



ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED APRIL 30, 2017

# VILLAGE OF CALUMET PARK

## **Annual Financial Report**

For the Year Ended April 30, 2017

### **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  
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, 2017**

---

**Table of Contents**

---

<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 - 17
TIF 2 Fund	18
Proprietary Funds - Enterprise Fund:	
Statement of Net Position (Deficit)	19 - 20
Statement of Revenues, Expenses and Changes in Fund Net Position (Deficit)	21 - 22
Statement of Cash Flows	23 - 24
Fiduciary Funds:	
Statement of Net Position	25
Statement of Changes in Net Position - Pension Trust Fund	26
Notes to the Financial Statements	27 - 74

(cont'd)

**Village of Calumet Park, Illinois  
Annual Financial Report  
For the Year Ended April 30, 2017**

---

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

---

**Required Supplementary Information:**

Multiyear Schedule of Employer Contributions:	
Illinois Municipal Retirement Fund	75
Sheriff's Law Enforcement Personnel Fund	76
Police Pension Fund	77 - 78
Multiyear Schedule of Changes in the Employer's Net Pension Liability and Related Ratios:	
Illinois Municipal Retirement Fund	79
Sheriff's Law Enforcement Personnel Fund	80
Police Pension Fund	81
Multiyear Schedule of Investment Returns - Police Pension Fund	82

**Supplemental Section:**

Schedule of Expenditures - Budget and Actual - General Fund	83 - 84
Nonmajor Governmental Funds:	
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet	85 - 88
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits)	89 - 92
Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit) - Budget and Actual:	
911 Fund	93
Motor Fuel Tax Fund	94
TIF 3 Fund	95
TIF 4 Fund	96
TIF 5 Fund	97
Debt Service Fund	98

(cont'd)

**Village of Calumet Park, Illinois  
Annual Financial Report  
For the Year Ended April 30, 2017**

---

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

---

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

Nonmajor Governmental Funds (cont'd):

Schedule of Revenues, Expenditures and Changes in Fund

Balance (Deficit) - Budget and Actual (cont'd):

Capital Projects Fund 99

911 Center Construction Fund 100

Proprietary Funds:

Schedule of Revenues, Expenses and Changes in Fund

Net Position (Deficit) - Budget and Actual:

Water and Sewer Fund - Water Sub Fund 101

Water and Sewer Fund - Sewer Sub Fund 102

Refuse Fund 103

Regional Communications Center Fund 104

Schedule of Changes in Assets and Liabilities - Agency

Fund - Performance Bond Fund 105

**Other Financial Schedules:**

Schedule of Long-term Debt Obligations 106 - 112

**Statistical Section:**

General Property Tax Data 113

# **INDEPENDENT AUDITOR'S REPORT**

# Selden Fox

Accounting for your future

619 Enterprise Drive | Oak Brook, Illinois 60523 | www.seldenfox.com  
p 630.954.1400 | f 630.954.1327 | email@seldenfox.com

## INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Board of Trustees  
Village of Calumet Park, Illinois  
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, Illinois**, as of and for the year ended April 30, 2017, 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 and Sewer Fund**

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 and Sewer Fund is not reasonably determinable.

## **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 and Sewer 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 Water and Sewer Fund of the Village of Calumet Park, Illinois, as of April 30, 2017, and the respective changes in financial position and where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **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 and Sewer Fund, and the aggregate remaining fund information of the Village of Calumet Park, Illinois as of and for the year ended April 30, 2017, and the respective changes in financial position and where applicable, cash flows thereof, 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.

## **Corrections of Errors**

As discussed in Note I.D.9. 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 Police pension plan in the current year. However, GASB 68 was effective in the prior year and this resulted in a restatement of its net position at the beginning of the year. In addition, the Village identified several other errors described in Note I.D.9. related to the initial implementation of GASB 68, accounting for the police pension fund, property taxes and prepaid expenditures that were corrected in the current year. These corrections related to a restatement of the respective opinion units beginning of the year net position/fund balance. Our opinions are not modified with respect to these matters.

## **Change in Accounting Estimate**

The Village changed its estimate regarding the collectability of administrative and guaranty fees in TIF Districts 2, 3 and 4. The effects of the change on current year change in fund balance and net position of governmental activities are disclosed in Note I.D.10. Our opinions are not modified with respect to this matter.

## **Other Matters**

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages MD&A 1-11), the multiyear schedules of employer contributions (pages 75-78), the multiyear schedules of changes in employer's net pension liability and related ratios (pages 79-81), and the multiyear schedule of investment returns (page 82) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of 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, Illinois', 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 and Sewer Fund, the information is fairly stated in all material respects in relation to the financial statements as a whole.

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.*

January 8, 2018

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

**Village of Calumet Park, Illinois**  
**Management's Discussion and Analysis**  
**April 30, 2017**

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, 2017.

**Financial Highlights**

The assets of the Village of Calumet Park exceeded its liabilities at the close of the most recent fiscal year by \$756,305 (*net position*). Of this amount, \$8,137,018 represents the net investment in capital assets, and \$5,696,074 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 \$13,076,787. 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 \$666,286 as a result of current year activities, which consisted of an increase in governmental activities net position of \$12,601 and a decrease in business-type activities net position of \$678,887.
- 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 police pension plan. The total restatement decreased beginning net position for governmental activities by \$9,608,486. Other restatements to beginning net position had the effect of increasing beginning governmental activities' net position by \$441,955 and increasing beginning business-type activities' net position by \$72,098. See Note I.D.9. for further information.
- As of the close of the current fiscal year, the Village of Calumet Park's governmental funds reported combined ending fund balances of \$7,892,322, a decrease of \$808,656 in comparison with the prior year. The decrease consists of a decrease from current year operations of \$1,322,709 and a restatement of the beginning fund balance in the General Fund of \$514,053.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$2,717,735, an increase of \$393,581 from the prior year.
- The Village of Calumet Park's total outstanding general obligation bonds decreased by \$1,490,000 during the current fiscal year, and no new debt was issued in the current year.

## **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 Grant 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 18 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 19 through 24 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 25 and 26 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 27 through 74 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 history of making contributions to its pension plans, as well as multiyear schedules of the net pension liability and related ratios for all its plans, and the schedule of investment returns for the police pension plan. Required supplementary information can be found on pages 75 through 82 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 83 through 112 of this report. Some general property tax data is included in the statistical section of this report on page 113.

## **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 \$756,305 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 2016 amounts shown here and on the table on the next page are as originally reported, and do not reflect the restatements to beginning net position in the current year for the adoption of GASB Statement No. 68 for the police pension plan and other corrections to the prior year financial statements.

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

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$ 11.7	\$ 12.3	\$ (2.4)	\$ .5	\$ 9.3	\$ 12.8
Capital assets	12.0	11.9	1.7	1.8	13.7	13.7
<b>Total assets</b>	<b>23.7</b>	<b>24.2</b>	<b>(0.7)</b>	<b>2.3</b>	<b>23.0</b>	<b>26.5</b>
Total deferred outflows of resources	.6	.6	.1	.2	.7	.8
<b>Total assets and deferred outflows</b>	<b>24.3</b>	<b>24.8</b>	<b>(0.6)</b>	<b>2.5</b>	<b>23.7</b>	<b>27.3</b>
Long-term liabilities	22.0	13.2	.2	.3	22.2	13.5
Other liabilities and deferred inflows	.3	.7	.2	2.6	.5	3.3
<b>Total liabilities</b>	<b>22.3</b>	<b>13.9</b>	<b>0.4</b>	<b>2.9</b>	<b>22.7</b>	<b>16.8</b>
Total deferred outflows of resources	.3	-	-	-	.3	-
Net position:						
Net investment in capital assets	6.4	6.9	1.7	1.8	8.1	8.7
Restricted	5.8	6.6	-	-	5.8	6.6
Unrestricted	(10.5)	(2.6)	(2.7)	(2.2)	(13.2)	(4.8)
<b>Total net position</b>	<b>\$ 1.7</b>	<b>\$ 10.9</b>	<b>\$ (1.0)</b>	<b>\$ (.4)</b>	<b>\$ .7</b>	<b>\$ 10.5</b>

**Governmental Activities** – Governmental activities increased the Village of Calumet Park's net position by \$12,601 (decrease of \$186,428 in the prior year). General revenues increased by approximately \$490,000 due primarily to an increase in property taxes and receipt of funds through the State of Illinois local debt recovery program, as most other taxes and other income remained relatively stable. Expenses increased approximately \$410,000, as increased expenses were noted primarily in public safety due to the adoption of GASB 68 for the police pension plan in the current year.

**Business-type Activities** – Business-type activities decreased the Village of Calumet Park's net position by \$678,887 (decreased \$263,643 in prior year). The current year decrease is primarily due to a loss in the newly created Regional Communication Center Fund of approximately \$570,000 (\$450,000 approximate loss in the prior year). The Village expects to see revenue increases as they begin to serve nearby communities in the next year.

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

Detail on current year activity follows.

**Village of Calumet Park  
Changes in Net Position  
For the Fiscal Year Ended April 30, 2017  
(in millions)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	Amount	% of Totals	Amount	% of Totals	Amount	% of Totals
Program revenues:						
Charges for service	\$ 1.3	12.1 %	\$ 3.1	99.6 %	\$ 4.4	30.9 %
Operating/capital grants	.1	1.3	-	-	.1	1.0
General revenue:						
Property taxes	5.8	52.2	-	-	5.8	41.0
Other taxes	3.2	28.8	-	-	3.2	22.6
Other revenues	.7	5.6	-	.4	.7	4.5
<b>Total revenues</b>	<b>11.1</b>		<b>3.1</b>		<b>14.2</b>	
Expenses:						
Governmental activities:						
General government	2.0	17.9	-	-	2.0	13.3
Public safety	5.7	50.7	-	-	5.7	37.4
Public works	1.8	16.3	-	-	1.8	13.4
Building	.3	2.6	-	-	.3	1.9
Legal	.2	2.2	-	-	.2	1.7
Culture and recreation	.6	5.8	-	-	.6	4.3
Interest	.5	4.5	-	-	.5	3.0
Business-type:						
Water and Sewer	-	-	2.1	55.1	2.1	13.8
Refuse	-	-	.6	14.9	.6	3.7
Regional Comm.	-	-	1.1	30.0	1.1	7.5
<b>Total expenses</b>	<b>11.1</b>		<b>3.8</b>		<b>14.9</b>	
Transfers	-		-		-	
<b>Changes in net position</b>	<b>\$ -</b>		<b>\$ (.7)</b>		<b>\$ (.7)</b>	

### Revenues:

- Property taxes decreased 11.0% despite an increase in the 2016 levy of 4.9% over the 2015 levy, due to the timing of tax collections and incremental revenues in the TIF Districts.
- Intergovernmental revenue and other taxes increased by \$134,063 or 4.0% as general revenues sales tax revenue decreased slightly in the current year.
- Utility revenues (water, sewer and refuse) remained steady in the current year.
- Revenues from the Regional Communications Center increased as Village had a full year of revenue from another municipality that it serves in the current year.

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, 2016, is shown for comparative purposes.

**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
Program revenues:						
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
General revenue:						
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>	
Expenses:						
Governmental activities:						
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
Business-type:						
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>	
Transfers	.1		(.1)		-	
<b>Changes in net position</b>	<b>\$ (.2)</b>		<b>\$ (.3)</b>		<b>\$ (.5)</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 \$216,299 (\$312,869 in the prior year). The operating loss for the Water and Sewer Fund in the current year was \$102,184 (income of \$58,212 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 loss of \$11,633 in the current year (operating income of \$41,950 in the prior year).

The Village's 911 Center began operations in the prior 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 \$577,774 (operating loss of \$728,557 in the prior year), 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 revenues came in over budget, as the Village recognized administrative and guaranty fees totaling approximately \$920,000 charged to the TIF District as revenue in the General Fund. Expenses came in over budget, primarily in general government due to increased costs for contractual services and liability insurance, and the fire department due to increased personnel costs and unbudgeted costs incurred in connection with a grant from the FEMA. The net effect of these variances to budget was overall results falling short of budget by \$110,853.

## General Fund Budgetary Highlights (cont'd)

	General Fund (in millions)		
	Original Budget	Final Budget	Actual
Revenues:			
Property taxes	\$ 3.8	\$ 3.8	\$ 3.0
Intergovernmental and other taxes	3.4	3.4	3.1
Other	1.5	1.5	3.0
<b>Total</b>	<b>8.7</b>	<b>8.7</b>	<b>9.1</b>
Expenditures:			
Current:			
Administration	1.4	1.4	1.8
Building	.3	.3	.3
Police	2.8	2.8	2.7
Fire	1.5	1.5	1.7
Streets and alleys	1.4	1.4	1.3
Recreation	.5	.5	.6
Pension	.6	.6	.6
<b>Total</b>	<b>8.5</b>	<b>8.5</b>	<b>9.0</b>
<b>Revenues over expenditures</b>	<b>.2</b>	<b>.2</b>	<b>.1</b>
Net transfers	-	-	-
<b>Change in fund balance</b>	<b>\$ .2</b>	<b>\$ .2</b>	<b>\$ .1</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, 2017 and 2016, was \$13,770,440 and \$13,755,794, 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 a decrease of 4.4% (4.0% decrease for governmental activities and a 7.3% decrease for business-type activities).

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

The following table presents capital assets at April 30, 2017 and 2016, at net book value.

<b>Village of Calumet Park Capital Assets at Year End Net of Depreciation (in millions)</b>						
	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Land	\$ 1.2	\$ 1.2	\$ -	\$ -	\$ 1.2	\$ 1.2
Buildings and improvements	4.6	4.7	1.4	1.5	6.0	6.2
Infrastructure	3.8	4.0	-	-	3.8	4.0
Equipment	2.0	1.5	.3	.3	2.3	1.8
Vehicles	.4	.5	-	-	.4	.5
<b>Total</b>	<b>\$ 12.0</b>	<b>\$ 11.9</b>	<b>\$ 1.7</b>	<b>\$ 1.8</b>	<b>\$ 13.7</b>	<b>\$ 13.7</b>

Additional information on the Village of Calumet Park's capital assets can be found in Note IV.C. on pages 46 through 48 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.

