

VILLAGE OF ALSIP, ILLINOIS
ANNUAL FINANCIAL REPORT
April 30, 2015



CliftonLarsonAllen

TABLE OF CONTENTS

	PAGE
VILLAGE OF ALSIP ORGANIZATIONAL CHART	i
INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	4
BASIC FINANCIAL STATEMENTS	
GOVERNMENT-WIDE FINANCIAL STATEMENTS:	
Statement of Net Position	20
Statement of Activities	21
FUND FINANCIAL STATEMENTS:	
Balance Sheet - Governmental Funds	22
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) - Governmental Funds	23
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities	24
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General and Road and Bridge Funds (Budgetary Basis)	25
Statement of Net Position - Proprietary Funds	26
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds	28
Statement of Cash Flows - Proprietary Funds	29
Statement of Fiduciary Net Position - Fiduciary Funds	31
Statement of Changes in Fiduciary Net Position - Fiduciary Funds	32
Notes to Basic Financial Statements	33
REQUIRED SUPPLEMENTARY INFORMATION	73
Schedule of Funding Progress	74
Schedule of Employer Contributions	76
Retirement System - Defined Benefit Plan	77

SUPPLEMENTARY INFORMATION	79
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Combining and Individual Fund Statements and Supporting Schedules:

General Fund:

Comparative Balance Sheet	80
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance	81
Comparative Statement of Expenditures	83

Special Revenue Funds:

Combining Balance Sheet.....	89
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit).....	90

Road and Bridge Fund:

Comparative Balance Sheet	91
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit).....	92

9-1-1 Emergency Telephone Fund:

Comparative Balance Sheet	94
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance	95

Special Tax Allocation Fund:

Comparative Balance Sheet	96
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance	97

Motor Fuel Tax Fund:

Comparative Balance Sheet	98
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance	99

Foreign Fire Insurance Tax Fund:

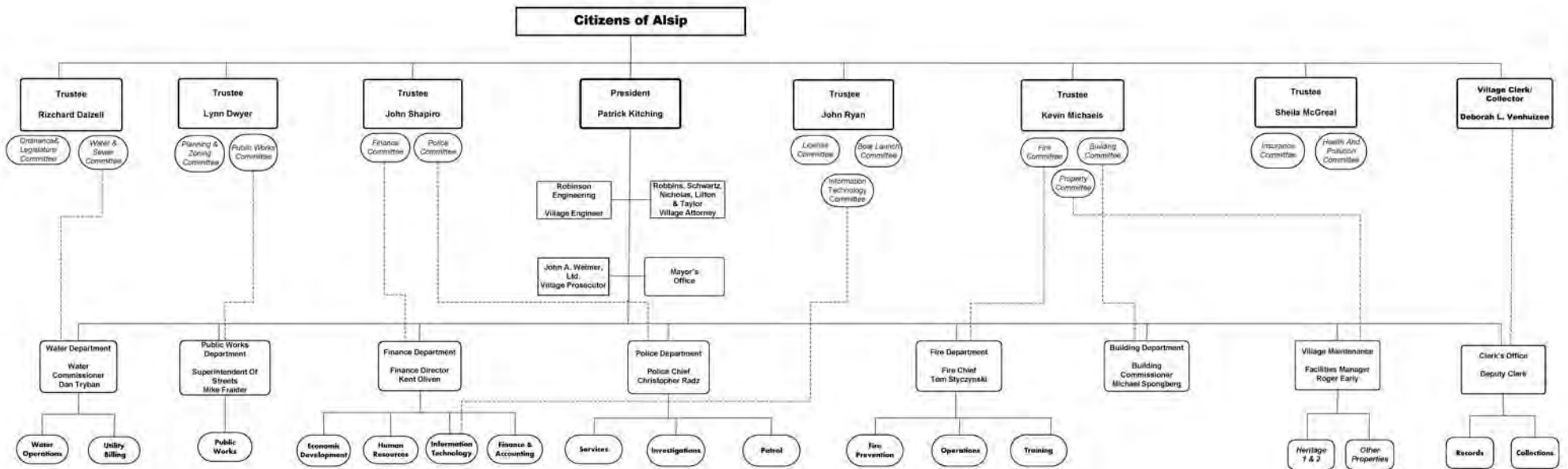
Comparative Balance Sheet	100
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance	101

Debt Service Fund:

Comparative Balance Sheet	102
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance	103

Capital Projects Fund:	
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance	104
Enterprise Funds:	
Combining Statement of Net Position	105
Combining Statement of Revenues, Expenses, and Changes in Net Position	107
Combining Statement of Cash Flows.....	108
Waterworks and Sewerage Fund:	
Comparative Statement of Net Position	110
Comparative Statement of Revenues, Expenses, and Changes in Net Position	112
Comparative Statement of Cash Flows.....	113
Comparative Statement of Operating Expenses	115
Senior Citizen Complex Fund:	
Combining Statement of Net Position	116
Combining Statement of Revenues, Expenses, and Changes in Net Position	117
Combining Statement of Cash Flows.....	118
Combining Statement of Operating Expenses	119
Trust Funds:	
Pension Trust Funds:	
Combining Statement of Plan Net Position	120
Combining Statement of Changes in Plan Net Position	121
Supporting Schedules:	
Schedule of Insurance Coverage (Unaudited)	122
Property Tax Levies and Collections Extended by Funds and Assessed Valuation.....	125

VILLAGE OF ALSIP, ILLINOIS ORGANIZATIONAL CHART April 30, 2015



INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and Trustees
Village of Alsip, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Alsip, Illinois (the "Village"), as of and for the year ended April 30, 2015, 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.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village as of April 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Road and Bridge 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 on pages 4 through 19 and the schedules of pension and OPEB funding progress on pages 74 through 75 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our 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 conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and supporting schedules, and property tax levies and collections extended by funds and assessed valuation, and legal debt margin listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and supporting schedules, and property tax levies and collections extended by funds and assessed valuation, and legal debt margin are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and supporting schedules, and property tax levies and collections extended by funds and assessed valuation, and legal debt margin are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Honorable Mayor and Trustees
Village of Alsip, Illinois

The schedule of insurance coverage 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.

