



ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED APRIL 30, 2015

Selden Fox, LTD.
CERTIFIED PUBLIC ACCOUNTANTS

VILLAGE OF CALUMET PARK

Annual Financial Report

For the Year Ended April 30, 2015

Administrative Offices

12409 South Throop Street
Calumet Park, Illinois 60827

(708) 389-0850

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

Trustees

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

**Village of Calumet Park
Annual Financial Report
For the Year Ended April 30, 2015**

Table of Contents

| | |
|---|---------|
| Independent Auditor's Report | 1 - 3 |
| Management's Discussion and Analysis | 4 - 13 |
| Basic Financial Statements: | |
| Government-wide Financial Statements: | |
| Statement of Net Position | 14 |
| Statement of Activities | 15 - 16 |
| Fund Financial Statements: | |
| Balance Sheet - Governmental Funds | 17 - 18 |
| Reconciliation of Balance Sheet of Governmental Funds to the Statement of Net Position | 19 |
| Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds | 20 - 23 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities | 24 |
| Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual: | |
| General Fund | 25 |
| TIF 2 Fund | 26 |
| Proprietary Funds - Enterprise Fund: | |
| Statement of Net Position (Deficit) | 27 - 28 |
| Statement of Revenues, Expenses and Changes in Fund Net Position (Deficit) | 29 - 30 |
| Statement of Cash Flows | 31 - 32 |
| Fiduciary Funds - Statement of Net Position | 33 |
| Statement of Changes in Net Position - Pension Trust Fund | 34 |
| Notes to the Financial Statements | 35 - 65 |

(cont'd)

**Village of Calumet Park
Annual Financial Report
For the Year Ended April 30, 2015**

Table of Contents (cont'd)

Required Supplementary Information:

| | |
|--|----|
| Illinois Municipal Retirement Fund - Schedule of Funding Progress | 66 |
| Police Pension Fund - Schedule of Funding Progress | 67 |
| Police Pension Fund - Schedule of Revenues By Source and Expenses By Type | 68 |

Supplemental Section:

| | |
|---|---------|
| Schedule of Expenditures - Budget and Actual - General Fund | 69 - 70 |
|---|---------|

Nonmajor Governmental Funds:

Combining and Individual Fund Statements and Schedules:

| | |
|-------------------------|---------|
| Combining Balance Sheet | 71 - 74 |
|-------------------------|---------|

| | |
|---|---------|
| Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) | 75 - 78 |
|---|---------|

Schedule of Revenues, Expenditures and Changes in Fund
Balance (Deficit) - Budget and Actual:

| | |
|--------------------------------------|----|
| 911 Fund | 79 |
| DCEO Grant Fund | 80 |
| Motor Fuel Tax Fund | 81 |
| TIF 1 Fund | 82 |
| TIF 3 Fund | 83 |
| TIF 4 Fund | 84 |
| TIF 5 Fund | 85 |
| Debt Service Fund | 86 |
| Water and Sewer Fund - Water Subfund | 87 |
| Water and Sewer Fund - Sewer Subfund | 88 |
| Refuse Fund | 89 |

(cont'd)

**Village of Calumet Park
Annual Financial Report
For the Year Ended April 30, 2015**

Table of Contents (cont'd)

Supplemental Section (cont'd):

 Nonmajor Governmental Funds (cont'd):

| | |
|--|----|
| Schedule of Changes in Assets and Liabilities - Agency Fund - Performance Bond Fund | 90 |
|--|----|

Other Financial Schedules:

| | |
|--|---------|
| Schedule of Long-term Debt Obligations | 91 - 99 |
|--|---------|

Statistical Section:

| | |
|---------------------------|-----|
| General Property Tax Data | 100 |
|---------------------------|-----|

INDEPENDENT AUDITOR'S REPORT

Selden Fox, LTD.

A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS
619 Enterprise Drive
Oak Brook, Illinois 60523-8835

630-954-1400
630-954-1327 FAX

email@seldenfox.com
www.seldenfox.com

INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the governmental activities, business-type activities, fiduciary activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the **Village of Calumet Park** as of and for the year ended April 30, 2015, 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 Proprietary Fund

As discussed in Note V.C.3. to the financial statements, management did not obtain an actuarial valuation for the police pension plan in the current or prior year. Management has not recorded a liability for the net pension obligation, and accordingly has not recorded an adjustment to beginning net position and an expense for the current year change in that liability. Accounting principles generally accepted in the United States of America require the cost of providing pension benefits to be accrued as a liability and expense as employees earn the right to the benefits. The change in this liability each year would either increase or decrease the change in net position of governmental activities. The amount by which this departure would affect the liabilities, net position and expenses of the governmental activities is not reasonably determinable.

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

The Village's financial statements do not disclose the pension-related disclosures required under GASB Statement No. 67. In our opinion, disclosure of that information is required to conform with accounting principles generally accepted in the United States of America.

Qualified Opinions

In our opinion, except for the effects of the matters described in the "Basis for Qualified Opinions on Governmental and Business-type Activities and Proprietary Fund" paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental and business-type activities and the proprietary funds of the Village of Calumet Park as of April 30, 2015, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of fiduciary activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Calumet Park as of and for the year ended April 30, 2015, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 4 - 13) and the schedules of funding progress (pages 66 - 68) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Management has omitted the police pension information for plan years after April 30, 2010 on the schedule of funding progress (page 67), the omission of which does not affect our opinion. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiry of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

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

Selden Fox, Ltd.

January 25, 2016

MANAGEMENT'S DISCUSSION AND ANALYSIS

Village of Calumet Park, Illinois
Management's Discussion and Analysis
April 30, 2015

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, 2015.

Financial Highlights

The assets of the Village of Calumet Park exceeded its liabilities at the close of the most recent fiscal year by \$11,259,557 (*net position*). Of this amount, \$8,600,471 represents the net investment in capital assets, and \$7,255,383 is restricted for other purposes. The Village's unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors, was at a deficit of \$4,596,297. 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 increased by \$1,309,624 as a result of current year activities, which consisted of an increase in governmental activities net position of \$1,026,865 and an increase in business-type activities net position of \$282,759.
- As of the close of the current fiscal year, the Village of Calumet Park's governmental funds reported combined ending fund balances of \$10,071,808, a decrease of \$5,452,931 in comparison with the prior year. The decrease is due primarily to the expenditure of bond proceeds received in the prior year.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$2,428,472, a decrease of \$729,442 from the prior year.
- The Village of Calumet Park's total outstanding general obligation bonds decreased by \$1,349,459 during the current fiscal year, as the Village issued no new debt in the current fiscal 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.

Overview of the Financial Statements (cont'd)

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 14 through 16 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.

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.

Overview of the Financial Statements (cont'd)

Governmental Funds (cont'd)

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 twenty 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, a Special Revenue Fund, the TIF 2 Fund, and the 911 Center Construction Fund, which collectively comprise the major funds. Data from the other seventeen governmental funds (911 Fund, DCEO Grant Fund, Federal Law Enforcement Fund, Justice Assistance Grant I Fund, Justice Assistance Grant II Fund, Motor Fuel Tax Fund, Police Evidence Fund, School District 132 Grant Fund, State Law Enforcement Fund, TIF 1 Fund, TIF 3 Fund, TIF 4 Fund, TIF 5 Fund, Tobacco Enforcement Fund, CDBG Fund, Debt Service Fund and Capital Projects 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 following nonmajor Special Revenue Funds – School District 132 Grant Fund and the 911 Center Construction 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 17 through 26 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 27 through 32 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 Water and Sewer Subfunds, and the Refuse Fund in the supplemental section in this report.

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 33 and 34 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 35 through 65 of this report.

Other Information – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village of Calumet Park's progress in funding its obligation to provide pension benefits to its employees, as well as historical data on revenues by source and expenses by type for its single employer Police Pension Fund. Required supplementary information can be found on pages 66 through 68 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 69 through 99 of this report. Some general property tax data is included in the statistical section of this report on page 100.

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 \$11,259,557 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.

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

| | Governmental Activities | | Business-type Activities | | Total | |
|--------------------------------------|-------------------------|----------------|--------------------------|----------------|----------------|---------------|
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| Current and other assets | \$ 14.2 | \$ 19.0 | \$.6 | \$.8 | \$ 14.8 | \$ 19.8 |
| Capital assets | 11.6 | 7.3 | 1.8 | 1.9 | 13.4 | 9.2 |
| Total assets | 25.8 | 26.3 | 2.4 | 2.7 | 28.2 | 29.0 |
| Total deferred outflows of resources | - | - | - | - | - | - |
| Long-term liabilities | 13.7 | 15.1 | - | - | 13.7 | 15.1 |
| Other liabilities | .8 | .9 | 2.5 | 3.1 | 3.3 | 4.0 |
| Total liabilities | 14.5 | 16.0 | 2.5 | 3.1 | 17.0 | 19.1 |
| Net position: | | | | | | |
| Net investment in capital assets | 6.8 | 6.1 | 1.8 | 1.9 | 8.6 | 8.0 |
| Restricted | 7.2 | 8.2 | - | - | 7.2 | 8.2 |
| Unrestricted | (2.7) | (4.0) | (1.9) | (2.3) | (4.6) | (6.3) |
| Total net position | \$ 11.3 | \$ 10.3 | \$ (.1) | \$ (.4) | \$ 11.2 | \$ 9.9 |

Governmental Activities – Governmental activities increased the Village of Calumet Park's net position by \$1,026,865 (increase of \$682,532 in the prior year). General revenues increased by approximately \$675,000 due primarily to an increase in property taxes, as most other taxes and other income remained relatively stable. Expenses increased approximately \$260,000, as increased expenses were noted in most major functions other than public safety.

Business-type Activities – Business-type activities increased the Village of Calumet Park's net position by \$282,759 (decreased \$344,464 in prior year). The current year increase includes a loss in the Water Fund, and a positive bottom line in the Sewer and Refuse Funds. The Village is committed to future rate increases to eliminate annual deficits in the business-type activities. The Village also transferred \$200,000 to a newly created Regional Communication Center Fund, which will account for the activities of the new 911 Center.

Detail on current year activity follows.

Government-wide Financial Analysis (cont'd)

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

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

Revenues:

- Property taxes increased 11.3% due to the timing of tax collections and an increase in the 2014 levy of 4.9% over the 2013 levy.
- Sales, income and home rule taxes increased by \$151,845 or seven percent as general revenues stabilized in the current year.
- Utility revenues (water, sewer and refuse) increased due to an increase in rates in the current year, and an adjustment in the prior year to reduce old receivable balances.

For the most part, changes in expenses were related to increases in salaries and wages mandated by labor agreements, and 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, 2014, is shown for comparative purposes.

**Village of Calumet Park
Changes in Net Position
For the Fiscal Year Ended April 30, 2014
(in millions)**

| | Governmental Activities | | Business-type Activities | | Total Primary Government | |
|---------------------------------|-------------------------|-------------|--------------------------|-------------|--------------------------|-------------|
| | Amount | % of Totals | Amount | % of Totals | Amount | % of Totals |
| Program revenues: | | | | | | |
| Charges for service | \$.8 | 8.2 % | \$ 1.7 | 98.0 % | \$ 2.5 | 21.9 % |
| Operating/capital grants | .3 | 3.5 | - | - | .3 | 3.0 |
| General revenue: | | | | | | |
| Property taxes | 4.9 | 49.3 | - | - | 4.9 | 41.8 |
| Other taxes | 3.3 | 33.2 | - | - | 3.3 | 28.2 |
| Other revenues | .6 | 5.8 | .1 | 2.0 | .7 | 5.1 |
| Total revenues | 9.9 | | 1.8 | | 11.7 | |
| Expenses: | | | | | | |
| Governmental activities: | | | | | | |
| General government | 1.5 | 16.4 | - | - | 1.5 | 13.3 |
| Public safety | 5.3 | 57.6 | - | - | 5.3 | 46.8 |
| Public works | 1.2 | 13.1 | - | - | 1.2 | 10.6 |
| Building | .1 | 1.4 | - | - | .1 | 1.2 |
| Legal | .3 | 2.6 | - | - | .3 | 2.1 |
| Culture and Recreation | .4 | 4.3 | - | - | .4 | 3.5 |
| Interest | .4 | 4.6 | - | - | .4 | 3.7 |
| Business-type: | | | | | | |
| Water | - | - | 1.5 | 74.1 | 1.5 | 13.0 |
| Sewer | - | - | .1 | 5.0 | .1 | 1.4 |
| Refuse | - | - | .5 | 20.9 | .5 | 4.3 |
| Total expenses | 9.2 | | 2.1 | | 11.3 | |
| Changes in net position | \$.7 | | \$ (.3) | | \$.4 | |

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.

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 \$217,787 (\$205,224 in the prior year). The operating loss for the Water and Sewer Fund in the current year was \$17,361 (loss of \$285,007 in the prior year).

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

Proprietary Funds (cont'd)

Other factors concerning the finances of the Water and Sewer Fund have already been addressed in the discussion of the Village of Calumet Park's business-type activities. The Village's Refuse Fund accounts for the charges and expense related to garbage pickup. The Refuse Fund had an operating income of \$70,194 in the current year (operating loss of \$95,201 in the prior year).

General Fund Budgetary Highlights

There were no amendments made to the originally adopted budget by the Village during the current fiscal year. During the year, actual expenditures came in under budget, which resulted in an increase in the General Fund's fund balance from the beginning of the year to the end of the year, rather than the projected decrease.

| | General Fund (in millions) | | |
|---|----------------------------|--------------|----------------|
| | Original Budget | Final Budget | Actual |
| Revenues: | | | |
| Taxes | \$ 3.4 | \$ 3.4 | \$ 2.9 |
| Intergovernmental | 2.7 | 2.7 | 2.4 |
| Other | 1.8 | 1.8 | 2.2 |
| Total | 7.9 | 7.9 | 7.5 |
| Expenditures: | | | |
| Current: | | | |
| Administration | 1.3 | 1.3 | 1.5 |
| Building | .2 | .2 | .1 |
| Police | 3.0 | 3.0 | 2.9 |
| Fire | 1.2 | 1.2 | 1.2 |
| Streets and alleys | 1.2 | 1.2 | 1.2 |
| Recreation | .4 | .4 | .4 |
| Pension | .6 | .6 | .5 |
| Total | 7.9 | 7.9 | 7.8 |
| Revenues over (under) expenditures | - | - | (.3) |
| Net transfers | - | - | (.4) |
| Change in fund balance | \$ - | \$ - | \$ (.7) |

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, 2015 and 2014 was \$13,396,548 and \$9,206,364, respectively (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, infrastructure, equipment and vehicles. The Village, as a phase three government under GASB 34, has elected to capitalize infrastructure assets (i.e., streets, sidewalks and curbs, land beneath the streets, and bridges) on the statement of net position on a prospective basis. The total change in the Village of Calumet Park’s investment in capital assets between the current fiscal year and the prior year’s annual report was an increase of 45.5% (59.2% increase for governmental activities and a 5.7% decrease for business-type activities).