<b>Village of Calumet Park Outstanding General Obligation Debt (000's)</b>						
	Governmental Activities		Business-type Activities		Total	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
General obligation bonds	\$ 5.5	\$ 5.8	\$ -	\$ -	\$ 5.5	\$ 5.8
General obligation tax increment bonds	4.2	5.4	-	-	4.2	5.4
	<b>\$ 9.7</b>	<b>\$ 11.2</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 9.7</b>	<b>\$ 11.2</b>

The Village of Calumet Park's total debt decreased by \$1,490,000 during the current fiscal year (decrease of \$1,700,541 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 50 through 52 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 Village Services Director, 12409 South Throop Street, Calumet Park, Illinois 60827.

## **BASIC FINANCIAL STATEMENTS**

**Village of Calumet Park, Illinois**  
**Statement of Net Position**  
**April 30, 2017**

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Public Library
<b>Assets</b>				
Cash and cash equivalents	\$ 4,047,462	\$ 145,230	\$ 4,192,692	\$ 94,462
Investment in real estate	260,000	-	260,000	-
Receivables	4,300,555	318,194	4,618,749	105,271
Due from primary government	-	-	-	6,881
Due from Fiduciary Funds	2,500	2,120	4,620	-
Internal balances	2,874,268	(2,874,268)	-	-
Prepaid items	197,187	-	197,187	-
Capital assets not being depreciated - land	1,245,417	-	1,245,417	-
Capital assets, net of accumulated depreciation:				
Buildings and improvements	4,578,974	1,408,130	5,987,104	18,024
Infrastructure	3,820,849	-	3,820,849	-
Equipment	2,014,770	305,388	2,320,158	-
Vehicles	396,912	-	396,912	-
<b>Total assets</b>	<b>23,738,894</b>	<b>(695,206)</b>	<b>23,043,688</b>	<b>224,638</b>
<b>Deferred Outflows of Resources</b>				
Pension-related - actuarial	490,266	110,271	600,537	-
Pension-related - contributions	66,168	16,737	82,905	-
<b>Total deferred outflows of resources</b>	<b>556,434</b>	<b>127,008</b>	<b>683,442</b>	<b>-</b>
<b>Total assets and deferred outflows of resources</b>	<b>24,295,328</b>	<b>(568,198)</b>	<b>23,727,130</b>	<b>224,638</b>

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Public Library
<b>Liabilities</b>				
Accounts payable and other accrued expenses	\$ 87,022	\$ 204,240	\$ 291,262	\$ 1,531
Accrued interest expense	174,388	-	174,388	-
Due to other governments	9,660	-	9,660	-
Due to Fiduciary Fund	14,385	1,300	15,685	-
Due to component unit	6,881	-	6,881	-
Noncurrent liabilities:				
Due within one year	1,777,825	-	1,777,825	-
Due in more than one year	20,219,228	221,937	20,441,165	-
<b>Total liabilities</b>	<b>22,289,389</b>	<b>427,477</b>	<b>22,716,866</b>	<b>1,531</b>
<b>Deferred Inflows of Resources</b>				
Pension-related - actuarial	251,988	1,971	253,959	-
<b>Total liabilities and deferred inflows of resources</b>	<b>22,541,377</b>	<b>429,448</b>	<b>22,970,825</b>	<b>1,531</b>
<b>Net Position</b>				
Net investment in capital assets	6,423,500	1,713,518	8,137,018	18,024
Restricted by state statute	4,773,541	-	4,773,541	-
Restricted for grant purpose	170,135	-	170,135	-
Restricted for debt service	840,302	-	840,302	-
Unrestricted	(10,453,527)	(2,711,164)	(13,164,691)	205,083
<b>Total net position (deficit)</b>	<b>\$ 1,753,951</b>	<b>\$ (997,646)</b>	<b>\$ 756,305</b>	<b>\$ 223,107</b>

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois**  
**Statement of Activities**  
**For the Year Ended April 30, 2017**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position (Deficit)			Component Unit Public Library
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
					Governmental Activities	Business-type Activities		
<b>Primary government:</b>								
Governmental activities:								
General government	\$ 1,992,635	\$ 466,315	\$ -	\$ -	\$ (1,526,320)	\$ -	\$ (1,526,320)	\$ -
Public safety	5,653,528	678,529	18,955	6,995	(4,949,049)	-	(4,949,049)	-
Public works	1,818,712	-	118,977	-	(1,699,735)	-	(1,699,735)	-
Building	290,463	104,370	-	-	(186,093)	-	(186,093)	-
Legal	248,477	-	-	-	(248,477)	-	(248,477)	-
Culture and recreation	648,603	94,285	-	-	(554,318)	-	(554,318)	-
Interest on long-term debt	503,132	-	-	-	(503,132)	-	(503,132)	-
<b>Total governmental activities</b>	<b>11,155,550</b>	<b>1,343,499</b>	<b>137,932</b>	<b>6,995</b>	<b>(9,667,124)</b>	<b>-</b>	<b>(9,667,124)</b>	<b>-</b>
Business-type activities:								
Water	1,769,224	1,421,426	-	-	-	(347,798)	(347,798)	-
Sewer	290,860	536,474	-	-	-	245,614	245,614	-
Refuse	556,764	545,131	-	-	-	(11,633)	(11,633)	-
Regional Communication Center	1,119,024	541,250	-	-	-	(577,774)	(577,774)	-
<b>Total business-type activities</b>	<b>3,735,872</b>	<b>3,044,281</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(691,591)</b>	<b>(691,591)</b>	<b>-</b>
<b>Total primary government</b>	<b>\$ 14,891,422</b>	<b>\$ 4,387,780</b>	<b>\$ 137,932</b>	<b>\$ 6,995</b>	<b>(9,667,124)</b>	<b>(691,591)</b>	<b>(10,358,715)</b>	<b>-</b>
<b>Component unit - Public Library</b>	<b>\$ 242,064</b>	<b>\$ 2,050</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(240,014)</b>
General revenues:								
Property taxes					5,829,635	-	5,829,635	171,425
Intergovernmental					2,488,909	-	2,488,909	-
Local taxes					723,918	-	723,918	-
Local government debt recovery					232,927	-	232,927	-
Real estate transfer stamps					63,876	-	63,876	-
Franchise fees					109,944	-	109,944	-
Unrestricted investment earnings					3,579	409	3,988	6,486
Miscellaneous					226,937	12,295	239,232	-
<b>Total general revenues</b>					<b>9,679,725</b>	<b>12,704</b>	<b>9,692,429</b>	<b>177,911</b>
<b>Changes in net position (deficit)</b>					<b>12,601</b>	<b>(678,887)</b>	<b>(666,286)</b>	<b>(62,103)</b>
Net position (deficit), beginning of the year, as previously reported					10,907,881	(390,857)	10,517,024	285,210
Prior period restatement					(9,166,531)	72,098	(9,094,433)	-
Net position (deficit), beginning of the year, as restated					1,741,350	(318,759)	1,422,591	285,210
Net position (deficit), end of the year					<b>\$ 1,753,951</b>	<b>\$ (997,646)</b>	<b>\$ 756,305</b>	<b>\$ 223,107</b>

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois**  
**Balance Sheet - Governmental Funds**  
**April 30, 2017**

	General	TIF 2	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Cash and cash equivalents	\$ 945,073	\$ 2,331,440	\$ 770,949	\$ 4,047,462
Investment in real estate	-	-	260,000	260,000
Accounts receivable	110,427	-	-	110,427
Property taxes receivable	2,521,296	705,802	467,524	3,694,622
Due from other funds	3,131,812	1,217,431	1,222,602	5,571,845
Due from other governments	478,351	-	17,155	495,506
Prepaid items	197,187	-	-	197,187
<b>Total assets</b>	<b>\$ 7,384,146</b>	<b>\$ 4,254,673</b>	<b>\$ 2,738,230</b>	<b>\$ 14,377,049</b>
<b>Liabilities</b>				
Accounts payable	\$ 76,219	\$ -	\$ 10,803	\$ 87,022
Due to other funds	1,854,751	278,992	575,719	2,709,462
Due to other governments	9,660	-	-	9,660
Due to component unit	6,881	-	-	6,881
Unearned revenue - other	90,012	-	-	90,012
<b>Total liabilities</b>	<b>2,037,523</b>	<b>278,992</b>	<b>586,522</b>	<b>2,903,037</b>
<b>Deferred Inflows of Resources</b>				
Property taxes	2,431,701	696,975	453,014	3,581,690
<b>Fund Balances</b>				
Nonsependable	197,187	-	-	197,187
Spendable:				
Restricted by state statute	-	3,278,706	686,198	3,964,904
Restricted for grant purposes	-	-	170,135	170,135
Restricted for debt service	-	-	498,950	498,950
Restricted for capital outlay	-	-	425,063	425,063
Assigned for police activities	-	-	19,884	19,884
Unassigned	2,717,735	-	(101,536)	2,616,199
<b>Total fund balances</b>	<b>2,914,922</b>	<b>3,278,706</b>	<b>1,698,694</b>	<b>7,892,322</b>
<b>Total liabilities, deferred inflows and fund balances</b>	<b>\$ 7,384,146</b>	<b>\$ 4,254,673</b>	<b>\$ 2,738,230</b>	<b>\$ 14,377,049</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, 2017**

---

Total fund balance - governmental funds (page 9)	\$ 7,892,322
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	12,056,922
Revenues are recognized for governmental activities when earned, regardless of when collected, and not deferred on the statement of net position.	3,671,702
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.	(298,669)
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.	526
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	(9,750,000)
Capital lease obligation	(538,485)
Interest payable	(174,388)
Compensated absences payable	(542,437)
Net pension liability	(10,867,988)
Difference in pension-related items on deferred outflows	556,434
Difference in pension-related items on deferred inflows	(251,988)
Net position of governmental activities (page 5)	\$ 1,753,951

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, 2017**

	General	TIF 2	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues:</b>				
Property taxes	\$ 3,053,975	\$ 1,334,613	\$ 758,468	\$ 5,147,056
Other taxes	723,918	-	-	723,918
Licenses and permits	300,225	-	-	300,225
Intergovernmental	2,327,176	-	198,590	2,525,766
Local government debt recovery program	232,927	-	-	232,927
Grant revenue	142,617	-	2,310	144,927
Fines and forfeitures	409,844	-	-	409,844
Service charges and fees	704,652	-	-	704,652
Recreation program fees	94,285	-	-	94,285
TIF administration fees	620,147	-	-	620,147
TIF guaranty fees	300,391	-	-	300,391
Interest income	1,561	1,232	786	3,579
Other	197,554	-	37,697	235,251
<b>Total revenues</b>	<b>9,109,272</b>	<b>1,335,845</b>	<b>997,851</b>	<b>11,442,968</b>
<b>Expenditures:</b>				
<b>Current:</b>				
Administration	1,786,552	654,244	398,628	2,839,424
Building	277,256	-	-	277,256
Police	2,699,278	-	30,000	2,729,278
Fire	1,696,327	-	-	1,696,327
Street and alley	1,350,019	-	156,812	1,506,831
Recreation	589,055	-	-	589,055
Police pension	639,091	-	-	639,091
<b>Debt service:</b>				
Principal	-	1,120,000	504,443	1,624,443
Interest	-	162,642	359,022	521,664
Fees	-	-	50	50
Capital outlay	-	22,557	258,567	281,124
Miscellaneous	-	-	61,134	61,134
<b>Total expenditures</b>	<b>9,037,578</b>	<b>1,959,443</b>	<b>1,768,656</b>	<b>12,765,677</b>
<b>Revenues over (under) expenditures before other financing sources (uses)</b>	<b>71,694</b>	<b>(623,598)</b>	<b>(770,805)</b>	<b>(1,322,709)</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, 2017**

	General	TIF 2	Nonmajor Governmental Funds	Total Governmental Funds
Other financing sources (uses):				
Transfers in	\$ 29,766	\$ -	\$ 24,745	\$ 54,511
Transfers out	(24,745)	-	(29,766)	(54,511)
<b>Total other financing sources (uses)</b>	<b>5,021</b>	<b>-</b>	<b>(5,021)</b>	<b>-</b>
<b>Net changes in fund balances</b>	<b>76,715</b>	<b>(623,598)</b>	<b>(775,826)</b>	<b>(1,322,709)</b>
Fund balances, beginning of the year, as previously reported	2,324,154	3,902,304	2,474,520	8,700,978
Prior period restatement	514,053	-	-	514,053
Fund balances, beginning of the year, as restated	2,838,207	3,902,304	2,474,520	9,215,031
Fund balances, end of the year	<b>\$ 2,914,922</b>	<b>\$ 3,278,706</b>	<b>\$ 1,698,694</b>	<b>\$ 7,892,322</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, 2017**