We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, the Village's basic financial statements for the year ended April 30, 2014, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. The audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements as a whole. The combining and individual fund financial statements, related to the 2014 financial statements, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2014 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements information related to the April 30, 2014 financial statements is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended April 30, 2014.



CliftonLarsonAllen LLP

Oak Brook, Illinois
December 22, 2015

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015

As the management of the Village of Alsip, Illinois (the "Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the Village's financial activities for the fiscal year ended April 30, 2015. This discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activities, (3) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

We encourage readers to consider information presented here in conjunction with the Village's financial statements which begins on page 20.

Financial Highlights

- The assets of the Village exceeded its liabilities at the close of the fiscal year by \$47,277,879. Net assets for governmental activities account for \$23,544,711 or 49.8% of the total and business-type activities account for \$23,733,168 or 50.2%.
- The government's total assets increased by \$3,104,665 during the fiscal year, two thirds of which derived from higher Governmental Activities temporary cash investments.
- As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$23,799,553, an increase of \$2,299,210, or 10.1%, over the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$10,119,323 or 53.6% of total general fund expenditures for the fiscal year.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

The focus of the financial statements is on both the Village as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to-government) and enhance the Village's accountability.

Government-Wide Financial Statements

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

The *Statement of Net Position* presents information on all of the Village's assets, deferred outflows of resources, and liabilities, with the difference between the two reported as net position. This statement combines and consolidates governmental fund's current financial resources (short-term, spendable resources) with capital assets and long-term obligations using the accrual basis of accounting which maintains its measurement focus on economic resources rather than spendable financial resources. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015

The *Statement of Activities* presents information on how the Village's net positions have 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 cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g. earned but unused employee leave time). The *Statement of Activities* also reports the extent to which various expenses for governmental or business-type functions are dependent upon user-charges, grant sources, or general tax and other revenues.

Both of the government-wide financial statements distinguish functions of the Village which are principally supported by taxes and intergovernmental revenues (governmental activities) from those functions which are intended to recover all or a significant portion of their costs through user-fees and charges (business-type activities). The governmental activities reflect the Village's basic services, including general government, finance, police, fire, 911 services, civil defense, road and bridge, health and welfare, and economic development. Shared state sales tax, property taxes, real estate taxes, and shared state income taxes finance the majority of these services. The business-type activities reflect private sector type operations water, sewer, storm water management and senior housing where the charges for service typically cover all or most of the cost of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Village uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Village's most significant funds rather than the Village as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The governmental major funds are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term. The government-wide financial statements provide a long-term view. These two perspectives can provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances reconcile the differences between these two perspectives.

The Village adopts an annual appropriated budget for each of its governmental funds. A budgetary comparison statement has been provided for the General and Road and Bridge funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 22 and 23 of this report.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015

Proprietary Funds. The Village maintains proprietary funds, also referred to as enterprise funds, to account for its water, sewer, and senior housing activities. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements and use the economic resources measurement focus and accrual basis of accounting, similar to private-sector businesses.

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 for the water, sewer, and senior housing funds.

The basic proprietary fund financial statements can be found on pages 26 through 30 of this report.

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's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The Village maintains two fiduciary funds which account for the resources of the Alsip Police and Fire Pension Funds.

The fiduciary funds financial statements can be found on pages 31 and 32 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 33 through 72 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's progress in funding its obligation to employee retirement and other postemployment benefit plans. Required supplementary information can be found on pages 73 through 78 of this report. Combining and individual fund statements and schedules can be found on pages 80 through 121 of this report.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Statement of Net Position

Table 1 presents a condensed Statement of Net Position as of April 30, 2015 compared to the prior year ended April 30, 2014.

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015**

**Table 1
Statement of Net Position
April 30, 2015**

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Assets						
Current and other assets	\$ 30,073,707	\$ 27,949,312	\$ 9,710,173	\$ 10,298,815	\$ 39,783,880	\$ 38,248,127
Deferred outflow s	142,156	190,505	399,797	-	541,953	190,505
Capital assets	16,710,095	15,804,652	33,737,231	33,615,715	50,447,326	49,420,367
Total assets	\$ 46,925,958	\$ 43,944,469	\$ 43,847,201	\$ 43,914,530	\$ 90,773,159	\$ 87,858,999
Liabilities						
Other liabilities	\$ 1,318,881	\$ 1,487,381	\$ 4,761,164	\$ 4,293,754	\$ 6,080,045	\$ 5,781,135
Long-term liabilities	22,062,366	19,149,554	15,352,869	14,528,768	37,415,235	33,678,322
Total liabilities	\$ 23,381,247	\$ 20,636,935	\$ 20,114,033	\$ 18,822,522	\$ 43,495,280	\$ 39,459,457
Net position						
Net investment in capital assets	\$ 6,810,341	\$ 7,374,989	\$ 18,867,242	\$ 19,257,458	\$ 25,677,583	\$ 26,632,447
Restricted	11,636,558	10,348,270	-	-	11,636,558	10,348,270
Unrestricted	5,097,812	5,393,770	4,865,926	5,834,550	9,963,738	11,228,320
Total net position	\$ 23,544,711	\$ 23,117,029	\$ 23,733,168	\$ 25,092,008	\$ 47,277,879	\$ 48,209,037