The following table presents capital assets at April 30, 2015 and 2014, at net book value.

| | Governmental Activities | | Business-type Activities | | Total Primary Government | |
|-------------------------------|----------------------------|---------------|-----------------------------|---------------|-----------------------------|---------------|
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| Land | \$ 1.2 | \$ 1.2 | \$ - | \$ - | \$ 1.2 | \$ 1.2 |
| Buildings and improvements | 4.7 | 1.1 | 1.6 | 1.7 | 6.3 | 2.8 |
| Infrastructure | 3.8 | 3.7 | - | - | 3.8 | 3.7 |
| Equipment | 1.2 | .5 | .2 | .3 | 1.4 | .8 |
| Vehicles | .7 | .7 | - | - | .7 | .7 |
| Total | \$ 11.6 | \$ 7.2 | \$ 1.8 | \$ 2.0 | \$ 13.4 | \$ 9.2 |

Additional information on the Village of Calumet Park’s capital assets can be found in Note IV.C. on pages 49 through 51 of this report.

Long-term Debt – At the end of fiscal year 2015, the Village of Calumet Park had total bonded debt outstanding of \$12,940,541 (\$14,290,000 at April 30, 2014). Of this amount, \$6,285,541 represents general obligation bonds, and \$6,655,000 represents general obligation tax increment bonds (\$6,560,000 and \$7,730,000, respectively, at April 30, 2014). All of this bonded debt is backed by the full faith and credit of the government.

Capital Asset and Debt Administration (cont'd)

Long-term Debt (cont'd)

**Village of Calumet Park
Outstanding General Obligation Debt (000's)**

| | Governmental Activities | | Business-type Activities | | Total | |
|--|----------------------------|----------------|-----------------------------|-------------|----------------|----------------|
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| General obligation bonds | \$ 6.3 | \$ 6.6 | \$ - | \$ - | \$ 6.3 | \$ 6.6 |
| General obligation tax increment bonds | 6.6 | 7.7 | - | - | 6.6 | 7.7 |
| | <u>\$ 12.9</u> | <u>\$ 14.3</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 12.9</u> | <u>\$ 14.3</u> |

The Village of Calumet Park's total debt decreased by \$1,349,459 during the current fiscal year (increase of \$3,020,000 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 53 through 55 of this report.

Summary and Future Considerations

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

Request for Information

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

BASIC FINANCIAL STATEMENTS

Village of Calumet Park
Statement of Net Position
April 30, 2015

| | Primary Government | | | Component Unit |
|--|-------------------------|--------------------------|----------------------|-------------------|
| | Governmental Activities | Business-type Activities | Total | Public Library |
| Assets | | | | |
| Cash and cash equivalents | \$ 7,296,435 | \$ 200,002 | \$ 7,496,437 | \$ 237,853 |
| Investment in real estate | 260,000 | - | 260,000 | - |
| Receivables | 4,290,739 | 383,082 | 4,673,821 | 112,269 |
| Due from primary government | - | - | - | 6,881 |
| Due from Fiduciary Funds | 2,500 | - | 2,500 | - |
| Internal balances | 2,286,742 | (2,286,742) | - | - |
| Prepaid items | 45,482 | - | 45,482 | - |
| Unamortized bond discount | 32,224 | - | 32,224 | - |
| Capital assets not being depreciated - land | 1,245,417 | - | 1,245,417 | - |
| Capital assets, net of accumulated depreciation: | | | | |
| Buildings and improvements | 4,709,184 | 1,578,561 | 6,287,745 | 22,028 |
| Infrastructure | 3,769,159 | - | 3,769,159 | - |
| Equipment | 1,167,463 | 254,390 | 1,421,853 | 1,149 |
| Vehicles | 672,374 | - | 672,374 | - |
| Total assets | 25,777,719 | 129,293 | 25,907,012 | 380,180 |
| Deferred Outflows of Resources | | | | |
| Deferred charge on refunding | 9,907 | - | 9,907 | - |
| Liabilities | | | | |
| Accounts payable and other accrued expenses | 208,156 | 189,635 | 397,791 | - |
| Accrued interest expense | 236,250 | - | 236,250 | - |
| Due to other governments | 9,660 | - | 9,660 | - |
| Due to Fiduciary Fund | 296,847 | 1,300 | 298,147 | - |
| Due to component unit | 6,881 | - | 6,881 | - |
| Unearned revenue | 15,000 | - | 15,000 | - |
| Noncurrent liabilities: | | | | |
| Due within one year | 1,434,714 | - | 1,434,714 | - |
| Due in more than one year | 12,258,919 | - | 12,258,919 | - |
| Total liabilities | 14,466,427 | 190,935 | 14,657,362 | - |
| Net Position | | | | |
| Net investment in capital assets | 6,767,520 | 1,832,951 | 8,600,471 | 23,177 |
| Restricted by state statute | 6,332,795 | - | 6,332,795 | - |
| Restricted for grant purpose | 202,891 | - | 202,891 | - |
| Restricted for debt service | 719,697 | - | 719,697 | - |
| Unrestricted | (2,701,704) | (1,894,593) | (4,596,297) | 357,003 |
| Total net position | \$ 11,321,199 | \$ (61,642) | \$ 11,259,557 | \$ 380,180 |

See accompanying notes and independent auditor's report.

**Village of Calumet Park
Statement of Activities
For the Year Ended April 30, 2015**

| Functions/Programs | Program Revenues | | | | Net (Expense) Revenue and Changes in Net Position (Deficit) | | | |
|---|---------------------|----------------------|------------------------------------|----------------------------------|---|---|--------------------|-------------------------------|
| | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Primary Government Business-type Activities | Total | Component Unit Public Library |
| Primary government: | | | | | | | | |
| Governmental activities: | | | | | | | | |
| General government | \$ 1,626,768 | \$ 528,010 | \$ - | \$ - | \$ (1,098,758) | \$ - | \$ (1,098,758) | \$ - |
| Public safety | 4,951,137 | 432,486 | - | - | (4,518,651) | - | (4,518,651) | - |
| Public works | 1,483,210 | - | - | 229,788 | (1,253,422) | - | (1,253,422) | - |
| Building | 144,317 | 71,579 | - | - | (72,738) | - | (72,738) | - |
| Legal | 235,858 | - | - | - | (235,858) | - | (235,858) | - |
| Culture and recreation | 502,514 | 51,793 | - | - | (450,721) | - | (450,721) | - |
| Interest on long-term debt | 619,995 | - | - | - | (619,995) | - | (619,995) | - |
| Total governmental activities | 9,563,799 | 1,083,868 | - | 229,788 | (8,250,143) | - | (8,250,143) | - |
| Business-type activities: | | | | | | | | |
| Water | 1,603,982 | 1,353,395 | - | - | - | (250,587) | (250,587) | - |
| Sewer | 161,254 | 394,480 | - | - | - | 233,226 | 233,226 | - |
| Refuse | 437,922 | 508,116 | - | - | - | 70,194 | 70,194 | - |
| Total business-type activities | 2,203,158 | 2,255,991 | - | - | - | 52,833 | 52,833 | - |
| Total primary government | \$11,766,957 | \$ 3,339,859 | \$ - | \$ 229,788 | (8,250,143) | 52,833 | (8,197,310) | - |
| Component unit - Public Library | \$ 238,191 | \$ 3,246 | \$ 9,794 | \$ - | - | - | - | (225,151) |
| General revenues: | | | | | | | | |
| Property taxes | | | | | 5,464,433 | - | 5,464,433 | 165,919 |
| Replacement taxes | | | | | 52,693 | - | 52,693 | - |
| Sales taxes | | | | | 894,871 | - | 894,871 | - |
| Income taxes | | | | | 907,764 | - | 907,764 | - |
| Motor fuel taxes | | | | | 265,977 | - | 265,977 | - |
| Utility taxes | | | | | 433,681 | - | 433,681 | - |
| Vehicle fuel taxes | | | | | 247,024 | - | 247,024 | - |
| Home rule taxes | | | | | 491,636 | - | 491,636 | - |
| Hotel/motel taxes | | | | | 185,124 | - | 185,124 | - |
| Real estate transfer stamps | | | | | 45,140 | - | 45,140 | - |
| Franchise fees | | | | | 110,521 | - | 110,521 | - |
| Unrestricted investment earnings | | | | | 9,593 | 301 | 9,894 | 172 |
| Miscellaneous | | | | | 368,551 | 29,625 | 398,176 | - |
| Transfers | | | | | (200,000) | 200,000 | - | - |
| Total general revenues | | | | | 9,277,008 | 229,926 | 9,506,934 | 166,091 |
| Changes in net position (deficit) | | | | | 1,026,865 | 282,759 | 1,309,624 | (59,060) |
| Net position (deficit), beginning of the year | | | | | 10,294,334 | (344,401) | 9,949,933 | 439,240 |
| Net position (deficit), end of the year | | | | | \$ 11,321,199 | \$ (61,642) | \$ 11,259,557 | \$ 380,180 |

See accompanying notes and independent auditor's report.

**Village of Calumet Park
Balance Sheet - Governmental Funds
April 30, 2015**

| | General | TIF 2 | 911 Center Construction | Other Governmental Funds | Total Governmental Funds |
|--|---------------------|---------------------|----------------------------|--------------------------------|--------------------------------|
| Assets | | | | | |
| Cash and cash equivalents | \$ 903,106 | \$ 4,454,300 | \$ 381,647 | \$ 1,557,382 | \$ 7,296,435 |
| Investment in real estate | - | - | - | 260,000 | 260,000 |
| Accounts receivable | 209,059 | - | - | - | 209,059 |
| Property taxes receivable | 2,352,614 | 689,615 | - | 505,245 | 3,547,474 |
| Due from other funds | 2,569,244 | - | - | 1,503,483 | 4,072,727 |
| Due from other governments | 515,983 | - | - | 18,223 | 534,206 |
| Prepaid items | 45,482 | - | - | - | 45,482 |
| Total assets | \$ 6,595,488 | \$ 5,143,915 | \$ 381,647 | \$ 3,844,333 | \$ 15,965,383 |
| Liabilities | | | | | |
| Accounts payable | \$ 77,686 | \$ - | \$ 126,603 | \$ 3,867 | \$ 208,156 |
| Due to other funds | 1,619,963 | 361,456 | - | 98,913 | 2,080,332 |
| Due to other governments | 9,660 | - | - | - | 9,660 |
| Due to component unit | 6,881 | - | - | - | 6,881 |
| Unearned revenue - other | 155,447 | - | - | - | 155,447 |
| Total liabilities | 1,869,637 | 361,456 | 126,603 | 102,780 | 2,460,476 |
| Deferred Inflows of Resources | | | | | |
| Property taxes | 2,251,897 | 689,615 | - | 491,587 | 3,433,099 |
| Fund Balances | | | | | |
| Nonspendable | 45,482 | - | - | - | 45,482 |
| Spendable: | | | | | |
| Restricted by state statute | - | 4,092,844 | - | 1,566,304 | 5,659,148 |
| Restricted for grant purposes | - | - | - | 202,891 | 202,891 |
| Restricted for debt service | - | - | - | 418,631 | 418,631 |
| Restricted for capital outlay | - | - | 255,044 | 1,033,879 | 1,288,923 |
| Assigned for police activities | - | - | - | 28,261 | 28,261 |
| Unassigned | 2,428,472 | - | - | - | 2,428,472 |
| Total fund balances | 2,473,954 | 4,092,844 | 255,044 | 3,249,966 | 10,071,808 |
| Total liabilities, deferred inflows and fund balances | \$ 6,595,488 | \$ 5,143,915 | \$ 381,647 | \$ 3,844,333 | \$ 15,965,383 |

See accompanying notes and independent auditor's report.

**Village of Calumet Park
Reconciliation of Balance Sheet of Governmental Funds
to the Statement of Net Position
April 30, 2015**

| | |
|---|----------------------|
| Total fund balance - governmental funds (page 18) | \$ 10,071,808 |
| <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. | 11,563,597 |
| Deferred charge on refunding is amortized over the life of the issue for governmental activities, but expensed in the period paid in the governmental funds. | 9,907 |
| Revenues are recognized for governmental activities when earned, regardless of when collected, and not deferred on the statement of net position. | 3,573,546 |
| 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. | (344,681) |
| 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. | 32,224 |
| 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 | (12,940,541) |
| Compensated absences payable | (384,149) |
| Net pension obligation | (24,262) |
| Interest payable | <u>(236,250)</u> |
| Net position of governmental activities (page 14) | <u>\$ 11,321,199</u> |

See accompanying notes and independent auditor's report.

Village of Calumet Park
Statement of Revenues, Expenditures and Changes
in Fund Balances - Governmental Funds
For the Year Ended April 30, 2015

| | General | TIF 2 | 911 Center Construction | Other Governmental Funds | Total Governmental Funds |
|--|------------------|------------------|----------------------------|--------------------------------|--------------------------------|
| Revenues: | | | | | |
| Property taxes | \$ 2,875,287 | \$ 1,285,308 | \$ - | \$ 592,176 | \$ 4,752,771 |
| Other taxes | 736,350 | - | - | - | 736,350 |
| Licenses and permits | 465,360 | - | - | - | 465,360 |
| Intergovernmental | 2,407,096 | - | - | 265,977 | 2,673,073 |
| Grant revenue | 25,728 | - | - | 204,060 | 229,788 |
| Fines and forfeitures | 215,123 | - | - | - | 215,123 |
| Service charges and fees | 536,884 | - | - | - | 536,884 |
| Recreation program fees | 80,973 | - | - | - | 80,973 |
| Interest income | 914 | 286 | 412 | 7,981 | 9,593 |
| Other | 171,899 | - | - | 48,998 | 220,897 |
| Total revenues | 7,515,614 | 1,285,594 | 412 | 1,119,192 | 9,920,812 |
| Expenditures: | | | | | |
| Current: | | | | | |
| Administration | 1,475,968 | 6,590 | 496,823 | 15,268 | 1,994,649 |
| Building | 147,106 | - | - | - | 147,106 |
| Police | 2,865,709 | - | - | 247,117 | 3,112,826 |
| Fire | 1,159,629 | - | - | - | 1,159,629 |
| Street and alley | 1,169,306 | - | - | 575,759 | 1,745,065 |
| Recreation | 436,692 | - | - | - | 436,692 |
| Police Pension | 509,300 | - | - | - | 509,300 |
| Debt Service: | | | | | |
| Principal | - | 1,035,000 | - | 314,459 | 1,349,459 |
| Interest | - | 240,129 | - | 312,149 | 552,278 |
| Fees | - | 5,000 | - | 6,937 | 11,937 |
| Capital outlay | - | - | 3,130,385 | 1,002,016 | 4,132,401 |
| Miscellaneous | - | - | 942 | 21,459 | 22,401 |
| Total expenditures | 7,763,710 | 1,286,719 | 3,628,150 | 2,495,164 | 15,173,743 |
| Revenues under expenditures before other financing sources (uses) | (248,096) | (1,125) | (3,627,738) | (1,375,972) | (5,252,931) |

(cont'd)

Village of Calumet Park
Statement of Revenues, Expenditures and Changes
in Fund Balances - Governmental Funds (cont'd)
For the Year Ended April 30, 2015

| | General | TIF 2 | 911 Center Construction | Other Governmental Funds | Total Governmental Funds |
|---|---------------------|---------------------|----------------------------|--------------------------------|--------------------------------|
| Other financing sources (uses): | | | | | |
| Transfers in | \$ 70,015 | \$ 32,620 | \$ - | \$ 361,294 | \$ 463,929 |
| Transfers out | (505,879) | - | - | (158,050) | (663,929) |
| Total other financing sources (uses) | (435,864) | 32,620 | - | 203,244 | (200,000) |
| Net changes in fund balances | (683,960) | 31,495 | (3,627,738) | (1,172,728) | (5,452,931) |
| Fund balances, beginning of the year | 3,157,914 | 4,061,349 | 3,882,782 | 4,422,694 | 15,524,739 |
| Fund balances, end of the year | \$ 2,473,954 | \$ 4,092,844 | \$ 255,044 | \$ 3,249,966 | \$ 10,071,808 |

See accompanying notes and independent auditor's report.