---

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)	\$ (1,322,709)
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.	(523,240)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	645,721
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.	1,648,094
The net effect of changes in the net pension liability is reported as an expense in the statement of activities.	(419,927)
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:	
Increase in compensated absences payable	(33,871)
Decrease in interest payable	18,533
Changes in net position of governmental activities (page 7)	<u>\$ 12,601</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, 2017**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 3,820,953	\$ 3,820,953	<b>\$ 3,053,975</b>	\$ (766,978)
Other taxes	768,000	768,000	<b>723,918</b>	(44,082)
Licenses and permits	319,800	319,800	<b>300,225</b>	(19,575)
Intergovernmental	2,668,000	2,668,000	<b>2,327,176</b>	(340,824)
Local government debt recovery	-	-	<b>232,927</b>	232,927
Grant revenue	19,495	19,495	<b>142,617</b>	123,122
Fines and forfeitures	350,200	350,200	<b>409,844</b>	59,644
Service charges and fees	604,200	604,200	<b>704,652</b>	100,452
Recreation program fees	75,000	75,000	<b>94,285</b>	19,285
TIF administration fees	-	-	<b>620,147</b>	620,147
TIF guaranty fees	-	-	<b>300,391</b>	300,391
Interest income	1,000	1,000	<b>1,561</b>	561
Other	81,019	81,019	<b>197,554</b>	116,535
<b>Total revenues</b>	<b>8,707,667</b>	<b>8,707,667</b>	<b>9,109,272</b>	401,605
Expenditures:				
Current:				
Administration	1,449,236	1,449,236	<b>1,786,552</b>	(337,316)
Building	255,592	255,592	<b>277,256</b>	(21,664)
Police	2,794,057	2,794,057	<b>2,699,278</b>	94,779
Fire	1,543,960	1,543,960	<b>1,696,327</b>	(152,367)
Street and alley	1,354,795	1,354,795	<b>1,350,019</b>	4,776
Recreation	528,198	528,198	<b>589,055</b>	(60,857)
<b>Total current</b>	<b>7,925,838</b>	<b>7,925,838</b>	<b>8,398,487</b>	(472,649)
Police pension expense	594,261	594,261	<b>639,091</b>	(44,830)
<b>Total expenditures</b>	<b>8,520,099</b>	<b>8,520,099</b>	<b>9,037,578</b>	(517,479)
<b>Revenues over (under) expenditures before other financing sources (uses)</b>	<b>187,568</b>	<b>187,568</b>	<b>71,694</b>	(115,874)

(cont'd)

**Village of Calumet Park, Illinois**  
**General Fund**  
**Statement of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2017**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Other financing sources (uses):				
Transfers in	\$ -	\$ -	\$ 29,766	\$ 29,766
Transfers out	-	-	(24,745)	(24,745)
<b>Total other financing uses sources (uses)</b>	<b>-</b>	<b>-</b>	<b>5,021</b>	<b>5,021</b>
<b>Net changes in fund balance</b>	<b>\$ 187,568</b>	<b>\$ 187,568</b>	<b>76,715</b>	<b>\$ (110,853)</b>
Fund balance, beginning of the year, as previously reported			<b>2,324,154</b>	
Prior period restatement			<b>514,053</b>	
Fund balance, beginning of the year, as restated			<b>2,838,207</b>	
Fund balance, end of the year			<b>\$ 2,914,922</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, 2017**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:				
Property taxes	\$ 1,151,849	\$ 1,151,849	<b>\$ 1,334,613</b>	\$ 182,764
Interest income	200	200	<b>1,232</b>	1,032
<b>Total revenues</b>	<u>1,152,049</u>	<u>1,152,049</u>	<u><b>1,335,845</b></u>	<u>183,796</u>
Expenditures:				
Current - administration	23,500	23,500	<b>654,244</b>	(630,744)
Debt service:				
Principal	1,120,000	1,120,000	<b>1,120,000</b>	-
Interest	162,608	162,608	<b>162,642</b>	(34)
Fees	15,000	15,000	-	15,000
Capital outlay	175,920	175,920	<b>22,557</b>	153,363
<b>Total expenditures</b>	<u>1,497,028</u>	<u>1,497,028</u>	<u><b>1,959,443</b></u>	<u>(462,415)</u>
<b>Net changes in fund balance</b>	<u><b>\$ (344,979)</b></u>	<u><b>\$ (344,979)</b></u>	<u><b>(623,598)</b></u>	<u><b>\$ (278,619)</b></u>
Fund balance, beginning of the year			<u><b>3,902,304</b></u>	
Fund balance, end of the year			<u><b>\$ 3,278,706</b></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, 2017**

	Water and Sewer	Refuse	Regional Communication Center	Total
Current assets:				
Cash and cash equivalents	\$ -	\$ 145,230	\$ -	\$ 145,230
Accounts receivable:				
Customers	242,269	52,175	23,750	318,194
Due from other funds	145,296	-	-	145,296
<b>Total current assets</b>	<b>387,565</b>	<b>197,405</b>	<b>23,750</b>	<b>608,720</b>
Capital assets:				
Buildings and improvements	2,799,363	-	-	2,799,363
Equipment	896,512	-	-	896,512
Less accumulated depreciation	(1,982,357)	-	-	(1,982,357)
<b>Total capital assets</b>	<b>1,713,518</b>	<b>-</b>	<b>-</b>	<b>1,713,518</b>
<b>Total assets</b>	<b>2,101,083</b>	<b>197,405</b>	<b>23,750</b>	<b>2,322,238</b>
Deferred outflows of resources:				
Pension-related - actuarial	95,056	-	15,215	110,271
Pension-related - contributions	12,829	-	3,908	16,737
<b>Total deferred outflows of resources</b>	<b>107,885</b>	<b>-</b>	<b>19,123</b>	<b>127,008</b>
<b>Total assets and deferred outflows of resources</b>	<b>2,208,968</b>	<b>197,405</b>	<b>42,873</b>	<b>2,449,246</b>
Liabilities:				
Accounts payable	76,471	43,990	7,534	127,995
Other liabilities	46,997	-	29,248	76,245
Due to other funds	1,619,358	602,529	796,857	3,018,744
Net pension liability	247,909	-	(25,972)	221,937
<b>Total liabilities</b>	<b>1,990,735</b>	<b>646,519</b>	<b>807,667</b>	<b>3,444,921</b>
Deferred inflows of resources:				
Pension-related - actuarial	1,934	-	37	1,971
<b>Total liabilities and deferred inflows of resources</b>	<b>1,992,669</b>	<b>646,519</b>	<b>807,704</b>	<b>3,446,892</b>
Net position (deficit):				
Net investment in capital assets	1,713,518	-	-	1,713,518
Unrestricted	(1,497,219)	(449,114)	(764,831)	(2,711,164)
<b>Total net position (deficit)</b>	<b>\$ 216,299</b>	<b>\$ (449,114)</b>	<b>\$ (764,831)</b>	<b>\$ (997,646)</b>

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, 2017**

	Water and Sewer	Refuse	Regional Communication Center	Total
Operating revenues:				
Water charges	\$ 1,421,426	\$ -	\$ -	\$ 1,421,426
Sewer charges	536,474	-	-	536,474
Refuse charges	-	545,131	-	545,131
Dispatch charges	-	-	541,250	541,250
<b>Total operating revenues</b>	<b>1,957,900</b>	<b>545,131</b>	<b>541,250</b>	<b>3,044,281</b>
Operating expenses:				
Salaries and wages	219,850	-	83,283	303,133
Insurance and benefits	163,766	-	15,225	178,991
Contractual services	1,481,718	556,764	862,153	2,900,635
Supplies and materials	59,698	-	148,411	208,109
Capital outlay	-	-	2,228	2,228
Miscellaneous	10	-	7,724	7,734
Depreciation	135,042	-	-	135,042
<b>Total operating expenses</b>	<b>2,060,084</b>	<b>556,764</b>	<b>1,119,024</b>	<b>3,735,872</b>
<b>Operating income (loss)</b>	<b>(102,184)</b>	<b>(11,633)</b>	<b>(577,774)</b>	<b>(691,591)</b>
Nonoperating income:				
Interest	319	-	90	409
Miscellaneous	5,295	-	7,000	12,295
<b>Total nonoperating income</b>	<b>5,614</b>	<b>-</b>	<b>7,090</b>	<b>12,704</b>
<b>Changes in net position (deficit)</b>	<b>(96,570)</b>	<b>(11,633)</b>	<b>(570,684)</b>	<b>(678,887)</b>
Net position (deficit), beginning of the year, as previously reported	312,869	(437,481)	(266,245)	(390,857)
Prior period restatement	-	-	72,098	72,098
Net position (deficit), beginning of the year, as restated	312,869	(437,481)	(194,147)	(318,759)
Net position (deficit), end of the year	\$ 216,299	\$ (449,114)	\$ (764,831)	\$ (997,646)

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, 2017**

	Water and Sewer	Refuse	Regional Communication Center	Total
Cash flows from operating activities:				
Cash received from customers	\$2,002,154	\$ 625,883	\$ 541,250	<b>\$ 3,169,287</b>
Cash received from other sources	5,295	-	7,000	<b>12,295</b>
Cash payments to vendors for goods and services	(1,651,150)	(512,774)	(1,088,234)	<b>(3,252,158)</b>
Cash payments to employees	(222,585)	-	(95,470)	<b>(318,055)</b>
<b>Net cash from operating activities</b>	<b>133,714</b>	<b>113,109</b>	<b>(635,454)</b>	<b>(388,631)</b>
Cash flows from noncapital financing activities:				
Advances from other funds	(134,033)	-	635,364	<b>501,331</b>
Cash flows from investing activities - interest income	319	-	90	<b>409</b>
<b>Net increase in cash</b>	<b>-</b>	<b>113,109</b>	<b>-</b>	<b>113,109</b>
Cash and cash equivalents, beginning of the year	-	32,121	-	<b>32,121</b>
Cash and cash equivalents, end of the year	<b>\$ -</b>	<b>\$ 145,230</b>	<b>\$ -</b>	<b>\$ 145,230</b>
Reconciliation of operating income (loss) to cash from operating activities:				
Operating income (loss)	\$ (102,184)	\$ (11,633)	\$ (577,774)	<b>\$ (691,591)</b>
Adjustments to reconcile operating income (loss) to net cash from operating activities:				
Depreciation	135,042	-	-	<b>135,042</b>
Nonoperating income - miscellaneous	5,295	-	7,000	<b>12,295</b>
Decrease in accounts receivable	44,254	80,752	-	<b>125,006</b>
Increase (decrease) in accounts payable	(151)	43,990	(46,893)	<b>(3,054)</b>
Decrease in other liabilities	(2,735)	-	(12,187)	<b>(14,922)</b>
(Increase) decrease in pension-related deferred outflows	(2,208)	-	20,177	<b>17,969</b>
Increase in pension-related deferred inflows	1,934	-	37	<b>1,971</b>
Increase (decrease) in net pension liability	54,467	-	(25,814)	<b>28,653</b>
<b>Net cash from operations</b>	<b>\$ 133,714</b>	<b>\$ 113,109</b>	<b>\$ (635,454)</b>	<b>\$ (388,631)</b>

See accompanying notes and independent auditor's report.

**Village of Calumet Park, Illinois**  
**Fiduciary Funds**  
**Statement of Net Position**  
**April 30, 2017**

	<u>Total</u>	<u>Pension Trust Fund</u>	<u>Agency Fund</u>
<b>Assets</b>		<u>Police Pension Fund</u>	<u>Performance Bond Fund</u>
<b>Assets:</b>			
Cash and cash equivalents	\$ 727,452	\$ 611,616	\$ 115,836
Investments	7,182,507	7,182,507	-
Interest receivable	9,443	9,443	-
Due from other funds	15,685	10,875	4,810
<b>Total assets</b>	<b>\$ 7,935,087</b>	<b>\$ 7,814,441</b>	<b>\$ 120,646</b>
<b>Liabilities and Net Position</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 5,207	\$ 5,207	\$ -
Due to other funds	4,620	-	4,620
Deposits held	116,026	-	116,026
<b>Total liabilities</b>	<b>125,853</b>	<b>5,207</b>	<b>120,646</b>
Net position restricted for pension benefits	<b>7,809,234</b>	<b>7,809,234</b>	<b>-</b>
<b>Total liabilities and net position</b>	<b>\$ 7,935,087</b>	<b>\$ 7,814,441</b>	<b>\$ 120,646</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, 2017**

Additions:	
Contributions:	
Employer	\$ 637,049
Employee	123,824
	<u>760,873</u>
<b>Total contributions</b>	<b>760,873</b>
Other income:	
Investment income	249,008
Less investment expenses	(5,948)
Valuation income	436,607
	<u>679,667</u>
<b>Total other income</b>	<b>679,667</b>
<b>Total additions</b>	<b>1,440,540</b>
Deductions:	
Benefits and refunds	922,938
Administrative	29,110
	<u>952,048</u>
<b>Total deductions</b>	<b>952,048</b>
<b>Changes in net position</b>	<b>488,492</b>
Net position restricted for pension benefits:	
Beginning of the year, as previously reported	7,720,549
Prior period restatement	(399,807)
	<u>7,320,742</u>
Beginning of the year, as restated	7,320,742
End of the year	<u>\$ 7,809,234</u>

See accompanying notes and independent auditor's report.

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

---

### **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 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)**

---

**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)**

---

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.

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

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.

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

---

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

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

**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. Actual results could differ from those estimates.

**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.

The Village's investment in the Illinois Funds meets the criteria contained in GASB Statement No. 79, Certain Investment Pools and Pool Participants. This allows the Illinois Funds and those local governments investing in it to measure its investment at amortized cost. The criteria contained in GASB Statement No. 79 address (1) how the pool interacts with participants, (2) requirements for portfolio maturity, quality, diversification and liquidity, and (3) calculation and requirements of a shadow price.

**Investments** – Investments are reported at fair value. Fair value is based on quoted market prices. Non-negotiable certificates of deposit and other short-term investments are reported at cost, which approximates fair value. Insurance contracts are measured at cash surrender value. The Village and the Police Pension Fund categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Following is a description of the valuation methodologies used for investments measured at fair value, as well as the general classification of such investments pursuant to the valuation hierarchy.

Actively traded mutual funds are valued using quoted market prices. Accordingly, these assets are categorized in Level 1 of the fair value hierarchy.

**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)**

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

**Investments (cont'd)**

Corporate and municipal bonds, and government securities are valued using pricing models based on standard inputs. These standard inputs typically include benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data, including market research publications. Certificates of deposit were priced from sources deemed reliable or using a matrix formula. Accordingly, these types of investments are categorized in Level 2 of the fair value hierarchy.