Net position may serve over time as one useful indicator of a government's financial condition. The assets and deferred outflows of resources of the Village exceeded its liabilities and deferred inflows of resources, or net position, at the close of the fiscal year by \$47,277,879, a decrease of \$931,158 from the prior fiscal year. Of this amount, governmental activities accounted for an increase of \$427,682 while business-type activities decreased \$1,358,840. The largest contributing factor for the increase in governmental activities' net position is a temporary cash investments position that increased more than the increase in liabilities. In business-type activities there was a decrease in temporary cash investments position of the water and sewer fund which accounted for the entire decrease.

The largest portion of net position reflects the Village's investment in capital assets (land, streets, water mains, sewers, building, machinery, and equipment) less any related debt. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of debt, resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these debts.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015

Restricted net position represents resources that are subject to external restrictions on how they may be used. Governmental restricted assets include debt service, motor fuel tax funds for the maintenance of roadways, asset forfeiture funds, and drug prevention funds used for public safety/education. The increase in restricted assets for governmental activities was primarily due to an increase in monies restricted for special purposes.

Unrestricted net position for governmental activities, the part of net position that can be used to finance day to day operations had a balance of \$5,097,811 compared with a balance of \$5,393,770 in the previous year, a decrease of \$295,959. Revenue in the General Fund exceeded budget by 3.9% while expenditures came in 3.7% under the original budget.

Changes in Net Position (from the Statement of Activities)

For the fiscal year ended April 30, 2015, revenue from all sources totaled \$40,562,297. Governmental revenue accounted for \$25,613,248 of that total, while business-type activities accounted for \$14,949,049. Expenses for all functions totaled \$41,494,455 with \$25,329,566 for governmental activities and \$16,164,889 for business-type activities.

Table 2 summarizes the revenue and expenses of the Village's activities for fiscal year 2015 compared to the prior fiscal year 2014.

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015**

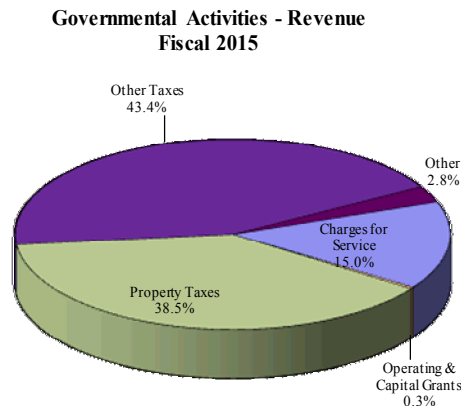
**Table 2
Changes in Net Position
Fiscal Year Ending April 30, 2015**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Revenue						
Program revenues:						
Charges for service	\$ 3,832,268	\$ 3,991,886	\$ 14,939,881	\$ 15,133,038	\$ 18,772,149	\$ 19,124,924
Operating and capital grants	76,564	62,103	-	-	76,564	62,103
General revenue:						
Property taxes	9,871,284	9,318,749	-	-	9,871,284	9,318,749
Other taxes	11,118,022	10,504,350	-	-	11,118,022	10,504,350
Other	715,110	303,197	10,168	42,119	725,278	345,316
Total revenue	<u>25,613,248</u>	<u>24,180,285</u>	<u>14,950,049</u>	<u>15,175,157</u>	<u>40,563,297</u>	<u>39,355,442</u>
Expenses						
Governmental activities:						
General government	3,761,780	2,527,227	-	-	3,761,780	2,527,227
Public safety	15,754,601	15,338,829	-	-	15,754,601	15,338,829
Road and bridge	3,315,801	2,423,364	-	-	3,315,801	2,423,364
Building	480,781	40,083	-	-	480,781	40,083
Health and welfare	1,310,930	1,249,782	-	-	1,310,930	1,249,782
Other	350,049	19,539	-	-	350,049	19,539
Interest	355,624	521,657	-	-	355,624	521,657
Business-type:						
Water	-	-	12,007,569	11,899,218	12,007,569	11,899,218
Sewer	-	-	266,208	183,390	266,208	183,390
Senior Citizen Complex	-	-	3,891,112	4,158,507	3,891,112	4,158,507
Total expenses	<u>25,329,566</u>	<u>22,120,481</u>	<u>16,164,889</u>	<u>16,241,115</u>	<u>41,494,455</u>	<u>38,361,596</u>
Excess (deficiency) before transfers	283,682	2,059,804	(1,214,840)	(1,065,958)	(931,158)	993,846
Transfers	144,000	232,000	(144,000)	(232,000)	-	-
Change in net position	<u>\$ 427,682</u>	<u>\$ 2,291,804</u>	<u>\$ (1,358,840)</u>	<u>\$ (1,297,958)</u>	<u>\$ (931,158)</u>	<u>\$ 993,846</u>

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015**

Governmental Activities

Revenues - for the fiscal year ended April 30, 2015, governmental revenues total \$25,613,248, signifying an increase in revenues of \$1,432,963 with 81.4% of that increase coming from taxes. Property taxes totaled \$9,871,284 or 38.5% of governmental revenues; an increase of 5.9% from the prior year's property tax revenue of \$9,318,749. Other taxes, at \$11,118,022 are primarily attributable to the Village's sales taxes, State income tax, locally collected fuel tax, and the locally collected real estate transfer taxes. Other taxes realized an increase of \$613,672, or 5.8%, over the 2014 fiscal year. Total sales taxes increased by 1.7% over the prior year. Charges for services, at \$3,832,268 represent 15.0% of total governmental revenues. Charges for Services which include fees, licenses, and refuse removal were down from 2014 by \$159,618 or 4.0%.