**Village of Calumet Park
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, 2015**

Amounts reported for governmental activities in the statement of activities (pages 15 and 16) are different because:

| | |
|---|----------------|
| Net changes in fund balances - total governmental funds (page 23) | \$ (5,452,931) |
|---|----------------|

| | |
|--|-----------|
| 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. | 4,300,467 |
|--|-----------|

| | |
|--|---------|
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | 852,110 |
|--|---------|

| | |
|--|-----------|
| 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. | 1,358,442 |
|--|-----------|

| | |
|--|----------|
| 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: | |
| Decrease in compensated absences payable | 37,003 |
| Increase in net pension obligation | (508) |
| Increase in interest payable | (67,718) |
| | (67,718) |

| | |
|---|--------------|
| Change in net position of governmental activities (page 16) | \$ 1,026,865 |
|---|--------------|

See accompanying notes and independent auditor's report.

**Village of Calumet Park
General Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|--------------------|--------------------|---------------------|------------------------------------|
| Revenues: | | | | |
| Property taxes | \$ 3,366,895 | \$ 3,366,895 | \$ 2,875,287 | \$ (491,608) |
| Other taxes | 737,000 | 737,000 | 736,350 | (650) |
| Licenses and permits | 304,800 | 304,800 | 465,360 | 160,560 |
| Intergovernmental | 2,668,000 | 2,668,000 | 2,407,096 | (260,904) |
| Grant revenue | 15,000 | 15,000 | 25,728 | 10,728 |
| Fines and forfeitures | 255,200 | 255,200 | 215,123 | (40,077) |
| Service charges and fees | 409,200 | 409,200 | 536,884 | 127,684 |
| Recreation program fees | 65,000 | 65,000 | 80,973 | 15,973 |
| Interest income | 1,000 | 1,000 | 914 | (86) |
| Other | 75,000 | 75,000 | 171,899 | 96,899 |
| Total revenues | 7,897,095 | 7,897,095 | 7,515,614 | (381,481) |
| Expenditures: | | | | |
| Current: | | | | |
| Administration | 1,300,522 | 1,300,522 | 1,475,968 | (175,446) |
| Building | 235,548 | 235,548 | 147,106 | 88,442 |
| Police | 3,027,247 | 3,027,247 | 2,865,709 | 161,538 |
| Fire | 1,194,080 | 1,194,080 | 1,159,629 | 34,451 |
| Street and alley | 1,167,376 | 1,167,376 | 1,169,306 | (1,930) |
| Recreation | 374,295 | 374,295 | 436,692 | (62,397) |
| Total current | 7,299,068 | 7,299,068 | 7,254,410 | 44,658 |
| Police pension expense | 612,089 | 612,089 | 509,300 | 102,789 |
| Total expenditures | 7,911,157 | 7,911,157 | 7,763,710 | 147,447 |
| Revenues under expenditures before other financing sources (uses) | (14,062) | (14,062) | (248,096) | (234,034) |
| Other financing sources (uses): | | | | |
| Transfers in | 288,000 | 288,000 | 70,015 | (217,985) |
| Transfers out | (290,000) | (290,000) | (505,879) | (215,879) |
| Total other financing sources (uses) | (2,000) | (2,000) | (435,864) | (433,864) |
| Net changes in fund balance | \$ (16,062) | \$ (16,062) | (683,960) | \$ (667,898) |
| Fund balance, beginning of the year | | | 3,157,914 | |
| Fund balance, end of the year | | | \$ 2,473,954 | |

See accompanying notes and independent auditor's report.

**Village of Calumet Park
TIF 2 Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|---|---------------------|---------------------|---------------------|------------------------------------|
| Revenues: | | | | |
| Property taxes | \$ 1,250,000 | \$ 1,250,000 | \$ 1,285,308 | \$ 35,308 |
| Interest income | 200 | 200 | 286 | 86 |
| Other | 200 | 200 | - | (200) |
| Total revenues | 1,250,400 | 1,250,400 | 1,285,594 | 35,194 |
| Expenditures: | | | | |
| Current - administration | 63,000 | 63,000 | 6,590 | 56,410 |
| Debt service: | | | | |
| Principal | 1,035,000 | 1,035,000 | 1,035,000 | - |
| Interest | 240,129 | 240,129 | 240,129 | - |
| Fees | 15,000 | 15,000 | 5,000 | 10,000 |
| Total expenditures | 1,353,129 | 1,353,129 | 1,286,719 | 66,410 |
| Revenues under expenditures before other financing sources | (102,729) | (102,729) | (1,125) | 101,604 |
| Other financing sources - transfers in | - | - | 32,620 | 32,620 |
| Net changes in fund balance | \$ (102,729) | \$ (102,729) | 31,495 | \$ 134,224 |
| Fund balance, beginning of the year | | | 4,061,349 | |
| Fund balance, end of the year | | | \$ 4,092,844 | |

See accompanying notes and independent auditor's report.

Village of Calumet Park
Proprietary Funds - Enterprise Fund
Statement of Net Position (Deficit)
For the Year Ended April 30, 2015

| | Water and Sewer | Refuse | Regional Communication Center | Total |
|-------------------------------------|--------------------|---------------------|-------------------------------------|--------------------|
| Current assets: | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ 200,002 | \$ 200,002 |
| Accounts receivable: | | | | |
| Customers | 259,984 | 123,098 | - | 383,082 |
| Due from other funds | 60,571 | - | - | 60,571 |
| Total current assets | 320,555 | 123,098 | 200,002 | 643,655 |
| Capital assets: | | | | |
| Buildings and improvements | 2,784,322 | - | - | 2,784,322 |
| Equipment | 759,232 | - | - | 759,232 |
| Less accumulated depreciation | (1,710,603) | - | - | (1,710,603) |
| Total capital assets | 1,832,951 | - | - | 1,832,951 |
| Total assets | 2,153,506 | 123,098 | 200,002 | 2,476,606 |
| Liabilities: | | | | |
| Accounts payable | 166,369 | - | - | 166,369 |
| Other liabilities | 23,266 | - | - | 23,266 |
| Due to other funds | 1,746,084 | 602,529 | - | 2,348,613 |
| Total liabilities | 1,935,719 | 602,529 | - | 2,538,248 |
| Net position (deficit): | | | | |
| Net investment in capital assets | 1,832,951 | - | - | 1,832,951 |
| Unrestricted | (1,615,164) | (479,431) | 200,002 | (1,894,593) |
| Total net position (deficit) | \$ 217,787 | \$ (479,431) | \$ 200,002 | \$ (61,642) |

See accompanying notes and independent auditor's report.

Village of Calumet Park
Proprietary Funds - Enterprise Fund
Statement of Revenues, Expenses and Changes in Fund Net Position (Deficit)
For the Year Ended April 30, 2015

| | Water and Sewer | Refuse | Regional Communication Center | Total |
|---|--------------------|---------------------|-------------------------------------|--------------------|
| Operating revenues: | | | | |
| Water charges | \$ 1,353,395 | \$ - | \$ - | \$ 1,353,395 |
| Sewer charges | 394,480 | - | - | 394,480 |
| Refuse charges | - | 508,116 | - | 508,116 |
| Total operating revenues | 1,747,875 | 508,116 | - | 2,255,991 |
| Operating expenses: | | | | |
| Salaries and wages | 167,791 | - | - | 167,791 |
| Insurance and benefits | 109,334 | - | - | 109,334 |
| Contractual services | 1,312,399 | 437,922 | - | 1,750,321 |
| Supplies and materials | 47,231 | - | - | 47,231 |
| Miscellaneous | 1,548 | - | - | 1,548 |
| Depreciation | 126,933 | - | - | 126,933 |
| Total operating expenses | 1,765,236 | 437,922 | - | 2,203,158 |
| Operating income (loss) | (17,361) | 70,194 | - | 52,833 |
| Nonoperating income: | | | | |
| Interest | 299 | - | 2 | 301 |
| Miscellaneous | 29,625 | - | - | 29,625 |
| Total nonoperating income | 29,924 | - | 2 | 29,926 |
| Income (loss) before transfers | 12,563 | 70,194 | 2 | 82,759 |
| Transfer in | - | - | 200,000 | 200,000 |
| Changes in net position (deficit) | 12,563 | 70,194 | 200,002 | 282,759 |
| Net position (deficit), beginning of the year | 205,224 | (549,625) | - | (344,401) |
| Net position (deficit), end of the year | \$ 217,787 | \$ (479,431) | \$ 200,002 | \$ (61,642) |

See accompanying notes and independent auditor's report.

**Village of Calumet Park
Proprietary Funds - Enterprise Fund
Statement of Cash Flows
For the Year Ended April 30, 2015**

| | Water and Sewer | Refuse | Regional Communication Center | Total |
|--|--------------------|------------------|-------------------------------------|-------------------|
| Cash flows from operating activities: | | | | |
| Cash received from customers | \$ 1,743,713 | \$ 498,149 | \$ - | \$ 2,241,862 |
| Cash received from other sources | 29,625 | - | - | 29,625 |
| Cash payments to vendors for goods and services | (1,396,604) | (477,282) | - | (1,873,886) |
| Cash payments to employees | (181,518) | - | - | (181,518) |
| Net cash from operating activities | <u>195,216</u> | <u>20,867</u> | <u>-</u> | <u>216,083</u> |
| Cash flows from capital financing activities - purchase of capital assets | (16,650) | - | - | (16,650) |
| Cash flows from noncapital financing activities: | | | | |
| Advances from other funds | (607,656) | (20,867) | - | (628,523) |
| Transfers from other funds | - | - | 200,000 | 200,000 |
| Net cash from noncapital financing activities | <u>(607,656)</u> | <u>(20,867)</u> | <u>200,000</u> | <u>(428,523)</u> |
| Cash flows from investing activities - interest income | 299 | - | 2 | 301 |
| Net increase in cash | <u>(428,791)</u> | <u>-</u> | <u>200,002</u> | <u>(228,789)</u> |
| Cash and cash equivalents, beginning of the year | 428,791 | - | - | 428,791 |
| Cash and cash equivalents, end of the year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 200,002</u> | <u>\$ 200,002</u> |
| Reconciliation of operating income (loss) to cash from operating activities: | | | | |
| Operating income (loss) | \$ (17,361) | \$ 70,194 | \$ - | \$ 52,833 |
| Adjustments to reconcile operating income (loss) to net cash from operating activities: | | | | |
| Depreciation | 126,933 | - | - | 126,933 |
| Nonoperating income - miscellaneous | 29,625 | - | - | 29,625 |
| (Increase) decrease in accounts receivable | (4,162) | (9,967) | - | (14,129) |
| Increase (decrease) in accounts payable | 73,908 | (39,360) | - | 34,548 |
| Decrease in other liabilities | (13,727) | - | - | (13,727) |
| Net cash from operations | <u>\$ 195,216</u> | <u>\$ 20,867</u> | <u>\$ -</u> | <u>\$ 216,083</u> |

See accompanying notes and independent auditor's report.

**Village of Calumet Park
Fiduciary Funds
Statement of Net Position
April 30, 2015**

| Assets | Total | Pension Trust Fund Police Pension Fund | Agency Fund Performance Bond Fund |
|--|---------------------|---|--|
| Assets: | | | |
| Cash | \$ 628,905 | \$ 536,915 | \$ 91,990 |
| Investments | 7,011,397 | 7,011,397 | - |
| Due from other funds | 298,372 | 297,072 | 1,300 |
| Total assets | \$ 7,938,674 | \$ 7,845,384 | \$ 93,290 |
| Liabilities and Net Position | | | |
| Liabilities: | | | |
| Due to other funds | \$ 2,725 | \$ 225 | \$ 2,500 |
| Deposits held | 90,790 | - | 90,790 |
| Total liabilities | 93,515 | 225 | 93,290 |
| Net position restricted for pension benefits | 7,845,159 | 7,845,159 | - |
| Total liabilities and net position | \$ 7,938,674 | \$ 7,845,384 | \$ 93,290 |

See accompanying notes and independent auditor's report.

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

| | |
|---|--------------|
| Additions: | |
| Contributions: | |
| Employer | \$ 499,035 |
| Employee | 126,535 |
| | 625,570 |
| Total contributions | |
| | 625,570 |
| Other income: | |
| Investment income | 357,027 |
| Valuation income | 106,989 |
| | 464,016 |
| Total other income | |
| | 464,016 |
| Total additions | |
| | 1,089,586 |
| Deductions: | |
| Benefits and refunds | 765,338 |
| Administrative | 20,809 |
| | 786,147 |
| Total deductions | |
| | 786,147 |
| Changes in net position | |
| | 303,439 |
| Net position restricted for pension benefits: | |
| Beginning of the year | 7,541,720 |
| | 7,541,720 |
| End of the year | \$ 7,845,159 |
| | \$ 7,845,159 |

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 127th Street, Calumet Park, Illinois.

B. Government-wide and Fund Financial Statements

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

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

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

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

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.

911 Center Construction Fund – The 911 Center Construction Fund is used to account for the accumulation of revenues for and related expenditures incurred in connection with major construction of a new 911 Center.

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. The Village has presented the Water and Sewer Fund as a single fund in the current year as the activities are closely related.

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

Regional Communication Center Fund – Accounts for the separate fee charged to users for 911 services. All activities necessary to provide such services are accounted for in this Fund including, but not limited to, administration, operations, maintenance, finance, and billing and collection. The operations of the Center had not begun as of April 30, 2015.

Additionally, the Village reports the following fund types:

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

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

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

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

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

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

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

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

Use of Estimates – The preparation of government-wide and proprietary fund financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and reported amounts of revenue and expenses during the accounting period. Within the Water and Sewer, and Refuse Funds, the Village grants unsecured credit to its customers and monitors exposure for credit losses. The Village has determined that an allowance for uncollectible accounts of \$25,000 in the Water and Sewer Fund is sufficient at April 30, 2015, based on the age of the receivables and the current economic environment. No allowance was considered necessary in the Refuse Fund. Receivables outstanding for over one year at April 30, 2015 are not considered significant. The Village is depreciating capital assets over their estimated useful lives.

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

1. Deposits and Investments

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

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

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

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

1. Deposits and Investments (cont'd)

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

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

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

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

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

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

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

1. Deposits and Investments (cont'd)

Investments (cont'd)

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

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

2. Investment in Real Estate

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

3. Receivables and Payables

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

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

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

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

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

3. Receivables and Payables (cont'd)

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

Property taxes are based on the assessed valuation of the Village's real property as equalized by the state of Illinois. The equalized assessed valuation of real property totaled \$67,001,734 for the calendar year 2014.

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. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods, and are recorded as prepaid items in both government-wide and fund financial statements.