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.

**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)**

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

**Investments (cont'd)**

- 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.
- 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, which approximates fair value.

**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)**

**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.

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 \$67,287,610 for the calendar year 2016.

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 related 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 of more than 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 acquisition value on the date received.

**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)**

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

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.

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.

**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)**

**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.

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.

**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**

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.”

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 the DCEO Grant Fund and the Tobacco Enforcement Fund are restricted for the purpose of the grants 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.

**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)**

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, 2017.

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. The fund balance in the 911 Fund and Police Evidence Fund is considered assigned for police activities in accordance with the fund's purpose.

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.

**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)**

**9. Prior Period Restatements**

The Village implemented GASB Statement No. 68 for its police pension plan during the year ended April 30, 2017. 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 and deferred inflows of resources. The effect of the implementation was to reduce governmental activities net position by \$9,608,486.

The Village incorrectly allocated a percentage of the net pension liability for the Illinois Municipal Retirement Fund (IMRF) in the Regional Communication Center Fund and business-type activities in the prior year. The single employee paid out of the Regional Communication Center Fund is also the single participant in the Sherriff Law Enforcement Personnel Fund (SLEP). The SLEP net pension asset was incorrectly included in governmental activities in the prior year. A restatement was made in the current year to remove the effect of the IMRF net pension liability and related deferred outflows of resources and record the effect of the SLEP net pension asset and related deferred outflows of resources in the business-type activities and the Regional Communication Center Fund and vice versa in the governmental activities. The restatement had the effect of increasing the net position of business-type activities and the Regional Communication Center Fund by \$72,098 and decreasing the net position of governmental activities by \$72,098.

The Village proposed a prior period restatement to adjust for a liability previously recorded in the General Fund to offset a receivable recorded in error in the Police Pension Fund for the next year's property taxes levied by the Village on behalf of the Police Pension Fund. The effect of this restatement was to increase the beginning net position of governmental activities and the beginning fund balance in the General Fund and reduce the beginning net position in the police pension fund by \$399,807.

The Village incorrectly recognized an expense in the prior year for liability insurance coverage that extended into the current year. A restatement was made to the beginning net position of governmental activities and the beginning fund balance in the General Fund of \$114,246.

The Village recognized a capital lease obligation, entered into in December 2015, and related capital asset within governmental activities of \$672,928. There was no effect on net assets as a result of this restatement.

**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)**

**9. Prior Period Restatements (cont'd)**

The net effect of the prior period restatement is summarized below:

	Increase (Decrease)
Governmental activities:	
Implementation of GASB 68 for police pension plan	\$ (9,608,486)
Reclassification of IMRF and SLEP net pension liabilities	(72,098)
Correction of liability to fiduciary fund	399,807
Recognition of prepaid insurance	114,246
	\$ (9,166,531)
Business-type activities:	
Reclassification of IMRF and SLEP net pension liabilities	\$ 72,098
General Fund:	
Correction of liability to fiduciary fund	399,807
Recognition of prepaid insurance	114,246
	\$ 514,053
Regional Communications Center Fund:	
Reclassification of IMRF and SLEP net pension liabilities	\$ 72,098
Fiduciary Fund – Pension Trust Fund:	
Correction of receivable from General Fund	\$ (399,807)

**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)**

**10. Change in Estimate**

The Village provides services to its TIF Districts for which it has never charged an administrative fee to the Districts due to uncertainty of collection. Management determined such fees were collectible in TIF Districts 2, 3 and 4. The fee was calculated for each year of the TIF's existence and recognized as income in the General Fund and an expense in the respective TIF Fund. The effect of this change in accounting estimate was to recognize revenue in the General Fund of \$620,147, including amounts related to prior years totaling \$537,406. Expenses were recognized in the TIF 2, TIF 3 and TIF 4 Funds for amounts related to prior years of \$277,968, \$129,719 and \$129,719, respectively, and amounts related to the current year of \$42,797, \$19,972 and \$19,972, respectively. No administrative fee has been charged to the TIF 5 Fund, as the Village does not expect the TIF 5 Fund to have available funds to pay any such fees.

The Village also provided a general obligation guaranty on all bonds issued by the TIF Districts which allowed the Village to obtain municipal bond insurance and issue the bonds at a much lower interest rate. Due to uncertainty of collection, the Village never charged the TIF Districts for this guaranty, which was calculated at one percent of the total debt service for each issue. Management determined such fees were collectible in the current year and recognized revenue in the General Fund and expense in the TIF 2 Fund totaling \$300,391.

**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	\$	341,259
Depreciation		<u>(864,499)</u>
<b>Net decrease to net changes in fund balances – total governmental funds to arrive at change in net position of governmental activities</b>	<b>\$</b>	<b><u>(523,240)</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 \$1,648,094 difference are as follows:

Principal repayments – general obligation debt	\$	1,490,000
Principal repayments – capital lease obligation		134,443
Discount on debt issued:		
Amortization of prior year discounts on debt issued		(133)
Premium on debt issued:		
Amortization of prior year premiums on debt issued		<u>23,784</u>
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><u>1,648,094</u></b>

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

---

**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	\$ 517,479
TIF 2	462,415
TIF 3	133
911	30,000
Capital Projects	179,972
Water (sub fund)	274,069
Sewer (sub fund)	18,860
Refuse	34,764

- 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.

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

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

**B. Deficit Fund Equity**

The TIF 5 Fund (nonmajor Special Revenue Fund) has deficit fund balances of \$101,536. Funding of the deficit in the TIF 5 Fund is expected to come from transfers from the General Fund.

The Refuse Fund and Regional Communication Center Fund (Enterprise Funds) have deficit net positions of \$449,114 and \$764,831, 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**

**Deposits** – At year end, the carrying amount of the Village's (primary government) deposits was \$1,200,136, and the bank balance was \$1,846,473. The Village's primary government also had deposits in money market funds treated as cash equivalents with a carrying value of \$2,992,438 and a bank balance of \$2,992,438. Cash on hand was \$118. The carrying amount and bank balance of the fiduciary funds not included within the primary government are \$727,452 and \$729,952, respectively. The carrying amount and bank balance of the discretely presented component unit (Calumet Park Public Library) were \$33,945 and \$79,768, respectively. The component unit also has funds invested with the Illinois Funds with a carrying amount and bank balance of \$60,517, which is being treated as a cash equivalent.

**Investments** – As of April 30, 2017, the Police Pension Fund had the following investments:

Type of Investment	Fair Value	Less Than 1 Year	1 – 5 Years	6 - 10 Years
Mutual funds	\$ 4,275,445	\$ 4,275,445	\$ -	\$ -
Certificates of deposit	2,599,328	1,301,206	1,298,122	-
U.S. Treasury notes	307,734	100,694	207,040	-
<b>Total investments</b>	<b>\$ 7,182,507</b>	<b>\$ 5,677,345</b>	<b>\$ 1,505,162</b>	<b>\$ -</b>

**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)**

**Investments (cont'd)**

The Police Pension Fund had the following recurring fair value measurements at April 30, 2017:

Type of Investment	Fair Value	Level1	Level 2	Level 3
<b>Pension Fund</b>				
Mutual funds	\$ 4,275,445	\$ 4,275,445	\$ -	\$ -
Certificates of deposit	2,599,328	-	2,599,328	-
U.S. Treasury notes	307,734	-	307,734	-
<b>Total investments</b>	<b>\$ 7,182,507</b>	<b>\$ 4,275,445</b>	<b>\$ 2,970,062</b>	<b>\$ -</b>

**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.

In accordance with its investment policy, the Police Pension Fund limits its exposure to interest rate risk by structuring the portfolios to provide liquidity for operating funds and maximizing yields for funds not needed for expected current cash flows. The investment policy indicates the average maturity/duration of the portfolio will be managed based on the existing interest rate environment, and under most circumstances will be maintained at approximately 5 years and will range from 2-8 years.

**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.

**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)**

**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.

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 (\$3,694,622), intergovernmental revenues (\$495,505), and customer and other accounts (\$110,428). 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, 2017, were collected subsequent to year end. Accounts receivable in the Enterprise Funds represent amounts due for water, sewer, refuse and 911 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 2017 liability period not remitted to the Village within sixty days of year end (\$90,012).

**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, 2017, is as follows:

	Balances May 1, 2016	Additions	Retirements	Balances April 30, 2017
<b>Governmental Activities</b>				
Capital assets not being depreciated - land	\$ 1,245,417	\$ -	\$ -	\$ 1,245,417
Capital assets being depreciated:				
Buildings and improvements	6,341,870	42,432	-	6,384,302
Infrastructure	5,796,114	139,272	-	5,935,386
Equipment	4,149,370	117,042	-	4,266,412
Vehicles	3,958,244	42,513	-	4,000,757
	<u>20,245,598</u>	<u>341,259</u>	<u>-</u>	<u>20,586,857</u>
Less accumulated depreciation for:				
Buildings and improvements	1,640,052	165,276	-	1,805,328
Infrastructure	1,817,767	296,770	-	2,114,537
Equipment	2,021,671	229,971	-	2,251,642
Vehicles	3,431,363	172,482	-	3,603,845
	<u>8,910,853</u>	<u>864,499</u>	<u>-</u>	<u>9,775,352</u>
<b>Total capital assets being depreciated, net</b>	<u>11,334,745</u>	<u>(523,240)</u>	<u>-</u>	<u>10,811,505</u>
<b>Governmental activities, capital assets, net</b>	<u>\$ 12,580,162</u>	<u>\$ (523,240)</u>	<u>\$ -</u>	<u>\$ 12,056,922</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)

	Balances May 1, 2016	Additions	Retirements	Balances April 30, 2017
<b>Business-type Activities</b>				
Capital assets being depreciated:				
Buildings and improvements	\$ 2,799,363	\$ -	\$ -	\$ 2,799,363
Equipment	896,512	-	-	896,512
	3,695,875	-	-	3,695,875
Less accumulated depreciation for:				
Buildings and improvements	1,298,497	92,736	-	1,391,233
Equipment	548,818	42,306	-	591,124
	1,847,315	135,042	-	1,982,357
<b>Business-type activities, capital assets, net</b>	<b>\$ 1,848,560</b>	<b>\$ (135,042)</b>	<b>\$ -</b>	<b>\$ 1,713,518</b>

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

General government	\$ 308,836
Public safety	480,690
Public works	44,583
Culture and recreation	30,390
<b>Total depreciation – governmental activities</b>	<b>\$ 864,499</b>

Capital asset activity for the component unit for the year ended April 30, 2017, 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)**

	Balances May 1, 2016	Additions	Retirements	Balances April 30, 2017
Capital assets being depreciated – building improvements and equipment	\$ 59,272	\$ -	\$ -	\$ 59,272
Less accumulated depreciation for building improvements and equipment	39,246	2,002	-	41,248
<b>Total capital assets being depreciated, net</b>	<b>\$ 20,026</b>	<b>\$ (2,002)</b>	<b>\$ -</b>	<b>\$ 18,024</b>

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

The composition of interfund balances as of April 30, 2017, is as follows:

Fund	Due From	Due To
<b>General Fund:</b>		
TIF 2	\$ 47,056	\$ 800,000
Nonmajor Governmental	67,312	979,795
Water and Sewer	1,618,058	60,571
Refuse	602,529	-
Regional Communications Center	796,857	-
Fiduciary (Pension Trust) Fund	-	10,875
Fiduciary (Agency) Fund	-	3,510
<b>TIF 2 Fund:</b>		
General	800,000	47,056
Nonmajor Governmental Funds	417,431	231,936
<b>Nonmajor Governmental Funds:</b>		
General	979,795	67,312
TIF 2	231,936	417,431
Nonmajor Governmental Funds	8,371	8,371
Water and Sewer	-	82,605
Fiduciary (Agency) Fund	2,500	-
<b>Water and Sewer Fund:</b>		
General	60,571	1,618,058
Nonmajor Governmental Funds	82,605	-
Fiduciary (Agency) Fund	2,120	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	-	796,857
<b>Fiduciary (Pension Trust) Fund:</b>		
General	10,875	-
<b>Fiduciary (Agency) Fund:</b>		
General	3,510	-
Nonmajor Governmental Funds	-	2,500
Water	1,300	2,120
	<u>\$ 5,732,826</u>	<u>\$ 5,732,826</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 composition of interfund transfers for the year ended April 30, 2017, is as follows:

Fund	Transfer In	Transfer Out
<b>General Fund:</b>		
Nonmajor Governmental Funds	\$ 29,766	\$ 24,745
<b>Nonmajor Governmental Funds:</b>		
General Fund	24,745	29,766
	<u>\$ 54,511</u>	<u>\$ 54,511</u>

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

---

**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, 2017:

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, 2016, was \$2,655,000 and principal and interest paid in the current year was \$590,000 and \$93,235, 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, 2016, was \$1,435,000 and principal and interest paid in the current year was \$290,000 and \$49,605, respectively.

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, 2016, was \$1,030,000 and principal and interest paid in the current year was \$225,000 and \$46,900, 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, 2016, 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 balance outstanding at April 30, 2016, was \$1,135,000 and principal and interest paid in the current year was \$305,000 and \$22,506, respectively.

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 balance outstanding at April 30, 2016, was \$610,000 and principal and interest paid in the current year was \$80,000 and \$15,275, respectively.

A summary of the general obligation bonds outstanding at April 30, 2017, follows:

	<u>Outstanding</u>
2010A General Obligation Tax Increment Refunding Bonds Series	\$ 2,065,000
2010B General Obligation Bond Series	1,145,000
2014A General Obligation Tax Increment Bonds Series	805,000
2014B General Obligation Bonds Series	4,375,000
2015A General Obligation Tax Increment Refunding Bonds Series	830,000
2015B General Obligation Tax Increment Refunding Bonds Series	530,000
<b>Total general obligation bonds</b>	<b>\$ 9,750,000</b>

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.