Expenses - expenses for governmental activities totaling \$25,329,566 increased \$3,209,085, or 14.5%, which includes general government, public safety, road & bridge, building, health & welfare, capital projects and interest.

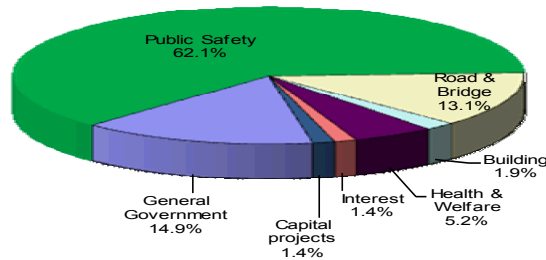
Public safety expenses are mainly accounted for in the General Fund in the departments of Police and Fire and Ambulance Service and totaled \$15,754,601, or 62.2% of Governmental Fund expenses. The largest components of public safety expenses are salaries and benefits accounting for \$7,716,303 or 62.2% of all public safety expenses and pensions which account for \$3,777,339 or 30.4% (increases of \$217,402 or 2.9% and \$502,631 or 15.3%, respectively, over the previous fiscal year). Road & Bridge made up 12.6% of all governmental expenses in 2015 with \$3,315,801. Health & Welfare amounts to \$1,310,930, or 5.2% of governmental activities, and includes the refuse contract expense of \$1,195,068.

General government expenses are also accounted for in the General Fund and include the Village Board and Administration, Planning and Police & Fire Commissions, Finance, Village Clerk, Insurance, Social Security & IMRF, and Boat Launch Departments. Total general government expenses were \$3,761,780, or 14.9% of all governmental expenses in 2015.

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015**

Interest expense of \$355,624 was accounted for mainly in the Debt Service Fund and is the interest paid on outstanding debt along with the costs of issuing and maintaining debt during the current year.

**Governmental Activities-Expenses
Fiscal 2015**



Business-type Activities

Revenue - charges for water service rose from the prior fiscal year 55 cents per 1,000 gallons, an increase of 8.1% over the prior year. 90.9% of that increase was due to an increase in the wholesale water rates from the City of Chicago. Charges for service under Business-type activities of \$14,938,881, which represented a decrease of \$194,157, or 1.3% from the prior year. This decrease is primarily due to the loss of two large industrial users of water and of a cooler summer which decreased sprinkling use.

Expenses - business-type expenses of \$16,164,889 decreased by \$76,226, or 0.5% from the prior year. Business-type net position declined by \$1,359,840.

Major Funds Discussion

General Fund Functions and Fund Balance

Revenue - The General Fund is the Village's primary operating fund and the largest source of day-to-day service delivery.

Table 3 presents a summary of General Fund revenues and other financing sources for the year ended April 30, 2015.

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015**

Table 3

	2015	2014	Difference	% Increase (Decrease)
Property taxes	\$ 7,275,086	\$ 6,792,224	\$ 482,862	7.1%
Other taxes	6,795,048	6,571,689	223,359	3.4%
Licenses and permits	434,629	464,467	(29,838)	-6.4%
Franchise fees	329,347	312,597	16,750	5.4%
Other fees	978,006	1,026,846	(48,840)	-4.8%
Intergovernmental	2,816,559	2,639,485	177,074	6.7%
Charges for services	605,642	591,726	13,916	2.4%
Police and court fines	425,127	476,369	(51,242)	-10.8%
Investment income	1,715	1,774	(59)	-3.3%
Miscellaneous	463,365	328,224	135,141	41.2%
Total revenue	<u>\$ 20,124,524</u>	<u>\$ 19,205,401</u>	<u>\$ 919,123</u>	<u>4.8%</u>

The Village of Alsip's 2014 Tax Year Equalized Assessed Valuation (EAV) for property taxes payable in 2015 was \$491,782,726, a decrease of 3.8% from the tax year 2013 EAV of \$510,949,666. Due a nationwide decrease in property values and an EAV lag in reporting of those values, the Village's EAV has decreased every year since a 2008 Tax Year EAV of \$801,937,100.

The tax rate has increased from 1.0620 in 2011 (tax year 2010) to 1.7090 in 2015 (tax year 2014), inclusive of debt. Collections form real estate taxes has increased from \$7,594,113 in 2011 (tax year 2010) to tax collections for 2014 (tax year) of \$8,415,411, inclusive of debt. Taxes levied are collected in the subsequent fiscal year. Real estate taxes contribute approximately 36.2% of the General Fund revenue.

Sales tax revenue (a major part of other taxes) continues to be the second largest source of revenue for the General Fund - accounting for 28.3% of its revenue. The Village continues to try to diversify its tax base and encourage reinvestment by utilizing economic development tools available to it, such as Tax Increment Financing (TIF) districts, Enterprise Zones, and tax rebates when financially appropriate and applicable.

Income Tax Revenue (part of Intergovernmental), the General Fund's third largest source of revenue at 11.8%, came in at \$2,369,241, showing an increase of \$146,199, or 6.6%, over the prior year.

Licenses, permits, and fees showed a decrease of 3.4% from fiscal year 2014.