5. Capital Assets

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

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

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)

5. Capital Assets (cont'd)

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 |

6. 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 to thirty days at full pay, provided the employee has given proper notice of separation. All vacation earned for a calendar year must be used within the same calendar year. Vacation and sick pay is accrued when earned, in proprietary funds, 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.

7. 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.

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 “invested in capital assets, net of related debt.”

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. The Village has nonspendable fund balance at April 30, 2015 in the General Fund of \$45,482 intended to offset prepaid items.

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

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)

capital outlay in accordance with the terms of the Series 2010B bond issue and Series 2014B bond issue, respectively.

Committed fund balance is constrained by formal actions of the Village's Board of Trustees, which is considered the Village's highest level of decision making authority. Formal actions include ordinances approved by the Board. There was no committed fund balance at April 30, 2015.

Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose; certain funds balances of special revenue funds not restricted are considered assigned for the purpose of the fund. The remaining portion of the General Fund's fund balance is considered unassigned.

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)

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 is allocated over their estimated useful lives and reported as depreciation expense.” The details of this difference are as follows:

| | | |
|--|----|--------------------------------|
| Capital outlay | \$ | 4,875,273 |
| Depreciation | | <u>(574,806)</u> |
| Net increase to net change in fund balances – total governmental funds to arrive at change in net position of governmental activities | | \$ <u>4,300,467</u> |

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 issuance costs, 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 \$1,358,442 difference are as follows:

| | | |
|--|----|--------------------------------|
| Discount on debt issued: | | |
| Amortization of prior year discounts on debt issued | \$ | (7,334) |
| Premium on debt issued: | | |
| Amortization of prior year premiums on debt issued | | 20,791 |
| Principal repayments – general obligation debt | | 1,349,459 |
| Gain on advance refunding of debt: | | |
| Amortization of prior year deferred gain | | <u>(4,474)</u> |
| Net adjustment to increase net changes in fund balance – total governmental funds to arrive at changes in net position of governmental activities | | \$ <u>1,358,442</u> |

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 funds listed below, 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.
- The Village did not adopt a budget for the School District 132 Grant (Special Revenue) Fund.
- Expenditures exceeded budget in the Motor Fuel Tax, TIF 3, Debt Service Water, Sewer and Refuse Funds by \$194,998, \$312,992, \$29,009, \$82,514, \$18,254 and \$8,922, respectively.
- The legal level of control (level at which expenditures may not exceed budget/appropriations) is at the fund level. Budget/appropriations lapse at fiscal year end. There were no supplemental appropriations during the year.

B. Deficit Fund Equity

The Refuse Fund (Enterprise Fund) has a deficit net position of \$479,431. Funding of this deficit is expected from future operating surpluses, as the Village has committed to scheduled rate increases to eliminate deficits in the Enterprise Funds, or transfers from the General Fund.

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

IV. Detailed Notes On All Funds

A. Deposits and Investments

At year end, the carrying amount of the Village's (primary government) deposits was \$2,453,845, and the bank balance was \$3,088,081. The Village's primary government also had deposits in money market funds treated as cash equivalents with a carrying value of \$5,042,474 and a bank balance of \$5,037,987. Cash on hand was \$118. The carrying amount and bank balance of the fiduciary funds not included within the primary government are \$628,905 and \$638,904, respectively. The carrying amount and bank balance of the discretely presented component unit (Calumet Park Public Library) were \$68,891 and \$68,891, respectively. The component unit also has funds invested with the Illinois Funds with a carrying amount and bank balance of \$168,962, which is being treated as a cash equivalent.

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

| Type of Investment | Fair Value | Less Than 1 Year | 1 – 5 Years | 6 - 10 Years |
|--------------------------|---------------------|---------------------|-------------------|-------------------|
| Pension Fund | | | | |
| Mutual funds | \$ 4,453,706 | \$ 4,453,706 | \$ - | \$ - |
| Certificates of deposit | 2,141,680 | 1,536,639 | 605,041 | - |
| U.S. Treasury notes | 416,011 | 100,402 | 103,719 | 211,890 |
| Total investments | \$ 7,011,397 | \$ 6,090,747 | \$ 708,760 | \$ 211,890 |

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 (\$3,547,474), intergovernmental revenues (\$534,206), and customer and other accounts (\$209,059). 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, 2015 were collected subsequent to year end. Accounts receivable in the Enterprise Funds represent amounts due for water, sewer and refuse services.

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received but not yet earned. At the end of the current fiscal period, unearned revenue in the governmental funds included a liability recognized in the General Fund for income taxes collected by the State for April 2015 liability period not remitted to the Village within sixty days of year end (\$96,339) and amounts billed by the Village prior to April 30, 2015 for video game licenses for the fiscal year May 1, 2015 through April 30, 2016.

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, 2015 is as follows:

| | Balances May 1, 2014 | Additions | Retirements | Balances April 30, 2015 |
|---|-------------------------|---------------------|-------------|----------------------------|
| Governmental Activities | | | | |
| Capital assets not being depreciated - land | \$ 1,245,417 | \$ - | \$ - | \$ 1,245,417 |
| Capital assets being depreciated: | | | | |
| Buildings and improvements | 2,494,326 | 3,686,685 | - | 6,181,011 |
| Infrastructure | 4,978,394 | 318,726 | - | 5,297,120 |
| Equipment | 2,259,678 | 746,178 | - | 3,005,856 |
| Vehicles | 3,805,011 | 123,684 | - | 3,928,695 |
| | <u>13,537,409</u> | <u>4,875,273</u> | <u>-</u> | <u>18,412,682</u> |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | 1,407,782 | 64,045 | - | 1,471,827 |
| Infrastructure | 1,263,105 | 264,856 | - | 1,527,961 |
| Equipment | 1,764,546 | 73,847 | - | 1,838,393 |
| Vehicles | 3,084,263 | 172,058 | - | 3,256,321 |
| | <u>7,519,696</u> | <u>574,806</u> | <u>-</u> | <u>8,094,502</u> |
| Total capital assets being depreciated, net | <u>6,017,713</u> | <u>4,300,467</u> | <u>-</u> | <u>10,318,170</u> |
| Governmental activities, capital assets, net | <u>\$ 7,263,130</u> | <u>\$ 4,300,467</u> | <u>\$ -</u> | <u>\$ 11,563,597</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, 2014 | Additions | Retirements | Balances April 30, 2015 |
|--|-------------------------|---------------------|-------------|----------------------------|
| Business-type Activities | | | | |
| Capital assets being depreciated: | | | | |
| Buildings and improvements | \$ 2,784,322 | \$ - | \$ - | \$ 2,784,322 |
| Equipment | 742,582 | 16,650 | - | 759,232 |
| | 3,526,904 | 16,650 | - | 3,543,554 |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | 1,113,653 | 92,108 | - | 1,205,761 |
| Equipment | 470,017 | 34,825 | - | 504,842 |
| | 1,583,670 | 126,933 | - | 1,710,603 |
| Business-type activities, capital assets, net | \$ 1,943,234 | \$ (110,283) | \$ - | \$ 1,832,951 |

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

| | |
|---|-------------------|
| General government | \$ 280,055 |
| Public safety | 213,481 |
| Public works | 52,008 |
| Culture and recreation | 29,262 |
| | 574,806 |
| Total depreciation – governmental activities | \$ 574,806 |

Capital asset activity for the component unit for the year ended April 30, 2015 is as follows:

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

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

C. Capital Assets (cont'd)

| | <u>Balances May 1, 2014</u> | <u>Additions</u> | <u>Retirements</u> | <u>Balances April 30, 2015</u> |
|--|---------------------------------|-------------------|--------------------|------------------------------------|
| Capital assets being depreciated – building improvements and equipment | \$ 59,272 | \$ - | \$ - | \$ 59,272 |
| Less accumulated depreciation for building improvements and equipment | <u>32,944</u> | <u>3,151</u> | <u>-</u> | <u>36,095</u> |
| Total capital assets being depreciated, net | \$ 26,328 | \$ (3,151) | \$ - | \$ 23,177 |

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of April 30, 2015 is as follows:

| <u>Fund</u> | <u>Due From</u> | <u>Due To</u> |
|--------------------------------|-----------------|---------------|
| General Fund: | | |
| TIF 2 | \$ 129,520 | \$ - |
| Nonmajor Governmental | 92,186 | 1,262,320 |
| Water and Sewer | 1,744,784 | 60,571 |
| Refuse | 602,529 | - |
| Fiduciary (Pension Trust) Fund | 225 | 297,072 |
| Fiduciary (Agency) Fund | - | - |
| TIF 2 Fund: | | |
| General | - | 129,520 |
| Nonmajor Governmental Funds | - | 231,936 |
| Nonmajor Governmental Funds: | | |
| General | 1,262,320 | 92,186 |
| TIF 2 | 231,936 | - |
| Nonmajor Governmental Funds | 6,727 | 6,727 |
| Fiduciary (Agency) Fund | 2,500 | - |
| Water and Sewer: | | |
| General | 60,571 | 1,744,784 |
| Fiduciary (Agency) Fund | - | 1,300 |

(cont'd)

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

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

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

| Fund | Due From | Due To |
|--|---------------------|---------------------|
| Refuse: | | |
| General | \$ - | \$ 602,529 |
| Fiduciary (Pension Trust) Fund - General | 297,072 | - |
| Fiduciary (Agency) Fund: | | |
| General | - | 225 |
| Nonmajor Governmental Funds | - | 2,500 |
| Water | 1,300 | - |
| | <u>\$ 4,431,670</u> | <u>\$ 4,431,670</u> |

The outstanding balances between funds result mainly from the time lag between the dates that: (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The outstanding balance between the General Fund and the Police Pension Fund represents property taxes levied by the Village on behalf of the Police Pension Fund that had not been collected as of April 30, 2015.

The composition of interfund transfers for the year ended April 30, 2015 is as follows:

| Fund | Transfer In | Transfer Out |
|---|-------------------|-------------------|
| General Fund – Nonmajor Governmental Funds | \$ 70,015 | \$ 70,015 |
| Nonmajor Governmental Funds – General Fund | 305,879 | 305,879 |
| Regional Communication Center Fund – General Fund | 200,000 | 200,000 |
| TIF 2 Fund – Nonmajor Governmental Funds | 32,620 | 32,620 |
| Nonmajor Governmental Funds – Nonmajor Governmental Funds | 55,415 | 55,415 |
| | <u>\$ 663,929</u> | <u>\$ 663,929</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.

| | <u>Outstanding</u> |
|---|--------------------|
| 2005A Tax Increment Refunding Bonds Series, original principal \$2,505,000, due annually on December 1 at amounts ranging from \$105,000 to \$285,000 through December 1, 2018, interest payable semiannually at rates ranging from 3.80% to 4.00%. Subsequent to year end, the Village issued Series 2015A Tax Increment Refunding Bonds and used the proceeds to pay off the outstanding balance on these bonds. | \$ 620,000 |
| 2005B Tax Increment Bonds Series, original principal \$1,935,000, due annually on December 1 at amounts ranging from \$105,000 to \$230,000 through December 1, 2019, interest payable semiannually at rates ranging from 3.75% to 4.50%. Subsequent to year end, the Village issued Series 2015A Tax Increment Refunding Bonds and used the proceeds to pay off the outstanding balance on these bonds. | 875,000 |
| 2006 General Obligation Tax Increment Taxable Bonds Series, original principal \$965,000, due annually on December 1 at amounts ranging from \$40,000 to \$110,000 through December 1, 2025, interest payable semiannually at rates ranging from 6.10% to 6.35%. Subsequent to year end, the Village issued Series 2015B Tax Increment Refunding Bonds and used the proceeds to pay off the outstanding balance on these bonds. | 785,000 |
| 2010A General Obligation TIF Refunding Bonds Series, original principal \$4,690,000, due annually on December 1, commencing in 2011, at amounts ranging from \$475,000 to \$790,000 through December 1, 2019, interest payable semiannually at rates ranging from 3.00% to 3.80%. | 3,130,000 |

(cont'd)

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)

| | <u>Outstanding</u> |
|--|------------------------------------|
| <p>2010B General Obligation Bonds Series, original principal \$2,500,000, due annually on December 1, commencing in 2012, at amounts ranging from \$170,000 to \$345,000 through December 1, 2020, interest payable semiannually at rates ranging from 2.50% to 4.00%.</p> | <p>\$ 1,710,000</p> |
| <p>2012 General Obligation Bonds Series, original principal \$210,000, due annually on February 1, commencing in 2015, at amounts ranging from \$9,459 to \$33,296 through February 1, 2025, interest payable semiannually at weekly rate as provided in Indenture of Trust by and between SSJAWA and bank. Subsequent to year end, the Village repaid their entire obligation and disconnected from the SSJAWA.</p> | <p>200,541</p> |
| <p>2014A General Obligation TIF Refunding Bonds Series, original principal \$1,440,000, due annually on December 1, commencing in 2014, at amounts ranging from \$215,000 to \$295,000 through December 1, 2019, interest payable semiannually at rates ranging from 4.00% to 5.00%.</p> | <p>1,245,000</p> |
| <p>2014B General Obligation Bonds Series, original principal \$4,375,000, due annually on December 1, commencing in 2017, at amounts ranging from \$30,000 to \$405,000 through December 1, 2034, interest payable semiannually at rates ranging from 4.00% to 5.75%.</p> | <p><u>4,375,000</u></p> |
| <p>Total general obligation bonds</p> | <p><u>\$ 12,940,541</u></p> |

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

In September 2015, the Village issued Series 2015A and Series 2015B Tax Increment Refunding Bonds and deposited the proceeds into an escrow account for the purpose of refunding the remaining obligation on the Series 2005A Tax Increment Refunding Bonds, 2005B Tax Increment Bonds, and 2006 General Obligation Tax Increment Taxable Bonds series. The debt service requirements to maturity shown below incorporate future principal and interest on the Series 2015 A and 2015B issues, and exclude the refunded Series 2005A, 2005B and 2006 issues.

| Year Ending April 30, | Total | Principal | Interest |
|--------------------------|----------------------|----------------------|---------------------|
| 2016 | \$ 1,788,498 | \$ 1,325,541 | \$ 462,957 |
| 2017 | 1,953,010 | 1,490,000 | 463,010 |
| 2018 | 1,998,532 | 1,580,000 | 418,532 |
| 2019 | 2,044,268 | 1,675,000 | 369,268 |
| 2020 | 2,070,926 | 1,760,000 | 310,926 |
| 2021 - 2025 | 2,604,862 | 1,530,000 | 1,074,862 |
| 2026 - 2030 | 2,137,825 | 1,390,000 | 747,825 |
| 2031 – 2035 | 2,139,875 | 1,815,000 | 324,875 |
| | <u>\$ 16,737,796</u> | <u>\$ 12,565,541</u> | <u>\$ 4,172,255</u> |

Changes in Long-term Debt – The following is a summary of debt transactions for the year ended April 30, 2015:

| | May 1, 2014 | Additions | Retirements | April 30, 2015 |
|------------------------------|----------------------|---------------|---------------------|----------------------|
| General obligation bonds | \$ 14,290,000 | \$ - | \$ 1,349,459 | \$ 12,940,541 |
| Bond premium | 365,472 | - | 20,791 | 344,681 |
| Net pension obligation | 23,755 | 508 | - | 24,263 |
| Compensated absences payable | 421,151 | - | 37,003 | 384,148 |
| | <u>\$ 15,100,378</u> | <u>\$ 508</u> | <u>\$ 1,407,253</u> | <u>\$ 13,693,633</u> |

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

V. Other Information

A. Risk Management

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

B. Tax Increment Redevelopment Project

The Village had established Tax Increment Financing Districts I and II in December 1995 and September 2000, respectively. In addition, the Village established 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 Tax Increment Financing District I expired in the current year and its remaining assets and liabilities were assumed by adjacent TIF Districts.