**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**

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

Year Ending April 30,	Total	Principal	Interest
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	526,212	300,000	226,212
2023 - 2027	2,230,063	1,285,000	945,063
2028 - 2032	2,136,312	1,540,000	596,312
2033 - 2035	1,284,837	1,150,000	134,837
	<u>\$ 12,996,288</u>	<u>\$ 9,750,000</u>	<u>\$ 3,246,288</u>

**Capital Lease Obligation** – The Village entered into a capital lease obligation to fund the cost of certain equipment. The original principal of the lease was \$865,977 and is to be repaid in five annual installments of \$193,049 commencing December 20, 2015, including interest at 3.73%. The debt service requirements to maturity for the capital lease obligation are as follows:

Year Ending April 30,	Total	Principal	Interest
2018	\$ 193,049	\$ 172,963	\$ 20,086
2019	193,049	179,415	13,634
2020	193,049	186,107	6,942
	<u>\$ 579,147</u>	<u>\$ 538,485</u>	<u>\$ 40,662</u>

**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)**

**Changes in Long-term Debt** – The following is a summary of debt transactions for the year ended April 30, 2017:

	May 1, 2016 Restated	Additions	Retirements	April 30, 2017
<b>Governmental Activities:</b>				
General obligation bonds	\$ 11,240,000	\$ -	\$ 1,490,000	\$ 9,750,000
Bond discount	(659)	-	(133)	(526)
Bond premium	322,453	-	23,784	298,669
Capital lease obligation	672,928	-	134,443	538,485
Net pension liability	10,716,007	151,981	-	10,867,988
Compensated absences payable	508,566	33,871	-	542,437
	<b>\$ 23,459,295</b>	<b>\$ 185,852</b>	<b>\$ 1,648,094</b>	<b>\$ 21,997,053</b>
	May 1, 2016 Restated	Additions	Retirements	April 30, 2017
<b>Business-type Activities:</b>				
Net pension liability	\$ 193,284	\$ 28,653	\$ -	\$ 221,937

The net pension liability reported in the business-type activities consists of an IMRF net pension liability of \$247,909 and a SLEP net pension asset of \$25,972. See Note V.C. for further details.

**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.

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

---

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

**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 (2016 EAV latest available), is as follows:

	Base EAV	2016 EAV
District II	\$ 1,219,493	\$ 8,680,577
District III	9,302,564	6,699,178
District IV	1,510,819	1,286,386
District V	-	-
District VI	243,004	43,242

**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).

**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).

**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)**

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

At December 31, 2016, the IMRF Plan membership consisted of:

Retirees and beneficiaries	56
Inactive, non-retired members	30
Active members	32
Total	118

**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, 2016, and \$112,408 at January 1, 2017. 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.

**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 2017 and 2016 was 16.50% and 17.07%, 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 \$256,464 in the fiscal year ended April 30, 2017, which was equal to its annual required contribution.

**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)

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

**Net Pension Liability**

The Village's net pension liability was measured as of December 31, 2016, 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, 2016, 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, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Asset valuation method	Market value of assets
Price inflation	2.75%
Salary increases	3.75% to 14.50%
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, 2016, was 26 years.

**Mortality Rates** – For non-disabled lives, and IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health 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 2012). 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 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

**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)

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

**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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Equities	38%	6.85%
International equities	17%	6.75%
Fixed income	27%	3.00%
Real estate	8%	5.75%
Alternatives:	9%	
Private equity		7.35%
Hedge funds		5.25%
Commodities		2.65%
Cash equivalents	1%	2.25%

**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 3.78% (based on the weekly rate closest to but not later than the measurement date of the Bond Buyer Index, general obligation, 20 years to maturity, mixed quality); 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 of current active and inactive employees for the next 100 years.

**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)

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

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

Governmental activities	\$	1,278,625
Business-type activities		<u>247,909</u>
Total net pension liability	\$	<u>1,526,534</u>

**Changes in Net Pension Liability**

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset) Liability
Balance 12/31/15	\$ 8,533,612	\$ 7,160,709	\$ 1,372,903
Changes for the year:			
Service cost	154,490	-	154,490
Interest	624,325	-	624,325
Differences between expected and actual experience	292,227	-	292,227
Changes in assumptions	(20,131)	-	(20,131)
Contributions - employer	-	255,413	(255,413)
Contributions - employee	-	67,332	(67,332)
Net investment income	-	490,707	(490,707)
Benefit payments, including refunds of employee contributions	(528,532)	(528,532)	-
Other changes	-	83,828	(83,828)
Net changes	<u>522,379</u>	<u>368,748</u>	<u>153,631</u>
<b>Balances at 12/31/16</b>	<b><u>\$ 9,055,991</u></b>	<b><u>\$ 7,529,457</u></b>	<b><u>\$ 1,526,534</u></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	<u>\$ 2,608,448</u>	<u>\$ 1,526,534</u>	<u>\$ 627,444</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)

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

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

For the year ended April 30, 2017, the Village recognized pension expense of \$507,691 in the government-wide financial statements. At April 30, 2017, 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	\$ 208,053	\$ -	\$ 208,053
Changes in assumptions	1,582	11,906	(10,324)
Net difference between projected and actual earnings in pension plan investments	375,687	-	375,687
Subtotal	585,322	11,906	573,416
Contributions made subsequent to the measurement date	78,997	-	78,997
<b>Total</b>	<b>\$ 664,319</b>	<b>\$ 11,906</b>	<b>\$ 652,413</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,

2018	\$ 276,971
2019	178,744
2020	109,348
2021	8,353
	<b>\$ 573,416</b>

**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, 2016, the SLEP Plan membership consisted of:

Retirees and beneficiaries	-
Inactive, non-retired members	-
Active members	1
Total	1

**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, 2016, and \$112,408 at January 1, 2017. 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)**

---

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 2017 and 2016 was 12.22% and 12.87%, 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 \$12,138 in the fiscal year ended April 30, 2017, which was equal to its annual required contribution.

**Net Pension Liability**

The Village's net pension liability was measured as of December 31, 2016, 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, 2016, valuation were based on an actuarial experience study for the period January 11, 2011 through December 31, 2013, using the entry age normal actuarial cost method. The total pension liability in the December 31, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Asset valuation method	Market value of assets
Price inflation	2.75%
Salary increases	3.75% to 14.50%
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, 2016, was 26 years.

**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)

**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 2012). 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 2012). 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 2012). 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%	6.85%
International equities	17%	6.75%
Fixed income	27%	3.00%
Real estate	8%	5.75%
Alternatives:	9%	
Private equity		7.35%
Hedge funds		5.25%
Commodities		2.65%
Cash equivalents	1%	2.25%

**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)

**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 3.78% (based on the weekly rate closest to but not later than the measurement date of the Bond Buyer Index, general obligation, 20 years to maturity, mixed quality); 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 52 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***

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension (Asset) Liability</u>
Balance 12/31/15	\$ 275,454	\$ 297,566	\$ (22,112)
Changes for the year:			
Service cost	14,830	-	14,830
Interest	21,215	-	21,215
Differences between expected and actual experience	(184)	-	(184)
Changes in assumptions	-	-	-
Contributions - employer	-	12,188	(12,188)
Contributions - employee	-	7,102	(7,102)
Net investment income	-	21,272	(21,272)
Benefit payments, including refunds of employee contributions	-	-	-
Other changes	-	(841)	841
Net changes	<u>35,861</u>	<u>39,721</u>	<u>(3,860)</u>
<b>Balances at 12/31/16</b>	<b><u>\$ 311,315</u></b>	<b><u>\$ 337,287</u></b>	<b><u>\$ (25,972)</u></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:

	<u>1% Decrease 6.50%</u>	<u>Current Discount Rate 7.50%</u>	<u>1% Increase 8.50%</u>
Net pension liability (asset)	<u>\$ (2,137)</u>	<u>\$ (25,972)</u>	<u>\$ (46,659)</u>

**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, 2017, the Village recognized pension expense of \$6,539 in the government-wide financial statements. At April 30, 2017, 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	\$ -	\$ 37	\$ (37)
Changes in assumptions	-	-	-
Net difference between projected and actual earnings in pension plan investments	15,215	-	15,215
Subtotal	15,215	37	15,178
Contributions made subsequent to the measurement date	3,908	-	3,908
<b>Total</b>	<b>\$ 19,123</b>	<b>\$ 37</b>	<b>\$ 19,086</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,

2018	\$ 5,166
2019	5,204
2020	4,459
2021	349
	<b>\$ 15,178</b>

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

---

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.

At April 30, 2017, 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>18</u>
<b>Total</b>	<u><b>38</b></u>

**Benefits Provided** – The Police Pension Plan provides retirement and termination benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of credited service are entitled to receive an annual retirement benefit of 2.5% of final salary for each year of service up to 30 years, to a maximum of 75% of such salary, with the minimum benefit being \$1,000 per month. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit of 2.5% of final salary for each year of service. Surviving spouses receive 100% of final salary for fatalities resulting from an act of duty, or otherwise the greater of 50% of final salary or the employee’s retirement benefit. Employees disabled in the line of duty receive 65% of final salary.

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

---

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)

**Benefits Provided** (cont'd)

The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977, is increased annually, following the first anniversary date of retirement and paid upon reaching the age of at least 55 years, by 3% of the originally granted pension. Beginning with increases granted on or after July 1, 1993, the second and subsequent automatic annual increases shall be calculated as 3% of the amount of the pension payable at the time of the increase.

For employees hired after January 1, 2011, the normal retirement age is attainment of age 55 and completion of 10 years of service; early retirement age is attainment of age 50, completion of 10 years of service and the early retirement factor is 6% per year. The employee's accrued benefit is based on their final 8-year average salary not to exceed \$106,800 in 2011 and indexed to \$117,213 in 2017. Cost of living adjustments are simple increases, not compounded, and are the lesser of 3% or 50% of CPI beginning the later of the anniversary date or age 60. Surviving spouses receive 66.67% of the employee's benefit at the time of death.

**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 City's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded. Actuarial valuations are performed annually. For the year ended April 30, 2017, the City's contribution was 46.83% of covered payroll.

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

---

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)

**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 following was the Board’s adopted asset allocation policy as of April 30, 2017:

	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Large Cap (Domestic)	22.75%	7.25%
Mid-Cap (Domestic)	3.50%	7.60%
Small Cap (World)	3.50%	8.00%
International/Global	5.25%	7.35%
Fixed Income	65.00%	2.75%

Under normal market conditions, the structure of the portfolio will be within these limits. However, the portfolio manager may diverge from the above guidelines due to abnormal market conditions.

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.

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

---

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)

**Investment Policy** (cont'd)

The long-term expected rate of return on the Police Pension Fund's investments was determined using an asset allocation study conducted by the Police Pension Fund's investment management consultant in which best estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return excluding inflation for each major asset class included in the Fund's target asset allocation as of April 30, 2017, are listed in the table above.

**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, 2017, 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.

**Net Pension Liability**

The Police Pension Plan's net pension liability was measured as of April 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

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

---

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

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

**Police Pension** (cont'd)

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

**Actuarial Valuation and Assumptions** – The actuarial assumptions used in the April 30, 2017, valuation were based on an actuarial experience study conducted by the Illinois Department of Insurance dated September 26, 2012. The valuation was done using the entry age normal actuarial cost method and the market value asset valuation method. The total pension liability in the April 30, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Price inflation	2.50%
Salary increases	Service based
Investment rate of return	6.50%

The mortality rate used to determine the total pension liability was the RP-2000 Combined Healthy Mortality with a blue-collar adjustment, projected to the valuation date using Scale BB.

The unfunded actuarial accrued liability is being amortized as a level percentage of projected payrolls on a closed basis. The remaining amortization period at April 30, 2017, was 23 years.

**Discount Rate** – The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

For purposes of this valuation, the expected rate of return on pension plan investments is 6.50%; the municipal bond rate is 3.76% (based on the weekly rate closest to but not later than the measurement date of the Bond Buyer 20-Bond Index as published by The Bond Buyer); and the resulting single discount rate is 6.50%.

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

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

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

**Police Pension** (cont'd)

***Changes in Net Pension Liability***

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension (Asset) Liability</u>
Balances at 4/30/16	\$ 16,929,226	\$ 7,320,740	\$ 9,608,486
Changes for the year:			
Service cost	394,891	-	394,891
Interest	1,096,072	-	1,096,072
Differences between expected and actual experience	(98,654)	-	(98,654)
Changes in assumptions	-	-	-
Contributions – employer	-	637,049	(637,049)
Contributions – employee	-	123,824	(123,824)
Net investment income	-	679,667	(679,667)
Benefit payments, including refunds of employee contributions	(922,938)	(922,938)	-
Administrative expenses	-	(29,108)	29,108
Net changes	<u>469,371</u>	<u>488,494</u>	<u>(19,123)</u>
<b>Balances at 4/30/17</b>	<b><u>\$ 17,398,597</u></b>	<b><u>\$ 7,809,234</u></b>	<b><u>\$ 9,589,363</u></b>

**Discount Rate Sensitivity** – The following presents the net pension liability of the Village, calculated using the discount rate of 6.50%, 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:

	<u>1% Decrease 5.50%</u>	<u>Current Discount Rate 6.50%</u>	<u>1% Increase 7.50%</u>
Net pension liability	<u>\$ 11,819,665</u>	<u>\$ 9,589,363</u>	<u>\$ 7,738,648</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)

**Police Pension** (cont'd)

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

For the year ended April 30, 2017, the Village recognized pension expense of \$859,942 in the government-wide financial statements. At April 30, 2017, 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
Differences between expected and actual experience	\$ -	\$ 73,992
Changes in assumptions	-	-
Net difference between projected and actual earnings in pension plan investments	-	168,024
	-	168,024
<b>Total</b>	<b>\$ -</b>	<b>\$ 242,016</b>

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

<u>Year Ending April 30,</u>		
2018	\$	66,670
2019		66,670
2020		66,670
2021		42,006
		42,006
	<b>\$</b>	<b>242,016</b>

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.