The Village of Alsip charges residents for refuse on their monthly utility bill. Revenue for this service is recorded in the General Fund as Charges for Service. The Village then pays an independent waste hauler for this service. The increase in this revenue in 2015 is the annual increase in the contract with the waste hauler passed on to the residents.

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015**

Expenditures - Table 4 presents a summary of General Fund expenditures for fiscal 2015.

**Table 4
General Fund Expenditures
As of April 30, 2015**

	<u>2015</u>	<u>2014</u>	<u>Difference</u>	<u>% Increase (Decrease)</u>
General government	\$ 1,595,194	\$ 1,556,367	\$ 38,827	2.5%
Public safety	12,575,003	11,665,891	909,112	7.8%
Building	229,750	218,364	11,386	5.2%
Health and environment	1,257,568	1,228,697	28,871	2.3%
Insurance	3,063,910	3,066,959	(3,049)	-0.1%
Boat launch	22,028	15,680	6,348	40.5%
Capital outlay	146,728	142,541	4,187	2.9%
Debt service	156,234	114,844	41,390	36.0%
Total expenditures	<u>\$ 19,046,415</u>	<u>\$ 18,009,343</u>	<u>\$ 1,037,072</u>	<u>5.8%</u>

General Government

Overall expenditures in 2015 increased \$871,940, or 4.8%, over 2014. This is down from a \$1,250,381, or 7.5%, increase of 2014 over 2013.

Public Safety

Public Safety accounted for 65.7% of General Fund expenditures and showed a 6.4% increase, which accounted for 85.3% of the General Fund's increase over the prior fiscal year. The primary increase in public safety expenditures of \$743,980 was for personnel benefits.

Insurance

The Village provides health insurance to its employees and their families. In addition, the Village provides explicit health insurance promises of coverage to many of its retirees, doing so entirely on a pay-as-you go basis. Insurance costs, the second largest category of General Fund costs at 16.2%, remained relatively flat over the prior fiscal year, decreasing \$3,049 or 0.1%.

Debt Service

Debt Service increased \$36,186 over the prior fiscal year.

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015**

**Table 5
General Fund Budgetary Highlights**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
Revenue	\$ 19,290,683	\$ 19,290,683	\$ 20,037,280
Expenditures	<u>19,872,429</u>	<u>20,162,706</u>	<u>19,306,653</u>
Net changes in fund balance	<u>\$ (581,746)</u>	<u>\$ (872,023)</u>	<u>\$ 730,627</u>

General Fund Budgetary Highlights

The Village General Fund in the Annual Financial Report is shown in comparison to the original and final budget. The revenues were conservatively budgeted and actual was \$746,597 or 3.9% higher. The expenditures were \$856,053 or 4.3% lower than the final budget, and \$565,776 or 2.8% lower than the original budget, as not every amount of every budgeted line item was spent.

Business-type Activities

The Enterprise Funds include Water/Sewer Fund and Senior Citizen Complex Funds. Business-type activities posted total revenues of \$14,944,802, while the cost of all business-type activities totaled \$16,303,642. This results in a change in net position of a negative \$1,358,840. Broken down, Water and Sewer had a decrease in net position of \$1,822,125, while the Senior Citizen Complex had an increase of \$463,285.

Revenue

For the fiscal year ended April 30, 2015, revenues for the business-type activities totaled \$14,944,802, a decrease of \$225,427, or 1.5%, mainly due to the loss of two industrial businesses which used large quantities of water.

Expenses

At fiscal year end the audited statements of the water/sewer fund includes depreciation, as well as transfers to/from other funds and non-operating costs such as bond issuance costs, the amortization of any bond premium and/or discount, and interest income. Without these transfers and expenses, the water and sewer and senior citizen complex funds had operating income of \$1,806,591. However with depreciation of \$1,706,372 and non-operating expenses and transfer out of \$1,459,059, the change in net position totaled a negative \$1,358,840.

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015**

**Table 6
Enterprise Funds
As of April 30, 2015**

	Waterworks and Sewerage	Senior Citizen Complex	Totals		Difference	% Increase (Decrease)
			2015	2014		
Operating revenues						
Charges for services	\$ 10,446,048	\$ -	\$ 10,446,048	\$ 10,989,280	\$ (543,232)	-4.9%
Rental income	-	4,294,454	4,294,454	3,983,509	310,945	7.8%
Other income	145,947	58,353	204,300	197,440	6,860	3.5%
Total operating revenues	10,591,995	4,352,807	14,944,802	15,170,229	(225,427)	6.3%
Operating expenses						
Water department	10,011,662	-	10,011,662	10,441,719	(430,057)	-4.1%
Sewer department	256,060	-	256,060	179,790	76,270	42.4%
Senior citizen complex	-	2,870,489	2,870,489	3,061,015	(190,526)	-6.2%
Depreciation and amortization	926,557	779,815	1,706,372	1,565,389	140,983	9.0%
Total operating expenses	11,194,279	3,650,304	14,844,583	15,247,913	(403,330)	41.1%
Nonoperating expenses and transfers out						
Amortization bond costs	84,374	7,918	92,292	176,310	(84,018)	-47.7%
Net interest expense	991,467	231,300	1,222,767	811,964	410,803	50.6%
transfers out	144,000	-	144,000	232,000	(88,000)	-37.9%
Total nonoperating expenses and transfers (in) out	1,219,841	239,218	1,459,059	1,220,274	238,785	-35.0%
Total expenses and transfers (in) out	12,414,120	3,889,522	16,303,642	16,468,187	(164,545)	-1.0%
Change in net position	\$ (1,822,125)	\$ 463,285	\$ (1,358,840)	\$ (1,297,958)	\$ (60,882)	4.7%

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015**

Capital Assets

The Village's Capital Assets are summarized in Table 7.