The base equalized assessed valuation (EAV), as well as the incremental change equalized assessed valuation for these districts (2014 EAV latest available), is as follows:

| | Base EAV | 2014 EAV |
|--------------|--------------|--------------|
| District II | \$ 1,219,493 | \$ 8,728,706 |
| District III | 9,302,564 | 6,758,657 |
| District IV | 1,510,819 | 1,858,698 |
| District V | - | 538,762 |

C. Pension and Retirement Plan Commitments

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

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

V. Other Information (cont'd)

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

1. Illinois Municipal Retirement Fund ("IMRF")

The Village and its component unit (Library) contribute to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. IMRF provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained on-line at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly.

Plan Descriptions, Provisions and Funding Policies

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Participating members hired before January 1, 2011 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.

For participating members hired on or after January 1, 2011 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 \$110,631 at January 1, 2014. 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. These benefit provisions and all other requirements are established by state statute. Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The District is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer annual required contribution rate for calendar years 2014 and 2015 was 19.93% and 15.77%, respectively, of annual 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)

1. Illinois Municipal Retirement Fund ("IMRF") (cont'd)

Funding Policy and Annual Pension Cost

The net pension liability of \$24,263 was comprised of the following:

| | | |
|---|----|----------------|
| Annual required contribution | \$ | 243,221 |
| Interest on the net pension asset | | 1,782 |
| Adjustment to the ARC | | <u>(1,274)</u> |
| Annual pension cost | | 243,729 |
| 2015 contribution | | <u>243,221</u> |
| Increase in pension liability | | 508 |
| Net pension liability at April 30, 2014 | | <u>23,755</u> |
| Net pension liability at April 30, 2015 | \$ | <u>24,263</u> |

The increase in the pension liability for the year ended April 30, 2015 was allocated across major functions on a pro rata basis.

The required contribution was determined as part of the December 31, 2012 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.5% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.0% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year, depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. 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 a 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 an open basis. The remaining amortization period at December 31, 2015 was 29 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)

1. **Illinois Municipal Retirement Fund ("IMRF")** (cont'd)

Trend Information

The employer annual pension cost (APC) and the percentage of the APC contributed for the last three fiscal years are as follows:

| Fiscal Year Ended | Annual Pension Cost (APC) | Percentage of APC Contributed |
|-------------------------|---------------------------------|-------------------------------------|
| 4/30/15 | \$ 243,729 | 100 % |
| 4/30/14 | 243,117 | 100 |
| 4/30/13 | 217,692 | 100 |

Funding Status and Funding Progress – As of December 31, 2014, the most recent actuarial valuation date, the Regular plan was 61.80% funded. The actuarial accrued liability for benefits was \$3,156,662 and the actuarial value of assets was \$1,950,968, resulting in an underfunded actuarial accrued liability (UAAL) of \$1,205,694. The covered payroll (annual payroll of active employees covered by the plan) was \$1,351,300 and the ratio of the UAAL to the covered payroll was 89%.

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

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

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

2. **Sheriff's Law Enforcement Personnel**

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.

Funding Policy – As set by statute, SLEP plan members are required to contribute 7.5 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 rate for calendar years 2014 and 2015 were 13.69% and 13.22%, respectively, of payroll. The Village also contributes for disability 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.

Annual Pension Cost – For fiscal year ended April 30, 2015, the Village's annual pension cost of \$12,838 for the SLEP plan was equal to the Village's required and actual contributions.

| Fiscal Year Ended | Annual Pension Cost (APC) | Percentage of APC Contributed |
|-------------------------|---------------------------------|-------------------------------------|
| 4/30/15 | \$ 13,016 | 100 % |
| 4/30/14 | 12,838 | 100 |
| 4/30/13 | 12,287 | 100 |

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

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

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

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

Annual Pension Cost (cont'd)

The required contribution for 2014 was determined as part of the December 31, 2012 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included: (a) 7.50% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.0% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the SLEP's assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period using a 20% corridor between the actuarial and market value of assets. The Village's SLEP plan's overfunded actuarial accrued liability at December 31, 2013 is being amortized as a level percentage of projected payroll on an open 29 year basis.

Funding Status and Funding Progress – As of December 31, 2014, the most recent actuarial valuation date, the Regular plan was 107.75% funded. The actuarial accrued liability for benefits was \$249,378 and the actuarial value of assets was \$268,698, resulting in an overfunded actuarial accrued liability (OAAL) of \$19,320. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$95,568. Because the plan is overfunded, there is no ratio of the UAAL to the covered payroll.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

3. **Police Pension**

The Police Pension Plan, which is a defined contribution single-employer pension plan, covers all nonclerical personnel of the Police Department. The Village has not had an actuarial valuation performed for the Police Pension Plan since April 30, 2010. The independent auditor's report has been qualified for this departure from generally accepted accounting principles. All actuarial disclosures are as of the most recent valuation. The Village's payroll for employees covered by the Police Pension Plan for the year ended April 30, 2015 was \$1,415,374. At April 30, 2015, the Police Pension Plan's membership consisted of:

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

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

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

3. **Police Pension** (cont'd)

| | |
|---|------------------|
| Retirees and beneficiaries currently receiving benefits, and terminated employees entitled to benefits but not yet receiving them | 17 |
| Current employees | <u>19</u> |
| Total | <u>36</u> |

The Police Pension Plan provides retirement benefits, as well as death and disability benefits. Employees attaining the age of fifty or more, with twenty or more years of creditable service, are entitled to receive an annual retirement benefit of one half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Employees with at least eight years, but less than twenty years, of credited service may retire at or after age sixty and receive a reduced benefit.

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

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

Methods Used to Value Investments – Investments are recorded at fair value (at April 30, 2015, cost was \$5,922,632). Fixed income securities are valued at the last reported sales price at current exchange rates. Investment income is recognized as earned.

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

V. Other Information (cont'd)

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

3. Police Pension (cont'd)

Contributions – Although this is a single-employer plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes, and may be amended only by the Illinois legislature. The Fund's funding policy provides for actuarially determined periodic contributions at rates that, for individual employees, accumulate assets gradually over time so that sufficient assets will be available to pay benefits when due.

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 twenty years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the Plan, as actuarially determined by an enrolled actuary. By the year 2040, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded.

Funding Status and Progress – The amount shown below as the "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and stop-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure is intended to help users assess the funding status of the system on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among employers. The measure is the actuarial present value of credited projected benefits, and is independent of the funding method used to determine contributions to the system.

The latest actuarial valuation was performed as of April 30, 2010, using the entry age normal cost method. The unfunded actuarial accrued liability is being amortized on a level percentage of payroll method. The following actuarial assumptions were used:

| | |
|---|---------------------------|
| Interest rate assumption | 7.00% compounded annually |
| Mortality rate assumption | 1971 Group Annuity |
| Decrement assumption other than mortality | Experience Tables |
| Salary progression assumption | 5.50% compounded annually |
| Status of Social Security in assumption | None |

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

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

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

3. **Police Pension (cont'd)**

Funding Status and Progress (cont'd)

The actuarial accrued liability and net position held in trust for pension benefits at April 30, 2010 is presented below:

Actuarial accrued liability:

| | |
|---|---------------------|
| Retirees and beneficiaries currently receiving benefits, and terminated employees not yet receiving benefits | \$ 5,770,976 |
| Current employees: | |
| Accumulated employee contributions, including allocated investment earnings | - |
| Employer-financed, vested | - |
| Employer-financed, nonvested | <u>4,637,998</u> |
| Total actuarial accrued liability | 10,408,974 |
| Net position available for benefits, at market | <u>5,105,141</u> |
| Unfunded actuarial accrued liability | <u>\$ 5,303,833</u> |

Information regarding actuarial present value of vested and nonvested accumulated benefits is not available.

Actuarially Determined Contribution Requirements and Contributions Made – As of April 30, 2015, the Village's annual required contribution, computed using the projected unit cost method, to cover normal cost was calculated to be \$314,249 (22.20% of annual covered payroll), and the annual required contribution necessary to amortize the unfunded actuarial accrued liability over a period of 25 years was calculated to be \$319,142. It is the Village's policy to fund annual pension cost as accrued. Total contributions to the Police Pension Fund by the Village totaled \$499,035 for the current year.

Trend Information – Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Trend information for the six (most recently available) plan years ended April 30, 2010, 2009, 2008, 2007, 2006 and 2005, respectively, is as follows:

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

V. Other Information (cont'd)

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

3. Police Pension (cont'd)

Trend Information (cont'd)

| Actuarial Valuation Date | Annual Pension Cost (APC) | Percentage of APC Contributed |
|--------------------------------|---------------------------------|-------------------------------------|
| 4/30/10 | \$ 541,187 | 113.0 % |
| 4/30/09 | 534,379 | 97.5 |
| 4/30/08 | 472,428 | 99.4 |
| 4/30/07 | 455,410 | 96.3 |
| 4/30/06 | 406,692 | 85.4 |
| 4/30/05 | 380,752 | 69.9 |

| Actuarial Valuation Date | Employer Contributions Required | As a % of Annual Covered Payroll | Employer Contributions Made | As a % of Annual Covered Payroll |
|--------------------------------|---------------------------------------|---|-----------------------------------|---|
| 4/30/10 | \$ 541,187 | 49 % | \$ 611,737 | 55 % |
| 4/30/09 | 534,379 | 39 | 480,659 | 35 |
| 4/30/08 | 472,428 | 39 | 460,604 | 38 |
| 4/30/07 | 455,410 | 38 | 452,769 | 37 |
| 4/30/06 | 406,692 | 37 | 391,624 | 35 |
| 4/30/05 | 380,752 | 40 | 325,000 | 34 |

The required supplementary information, a schedule of funding progress for the last six years, may be found on page 67, and a schedule of revenues by source and expenses by type for the last six years may be found on page 68.

D. Contingent Liabilities

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

REQUIRED SUPPLEMENTARY INFORMATION

**Village of Calumet Park
Illinois Municipal Retirement Fund
Required Supplementary Information -
Schedule of Funding Progress
April 30, 2015**

| Actuarial Valuation Date | Actuarial Value of Assets | Actuarial Accrued Liability (AAL) - Entry Age | Unfunded AAL (UAAL) | Funded Ratio | Covered Payroll | UAAL as a Percentage of Covered Payroll |
|--------------------------|---------------------------|---|---------------------|--------------|-----------------|---|
| 12/31/14 | \$ 1,950,968 | \$ 3,156,662 | \$ 1,205,694 | 61.80% | \$ 1,351,300 | 89.22% |
| 12/31/13 | 2,222,309 | 3,243,529 | 1,021,220 | 68.52% | 1,241,363 | 82.27% |
| 12/31/12 | 1,902,344 | 3,652,667 | 1,750,323 | 52.08% | 1,262,884 | 138.60% |
| 12/31/11 | 1,607,247 | 3,199,405 | 1,592,158 | 50.24% | 1,275,574 | 124.82% |
| 12/31/10 | 2,001,588 | 3,399,435 | 1,397,847 | 58.88% | 1,425,977 | 98.03% |
| 12/31/09 | 3,151,550 | 3,932,354 | 780,804 | 80.14% | 1,418,722 | 55.04% |
| SLEP | | | | | | |
| 12/31/14 | 268,698 | 249,378 | (19,320) | 107.75% | 95,568 | 0.00% |
| 12/31/13 | 232,944 | 211,042 | (21,902) | 110.38% | 92,255 | 0.00% |
| 12/31/12 | 201,470 | 188,186 | (13,284) | 107.06% | 91,673 | 0.00% |
| 12/31/11 | 173,535 | 166,385 | (7,150) | 104.30% | 89,524 | 0.00% |
| 12/31/10 | 151,080 | 142,489 | (8,591) | 106.03% | 88,034 | 0.00% |
| 12/31/09 | 128,520 | 123,431 | (5,089) | 104.12% | 86,719 | 0.00% |

See independent auditor's report.

**Village of Calumet Park
Police Pension Fund
Required Supplementary Information -
Schedule of Funding Progress
April 30, 2015**

| Plan Year | Net Position Available For Benefits (Lower of Cost or Market) | Pension Benefit Obligation | Percentage Funded | Unfunded Pension Benefit Obligation | Annual Covered Payroll | Unfunded Pension Benefit Obligation as a Percentage of Covered Payroll |
|--------------|---|----------------------------------|----------------------|--|------------------------------|---|
| 4/30/10 | \$ 5,105,141 | \$10,408,974 | 49% | \$ 5,303,833 | \$ 1,111,276 | 477% |
| 4/30/09 | 5,035,794 | 10,899,010 | 46% | 5,863,216 | 1,359,079 | 431% |
| 4/30/08 | 5,200,964 | 10,704,112 | 49% | 5,503,148 | 1,196,240 | 460% |
| 4/30/07 | 5,265,014 | 10,511,768 | 50% | 5,246,754 | 1,212,317 | 433% |
| 4/30/06 | 4,923,636 | 9,639,407 | 51% | 4,715,771 | 1,110,824 | 425% |
| 4/30/05 | 4,359,935 | 9,277,016 | 47% | 4,917,081 | 960,985 | 512% |

Analysis of the dollar amount of net position available for benefits, pension benefit obligation, and unfunded pension benefit obligation in isolation can be misleading. Expressing the net assets available for benefits as a percentage of the pension benefit obligation provides one indication of the funding status on a going-concern basis. Analysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the Public Employee Retirement System ("PERS"). Trends in unfunded pension benefit obligation as a percentage of the annual covered payroll are both affected by inflation. Expressing the unfunded pension benefit obligation as a percentage of the annual covered payroll approximately adjusts for the effects of inflation, and aids in the analysis of progress made in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the PERS.

See independent auditor's report.

**Village of Calumet Park
Police Pension Fund
Required Supplementary Information -
Schedule of Revenues By Source and Expenses By Type
April 30, 2015**

Revenues By Source

| Fiscal Year | Employee Contributions | Employer Contributions | Investment Income | Totals |
|----------------|---------------------------|---------------------------|----------------------|---------------------|
| 2015 | \$ 126,535 | \$ 499,035 | \$ 464,016 | \$ 1,089,586 |
| 2014 | 140,939 | 582,768 | 631,429 | 1,355,136 |
| 2013 | 129,947 | 500,588 | 472,454 | 1,102,989 |
| 2012 | 130,426 | 483,833 | 128,258 | 742,517 |
| 2011 | 133,012 | 644,573 | 460,037 | 1,237,622 |
| 2010 | 140,156 | 611,737 | 631,446 | 1,383,339 |

Expenses By Type

| Fiscal Year | Disability Payments | Other Expenses | Totals |
|----------------|------------------------|-------------------|-------------------|
| 2015 | \$ 765,338 | \$ 20,809 | \$ 786,147 |
| 2014 | 699,824 | 14,402 | 714,226 |
| 2013 | 699,769 | 19,617 | 719,386 |
| 2012 | 676,900 | 11,196 | 688,096 |
| 2011 | 613,768 | 7,524 | 621,292 |
| 2010 | 582,951 | 10,263 | 593,214 |

See independent auditor's report.

