligations  
April 30, 2016**

**General Obligation Tax Increment Refunding Bonds Series 2010A**

Bond issue dated	December 15, 2010
Original issue	\$4,690,000.00
Interest rates	3.00 - 3.80%
Final payment dated	December 1, 2019
Interest payment dates	June 1 and December 1

<u>Due</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
06/01/16	\$ -	\$ 46,617.50	\$ 46,617.50
12/01/16	590,000.00	46,617.50	636,617.50
06/01/17	-	37,030.00	37,030.00
12/01/17	620,000.00	37,030.00	657,030.00
06/01/18	-	26,800.00	26,800.00
12/01/18	655,000.00	26,800.00	681,800.00
06/01/19	-	15,010.00	15,010.00
12/01/19	790,000.00	15,010.00	805,010.00
<b>Total</b>	<b>\$ 2,655,000.00</b>	<b>\$ 250,915.00</b>	<b>\$ 2,905,915.00</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**Schedule of Long-term Debt Obligations (cont'd)**  
**April 30, 2016**

**General Obligation Bonds Series 2010B**

Bond issue dated	December 15, 2010
Original issue	\$2,500,000.00
Interest rates	2.50 - 4.00%
Final payment dated	December 1, 2020
Interest payment dates	June 1 and December 1

Due	Principal	Interest	Total
06/01/16	\$ -	\$ 24,807.50	\$ 24,807.50
12/01/16	290,000.00	24,807.50	314,807.50
06/01/17	-	20,675.00	20,675.00
12/01/17	305,000.00	20,675.00	325,675.00
06/01/18	-	15,642.50	15,642.50
12/01/18	325,000.00	15,642.50	340,642.50
06/01/19	-	9,955.00	9,955.00
12/01/19	345,000.00	9,955.00	354,955.00
06/01/20	-	3,400.00	3,400.00
12/01/20	170,000.00	3,400.00	173,400.00
<b>Total</b>	<b>\$ 1,435,000.00</b>	<b>\$ 148,960.00</b>	<b>\$ 1,583,960.00</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**Schedule of Long-term Debt Obligations (cont'd)**  
**April 30, 2016**

**General Obligation Bonds Series 2014A**

Bond issue dated	February 13, 2014
Original issue	\$1,440,000.00
Interest rates	4.00 - 5.00%
Final payment dated	December 1, 2019
Interest payment dates	June 1 and December 1

Due	Principal	Interest	Total
06/01/2016	\$ -	\$ 23,450.00	\$ 23,450.00
12/01/2016	225,000.00	23,450.00	248,450.00
06/01/2017	-	18,950.00	18,950.00
12/01/2017	235,000.00	18,950.00	253,950.00
06/01/2018	-	14,250.00	14,250.00
12/01/2018	275,000.00	14,250.00	289,250.00
06/01/2019	-	7,375.00	7,375.00
12/01/2019	295,000.00	7,375.00	302,375.00
<b>Total</b>	<b>\$ 1,030,000.00</b>	<b>\$ 128,050.00</b>	<b>\$ 1,158,050.00</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**Schedule of Long-term Debt Obligations (cont'd)**  
**April 30, 2016**

**General Obligation Bonds Series 2014B**

Bond issue dated	February 13, 2014
Original issue	\$4,375,000.00
Interest rates	4.00 - 5.75%
Final payment dated	December 1, 2034
Interest payment dates	June 1 and December 1

Due	Principal	Interest	Total
06/01/2016	\$ -	\$ 117,768.75	\$ 117,768.75
12/01/2016	-	117,768.75	117,768.75
06/01/2017	-	117,768.75	117,768.75
12/01/2017	30,000.00	117,768.75	147,768.75
06/01/2018	-	117,168.75	117,168.75
12/01/2018	30,000.00	117,168.75	147,168.75
06/01/2019	-	116,418.75	116,418.75
12/01/2019	30,000.00	116,418.75	146,418.75
06/01/2020	-	115,668.75	115,668.75
12/01/2020	195,000.00	115,668.75	310,668.75
06/01/2021	-	110,793.75	110,793.75
12/01/2021	205,000.00	110,793.75	315,793.75
06/01/2022	-	105,668.75	105,668.75
12/01/2022	215,000.00	105,668.75	320,668.75
06/01/2023	-	100,293.75	100,293.75
12/01/2023	225,000.00	100,293.75	325,293.75
06/01/2024	-	94,668.75	94,668.75
12/01/2024	240,000.00	94,668.75	334,668.75
06/01/2025	-	88,668.75	88,668.75
12/01/2025	250,000.00	88,668.75	338,668.75
06/01/2026	-	82,106.25	82,106.25
12/01/2026	265,000.00	82,106.25	347,106.25
06/01/2027	-	75,150.00	75,150.00
12/01/2027	280,000.00	75,150.00	355,150.00
06/01/2028	-	67,800.00	67,800.00
12/01/2028	290,000.00	67,800.00	357,800.00