Table 7

	Governmental Activities		Business-type Activities		Total	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Non-depreciable assets:						
Land	\$ 350,000	\$ 350,000	\$ 1,886,953	\$ 1,886,953	\$ 2,236,953	\$ 2,236,953
Construction-in-progress	518,941	350,793	697,158	607,418	1,216,099	958,211
Capital assets being depreciated:						
Buildings and improvements	10,592,031	10,552,356	27,837,533	26,700,297	38,429,564	37,252,653
Vehicles, machinery, and equipment	8,640,476	8,380,702	2,812,318	2,705,399	11,452,794	11,086,101
Infrastructure	41,569,647	40,291,444	29,130,239	28,636,245	70,699,886	68,927,689
Less accumulated depreciation	<u>(44,961,000)</u>	<u>(44,120,643)</u>	<u>(28,626,970)</u>	<u>(26,920,597)</u>	<u>(73,587,970)</u>	<u>(71,041,240)</u>
Capital assets	<u>\$ 16,710,095</u>	<u>\$ 15,804,652</u>	<u>\$ 33,737,231</u>	<u>\$ 33,615,715</u>	<u>\$ 50,447,326</u>	<u>\$ 49,420,367</u>

The Village's governmental capital assets increased \$1,745,800 and business-type assets had a net increase of \$1,807,889 for a combined increase of \$3,553,689 before depreciation during fiscal 2015. The primary increase in Governmental Activities was for LED street lighting and vehicles. The primary increase in Business-type assets was from a sewer camera and a lift-station restoration at 119th and Cicero Avenue. Additional detail regarding capital assets may be seen in the notes to the financial statements-Note 4C, pages 47-48.

Long-term debt

At the end of the fiscal year, the Village had total bonded debt outstanding of \$19.8 million. Of this amount \$875,000 is funded directly from property taxes. The other funding for outstanding debt is from revenues from the Senior Citizen Complex, Water/Sewer, Road & Bridge, TIF, and Corporate funds. In fiscal year ended 2009, the Village was assigned an Aa2 rating from Moody's and AA rating from Standard & Poor's. In 2010, both ratings were affirmed by the respective rating agencies during a refinancing. In November 2013, Standard & Poor's performed a routine review of the Village's outstanding bond ratings and affirmed its AA rating. As a home rule government, under Illinois law, the Village does not have a legal debt limit, except that any debt issue may not exceed a 40-year payment period. In April 2015 the Village advance refunded two general obligation bonds to lower future debt payments and Standard and Poor's Rating Services assigned those bonds a rating of AA.

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015**

Table 8 summarizes the Village's debt structure.

**Table 8
Outstanding General Obligation Debt (In Millions)**

	<u>Governmental Activities</u>		<u>Business Activities</u>		<u>Total Primary Government</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
General obligation bonds	\$ 8.2	\$ 8.0	\$ 11.6	\$ 11.5	\$ 19.8	\$ 19.5

Economic Factors

The Village of Alsip is a home rule unit of local government under the Illinois Constitution and was incorporated in 1927. The municipality has a population of 19,277 according to the 2010 Census. Alsip is located approximately 19 miles southwest of downtown Chicago, along Interstate 294. The Village encompasses approximately eight square miles and is bordered by Oak Lawn and Chicago to the north, Blue Island and Merrionette Park to the east, Crestwood, Robbins, and the Calumet Sag Channel to the south, and Worth and Palos Heights to the west. The Village has accessibility via highway, rail, water, and air transportation. Interstate 57 and Interstate 80, two major interstate highways, are located in close proximity to the Village, and a full four-way interchange with Interstate 294 (the "Tri-State Tollway") is located in the Village. Commuter rail service is provided by Metra, a division of the Regional Transportation Authority, which maintains Illinois Central and Rock Island commuter rail stations within approximately two and one-half miles of the Village in the City of Blue Island and Village of Oak Lawn. An additional Metra commuter rail service, the Southwest Service line, runs through neighboring Palos Heights. The Village is also serviced by the Pace commuter bus service. Rail freight service is supplied by the Indiana Harbor Belt, Baltimore & Ohio, Grand Trunk Western, Illinois Central, and the CSX lines and is accessible through numerous rail spurs throughout the Village. Additionally, the Calumet Sag Channel allows the Village access to the Port of Chicago which includes major docks on Lake Calumet. Alongside the Calumet Sag Channel a bike path opened in FY16 and continues from Alsip west through Palos Heights, Palos Park, ending in Lemont. The Village is centrally located to both O'Hare Airport, approximately 18 miles northwest of the Village, and Midway Airport, approximately seven miles north of the Village.

The Village is home to approximately 900 businesses, encompassing various segments of commerce, including retail, service, and manufacturing. This diversity of business and industry provides a stable economic base, which in turn creates outstanding municipal services, educational systems, health and human care agencies, and recreational facilities. The Village attempts to maintain its existing business while expanding its overall commercial and industrial base. The Village has offered various economic incentives to industrial and retail users located within the Village.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015

The Village has designated, and the Illinois Department of Commerce and Economic Opportunity has certified, an enterprise zone, a portion of which is located in the Village along the Cal-Sag Historic Waterways. The enterprise zone was initially certified in July of 1985 and is expected to be extended in FY16. The Village shares the existing enterprise zone with Blue Island, Robbins, a portion of unincorporated Cook County, Calumet Park, and Dixmoor. Through the enterprise zone program, businesses choosing to locate in the enterprise zone are entitled to certain tax incentives and targeted assistance. Some of the incentives that are available, depending upon the nature of the business, are: sales tax exemption for construction materials, investment tax credit, interest benefits, job training funds and property tax abatement.