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

---

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

E. **New Governmental Accounting Standards**

The Governmental Accounting Standards Board (GASB) recently issued the following statements:

Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, establishes new accounting and financial reporting standards for OPEB Plans, and is effective for the year ending April 30, 2018.

Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefit Plans Other Than Pensions*, establishes new accounting and financial reporting standards for local governments who offer OPEB Plans administered through a trust, and is effective for the year ending April 30, 2019.

Statement No. 80, *Blending Requirement for Certain Component Units (an amendment of GASB Statement No. 14)*, requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole member, and is effective for the fiscal year ending April 30, 2018.

GASB Statement No. 81, *Irrevocable Split-Interest Agreements*, addresses the accounting and financial reporting requirements for irrevocable split-interest agreements, and is effective for the fiscal year ending April 30, 2018.

GASB Statement No. 82, *Pension Issues (an amendment of GASB Statements No. 67, No. 68 and No. 73)*, addresses certain issues raised in the implementation of the new pension reporting standards, and is effective for the year ending April 30, 2018.

GASB Statement No. 83, *Certain Asset Retirement Obligations*, addresses the accounting and financial reporting requirements for legally enforceable liabilities associated with the retirement of a tangible capital asset, and is effective for the fiscal year ending April 30, 2020.

GASB Statement No. 84, *Fiduciary Activities*, addresses the accounting and financial reporting requirements for activities meeting the criteria of fiduciary activities as defined in the Statement, and is effective for the fiscal year ending April 30, 2020.

GASB Statement No. 85, *Omnibus 2017*, addresses the accounting and financial reporting requirements of miscellaneous topics for which there is inconsistency in present practice, and is effective for the fiscal year ending April 30, 2020.

GASB Statement No. 86, *Certain Debt Extinguishment Issues*, addresses the inconsistency in accounting and financial reporting requirements for in-substance defeasance of debt, and is effective for the fiscal year ending April 30, 2019.

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

---

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

E. **New Governmental Accounting Standards** (cont'd)

GASB Statement No. 87, *Leases*, addresses the accounting and financial reporting requirements for leases by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows and outflows of resources based on the payment provisions of the contracts, and is effective for the fiscal year ending April 30, 2021.

Management has not yet completed its assessment of these statements and a determination as to their impact on the overall financial statement presentation has not been made.

**REQUIRED SUPPLEMENTARY INFORMATION**

**Village of Calumet Park, Illinois  
 Illinois Municipal Retirement Fund  
 Required Supplementary Information -  
 Multiyear Schedule of Employer Contributions  
 For the Fiscal Year Ended April 30,**

---

	<b>2017</b>	2016
Actuarially determined contribution	<b>\$ 256,464</b>	\$ 231,567
Contributions in relation to actuarially determined contribution	<b>256,464</b>	231,567
Contribution (excess) deficiency	<b>\$ -</b>	\$ -
Covered employee payroll	<b>\$ 1,518,410</b>	\$ 1,430,758
Contributions as a percentage of employee covered payroll	<b>16.89%</b>	16.18%

Note to Required Supplementary Information:

- Actuarial Cost Method - Aggregate Entry Age Normal
- Amortization Method - Level % of Pay (Closed)
- Remaining Amortization Period - 26 Years
- Asset Valuation Method - 5-Year Smoothed Market; 20% Corridor
- Inflation - 3.50%
- Salary Increases - 3.75% to 14.50% Including Inflation
- Investment Rate of Return - 7.5%
- Retirement Age - See the Notes to the Financial Statements
- Mortality - See the Notes to the Financial Statements

Note - The Village adopted GASB 68 in the prior year and will build ten-year history prospectively.

See independent auditor's report.

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

---

	2017	2016
Actuarially determined contribution	\$ 12,188	\$ 12,087
Contributions in relation to actuarially determined contribution	12,188	12,087
Contribution (excess) deficiency	\$ -	\$ -
Covered employee payroll	\$ 95,927	\$ 94,697
Contributions as a percentage of employee covered payroll	12.71%	12.76%

Note to Required Supplementary Information:

- Actuarial Cost Method - Aggregate Entry Age Normal
- Amortization Method - Level % of Pay (Closed)
- Remaining Amortization Period - 26 Years
- Asset Valuation Method - 5-Year Smoothed Market; 20% Corridor
- Inflation - 3.50%
- Salary Increases - 3.75% to 14.50% Including Inflation
- Investment Rate of Return - 7.5%
- Retirement Age - See the Notes to the Financial Statements
- Mortality - See the Notes to the Financial Statements

Note - The Village adopted GASB 68 in the prior year and will build ten-year history prospectively.

See independent auditor's report.

**Village of Calumet Park, Illinois  
Police Pension Fund  
Required Supplementary Information -  
Multiyear Schedule of Employer Contributions  
April 30,**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Actuarially determined contribution	<b>\$ 737,389</b>	\$ 674,561	\$ 657,319	\$ 594,261	\$ 563,821	N/A	\$ 519,785	\$ 534,379	\$ 731,016	\$ 455,410
Contributions in relation to actuarially determined contribution	<b>637,049</b>	544,051	531,920	535,696	509,478	754,120	682,164	-	731,016	\$ 230,302
Contribution deficiency (excess)	<b>\$ 100,340</b>	\$ 130,510	\$ 125,399	\$ 58,565	\$ 54,343	N/A	\$ (162,379)	\$ 534,379	\$ -	\$ 225,108
Covered-employee payroll	<b>\$ 1,360,182</b>	\$ 1,215,255	\$ 1,334,148	\$ 1,244,896	\$ 1,211,377	\$ 1,151,468	\$ 1,307,580	\$ 1,111,276	\$ 1,359,079	\$ 1,092,090
Contributions as a percentage of covered-employee payroll	<b>46.84%</b>	44.77%	39.87%	43.03%	42.06%	65.49%	52.17%	0.00%	53.79%	21.09%

N/A - Information not available.

The information presented was determined as part of the actuarial valuations as of May 1, one year prior. Additional information as of the latest actuarial valuation is as follows: The actuarial cost method was entry age normal; the amortization method was level percentage of pay, closed basis, the interest rate assumption was 6.50%, and the amortization period was 24 years.

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**  
**Last Ten Calendar Years**

	<u>2016</u>	<u>2015</u>
Total pension liability:		
Service cost	\$ 154,490	\$ 146,487
Interest	624,325	592,325
Changes in benefit terms	-	-
Differences between expected and actual experience	292,227	207,632
Changes in assumptions	(20,131)	9,330
Benefit payments, including refunds of member contributions	<u>(528,532)</u>	<u>(514,253)</u>
Net change in total pension liability	522,379	441,521
Total pension liability, beginning of year	<u>441,521</u>	-
Total pension liability, end of year	<u>\$ 963,900</u>	<u>\$ 441,521</u>
Plan fiduciary net position:		
Contributions - employer	\$ 255,413	\$ 241,285
Contributions - member	67,332	63,812
Net investment income	490,707	35,980
Benefit payments, including refunds of member contributions	(528,532)	(514,253)
Administrative expense	<u>83,828</u>	<u>33,209</u>
Net change in plan fiduciary net position	368,748	(139,967)
Plan fiduciary net position, beginning of year	<u>7,160,709</u>	<u>7,300,676</u>
Plan fiduciary net position, end of year	<u>\$ 7,529,457</u>	<u>\$ 7,160,709</u>
Employer's net pension liability	<u>\$ (6,565,557)</u>	<u>\$ (6,719,188)</u>
Plan fiduciary net position as a percentage of the total pension liability	781.15%	1621.83%
Covered employee payroll	<u>\$ 1,496,266</u>	<u>\$ 1,422,597</u>
Employer's net pension liability as a percentage of covered-employee payroll	-438.80%	-472.32%

Note - The Village adopted GASB 68 in the prior year and will build ten-year history prospectively.

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**  
**Last Ten Calendar Years**

	<u>2016</u>	<u>2015</u>
Total pension liability:		
Service cost	\$ 14,830	\$ 15,283
Interest	21,215	19,737
Changes in benefit terms	-	-
Differences between expected and actual experience	(184)	(15,084)
Changes in assumptions	-	-
Benefit payments, including refunds of member contributions	-	-
	<hr/>	<hr/>
Net change in total pension liability	35,861	19,936
Total pension liability, beginning of year	19,936	-
	<hr/>	<hr/>
Total pension liability, end of year	<u>\$ 55,797</u>	<u>\$ 19,936</u>
Plan fiduciary net position:		
Contributions - employer	\$ 12,188	\$ 12,243
Contributions - member	7,102	6,981
Net investment income	21,272	1,512
Benefit payments, including refunds of member contributions	-	-
Administrative expense	(841)	(15,916)
	<hr/>	<hr/>
Net change in plan fiduciary net position	39,721	4,820
Plan fiduciary net position, beginning of year	297,566	292,746
	<hr/>	<hr/>
Plan fiduciary net position, end of year	<u>\$ 337,287</u>	<u>\$ 297,566</u>
Employer's net pension liability (asset)	<u>\$ (281,490)</u>	<u>\$ (277,630)</u>
Plan fiduciary net position as a percentage of the total pension liability	604.49%	1492.61%
Covered employee payroll	<u>\$ 94,697</u>	<u>\$ 92,950</u>
Employer's net pension liability as a percentage of covered-employee payroll	-297.25%	-298.69%

Note - The Village adopted GASB 68 in the prior year and will build ten-year history prospectively.

See independent auditor's report.

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

	<b>2017</b>
Total pension liability:	
Service cost	\$ 394,891
Interest	1,096,072
Changes in benefit terms	-
Differences between expected and actual experience	(98,654)
Changes in assumptions	-
Benefit payments, including refunds of member contributions	(922,938)
Net change in total pension liability	469,371
Total pension liability, beginning of year	16,929,226
Total pension liability, end of year	\$ 17,398,597
Plan fiduciary net position:	
Contributions - employer	\$ 637,049
Contributions - member	123,824
Net investment income	679,667
Benefit payments, including refunds of member contributions	(922,938)
Administrative expense	(29,108)
Net change in plan fiduciary net position	488,494
Plan fiduciary net position, beginning of year	7,320,740
Plan fiduciary net position, end of year	\$ 7,809,234
Employer's net pension liability (asset)	\$ 9,589,363
Plan fiduciary net position as a percentage of the total pension liability	44.88%
Covered employee payroll	\$ 1,360,182
Employer's net pension liability as a percentage of covered-employee payroll	705.01%

Note - The Village adopted GASB 68 in the current year and will build ten-year history prospectively.

**Village of Calumet Park, Illinois  
Police Pension Fund  
Required Supplementary Information  
Multiyear Schedule of Investment Returns  
April 30,**

---

Annual money-weighted rate of return, net of investment expense:

Fiscal year ended April 30, 2017

N/A\*

\* Not Available

Note - The Village adopted GASB 68 in the current year and will build ten-year history prospectively.

**SUPPLEMENTAL SECTION**

**Village of Calumet Park, Illinois**  
**General Fund**  
**Schedule of Expenditures - Budget and Actual**  
**For the Year Ended April 30, 2017**

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<b>Administration:</b>				
Salaries and wages	\$ 386,622	\$ 386,622	\$ 413,549	\$ (26,927)
Insurance and benefits	156,809	156,809	180,981	(24,172)
Contractual services	769,410	769,410	1,006,552	(237,142)
Supplies and materials	42,250	42,250	56,142	(13,892)
Capital outlay	29,145	29,145	26,793	2,352
Miscellaneous	65,000	65,000	102,535	(37,535)
<b>Total administration</b>	<b>1,449,236</b>	<b>1,449,236</b>	<b>1,786,552</b>	<b>(337,316)</b>
<b>Building:</b>				
Salaries and wages	92,200	92,200	80,921	11,279
Insurance and benefits	36,092	36,092	28,778	7,314
Contractual services	122,200	122,200	164,800	(42,600)
Supplies and materials	4,000	4,000	1,711	2,289
Capital outlay	-	-	746	(746)
Miscellaneous	1,100	1,100	300	800
<b>Total building</b>	<b>255,592</b>	<b>255,592</b>	<b>277,256</b>	<b>(21,664)</b>
<b>Police:</b>				
Salaries and wages	1,937,208	1,937,208	1,930,808	6,400
Insurance and benefits	548,349	548,349	531,413	16,936
Contractual services	261,500	261,500	200,743	60,757
Supplies and materials	24,000	24,000	25,050	(1,050)
Capital outlay	15,000	15,000	323	14,677
Miscellaneous	8,000	8,000	10,941	(2,941)
<b>Total police</b>	<b>2,794,057</b>	<b>2,794,057</b>	<b>2,699,278</b>	<b>94,779</b>
<b>Fire:</b>				
Salaries and wages	842,328	842,328	869,808	(27,480)
Insurance and benefits	212,482	212,482	234,187	(21,705)
Contractual services	394,600	394,600	429,733	(35,133)
Supplies and materials	27,200	27,200	31,738	(4,538)
Capital outlay	64,350	64,350	125,875	(61,525)
Miscellaneous	3,000	3,000	4,986	(1,986)
<b>Total fire</b>	<b>1,543,960</b>	<b>1,543,960</b>	<b>1,696,327</b>	<b>(152,367)</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**General Fund**  
**Schedule of Expenditures - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2017**

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Street and alley:				
Salaries and wages	\$ 458,551	\$ 458,551	\$ 411,666	\$ 46,885
Insurance and benefits	258,094	258,094	311,851	(53,757)
Contractual services	470,650	470,650	464,439	6,211
Supplies and materials	136,000	136,000	156,526	(20,526)
Capital outlay	7,500	7,500	3,694	3,806
Miscellaneous	24,000	24,000	1,843	22,157
<b>Total street and alley</b>	<b>1,354,795</b>	<b>1,354,795</b>	<b>1,350,019</b>	<b>4,776</b>
Recreation:				
Salaries and wages	296,258	296,258	321,815	(25,557)
Insurance and benefits	78,340	78,340	88,538	(10,198)
Contractual services	71,050	71,050	82,644	(11,594)
Supplies and materials	32,750	32,750	46,075	(13,325)
Capital outlay	17,800	17,800	2,898	14,902
Miscellaneous	32,000	32,000	47,085	(15,085)
<b>Total recreation</b>	<b>528,198</b>	<b>528,198</b>	<b>589,055</b>	<b>(60,857)</b>
Police pension expense	594,261	594,261	639,091	(44,830)
<b>Total expenditures</b>	<b>\$ 8,520,099</b>	<b>\$ 8,520,099</b>	<b>\$ 9,037,578</b>	<b>\$ (517,479)</b>

See independent auditor's report.