SUPPLEMENTAL SECTION

**Village of Calumet Park
General Fund
Schedule of Expenditures - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Favorable (Unfavorable) |
|-----------------------------|--------------------|------------------|------------------|--|
| Administration: | | | | |
| Salaries and wages | \$ 340,114 | \$ 340,114 | \$ 369,841 | \$ (29,727) |
| Insurance and benefits | 149,258 | 149,258 | 160,009 | (10,751) |
| Contractual services | 700,150 | 700,150 | 816,629 | (116,479) |
| Supplies and materials | 30,000 | 30,000 | 22,990 | 7,010 |
| Capital outlay | 11,000 | 11,000 | 32,135 | (21,135) |
| Miscellaneous | 70,000 | 70,000 | 74,364 | (4,364) |
| Total administration | 1,300,522 | 1,300,522 | 1,475,968 | (175,446) |
| Building: | | | | |
| Salaries and wages | 76,350 | 76,350 | 81,714 | (5,364) |
| Insurance and benefits | 35,198 | 35,198 | 39,395 | (4,197) |
| Contractual services | 118,400 | 118,400 | 23,119 | 95,281 |
| Supplies and materials | 3,500 | 3,500 | 1,159 | 2,341 |
| Capital outlay | 1,000 | 1,000 | 800 | 200 |
| Miscellaneous | 1,100 | 1,100 | 919 | 181 |
| Total building | 235,548 | 235,548 | 147,106 | 88,442 |
| Police: | | | | |
| Salaries and wages | 2,163,987 | 2,163,987 | 1,963,492 | 200,495 |
| Insurance and benefits | 672,310 | 672,310 | 648,701 | 23,609 |
| Contractual services | 163,300 | 163,300 | 188,146 | (24,846) |
| Supplies and materials | 8,000 | 8,000 | 17,366 | (9,366) |
| Capital outlay | 16,150 | 16,150 | 38,883 | (22,733) |
| Miscellaneous | 3,500 | 3,500 | 9,121 | (5,621) |
| Total police | 3,027,247 | 3,027,247 | 2,865,709 | 161,538 |
| Fire: | | | | |
| Salaries and wages | 866,517 | 866,517 | 800,143 | 66,374 |
| Insurance and benefits | 190,208 | 190,208 | 215,946 | (25,738) |
| Contractual services | 102,550 | 102,550 | 88,811 | 13,739 |
| Supplies and materials | 4,500 | 4,500 | 23,515 | (19,015) |
| Capital outlay | 28,305 | 28,305 | 26,231 | 2,074 |
| Miscellaneous | 2,000 | 2,000 | 4,983 | (2,983) |
| Total fire | 1,194,080 | 1,194,080 | 1,159,629 | 34,451 |

(cont'd)

**Village of Calumet Park
General Fund
Schedule of Expenditures - Budget and Actual (cont'd)
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Favorable (Unfavorable) |
|-------------------------------|---------------------|---------------------|---------------------|--|
| Street and alley: | | | | |
| Salaries and wages | \$ 350,870 | \$ 350,870 | \$ 372,610 | \$ (21,740) |
| Insurance and benefits | 298,281 | 298,281 | 272,604 | 25,677 |
| Contractual services | 331,825 | 331,825 | 363,663 | (31,838) |
| Supplies and materials | 170,400 | 170,400 | 155,677 | 14,723 |
| Capital outlay | 14,000 | 14,000 | 1,661 | 12,339 |
| Miscellaneous | 2,000 | 2,000 | 3,091 | (1,091) |
| Total street and alley | 1,167,376 | 1,167,376 | 1,169,306 | (1,930) |
| Recreation: | | | | |
| Salaries and wages | 233,352 | 233,352 | 245,611 | (12,259) |
| Insurance and benefits | 51,143 | 51,143 | 81,767 | (30,624) |
| Contractual services | 56,800 | 56,800 | 61,853 | (5,053) |
| Supplies and materials | 14,000 | 14,000 | 29,156 | (15,156) |
| Capital outlay | 2,000 | 2,000 | 2,043 | (43) |
| Miscellaneous | 17,000 | 17,000 | 16,262 | 738 |
| Total recreation | 374,295 | 374,295 | 436,692 | (62,397) |
| Police pension expense | 612,089 | 612,089 | 509,300 | 102,789 |
| Total expenditures | \$ 7,911,157 | \$ 7,911,157 | \$ 7,763,710 | \$ 147,447 |

See independent auditor's report.

Village of Calumet Park
Combining Balance Sheet - Nonmajor Governmental Funds
April 30, 2015

| | 911 Fund | DCEO Grant Fund | Federal Law Enforcement Fund |
|---|-----------------|-----------------------|------------------------------------|
| Assets | | | |
| Cash and cash equivalents | \$ 3,424 | \$ 24,658 | \$ - |
| Investment in real estate | - | - | - |
| Property taxes receivable | - | - | - |
| Due from other funds | 2,500 | 150,463 | - |
| Due from other governments | - | - | - |
| Total assets | \$ 5,924 | \$ 175,121 | \$ - |
| Liabilities | | | |
| Accounts payable | \$ - | \$ - | \$ - |
| Due to other funds | 3,311 | 3,415 | - |
| Total liabilities | 3,311 | 3,415 | - |
| Deferred Inflows of Resources | | | |
| Property taxes | - | - | - |
| Fund Balances (Deficits) | | | |
| Restricted by state statute | - | - | - |
| Restricted for grant purposes | - | 171,706 | - |
| Restricted for debt service | - | - | - |
| Assigned for capital outlay | - | - | - |
| Assigned for police activities | 2,613 | - | - |
| Total fund balances (deficits) | 2,613 | 171,706 | - |
| Total liabilities, deferred inflows and municipal equity | \$ 5,924 | \$ 175,121 | \$ - |

(cont'd)

| Special Revenue Funds | | | | | | |
|--|---|------------------------|----------------------------|--------------------------------------|----------------------------------|---------------|
| Justice Assistance Grant I Fund | Justice Assistance Grant II Fund | Motor Fuel Tax Fund | Police Evidence Fund | School District 132 Grant Fund | State Law Enforcement Fund | TIF 1 Fund |
| \$ 4,799 | \$ 9,273 | \$ 64,164 | \$ 25,648 | \$ - | \$ - | \$ - |
| - | - | - | - | - | - | - |
| - | - | 8,445 | - | - | - | - |
| - | - | 18,223 | - | - | - | - |
| \$ 4,799 | \$ 9,273 | \$ 90,832 | \$ 25,648 | \$ - | \$ - | \$ - |
| \$ - | \$ - | \$ 3,867 | \$ - | \$ - | \$ - | \$ - |
| 33 | - | - | - | - | - | - |
| 33 | - | 3,867 | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | 86,965 | - | - | - | - |
| 4,766 | 9,273 | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | 25,648 | - | - | - |
| 4,766 | 9,273 | 86,965 | 25,648 | - | - | - |
| \$ 4,799 | \$ 9,273 | \$ 90,832 | \$ 25,648 | \$ - | \$ - | \$ - |

Village of Calumet Park
Combining Balance Sheet - Nonmajor Governmental Funds (cont'd)
April 30, 2015

| | Special | | |
|---|-------------------|-------------------|-------------------|
| | TIF 3 Fund | TIF 4 Fund | TIF 5 Fund |
| Assets | | | |
| Cash and cash equivalents | \$ 66,133 | \$ 112,056 | \$ 178,719 |
| Investment in real estate | - | - | - |
| Property taxes receivable | 78,343 | 50,691 | 51,982 |
| Due from other funds | 716,808 | 400,000 | - |
| Due from other governments | - | - | - |
| Total assets | \$ 861,284 | \$ 562,747 | \$ 230,701 |
| Liabilities | | | |
| Accounts payable | \$ - | \$ - | \$ - |
| Due to other funds | - | - | - |
| Total liabilities | - | - | - |
| Deferred Inflows of Resources | | | |
| Property taxes | 72,720 | 50,691 | 51,982 |
| Fund Balances (Deficits) | | | |
| Restricted by state statute | 788,564 | 512,056 | 178,719 |
| Restricted for grant purposes | - | - | - |
| Restricted for debt service | - | - | - |
| Assigned for capital outlay | - | - | - |
| Assigned for police activities | - | - | - |
| Total fund balances (deficits) | 788,564 | 512,056 | 178,719 |
| Total liabilities, deferred inflows and municipal equity | \$ 861,284 | \$ 562,747 | \$ 230,701 |

| Revenue Funds | | | | | |
|--------------------------------|------------------|--------------------------------------|-------------------|---------------------|---------------------|
| Tobacco Enforcement Fund | CDBG Fund | Total Special Revenue Funds | Debt Service | Capital Projects | Total |
| \$ 2,080 | \$ 15,066 | \$ 506,020 | \$ 292,875 | \$ 758,487 | \$ 1,557,382 |
| - | - | - | - | 260,000 | 260,000 |
| - | - | 181,016 | 324,229 | - | 505,245 |
| - | - | 1,278,216 | 162,422 | 62,845 | 1,503,483 |
| - | - | 18,223 | - | - | 18,223 |
| \$ 2,080 | \$ 15,066 | \$ 1,983,475 | \$ 779,526 | \$ 1,081,332 | \$ 3,844,333 |
| \$ - | \$ - | \$ 3,867 | \$ - | \$ - | \$ 3,867 |
| - | - | 6,759 | 44,701 | 47,453 | 98,913 |
| - | - | 10,626 | 44,701 | 47,453 | 102,780 |
| - | - | 175,393 | 316,194 | - | 491,587 |
| - | - | 1,566,304 | - | - | 1,566,304 |
| 2,080 | 15,066 | 202,891 | - | - | 202,891 |
| - | - | - | 418,631 | - | 418,631 |
| - | - | - | - | 1,033,879 | 1,033,879 |
| - | - | 28,261 | - | - | 28,261 |
| 2,080 | 15,066 | 1,797,456 | 418,631 | 1,033,879 | 3,249,966 |
| \$ 2,080 | \$ 15,066 | \$ 1,983,475 | \$ 779,526 | \$ 1,081,332 | \$ 3,844,333 |

See independent auditor's report.

Village of Calumet Park
Combining Schedule of Revenues, Expenditures and Changes
in Fund Balances (Deficits) - Nonmajor Governmental Funds
For the Year Ended April 30, 2015

| | 911 Fund | DCEO Grant Fund | Federal Law Enforcement Fund |
|---|------------------|-----------------------|------------------------------------|
| Revenues: | | | |
| Property taxes | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - |
| Grant income | - | 190,000 | - |
| Interest income | 3 | 15 | 13 |
| Other | 36,498 | - | - |
| Total revenues | 36,501 | 190,015 | 13 |
| Expenditures: | | | |
| Current: | | | |
| Administration | - | - | - |
| Police | 247,117 | - | - |
| Street and alley | - | 50,761 | - |
| Debt service: | | | |
| Principal | - | - | - |
| Interest | - | - | - |
| Fees | - | - | - |
| Capital outlay | - | - | - |
| Miscellaneous | 55 | - | - |
| Total expenditures | 247,172 | 50,761 | - |
| Revenues over (under) expenditures before other financing sources (uses) | (210,671) | 139,254 | 13 |
| Other financing sources (uses): | | | |
| Transfers in | 236,130 | 69,749 | 415 |
| Transfers out | - | (55,000) | (47,618) |
| Total other financing sources (uses) | 236,130 | 14,749 | (47,203) |
| Changes in fund balances (deficits) | 25,459 | 154,003 | (47,190) |
| Fund balances (deficits), beginning of the year | (22,846) | 17,703 | 47,190 |
| Fund balances (deficits), end of the year | \$ 2,613 | \$ 171,706 | \$ - |

(cont'd)

| Special Revenue Funds | | | | | | |
|--|---|------------------------|----------------------------|--------------------------------------|----------------------------------|---------------|
| Justice Assistance Grant I Fund | Justice Assistance Grant II Fund | Motor Fuel Tax Fund | Police Evidence Fund | School District 132 Grant Fund | State Law Enforcement Fund | TIF 1 Fund |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | 265,977 | - | - | - | - |
| - | - | 301 | 27 | - | 5 | 84 |
| - | - | - | - | 12,500 | - | - |
| - | - | 266,278 | 27 | 12,500 | 5 | 84 |
| - | - | - | - | - | - | 6,558 |
| - | - | 524,998 | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | 2,150 | - | - | - |
| - | - | - | - | - | - | - |
| - | - | 524,998 | 2,150 | - | - | 6,558 |
| - | - | (258,720) | (2,123) | 12,500 | 5 | (6,474) |
| - | - | 55,000 | - | - | - | - |
| - | - | - | - | - | (22,397) | (32,620) |
| - | - | 55,000 | - | - | (22,397) | (32,620) |
| - | - | (203,720) | (2,123) | 12,500 | (22,392) | (39,094) |
| 4,766 | 9,273 | 290,685 | 27,771 | (12,500) | 22,392 | 39,094 |
| \$ 4,766 | \$ 9,273 | \$ 86,965 | \$ 25,648 | \$ - | \$ - | \$ - |

Village of Calumet Park
Combining Schedule of Revenues, Expenditures and Changes
in Fund Balances (Deficits) - Nonmajor Governmental Funds (cont'd)
For the Year Ended April 30, 2015

| | Special | | |
|---|------------------|---------------|----------------|
| | TIF 3 Fund | TIF 4 Fund | TIF 5 Fund |
| Revenues: | | | |
| Property taxes | \$ 86,675 | \$ 50,171 | \$ 92,400 |
| Intergovernmental | - | - | - |
| Grant income | - | - | - |
| Interest income | 1,060 | 735 | 11 |
| Other | - | - | - |
| Total revenues | 87,735 | 50,906 | 92,411 |
| Expenditures: | | | |
| Current: | | | |
| Administration | 3,710 | 2,000 | 1,500 |
| Police | - | - | - |
| Street and alley | - | - | - |
| Debt service: | | | |
| Principal | - | - | 40,000 |
| Interest | - | - | 51,823 |
| Fees | - | - | 2,500 |
| Capital outlay | 719,748 | - | - |
| Miscellaneous | 19,534 | - | - |
| Total expenditures | 742,992 | 2,000 | 95,823 |
| Revenues over (under) expenditures before other financing sources (uses) | (655,257) | 48,906 | (3,412) |
| Other financing sources (uses): | | | |
| Transfers in | - | - | - |
| Transfers out | - | - | - |
| Changes in fund balances (deficits) | (655,257) | 48,906 | (3,412) |
| Fund balances (deficits), beginning of the year | 1,443,821 | 463,150 | 182,131 |
| Fund balances (deficits), end of the year | \$ 788,564 | \$ 512,056 | \$ 178,719 |

| Revenue Funds | | | | | |
|--------------------------------|---------------|--------------------------------------|------------------|---------------------|--------------------|
| Tobacco Enforcement Fund | CDBG Fund | Total Special Revenue Funds | Debt Service | Capital Projects | Total |
| \$ - | \$ - | \$ 229,246 | \$ 362,930 | \$ - | \$ 592,176 |
| - | - | 265,977 | - | - | 265,977 |
| - | 14,060 | 204,060 | - | - | 204,060 |
| 3 | - | 2,257 | 109 | 5,615 | 7,981 |
| - | - | 48,998 | - | - | 48,998 |
| 3 | 14,060 | 750,538 | 363,039 | 5,615 | 1,119,192 |
| - | - | 13,768 | - | 1,500 | 15,268 |
| - | - | 247,117 | - | - | 247,117 |
| - | - | 575,759 | - | - | 575,759 |
| - | - | 40,000 | 274,459 | - | 314,459 |
| - | - | 51,823 | 260,326 | - | 312,149 |
| - | - | 2,500 | 1,450 | 2,987 | 6,937 |
| - | - | 721,898 | - | 280,118 | 1,002,016 |
| 1,870 | - | 21,459 | - | - | 21,459 |
| 1,870 | - | 1,674,324 | 536,235 | 284,605 | 2,495,164 |
| (1,867) | 14,060 | (923,786) | (173,196) | (278,990) | (1,375,972) |
| - | - | 361,294 | - | - | 361,294 |
| - | - | (157,635) | (415) | - | (158,050) |
| - | - | 203,659 | (415) | - | 203,244 |
| (1,867) | 14,060 | (720,127) | (173,611) | (278,990) | (1,172,728) |
| 3,947 | 1,006 | 2,517,583 | 592,242 | 1,312,869 | 4,422,694 |
| \$ 2,080 | \$ 15,066 | \$ 1,797,456 | \$ 418,631 | \$ 1,033,879 | \$ 3,249,966 |

See independent auditor's report.