Another tool which has been used by the Village in attracting development is tax increment financing. Tax Increment Financing ("TIF") provides a means for municipalities, after the approval of a "Redevelopment Plan and Project," to redevelop blighted, conservation or industrial park conservation areas by pledging the anticipated increase in tax revenues resulting from using new tax revenues generated by private redevelopment to pay for the public costs incurred to stimulate such private investment in new development and rehabilitation. Tax Increment Financing is authorized in Illinois by the Tax Increment Allocation Redevelopment Act, as amended. The Village's general economic development goals are to enhance retail, mixed use, and commercial opportunities within the Village and the RPA.

Going Forward

- In 2016, the Village will negotiate three labor contracts.
- In 2016, the Village separated part of the Cicero TIF into a new TIF and continues to negotiate for that area's redevelopment. This redevelopment is anticipated to bring retail growth, providing some additional sales taxes. Additionally, the development is expected to increase property values in commercial areas near the TIF, thus raising property taxes revenues for the Village.
- Several Pulaski Road businesses have expressed interest in the TIF financial assistance that is available for those within the TIF.
- The Village continues to welcome industrial companies investing in the community. Moreover, in 2016 a large Pilot truck center with three restaurants will open, a McDonalds will be rebuilt, and a new IBEW/NECA training facility will become operational.
- The Village will be bringing back the Alsip Street Fair as well as continuing the "National Night Out Against Crime" as ways to bring the community together. The events are free due to Alsip businesses contributions.
- The Village will continue to replant trees in the public right of way to replace the ash trees removed due to infestation by the emerald ash borer.
- The Village will increase the locally collected fuel tax by 25%, from four cents per gallon to five cents per gallon to bring an additional \$250,000 to the Road & Bridge fund per year for capital improvements.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2015

- The Village will begin exploring setting up an other post-employment benefits (OPEB) trust fund for funding healthcare promises to retirees.
- In 2016 the Village will expand its healthcare options for employees and retirees, provide onsite flu shots, and will roll out a Wellness program.

Requests for Information

This financial report is designed to provide a general overview of the Village's finances, comply with finance-related laws and regulations and demonstrate the Village's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the Village's Finance Director, 4500 West 123rd Street., Alsip, IL, 60803 or access the Village website at www.villageofalsip.org.

VILLAGE OF ALSIP, ILLINOIS
STATEMENT OF NET POSITION
April 30, 2015

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash	\$ 604,573	\$ 100	\$ 604,673
Temporary cash investments	19,340,318	4,067,327	23,407,645
Receivables (net of allowance for uncollectibles)	8,036,992	1,272,279	9,309,271
Internal balances	(172,633)	172,633	-
Deposits	-	191,537	191,537
Prepaid expenses	84,351	4,093	88,444
Restricted assets:			
Temporary cash investments	2,180,106	4,002,204	6,182,310
Capital assets (net of accumulated depreciation):			
Buildings	3,551,209	7,019,732	10,570,941
Improvements	886,888	5,192,451	6,079,339
System infrastructure	8,879,396	18,515,560	27,394,956
Machinery and equipment	592,511	357,661	950,172
Furniture and fixtures	10,191	-	10,191
Vehicles	1,920,959	67,716	1,988,675
Capital assets not being depreciated:			
Land	350,000	1,886,953	2,236,953
Construction in progress	518,941	697,158	1,216,099
	<u>16,710,095</u>	<u>33,737,231</u>	<u>50,447,326</u>
Total capital assets (net of accumulated depreciation)			
	<u>46,783,802</u>	<u>43,447,404</u>	<u>90,231,206</u>
Total assets			
DEFERRED OUTFLOWS OF RESOURCES			
Charges on bond refunding	<u>142,156</u>	<u>399,797</u>	<u>541,953</u>
	<u>46,925,958</u>	<u>43,847,201</u>	<u>90,773,159</u>
Total assets and deferred outflows of resources			
LIABILITIES			
Accounts payable and other current liabilities	1,165,661	4,234,967	5,400,628
Accrued interest payable	110,479	108,176	218,655
Intergovernmental liability	14,546	-	14,546
Due to fiduciary funds	28,195	-	28,195
Deposits	-	385,465	385,465
Payable from restricted accounts:			
Customer deposits	-	32,556	32,556
Noncurrent liabilities:			
Due within one year	1,252,890	904,232	2,157,122
Due in more than one year	<u>20,809,476</u>	<u>14,448,637</u>	<u>35,258,113</u>
	<u>23,381,247</u>	<u>20,114,033</u>	<u>43,495,280</u>
Total liabilities			
NET POSITION			
Net investment in capital assets	6,810,341	18,867,242	25,677,583
Restricted for:			
Debt service	4,490,883	-	4,490,883
Special purposes	7,145,675	-	7,145,675
Unrestricted	<u>5,097,812</u>	<u>4,865,926</u>	<u>9,963,738</u>
TOTAL NET POSITION	<u>\$ 23,544,711</u>	<u>\$ 23,733,168</u>	<u>\$ 47,277,879</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF ALSIP, ILLINOIS
STATEMENT OF ACTIVITIES
For the Year Ended April 30, 2015