**NONMAJOR GOVERNMENTAL FUNDS**

**Village of Calumet Park, Illinois**  
**Combining Balance Sheet - Nonmajor Governmental Funds**  
**April 30, 2017**

	<b>Special Revenue Funds</b>								
	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
<b>Assets</b>									
Cash and cash equivalents	\$ 14,793	\$ 8	\$ -	\$ -	\$ 86,971	\$ 8,061	\$ 56,802	\$ 25,453	\$ 40,658
Investment in real estate	-	-	-	-	-	-	-	-	-
Property taxes receivable	-	-	-	-	-	-	63,233	48,429	-
Due from other funds	3,728	169,146	-	-	-	-	414,652	408,309	-
Due from other governments	-	-	-	-	17,155	-	-	-	-
<b>Total assets</b>	<b>\$ 18,521</b>	<b>\$ 169,154</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 104,126</b>	<b>\$ 8,061</b>	<b>\$ 534,687</b>	<b>\$ 482,191</b>	<b>\$ 40,658</b>
<b>Liabilities</b>									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 10,803	\$ -	\$ -	\$ -	\$ -
Due to other funds	5,456	3,415	-	-	34,104	1,242	278,237	-	142,194
<b>Total liabilities</b>	<b>5,456</b>	<b>3,415</b>	<b>-</b>	<b>-</b>	<b>44,907</b>	<b>1,242</b>	<b>278,237</b>	<b>-</b>	<b>142,194</b>
<b>Deferred Inflows of Resources</b>									
Property taxes	-	-	-	-	-	-	63,233	48,429	-
<b>Fund Balances (Deficits)</b>									
Restricted by state statute	-	-	-	-	59,219	-	193,217	433,762	-
Restricted for grant purposes	-	165,739	-	-	-	-	-	-	-
Restricted for debt service	-	-	-	-	-	-	-	-	-
Restricted for capital outlay	-	-	-	-	-	-	-	-	-
Assigned for police activities	13,065	-	-	-	-	6,819	-	-	-
Unassigned	-	-	-	-	-	-	-	-	(101,536)
<b>Total fund balances (deficits)</b>	<b>13,065</b>	<b>165,739</b>	<b>-</b>	<b>-</b>	<b>59,219</b>	<b>6,819</b>	<b>193,217</b>	<b>433,762</b>	<b>(101,536)</b>
<b>Total liabilities, deferred inflows and municipal equity</b>	<b>\$ 18,521</b>	<b>\$ 169,154</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 104,126</b>	<b>\$ 8,061</b>	<b>\$ 534,687</b>	<b>\$ 482,191</b>	<b>\$ 40,658</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**Combining Balance Sheet - Nonmajor Governmental Funds (cont'd)**  
**April 30, 2017**

	Special Revenue Funds			Debt Service	Capital Projects Funds		Total	Total
	Tobacco Enforcement Fund	CDBG Fund	Total Special Revenue Funds		Capital Projects	911 Center Construction		
<b>Assets</b>								
Cash and cash equivalents	\$ 4,396	\$ -	\$ 237,142	\$ 323,518	\$ 99,584	\$ 110,705	\$ 210,289	\$ 770,949
Investment in real estate	-	-	-	-	260,000	-	260,000	260,000
Property taxes receivable	-	-	111,662	355,862	-	-	-	467,524
Due from other funds	-	-	995,835	162,422	64,345	-	64,345	1,222,602
Due from other governments	-	-	17,155	-	-	-	-	17,155
<b>Total assets</b>	<b>\$ 4,396</b>	<b>\$ -</b>	<b>\$ 1,361,794</b>	<b>\$ 841,802</b>	<b>\$ 423,929</b>	<b>\$ 110,705</b>	<b>\$ 534,634</b>	<b>\$ 2,738,230</b>
<b>Liabilities</b>								
Accounts payable	\$ -	\$ -	\$ 10,803	\$ -	\$ -	\$ -	\$ -	\$ 10,803
Due to other funds	-	-	464,648	1,500	109,571	-	109,571	575,719
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>475,451</b>	<b>1,500</b>	<b>109,571</b>	<b>-</b>	<b>109,571</b>	<b>586,522</b>
<b>Deferred Inflows of Resources</b>								
Property taxes	-	-	111,662	341,352	-	-	-	453,014
<b>Fund Balances (Deficits)</b>								
Restricted by state statute	-	-	686,198	-	-	-	-	686,198
Restricted for grant purposes	4,396	-	170,135	-	-	-	-	170,135
Restricted for debt service	-	-	-	498,950	-	-	-	498,950
Restricted for capital outlay	-	-	-	-	314,358	110,705	425,063	425,063
Assigned for police activities	-	-	19,884	-	-	-	-	19,884
Unassigned	-	-	(101,536)	-	-	-	-	(101,536)
<b>Total fund balances (deficits)</b>	<b>4,396</b>	<b>-</b>	<b>774,681</b>	<b>498,950</b>	<b>314,358</b>	<b>110,705</b>	<b>425,063</b>	<b>1,698,694</b>
<b>Total liabilities, deferred inflows and municipal equity</b>	<b>\$ 4,396</b>	<b>\$ -</b>	<b>\$ 1,361,794</b>	<b>\$ 841,802</b>	<b>\$ 423,929</b>	<b>\$ 110,705</b>	<b>\$ 534,634</b>	<b>\$ 2,738,230</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, 2017**

	<b>Special Revenue Funds</b>								
	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
Revenues:									
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 95,223	\$ 65,499	\$ -
Intergovernmental	-	-	-	-	198,590	-	-	-	-
Grant income	-	-	-	-	-	-	-	-	-
Interest income	21	-	-	-	94	11	88	236	250
Other	15,468	-	-	-	-	22,229	-	-	-
<b>Total revenues</b>	<b>15,489</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>198,684</b>	<b>22,240</b>	<b>95,311</b>	<b>65,735</b>	<b>250</b>
Expenditures:									
Current:									
Administration	-	-	-	-	-	-	153,491	151,824	-
Police	30,000	-	-	-	-	-	-	-	-
Street and alley	-	-	-	-	156,812	-	-	-	-
Debt service:									
Principal	-	-	-	-	-	-	-	-	80,000
Interest	-	-	-	-	-	-	-	-	15,275
Fees	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	29,655	-	-	136,642	-	-
Miscellaneous	-	328	-	-	-	20	-	5,055	-
<b>Total expenditures</b>	<b>30,000</b>	<b>328</b>	<b>-</b>	<b>29,655</b>	<b>156,812</b>	<b>20</b>	<b>290,133</b>	<b>156,879</b>	<b>95,275</b>
<b>Revenues over (under) expenditures before other financing sources (uses)</b>	<b>(14,511)</b>	<b>(328)</b>	<b>-</b>	<b>(29,655)</b>	<b>41,872</b>	<b>22,220</b>	<b>(194,822)</b>	<b>(91,144)</b>	<b>(95,025)</b>
Other financing sources (uses):									
Transfers in	-	-	-	6,285	-	-	-	-	-
Transfers out	-	-	(29,766)	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(29,766)</b>	<b>6,285</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Changes in fund balances (deficits)</b>	<b>(14,511)</b>	<b>(328)</b>	<b>(29,766)</b>	<b>(23,370)</b>	<b>41,872</b>	<b>22,220</b>	<b>(194,822)</b>	<b>(91,144)</b>	<b>(95,025)</b>
Fund balances (deficits), beginning of the year,	27,576	166,067	29,766	23,370	17,347	(15,401)	388,039	524,906	(6,511)
Fund balances (deficits), end of the year	<b>\$ 13,065</b>	<b>\$ 165,739</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 59,219</b>	<b>\$ 6,819</b>	<b>\$ 193,217</b>	<b>\$ 433,762</b>	<b>\$ (101,536)</b>

(cont'd)

**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 Funds			Debt Service	Capital Projects Funds		Total	
	Tobacco Enforcement Fund	CDBG Fund	Total Special Revenue Funds		Capital Projects	911 Center Construction		Total Capital Projects Funds
Revenues:								
Property taxes	\$ -	\$ -	\$ 160,722	\$ 597,746	\$ -	\$ -	\$ -	\$ 758,468
Intergovernmental	-	-	198,590	-	-	-	-	198,590
Grant income	2,310	-	2,310	-	-	-	-	2,310
Interest income	4	-	704	65	-	17	17	786
Other	-	-	37,697	-	-	-	-	37,697
<b>Total revenues</b>	<b>2,314</b>	<b>-</b>	<b>400,023</b>	<b>597,811</b>	<b>-</b>	<b>17</b>	<b>17</b>	<b>997,851</b>
Expenditures:								
Current:								
Administration	-	-	305,315	-	93,313	-	93,313	398,628
Police	-	-	30,000	-	-	-	-	30,000
Street and alley	-	-	156,812	-	-	-	-	156,812
Debt service:								
Principal	-	-	80,000	290,000	134,443	-	134,443	504,443
Interest	-	-	15,275	285,142	58,605	-	58,605	359,022
Fees	-	-	-	50	-	-	-	50
Capital outlay	-	18,460	184,757	-	73,810	-	73,810	258,567
Miscellaneous	-	-	5,403	-	45,801	9,930	55,731	61,134
<b>Total expenditures</b>	<b>-</b>	<b>18,460</b>	<b>777,562</b>	<b>575,192</b>	<b>405,972</b>	<b>9,930</b>	<b>415,902</b>	<b>1,768,656</b>
<b>Revenues over (under) expenditures before other financing sources (uses)</b>	<b>2,314</b>	<b>(18,460)</b>	<b>(377,539)</b>	<b>22,619</b>	<b>(405,972)</b>	<b>(9,913)</b>	<b>(415,885)</b>	<b>(770,805)</b>
Other financing sources (uses):								
Transfers in	-	18,460	24,745	-	-	-	-	24,745
Transfers out	-	-	(29,766)	-	-	-	-	(29,766)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>18,460</b>	<b>(5,021)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(5,021)</b>
<b>Changes in fund balances (deficits)</b>	<b>2,314</b>	<b>-</b>	<b>(382,560)</b>	<b>22,619</b>	<b>(405,972)</b>	<b>(9,913)</b>	<b>(415,885)</b>	<b>(775,826)</b>
Fund balances (deficits), beginning of the year,	2,082	-	1,157,241	476,331	720,330	120,618	840,948	2,474,520
Fund balances (deficits), end of the year	\$ 4,396	\$ -	\$ 774,681	\$ 498,950	\$ 314,358	\$ 110,705	\$ 425,063	\$ 1,698,694

See independent auditor's report.

**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, 2017**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Interest income	\$ 25	\$ 25	\$ 21	\$ (4)
Other	25,000	25,000	15,468	(9,532)
<b>Total revenues</b>	25,025	25,025	15,489	(9,536)
Expenditures - current - police	-	-	30,000	(30,000)
<b>Net changes in fund balance</b>	\$ 25,025	\$ 25,025	(14,511)	\$ (39,536)
Fund balance, beginning of the year			27,576	
Fund balance, end of the year			\$ 13,065	

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, 2017**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Intergovernmental	\$ 230,000	\$ 230,000	\$ 198,590	\$ (31,410)
Interest income	200	200	94	(106)
<b>Total revenues</b>	<u>230,200</u>	<u>230,200</u>	<u>198,684</u>	<u>(31,516)</u>
Expenditures:				
Current - street and alley:				
Contractual services	170,840	170,840	101,731	69,109
Supplies and materials	45,000	45,000	55,081	(10,081)
<b>Total expenditures</b>	<u>215,840</u>	<u>215,840</u>	<u>156,812</u>	<u>59,028</u>
<b>Net changes in fund balance</b>	<u>\$ 14,360</u>	<u>\$ 14,360</u>	<u>41,872</u>	<u>\$ 27,512</u>
Fund balance, beginning of the year			<u>17,347</u>	
Fund balance, end of the year			<u>\$ 59,219</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, 2017**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 150,000	\$ 150,000	\$ 95,223	\$ (54,777)
Interest income	2,000	2,000	88	(1,912)
<b>Total revenues</b>	<u>152,000</u>	<u>152,000</u>	<u>95,311</u>	<u>(56,689)</u>
Expenditures:				
Current - administration	28,000	28,000	153,491	(125,491)
Capital outlay	250,000	250,000	136,642	113,358
Miscellaneous	12,000	12,000	-	12,000
<b>Total expenditures</b>	<u>290,000</u>	<u>290,000</u>	<u>290,133</u>	<u>(133)</u>
<b>Net changes in fund balance</b>	<u>\$ (138,000)</u>	<u>\$ (138,000)</u>	<u>(194,822)</u>	<u>\$ (56,822)</u>
Fund balance, beginning of the year			<u>388,039</u>	
Fund balance, end of the year			<u>\$ 193,217</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, 2017**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 50,000	\$ 50,000	\$ 65,499	\$ 15,499
Interest income	700	700	236	(464)
<b>Total revenues</b>	<u>50,700</u>	<u>50,700</u>	<u>65,735</u>	<u>15,035</u>
Expenditures:				
Current - administration	50,000	50,000	151,824	(101,824)
Miscellaneous	175,000	175,000	5,055	169,945
<b>Total expenditures</b>	<u>225,000</u>	<u>225,000</u>	<u>156,879</u>	<u>68,121</u>
<b>Net changes in fund balance</b>	<u>\$ (174,300)</u>	<u>\$ (174,300)</u>	<u>(91,144)</u>	<u>\$ 83,156</u>
Fund balance, beginning of the year			<u>524,906</u>	
Fund balance, end of the year			<u>\$ 433,762</u>	