NONMAJOR GOVERNMENTAL FUNDS

**Village of Calumet Park
911 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance (Deficit) - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|---|--------------------|------------------|-----------------|------------------------------------|
| Revenues: | | | | |
| Interest income | \$ 25 | \$ 25 | \$ 3 | \$ (22) |
| Other | 25,000 | 25,000 | 36,498 | 11,498 |
| Total revenues | <u>25,025</u> | <u>25,025</u> | <u>36,501</u> | <u>11,476</u> |
| Expenditures: | | | | |
| Current - police | 289,000 | 289,000 | 247,117 | 41,883 |
| Capital outlay | 1,000 | 1,000 | 55 | 945 |
| Total expenditures | <u>290,000</u> | <u>290,000</u> | <u>247,172</u> | <u>42,828</u> |
| Total revenues under expenditures before other financing sources | (264,975) | (264,975) | (210,671) | 54,304 |
| Other financing sources - transfers in | 288,000 | 288,000 | 236,130 | (51,870) |
| Net changes in fund balance (deficit) | <u>\$ 23,025</u> | <u>\$ 23,025</u> | <u>25,459</u> | <u>\$ 2,434</u> |
| Fund deficit, beginning of the year | | | <u>(22,846)</u> | |
| Fund balance, end of the year | | | <u>\$ 2,613</u> | |

See independent auditor's report.

**Village of Calumet Park
DCEO Grant Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|---|--------------------|--------------------|-------------------|------------------------------------|
| Revenues: | | | | |
| Grant income | \$ 157,080 | \$ 157,080 | \$ 190,000 | \$ 32,920 |
| Interest income | 25 | 25 | 15 | (10) |
| | <u>157,105</u> | <u>157,105</u> | <u>190,015</u> | <u>32,910</u> |
| Expenditures: | | | | |
| Current - street and alley | 250,000 | 250,000 | 50,761 | 199,239 |
| Capital outlay | - | - | - | - |
| Total expenditures | <u>250,000</u> | <u>250,000</u> | <u>50,761</u> | <u>199,239</u> |
| Total revenues over (under) expenditures before other financing sources (uses) | <u>(92,895)</u> | <u>(92,895)</u> | <u>139,254</u> | <u>232,149</u> |
| Other financing sources (uses): | | | | |
| Transfers in | - | - | 69,749 | 69,749 |
| Transfers out | - | - | (55,000) | (55,000) |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>14,749</u> | <u>14,749</u> |
| Net changes in fund balance | <u>\$ (92,895)</u> | <u>\$ (92,895)</u> | <u>154,003</u> | <u>\$ 246,898</u> |
| Fund balance, beginning of the year | | | <u>17,703</u> | |
| Fund balance, end of the year | | | <u>\$ 171,706</u> | |

See independent auditor's report.

**Village of Calumet Park
Motor Fuel Tax Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|--------------------|--------------------|------------------|------------------------------------|
| Revenues: | | | | |
| Intergovernmental | \$ 230,000 | \$ 230,000 | \$ 265,977 | \$ 35,977 |
| Interest income | 200 | 200 | 301 | 101 |
| Total revenues | <u>230,200</u> | <u>230,200</u> | <u>266,278</u> | <u>36,078</u> |
| Expenditures: | | | | |
| Current - street and alley: | | | | |
| Contractual services | 230,000 | 230,000 | 391,240 | (161,240) |
| Supplies and materials | 100,000 | 100,000 | 133,758 | (33,758) |
| Total expenditures | <u>330,000</u> | <u>330,000</u> | <u>524,998</u> | <u>(194,998)</u> |
| Total revenues over (under) expenditures before other financing sources | (99,800) | (99,800) | (258,720) | (158,920) |
| Other financing sources - transfer in | - | - | 55,000 | 55,000 |
| Net changes in fund balance | <u>\$ (99,800)</u> | <u>\$ (99,800)</u> | <u>(203,720)</u> | <u>\$ (103,920)</u> |
| Fund balance, beginning of the year | | | <u>290,685</u> | |
| Fund balance, end of the year | | | <u>\$ 86,965</u> | |

See independent auditor's report.

**Village of Calumet Park
TIF 1 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|---|--------------------|-----------------|----------|------------------------------------|
| Revenues: | | | | |
| Property taxes | \$ 425,000 | \$ 425,000 | \$ - | \$ (425,000) |
| Interest income | 1,000 | 1,000 | 84 | (916) |
| Total revenues | 426,000 | 426,000 | 84 | (425,916) |
| Expenditures: | | | | |
| Current - administration | 34,900 | 34,900 | 6,558 | 28,342 |
| Revenues over (under) expenditures before other financing uses | 391,100 | 391,100 | (6,474) | (397,574) |
| Other financing uses - transfers out | - | - | (32,620) | (32,620) |
| Net changes in fund balance | \$ 391,100 | \$ 391,100 | (39,094) | \$ (430,194) |
| Fund balance, beginning of the year | | | 39,094 | |
| Fund balance, end of the year | | | \$ - | |

See accompanying notes and independent auditor's report.

**Village of Calumet Park
TIF 3 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|-------------------------------------|---------------------|---------------------|-------------------|------------------------------------|
| Revenues: | | | | |
| Property taxes | \$ 150,000 | \$ 150,000 | \$ 86,675 | \$ (63,325) |
| Interest income | 2,000 | 2,000 | 1,060 | (940) |
| Total revenues | <u>152,000</u> | <u>152,000</u> | <u>87,735</u> | <u>(64,265)</u> |
| Expenditures: | | | | |
| Current - administration | 20,000 | 20,000 | 3,710 | 16,290 |
| Capital outlay | 410,000 | 410,000 | 719,748 | (309,748) |
| Miscellaneous | - | - | 19,534 | (19,534) |
| Total expenditures | <u>430,000</u> | <u>430,000</u> | <u>742,992</u> | <u>(312,992)</u> |
| Revenues under expenditures | <u>\$ (278,000)</u> | <u>\$ (278,000)</u> | <u>(655,257)</u> | <u>\$ (377,257)</u> |
| Fund balance, beginning of the year | | | <u>1,443,821</u> | |
| Fund balance, end of the year | | | <u>\$ 788,564</u> | |

See independent auditor's report.

**Village of Calumet Park
TIF 4 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|-------------------------------------|---------------------|---------------------|-------------------|------------------------------------|
| Revenues: | | | | |
| Property taxes | \$ 50,000 | \$ 50,000 | \$ 50,171 | \$ 171 |
| Interest income | 700 | 700 | 735 | 35 |
| Total revenues | 50,700 | 50,700 | 50,906 | 206 |
| Expenditures: | | | | |
| Current - administration | 40,000 | 40,000 | 2,000 | 38,000 |
| Capital outlay | 360,000 | 360,000 | - | 360,000 |
| Total expenditures | 400,000 | 400,000 | 2,000 | 398,000 |
| Net changes in fund balance | \$ (349,300) | \$ (349,300) | 48,906 | \$ 398,206 |
| Fund balance, beginning of the year | | | 463,150 | |
| Fund balance, end of the year | | | \$ 512,056 | |

See independent auditor's report.

**Village of Calumet Park
TIF 5 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|-------------------------------------|---------------------|---------------------|-------------------|------------------------------------|
| Revenues: | | | | |
| Property taxes | \$ (40,000) | \$ (40,000) | \$ 92,400 | \$ 132,400 |
| Interest income | 25 | 25 | 11 | (14) |
| Total revenues | <u>(39,975)</u> | <u>(39,975)</u> | <u>92,411</u> | <u>132,386</u> |
| Expenditures: | | | | |
| Current - administration | - | - | 1,500 | (1,500) |
| Debt service: | | | | |
| Principal | 40,000 | 40,000 | 40,000 | - |
| Interest | 51,823 | 51,823 | 51,823 | - |
| Fees | 5,000 | 5,000 | 2,500 | 2,500 |
| Total expenditures | <u>96,823</u> | <u>96,823</u> | <u>95,823</u> | <u>1,000</u> |
| Net changes in fund balance | <u>\$ (136,798)</u> | <u>\$ (136,798)</u> | <u>(3,412)</u> | <u>\$ 133,386</u> |
| Fund balance, beginning of the year | | | <u>182,131</u> | |
| Fund balance, end of the year | | | <u>\$ 178,719</u> | |

See independent auditor's report.

**Village of Calumet Park
Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|---------------------|---------------------|-------------------|------------------------------------|
| Revenues: | | | | |
| Property taxes | \$ 320,327 | \$ 320,327 | \$ 362,930 | \$ 42,603 |
| Interest income | - | - | 109 | 109 |
| Total revenues | <u>320,327</u> | <u>320,327</u> | <u>363,039</u> | <u>42,712</u> |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal | 265,000 | 265,000 | 274,459 | (9,459) |
| Interest | 232,226 | 232,226 | 260,326 | (28,100) |
| Trustee fees | 10,000 | 10,000 | 1,450 | 8,550 |
| Total expenditures | <u>507,226</u> | <u>507,226</u> | <u>536,235</u> | <u>(29,009)</u> |
| Revenues under expenditures before other financing uses | (186,899) | (186,899) | (173,196) | 13,703 |
| Other financing uses - transfers out | - | - | (415) | (415) |
| Net changes in fund balance | <u>\$ (186,899)</u> | <u>\$ (186,899)</u> | <u>(173,611)</u> | <u>\$ 13,288</u> |
| Fund balance, beginning of the year | | | <u>592,242</u> | |
| Fund balance, end of the year | | | <u>\$ 418,631</u> | |

See independent auditor's report.

**Village of Calumet Park
Water and Sewer Fund - Water Subfund
Schedule of Revenues, Expenses and Changes in
Fund Net Deficit - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Favorable (Unfavorable) |
|---|---------------------|---------------------|---------------------|--|
| Operating revenue - water charges | \$ 1,345,000 | \$ 1,345,000 | \$ 1,353,395 | \$ 8,395 |
| Operating expenses: | | | | |
| Salaries and wages | 307,625 | 307,625 | 167,791 | 139,834 |
| Insurance and benefits | 192,543 | 192,543 | 109,334 | 83,209 |
| Contractual services | 975,300 | 975,300 | 1,151,145 | (175,845) |
| Supplies and materials | 43,000 | 43,000 | 47,231 | (4,231) |
| Miscellaneous | 3,000 | 3,000 | 1,548 | 1,452 |
| Operating expenses before depreciation | 1,521,468 | 1,521,468 | 1,477,049 | 44,419 |
| Depreciation | - | - | 126,933 | (126,933) |
| Total operating expenses | 1,521,468 | 1,521,468 | 1,603,982 | (82,514) |
| Operating loss | (176,468) | (176,468) | (250,587) | (74,119) |
| Nonoperating income: | | | | |
| Interest | 200 | 200 | 299 | 99 |
| Miscellaneous | 40,000 | 40,000 | 29,625 | (10,375) |
| Total nonoperating income | 40,200 | 40,200 | 29,924 | (10,276) |
| Changes in net deficit | \$ (136,268) | \$ (136,268) | (220,663) | \$ (84,395) |
| Net deficit, beginning of the year | | | (263,542) | |
| Net deficit, end of the year | | | \$ (484,205) | |

See independent auditor's report.

**Village of Calumet Park
Water and Sewer Fund - Sewer Subfund
Schedule of Revenues, Expenses and Changes in
Fund Net Position - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Favorable (Unfavorable) |
|--|--------------------|------------------|-------------------|--|
| Operating revenue - sewer charges | \$ 185,000 | \$ 185,000 | \$ 394,480 | \$ 209,480 |
| Operating expenses - contractual services | 143,000 | 143,000 | 161,254 | (18,254) |
| Changes in net position | \$ 42,000 | \$ 42,000 | 233,226 | \$ 191,226 |
| Net position, beginning of the year | | | 468,766 | |
| Net position, end of the year | | | \$ 701,992 | |

See independent auditor's report.

**Village of Calumet Park
Refuse Fund
Schedule of Revenues, Expenses and Changes in
Fund Net Deficit - Budget and Actual
For the Year Ended April 30, 2015**

| | Original Budget | Final Budget | Actual | Variance Favorable (Unfavorable) |
|--|--------------------|--------------------|---------------------|--|
| Operating revenue - sewer charges | \$ 373,000 | \$ 373,000 | \$ 508,116 | \$ 135,116 |
| Operating expenses - contractual services | 429,000 | 429,000 | 437,922 | (8,922) |
| Changes in net deficit | \$ (56,000) | \$ (56,000) | 70,194 | \$ 126,194 |
| Net deficit, beginning of the year | | | (549,625) | |
| Net deficit, end of the year | | | \$ (479,431) | |

See independent auditor's report.

**Village of Calumet Park
Agency Fund - Performance Bond Fund
Schedule of Changes in Assets and Liabilities
For the Year Ended April 30, 2015**

| | <u>Balance May 1, 2014</u> | <u>Additions</u> | <u>Deductions</u> | <u>Balance April 30, 2015</u> |
|--------------------------|--------------------------------|-------------------|-------------------|-----------------------------------|
| Assets | | | | |
| Cash | \$ 279,197 | \$ 182,464 | \$ 369,671 | \$ 91,990 |
| Due from other funds | 1,300 | - | - | 1,300 |
| Total assets | \$ 280,497 | \$ 182,464 | \$ 369,671 | \$ 93,290 |
| Liabilities | | | | |
| Due to other funds | \$ 4,671 | \$ 329 | \$ 2,500 | \$ 2,500 |
| Deposits held | 275,826 | 182,464 | 367,500 | 90,790 |
| Total liabilities | \$ 280,497 | \$ 182,793 | \$ 370,000 | \$ 93,290 |

See independent auditor's report.