(cont'd)

**Village of Calumet Park, Illinois**  
**Schedule of Long-term Debt Obligations (cont'd)**  
**April 30, 2016**

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**General Obligation Bonds Series 2014B (cont'd)**

<u>Due</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
06/01/2029	\$ -	\$ 60,187.50	\$ 60,187.50
12/01/2029	305,000.00	60,187.50	365,187.50
06/01/2030	-	52,181.25	52,181.25
12/01/2030	325,000.00	52,181.25	377,181.25
06/01/2031	-	42,837.50	42,837.50
12/01/2031	340,000.00	42,837.50	382,837.50
06/01/2032	-	33,062.50	33,062.50
12/01/2032	360,000.00	33,062.50	393,062.50
06/01/2033	-	22,712.50	22,712.50
12/01/2033	385,000.00	22,712.50	407,712.50
06/01/2034	-	11,643.75	11,643.75
12/01/2034	405,000.00	11,643.75	416,643.75
<b>Total</b>	<b>\$4,375,000.00</b>	<b>\$3,065,137.50</b>	<b>\$7,440,137.50</b>

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**Schedule of Long-term Debt Obligations (cont'd)**  
**April 30, 2016**

**General Obligation Bonds Series 2015A**

Bond issue dated	November 1 2015
Original issue	\$1,335,000.00
Interest rates	1.98%
Final payment dated	December 1, 2019
Interest payment dates	June 1 and December 1

Due	Principal	Interest	Total
06/01/2016	\$ -	\$ 11,236.50	\$ 11,236.50
12/01/2016	305,000.00	11,236.50	316,236.50
06/01/2017	-	8,217.00	8,217.00
12/01/2017	310,000.00	8,217.00	318,217.00
06/01/2018	-	5,148.00	5,148.00
12/01/2018	310,000.00	5,148.00	315,148.00
06/01/2019	-	2,079.00	2,079.00
12/01/2019	210,000.00	2,079.00	212,079.00
<b>Total</b>	<b>\$ 1,135,000.00</b>	<b>\$ 53,361.00</b>	<b>\$ 1,188,361.00</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**Schedule of Long-term Debt Obligations (cont'd)**  
**April 30, 2016**

**General Obligation Bonds Series 2015B**

Bond issue dated	November 1 2015
Original issue	\$ 670,000.00
Interest rates	2.50%
Final payment dated	December 1, 2022
Interest payment dates	June 1 and December 1

Due	Principal	Interest	Total
06/01/2016	\$ -	\$ 7,625.00	\$ 7,625.00
12/01/2016	80,000.00	7,625.00	87,625.00
06/01/2017	-	6,625.00	6,625.00
12/01/2017	80,000.00	6,625.00	86,625.00
06/01/2018	-	5,625.00	5,625.00
12/01/2018	80,000.00	5,625.00	85,625.00
06/01/2019	-	4,625.00	4,625.00
12/01/2019	90,000.00	4,625.00	94,625.00
06/01/2020	-	3,500.00	3,500.00
12/01/2020	95,000.00	3,500.00	98,500.00
06/01/2021	-	2,312.50	2,312.50
12/01/2021	95,000.00	2,312.50	97,312.50
06/01/2022	-	1,125.00	1,125.00
12/01/2022	90,000.00	1,125.00	91,125.00
<b>Total</b>	<b>\$ 610,000.00</b>	<b>\$ 62,875.00</b>	<b>\$ 672,875.00</b>

**STATISTICAL SECTION**

**Village of Calumet Park, Illinois**  
**General Property Tax Data**  
**April 30, 2016**

	Levy Year				
	2015	2014	2013	2012	2011
Assessed valuation	\$65,660,912	\$67,001,734	\$70,876,284	\$70,896,684	\$79,242,899
<b>Rate</b>					
General Fund	4.4784	5.0057	3.7655	3.6207	3.1070
Debt Service	0.9655	0.7673	0.8636	0.4744	0.4146
Police Pension	1.0582	0.9135	0.5433	0.8191	0.7034
Library	0.2803	0.2747	0.2597	0.2596	0.2323
<b>Gross Levy</b>					
General Fund	\$ 2,940,578	\$ 3,353,898	\$ 2,668,853	\$ 2,566,937	\$ 2,462,107
Debt Service	633,969	514,124	385,074	336,344	328,560
Police Pension	694,798	612,089	612,089	580,736	557,423
Library	184,061	184,061	184,061	184,061	184,636
<b>Total liabilities</b>	<b>\$ 4,453,406</b>	<b>\$ 4,664,172</b>	<b>\$ 3,850,077</b>	<b>\$ 3,668,078</b>	<b>\$ 3,532,726</b>

See independent auditor's report.