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**TIF 5 Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Deficit - Budget and Actual**  
**For the Year Ended April 30, 2017**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:				
Property taxes	\$ 90,000	\$ 90,000	\$ -	\$ (90,000)
Interest income	25	25	250	225
<b>Total revenues</b>	<u>90,025</u>	<u>90,025</u>	<u>250</u>	<u>(89,775)</u>
Expenditures:				
Debt service:				
Principal	80,000	80,000	80,000	-
Interest	15,250	15,250	15,275	(25)
Fees	5,000	5,000	-	5,000
<b>Total expenditures</b>	<u>100,250</u>	<u>100,250</u>	<u>95,275</u>	<u>4,975</u>
<b>Net changes in fund deficit</b>	<u>\$ (10,225)</u>	<u>\$ (10,225)</u>	<u>(95,025)</u>	<u>\$ (84,800)</u>
Fund deficit, beginning of the year			<u>(6,511)</u>	
Fund deficit, end of the year			<u>\$ (101,536)</u>	

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, 2017**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 567,990	\$ 567,990	<b>\$ 597,746</b>	\$ 29,756
Interest income	200	200	<b>65</b>	(135)
<b>Total revenues</b>	<u>568,190</u>	<u>568,190</u>	<u><b>597,811</b></u>	<u>29,621</u>
Expenditures:				
Debt service:				
Principal	290,000	290,000	<b>290,000</b>	-
Interest	285,153	285,153	<b>285,142</b>	11
Trustee fees	10,000	10,000	<b>50</b>	9,950
<b>Total expenditures</b>	<u>585,153</u>	<u>585,153</u>	<u><b>575,192</b></u>	<u>9,961</u>
<b>Net changes in fund balance</b>	<u>\$ (16,963)</u>	<u>\$ (16,963)</u>	<u><b>22,619</b></u>	<u>\$ 39,582</u>
Fund balance, beginning of the year			<u><b>476,331</b></u>	
Fund balance, end of the year			<u><b>\$ 498,950</b></u>	

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, 2017**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues - interest income	\$ 300	\$ 300	\$ -	\$ (300)
Expenditures:				
Current - administration	50,000	50,000	<b>93,313</b>	(43,313)
Debt service:				
Principal	-	-	<b>134,443</b>	(134,443)
Interest	-	-	<b>58,605</b>	(58,605)
Capital outlay	126,000	126,000	<b>73,810</b>	52,190
Miscellaneous	50,000	50,000	<b>45,801</b>	4,199
<b>Total expenditures</b>	<b>226,000</b>	<b>226,000</b>	<b>405,972</b>	<b>(179,972)</b>
<b>Revenues under expenditures</b>	<b>\$ (225,700)</b>	<b>\$ (225,700)</b>	<b>(405,972)</b>	<b>\$ (180,272)</b>
Fund balance, beginning of the year			<b>720,330</b>	
Fund balance, end of the year			<b>\$ 314,358</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, 2017**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues - interest income	\$ -	\$ -	\$ 17	\$ 17
Expenditures:				
Capital outlay	125,000	125,000	-	125,000
Miscellaneous	1,000	1,000	9,930	(8,930)
<b>Total expenditures</b>	<b>126,000</b>	<b>126,000</b>	<b>9,930</b>	<b>116,070</b>
<b>Net changes in fund balance</b>	<b>\$ (126,000)</b>	<b>\$ (126,000)</b>	<b>(9,913)</b>	<b>\$ 116,087</b>
Fund balance, beginning of the year			<b>120,618</b>	
Fund balance, end of the year			<b>\$ 110,705</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, 2017**

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Operating revenue - water charges	\$ 1,345,000	\$ 1,345,000	<b>\$ 1,421,426</b>	\$ 76,426
Operating expenses:				
Salaries and wages	207,510	207,510	<b>219,850</b>	(12,340)
Insurance and benefits	100,045	100,045	<b>163,766</b>	(63,721)
Contractual services	1,100,300	1,100,300	<b>1,191,612</b>	(91,312)
Supplies and materials	85,300	85,300	<b>58,944</b>	26,356
Miscellaneous	2,000	2,000	<b>10</b>	1,990
<b>Operating expenses before depreciation</b>	<b>1,495,155</b>	<b>1,495,155</b>	<b>1,634,182</b>	<b>(139,027)</b>
Depreciation	-	-	<b>135,042</b>	(135,042)
<b>Total operating expenses</b>	<b>1,495,155</b>	<b>1,495,155</b>	<b>1,769,224</b>	<b>(274,069)</b>
<b>Operating loss</b>	<b>(150,155)</b>	<b>(150,155)</b>	<b>(347,798)</b>	<b>(197,643)</b>
Nonoperating income:				
Interest	200	200	<b>319</b>	119
Miscellaneous	40,000	40,000	<b>5,295</b>	(34,705)
<b>Total nonoperating income</b>	<b>40,200</b>	<b>40,200</b>	<b>5,614</b>	<b>(34,586)</b>
<b>Changes in net deficit</b>	<b>\$ (109,955)</b>	<b>\$ (109,955)</b>	<b>(342,184)</b>	<b>\$ (232,229)</b>
Net deficit, beginning of the year			<b>(554,656)</b>	
Net deficit, end of the year			<b>\$ (896,840)</b>	

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, 2017**

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Operating revenue - sewer charges	\$ 451,000	\$ 451,000	<b>\$ 536,474</b>	\$ 85,474
Operating expenses:				
Contractual services	271,000	271,000	<b>290,106</b>	(19,106)
Supplies and materials	1,000	1,000	<b>754</b>	246
<b>Total operating expenses</b>	<u>272,000</u>	<u>272,000</u>	<u><b>290,860</b></u>	<u>(18,860)</u>
<b>Changes in net position</b>	<u>\$ 179,000</u>	<u>\$ 179,000</u>	<u><b>245,614</b></u>	<u>\$ 66,614</u>
Net position, beginning of the year			<u><b>867,525</b></u>	
Net position, end of the year			<u><b>\$ 1,113,139</b></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, 2017**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Operating revenue - refuse charges	\$ 418,000	\$ 418,000	<b>\$ 545,131</b>	\$ 127,131
Operating expenses - contractual services	<u>522,000</u>	<u>522,000</u>	<u><b>556,764</b></u>	<u>(34,764)</u>
<b>Changes in net deficit</b>	<u><b>\$ (104,000)</b></u>	<u><b>\$ (104,000)</b></u>	<u><b>(11,633)</b></u>	<u><b>\$ 92,367</b></u>
Net deficit, beginning of the year			<u><b>(437,481)</b></u>	
Net deficit, end of the year			<u><b>\$ (449,114)</b></u>	

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**Regional Communications Center Fund**  
**Schedule of Revenues, Expenses and Changes in**  
**Fund Net Deficit - Budget and Actual**  
**For the Year Ended April 30, 2017**

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Operating revenue - dispatch charges	\$ 1,665,000	\$ 1,665,000	\$ 541,250	\$ (1,123,750)
Operating expenses:				
Salaries and wages	95,930	95,930	83,283	12,647
Insurance and benefits	27,350	27,350	15,225	12,125
Contractual services	1,313,500	1,313,500	862,153	451,347
Supplies and materials	56,000	56,000	148,411	(92,411)
Capital outlay	1,300	1,300	2,228	(928)
Miscellaneous	6,000	6,000	7,724	(1,724)
<b>Total operating expenses</b>	<b>1,500,080</b>	<b>1,500,080</b>	<b>1,119,024</b>	<b>381,056</b>
<b>Operating income (loss)</b>	<b>164,920</b>	<b>164,920</b>	<b>(577,774)</b>	<b>(742,694)</b>
Nonoperating income				
Interest	25	25	90	65
Miscellaneous	25,000	25,000	7,000	(18,000)
<b>Total nonoperating income</b>	<b>25,025</b>	<b>25,025</b>	<b>7,090</b>	<b>(17,935)</b>
<b>Changes in net deficit</b>	<b>\$ 189,945</b>	<b>\$ 189,945</b>	<b>(570,684)</b>	<b>\$ (760,629)</b>
Net deficit, beginning of the year, as previously reported			<b>(266,245)</b>	
Prior period restatement			<b>72,098</b>	
Net deficit, beginning of the year, as restated			<b>(194,147)</b>	
Net deficit, end of the year			<b>\$ (764,831)</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, 2017**

	<u>Balance May 1, 2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance April 30, 2017</u>
<b>Assets</b>				
Cash	\$ 84,566	\$ 133,380	\$ 102,110	\$ 115,836
Due from other funds	4,030	1,300	520	4,810
<b>Total assets</b>	<b>\$ 88,596</b>	<b>\$ 134,680</b>	<b>\$ 102,630</b>	<b>\$ 120,646</b>
<b>Liabilities</b>				
Due to other funds	\$ 2,500	\$ 2,120	\$ -	\$ 4,620
Deposits held	86,096	133,380	103,450	116,026
<b>Total liabilities</b>	<b>\$ 88,596</b>	<b>\$ 135,500</b>	<b>\$ 103,450</b>	<b>\$ 120,646</b>

See independent auditor's report.

**OTHER FINANCIAL SCHEDULES**

**Village of Calumet Park, Illinois  
Schedule of Long-term Debt Obligations  
April 30, 2017**

**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

Due	Principal	Interest	Total
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>\$ 2,065,000.00</b>	<b>\$ 157,680.00</b>	<b>\$ 2,222,680.00</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**Schedule of Long-term Debt Obligations (cont'd)**  
**April 30, 2017**

**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
06/01/17	\$ -	\$ 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>\$ 1,145,000.00</b>	<b>\$ 99,345.00</b>	<b>\$ 1,244,345.00</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**Schedule of Long-term Debt Obligations (cont'd)**  
**April 30, 2017**

---

**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
06/01/2017	\$ -	\$ 18,950.00	\$ <b>18,950.00</b>
12/01/2017	235,000.00	18,950.00	<b>253,950.00</b>
06/01/2018	-	14,250.00	<b>14,250.00</b>
12/01/2018	275,000.00	14,250.00	<b>289,250.00</b>
06/01/2019	-	7,375.00	<b>7,375.00</b>
12/01/2019	295,000.00	7,375.00	<b>302,375.00</b>
<b>Total</b>	<b>\$ 805,000.00</b>	<b>\$ 81,150.00</b>	<b>\$ 886,150.00</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**Schedule of Long-term Debt Obligations (cont'd)**  
**April 30, 2017**

**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
06/01/2017	\$ -	\$ 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
06/01/2029	-	60,187.50	60,187.50
12/01/2029	305,000.00	60,187.50	365,187.50

(cont'd)

**Village of Calumet Park, Illinois**  
**Schedule of Long-term Debt Obligations (cont'd)**  
**April 30, 2017**

---

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

<u>Due</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
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>\$ 2,829,600.00</b>	<b>\$ 7,204,600.00</b>

See independent auditor's report.

**Village of Calumet Park, Illinois**  
**Schedule of Long-term Debt Obligations (cont'd)**  
**April 30, 2017**

**General Obligation Bonds Series 2015A**

Bond issue dated	November 1 2015
Original issue	\$1,235,000.00
Interest rates	1.98%
Final payment dated	December 1, 2019
Interest payment dates	June 1 and December 1

Due	Principal	Interest	Total
06/01/2017	\$ -	\$ 8,217.00	\$ <b>8,217.00</b>
12/01/2017	310,000.00	8,217.00	<b>318,217.00</b>
06/01/2018	-	5,148.00	<b>5,148.00</b>
12/01/2018	310,000.00	5,148.00	<b>315,148.00</b>
06/01/2019	-	2,079.00	<b>2,079.00</b>
12/01/2019	210,000.00	2,079.00	<b>212,079.00</b>
<b>Total</b>	<b>\$ 830,000.00</b>	<b>\$ 30,888.00</b>	<b>\$ 860,888.00</b>

(cont'd)

**Village of Calumet Park, Illinois**  
**Schedule of Long-term Debt Obligations (cont'd)**  
**April 30, 2017**

---

**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
06/01/2017	\$ -	\$ 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>\$ 530,000.00</b>	<b>\$ 47,625.00</b>	<b>\$ 577,625.00</b>

**STATISTICAL SECTION**

**Village of Calumet Park, Illinois**  
**General Property Tax Data**  
**April 30, 2017**

	Levy Year				
	2016	2015	2014	2013	2012
Assessed valuation	\$67,287,610	\$65,660,912	\$67,001,734	\$70,876,284	\$70,896,684
<b>Rate</b>					
General Fund	4.6534	4.4784	5.0057	3.7655	3.6207
Debt Service	0.9548	0.9655	0.7673	0.8636	0.4744
Police Pension	1.0626	1.0582	0.9135	0.5433	0.8191
Library	0.2735	0.2803	0.2747	0.2597	0.2596
<b>Gross Levy</b>					
General Fund	\$ 3,131,167	\$ 2,940,578	\$ 3,353,898	\$ 2,668,853	\$ 2,566,937
Debt Service	642,482	633,969	514,124	385,074	336,344
Police Pension	694,798	694,798	612,089	612,089	580,736
Library	184,061	184,061	184,061	184,061	184,061
<b>Total liabilities</b>	<b>\$ 4,652,508</b>	<b>\$ 4,453,406</b>	<b>\$ 4,664,172</b>	<b>\$ 3,850,077</b>	<b>\$ 3,668,078</b>

See independent auditor's report.