OTHER FINANCIAL SCHEDULES

**Village of Calumet Park
Schedule of Long-term Debt Obligations
April 30, 2015**

General Obligation Tax Increment Bonds Series 2005A

| | |
|------------------------|-----------------------|
| Bond issue dated | December 8, 2005 |
| Original issue | \$2,505,000.00 |
| Interest rates | 3.80 - 4.00% |
| Final payment dated | December 1, 2018 |
| Interest payment dates | June 1 and December 1 |

| Due | Principal | Interest | Total |
|--------------|----------------------|---------------------|----------------------|
| 06/01/15 | \$ - | \$ 12,115.00 | \$ 12,115.00 |
| 12/01/15 | 285,000.00 | 12,115.00 | 297,115.00 |
| 06/01/16 | - | 6,700.00 | 6,700.00 |
| 12/01/16 | 105,000.00 | 6,700.00 | 111,700.00 |
| 06/01/17 | - | 4,600.00 | 4,600.00 |
| 12/01/17 | 110,000.00 | 4,600.00 | 114,600.00 |
| 06/01/18 | - | 2,400.00 | 2,400.00 |
| 12/01/18 | 120,000.00 | 2,400.00 | 122,400.00 |
| Total | \$ 620,000.00 | \$ 51,630.00 | \$ 671,630.00 |

Note - Bond issue was refunded subsequent to year end.

(cont'd)

Village of Calumet Park
Schedule of Long-term Debt Obligations (cont'd)
April 30, 2015

General Obligation Tax Increment Bonds Series 2005B

| | |
|------------------------|-----------------------|
| Bond issue dated | December 8, 2005 |
| Original issue | \$1,935,000.00 |
| Interest rates | 3.75 - 4.50% |
| Final payment dated | December 1, 2019 |
| Interest payment dates | June 1 and December 1 |

| <u>Due</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|--------------|----------------------|----------------------|------------------------|
| 06/01/15 | \$ - | \$ 18,706.25 | \$ 18,706.25 |
| 12/01/15 | 110,000.00 | 18,706.25 | 128,706.25 |
| 06/01/16 | - | 16,643.75 | 16,643.75 |
| 12/01/16 | 175,000.00 | 16,643.75 | 191,643.75 |
| 06/01/17 | - | 13,275.00 | 13,275.00 |
| 12/01/17 | 180,000.00 | 13,275.00 | 193,275.00 |
| 06/01/18 | - | 9,225.00 | 9,225.00 |
| 12/01/18 | 180,000.00 | 9,225.00 | 189,225.00 |
| 06/01/19 | - | 5,175.00 | 5,175.00 |
| 12/01/19 | 230,000.00 | 5,175.00 | 235,175.00 |
| Total | \$ 875,000.00 | \$ 126,050.00 | \$ 1,001,050.00 |

Note - Bond issue was refunded subsequent to year end.

(cont'd)

Village of Calumet Park
Schedule of Long-term Debt Obligations (cont'd)
April 30, 2015

General Obligation Tax Increment Taxable Bonds Series 2006

| | |
|------------------------|-----------------------|
| Bond issue dated | May 17, 2006 |
| Original issue | \$ 965,000.00 |
| Interest rates | 6.10 - 6.35% |
| Final payment dated | December 1, 2025 |
| Interest payment dates | June 1 and December 1 |

| Due | Principal | Interest | Total |
|--------------|----------------------|----------------------|------------------------|
| 06/01/15 | \$ - | \$ 24,691.25 | \$ 24,691.25 |
| 12/01/15 | 40,000.00 | 24,691.25 | 64,691.25 |
| 06/01/16 | - | 23,471.25 | 23,471.25 |
| 12/01/16 | 50,000.00 | 23,471.25 | 73,471.25 |
| 06/01/17 | - | 21,946.25 | 21,946.25 |
| 12/01/17 | 50,000.00 | 21,946.25 | 71,946.25 |
| 06/01/18 | - | 20,383.75 | 20,383.75 |
| 12/01/18 | 55,000.00 | 20,383.75 | 75,383.75 |
| 06/01/19 | - | 18,665.00 | 18,665.00 |
| 12/01/19 | 65,000.00 | 18,665.00 | 83,665.00 |
| 06/01/20 | - | 16,633.75 | 16,633.75 |
| 12/01/20 | 70,000.00 | 16,633.75 | 86,633.75 |
| 06/01/21 | - | 14,446.25 | 14,446.25 |
| 12/01/21 | 75,000.00 | 14,446.25 | 89,446.25 |
| 06/01/22 | - | 12,065.00 | 12,065.00 |
| 12/01/22 | 85,000.00 | 12,065.00 | 97,065.00 |
| 06/01/23 | - | 9,366.25 | 9,366.25 |
| 12/01/23 | 90,000.00 | 9,366.25 | 99,366.25 |
| 06/01/24 | - | 6,508.75 | 6,508.75 |
| 12/01/24 | 95,000.00 | 6,508.75 | 101,508.75 |
| 06/01/25 | - | 3,492.50 | 3,492.50 |
| 12/01/25 | 110,000.00 | 3,492.50 | 113,492.50 |
| Total | \$ 785,000.00 | \$ 343,340.00 | \$ 1,128,340.00 |

Note - Bond issue was refunded subsequent to year end.

(cont'd)

**Village of Calumet Park
Schedule of Long-term Debt Obligations (cont'd)
April 30, 2015**

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 |
|--------------|------------------------|----------------------|------------------------|
| 06/01/15 | \$ - | \$ 53,742.50 | \$ 53,742.50 |
| 12/01/15 | 475,000.00 | 53,742.50 | 528,742.50 |
| 06/01/16 | - | 46,617.50 | 46,617.50 |
| 12/01/16 | 590,000.00 | 46,617.50 | 636,617.50 |
| 06/01/17 | - | 37,030.00 | 37,030.00 |
| 12/01/17 | 620,000.00 | 37,030.00 | 657,030.00 |
| 06/01/18 | - | 26,800.00 | 26,800.00 |
| 12/01/18 | 655,000.00 | 26,800.00 | 681,800.00 |
| 06/01/19 | - | 15,010.00 | 15,010.00 |
| 12/01/19 | 790,000.00 | 15,010.00 | 805,010.00 |
| Total | \$ 3,130,000.00 | \$ 358,400.00 | \$ 3,488,400.00 |

(cont'd)

Village of Calumet Park
Schedule of Long-term Debt Obligations (cont'd)
April 30, 2015

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 |
|--------------|------------------------|----------------------|------------------------|
| 06/01/15 | \$ - | \$ 28,726.25 | \$ 28,726.25 |
| 12/01/15 | 275,000.00 | 28,726.25 | 303,726.25 |
| 06/01/16 | - | 24,807.50 | 24,807.50 |
| 12/01/16 | 290,000.00 | 24,807.50 | 314,807.50 |
| 06/01/17 | - | 20,675.00 | 20,675.00 |
| 12/01/17 | 305,000.00 | 20,675.00 | 325,675.00 |
| 06/01/18 | - | 15,642.50 | 15,642.50 |
| 12/01/18 | 325,000.00 | 15,642.50 | 340,642.50 |
| 06/01/19 | - | 9,955.00 | 9,955.00 |
| 12/01/19 | 345,000.00 | 9,955.00 | 354,955.00 |
| 06/01/20 | - | 3,400.00 | 3,400.00 |
| 12/01/20 | 170,000.00 | 3,400.00 | 173,400.00 |
| Total | \$ 1,710,000.00 | \$ 206,412.50 | \$ 1,916,412.50 |

(cont'd)

**Village of Calumet Park
Schedule of Long-term Debt Obligations (cont'd)
April 30, 2015**

General Obligation Bonds Series 2012

| | |
|------------------------|------------------|
| Bond issue dated | August 1, 2012 |
| Original issue | \$ 210,000.00 |
| Interest rates | Variable |
| Final payment dated | February 1, 2025 |
| Interest payment dates | February 1 |

| Due | Principal | Interest | Total |
|--------------|----------------------|----------------------|----------------------|
| 02/01/2016 | \$ 12,486.00 | \$ 26,935.00 | \$ 39,421.00 |
| 02/01/2017 | 10,595.00 | 25,195.00 | 35,790.00 |
| 02/01/2018 | 13,811.00 | 23,869.00 | 37,680.00 |
| 02/01/2019 | 15,703.00 | 22,073.00 | 37,776.00 |
| 02/01/2020 | 17,595.00 | 20,038.00 | 37,633.00 |
| 02/01/2021 | 21,000.00 | 17,808.00 | 38,808.00 |
| 02/01/2022 | 22,514.00 | 14,975.00 | 37,489.00 |
| 02/01/2023 | 24,784.00 | 12,065.00 | 36,849.00 |
| 02/01/2024 | 28,757.00 | 8,868.00 | 37,625.00 |
| 02/01/2025 | 33,296.00 | 4,246.00 | 37,542.00 |
| Total | \$ 200,541.00 | \$ 176,072.00 | \$ 376,613.00 |

Note - Bond issue was refunded subsequent to year end.

(cont'd)

**Village of Calumet Park
Schedule of Long-term Debt Obligations (cont'd)
April 30, 2015**

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 |
|--------------|------------------------|----------------------|------------------------|
| 06/01/2015 | \$ - | \$ 27,750.00 | \$ 27,750.00 |
| 12/01/2015 | 215,000.00 | 27,750.00 | 242,750.00 |
| 06/01/2016 | - | 23,450.00 | 23,450.00 |
| 12/01/2016 | 225,000.00 | 23,450.00 | 248,450.00 |
| 06/01/2017 | - | 18,950.00 | 18,950.00 |
| 12/01/2017 | 235,000.00 | 18,950.00 | 253,950.00 |
| 06/01/2018 | - | 14,250.00 | 14,250.00 |
| 12/01/2018 | 275,000.00 | 14,250.00 | 289,250.00 |
| 06/01/2019 | - | 7,375.00 | 7,375.00 |
| 12/01/2019 | 295,000.00 | 7,375.00 | 302,375.00 |
| Total | \$ 1,245,000.00 | \$ 183,550.00 | \$ 1,428,550.00 |

(cont'd)

Village of Calumet Park
Schedule of Long-term Debt Obligations (cont'd)
April 30, 2015

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 |

| <u>Due</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|------------|------------------|-----------------|---------------|
| 06/01/2015 | \$ - | \$ 117,768.75 | \$ 117,768.75 |
| 12/01/2015 | - | 117,768.75 | 117,768.75 |
| 06/01/2016 | - | 117,768.75 | 117,768.75 |
| 12/01/2016 | - | 117,768.75 | 117,768.75 |
| 06/01/2017 | - | 117,768.75 | 117,768.75 |
| 12/01/2017 | 30,000.00 | 117,768.75 | 147,768.75 |
| 06/01/2018 | - | 117,168.75 | 117,168.75 |
| 12/01/2018 | 30,000.00 | 117,168.75 | 147,168.75 |
| 06/01/2019 | - | 116,418.75 | 116,418.75 |
| 12/01/2019 | 30,000.00 | 116,418.75 | 146,418.75 |
| 06/01/2020 | - | 115,668.75 | 115,668.75 |
| 12/01/2020 | 195,000.00 | 115,668.75 | 310,668.75 |
| 06/01/2021 | - | 110,793.75 | 110,793.75 |
| 12/01/2021 | 205,000.00 | 110,793.75 | 315,793.75 |
| 06/01/2022 | - | 105,668.75 | 105,668.75 |
| 12/01/2022 | 215,000.00 | 105,668.75 | 320,668.75 |
| 06/01/2023 | - | 100,293.75 | 100,293.75 |
| 12/01/2023 | 225,000.00 | 100,293.75 | 325,293.75 |
| 06/01/2024 | - | 94,668.75 | 94,668.75 |
| 12/01/2024 | 240,000.00 | 94,668.75 | 334,668.75 |
| 06/01/2025 | - | 88,668.75 | 88,668.75 |
| 12/01/2025 | 250,000.00 | 88,668.75 | 338,668.75 |
| 06/01/2026 | - | 82,106.25 | 82,106.25 |
| 12/01/2026 | 265,000.00 | 82,106.25 | 347,106.25 |
| 06/01/2027 | - | 75,150.00 | 75,150.00 |
| 12/01/2027 | 280,000.00 | 75,150.00 | 355,150.00 |
| 06/01/2028 | - | 67,800.00 | 67,800.00 |
| 12/01/2028 | 290,000.00 | 67,800.00 | 357,800.00 |

(cont'd)

**Village of Calumet Park
Schedule of Long-term Debt Obligations (cont'd)
April 30, 2015**

General Obligation Bonds Series 2014B (cont'd)

| <u>Due</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|--------------|-------------------------------|-------------------------------|-------------------------------|
| 06/01/2029 | \$ - | \$ 60,187.50 | \$ 60,187.50 |
| 12/01/2029 | 305,000.00 | 60,187.50 | 365,187.50 |
| 06/01/2030 | - | 52,181.25 | 52,181.25 |
| 12/01/2030 | 325,000.00 | 52,181.25 | 377,181.25 |
| 06/01/2031 | - | 42,837.50 | 42,837.50 |
| 12/01/2031 | 340,000.00 | 42,837.50 | 382,837.50 |
| 06/01/2032 | - | 33,062.50 | 33,062.50 |
| 12/01/2032 | 360,000.00 | 33,062.50 | 393,062.50 |
| 06/01/2033 | - | 22,712.50 | 22,712.50 |
| 12/01/2033 | 385,000.00 | 22,712.50 | 407,712.50 |
| 06/01/2034 | - | 11,643.75 | 11,643.75 |
| 12/01/2034 | 405,000.00 | 11,643.75 | 416,643.75 |
| Total | <u>\$ 4,375,000.00</u> | <u>\$ 3,300,675.00</u> | <u>\$ 7,675,675.00</u> |

See independent auditor's report.

STATISTICAL SECTION

**Village of Calumet Park
General Property Tax Data
April 30, 2015**

| | Levy Year | | | | |
|--------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | 2014 | 2013 | 2012 | 2011 | 2010 |
| Assessed valuation | \$67,001,734 | \$70,876,284 | \$70,896,684 | \$79,242,899 | \$94,470,426 |
| Rate | | | | | |
| General Fund | 5.0057 | 3.7655 | 3.6207 | 3.1070 | 2.5501 |
| Debt Service | 0.7673 | 0.8636 | 0.4744 | 0.4146 | 0.3484 |
| Police Pension | 0.9135 | 0.5433 | 0.8191 | 0.7034 | 0.6078 |
| Library | 0.2747 | 0.2597 | 0.2596 | 0.2323 | 0.2007 |
| Gross Levy | | | | | |
| General Fund | \$ 3,353,898 | \$ 2,668,853 | \$ 2,566,937 | \$ 2,462,107 | \$ 2,409,059 |
| Debt Service | 514,124 | 385,074 | 336,344 | 328,560 | 329,175 |
| Police Pension | 612,089 | 612,089 | 580,736 | 557,423 | 574,146 |
| Library | 184,061 | 184,061 | 184,061 | 184,636 | 189,583 |
| Total liabilities | \$ 4,664,172 | \$ 3,850,077 | \$ 3,668,078 | \$ 3,532,726 | \$ 3,501,963 |

See independent auditor's report.