	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
FUNCTIONS/PROGRAMS						
Primary government:						
Governmental activities:						
General government	\$ 3,761,780	\$ 964,988	\$ 38,804	\$ (2,757,988)	\$ -	\$ (2,757,988)
Public safety	15,754,601	1,603,393	37,760	(14,113,448)	-	(14,113,448)
Highway and streets	3,315,801	571,946	-	(2,743,855)	-	(2,743,855)
Building	480,781	86,399	-	(394,382)	-	(394,382)
Health and environmental control	1,310,930	605,542	-	(705,388)	-	(705,388)
Drainage and storm sewers	33,652	-	-	(33,652)	-	(33,652)
Forestry maintenance	316,397	-	-	(316,397)	-	(316,397)
Interest on long-term debt	355,624	-	-	(355,624)	-	(355,624)
Total governmental activities	<u>25,329,566</u>	<u>3,832,268</u>	<u>76,564</u>	<u>(21,420,734)</u>	<u>-</u>	<u>(21,420,734)</u>
Business-type activities:						
Water	12,007,569	9,904,413	-	-	(2,103,156)	(2,103,156)
Sewer	266,208	682,661	-	-	416,453	416,453
Senior Citizen Complex	3,891,112	4,352,807	-	-	461,695	461,695
Total business-type activities	<u>16,164,889</u>	<u>14,939,881</u>	<u>-</u>	<u>-</u>	<u>(1,225,008)</u>	<u>(1,225,008)</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 41,494,455</u>	<u>\$ 18,772,149</u>	<u>\$ 76,564</u>	<u>\$ (21,420,734)</u>	<u>\$ (1,225,008)</u>	<u>\$ (22,645,742)</u>
General revenues:						
Property taxes				\$ 9,871,284	\$ -	\$ 9,871,284
Sales taxes				5,701,348	-	5,701,348
State income taxes				2,369,241	-	2,369,241
Fuel use taxes				993,487	-	993,487
Motor fuel taxes				472,424	-	472,424
Replacement taxes				383,040	-	383,040
Real estate transfer taxes				288,946	-	288,946
Other taxes				846,251	-	846,251
Insurance proceeds				63,285	-	63,285
Unrestricted interest/investment earnings				14,590	734	15,324
Other				700,520	9,434	709,954
Transfers				<u>144,000</u>	<u>(144,000)</u>	<u>-</u>
Total general revenues and transfers				<u>21,848,416</u>	<u>(133,832)</u>	<u>21,714,584</u>
CHANGE IN NET POSITION				427,682	(1,358,840)	(931,158)
NET POSITION - BEGINNING				<u>23,117,029</u>	<u>25,092,008</u>	<u>48,209,037</u>
NET POSITION - ENDING				<u>\$ 23,544,711</u>	<u>\$ 23,733,168</u>	<u>\$ 47,277,879</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF ALSIP, ILLINOIS
BALANCE SHEET - GOVERNMENTAL FUNDS
April 30, 2015

	General	Road and Bridge	Special Tax Allocation	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash	\$ 604,573	\$ -	\$ -	\$ -	\$ -	\$ 604,573
Temporary cash investments	7,961,772	1,562,782	3,815,741	4,340,744	1,659,279	19,340,318
Receivables (net of allowance for uncollectibles)	6,852,875	272,616	445,136	421,531	44,834	8,036,992
Due from other funds	368,570	180	50,525	248,274	342,296	1,009,845
Prepaid expenses	57,809	-	-	-	26,542	84,351
Restricted assets:						
Temporary cash investments	2,180,106	-	-	-	-	2,180,106
TOTAL ASSETS	\$ 18,025,705	\$ 1,835,578	\$ 4,311,402	\$ 5,010,549	\$ 2,072,951	\$ 31,256,185
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts payable and other current liabilities	\$ 820,047	\$ 299,979	\$ 12,462	\$ 250	\$ 32,923	\$ 1,165,661
Intergovernmental liability	-	-	-	14,546	-	14,546
Due to other funds	916,174	-	211,159	83,340	-	1,210,673
Total liabilities	1,736,221	299,979	223,621	98,136	32,923	2,390,880
DEFERRED INFLOWS OF RESOURCES						
Subsequent year's property taxes	3,932,246	272,616	439,360	421,530	-	5,065,752
FUND BALANCES						
Nonspendable	57,809	-	-	-	26,542	84,351
Restricted for:						
Police department programs	220,785	-	-	-	-	220,785
Maintenance of 9-1-1 Emergency Telephone System	-	-	-	-	806,189	806,189
Tax Increment Financing allocation for project areas	-	-	3,648,421	-	-	3,648,421
Street maintenance and improvement programs	-	1,262,983	-	-	1,163,108	2,426,091
Fire department programs	-	-	-	-	44,189	44,189
Debt service	-	-	-	4,490,883	-	4,490,883
Total restricted fund balance	220,785	1,262,983	3,648,421	4,490,883	2,013,486	11,636,558
Assigned for insurance premiums, claims and related expenditures and street maintenance and improvement programs	1,959,321	-	-	-	-	1,959,321
Unassigned	10,119,323	-	-	-	-	10,119,323
Total fund balances	12,357,238	1,262,983	3,648,421	4,490,883	2,040,028	23,799,553
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 18,025,705	\$ 1,835,578	\$ 4,311,402	\$ 5,010,549	\$ 2,072,951	

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	16,710,095
Receivables are not available to pay for current period expenditures and, therefore, are deferred in the funds.	5,065,752
Charges on bond refundings are not financial resources and, therefore, are not reported in the funds.	142,156
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(22,172,845)</u>

\$ 23,544,711

The accompanying notes are an integral part of the financial statements.

VILLAGE OF ALSIP, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended April 30, 2015

	<u>General</u>	<u>Road and Bridge</u>	<u>Special Tax Allocation</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Totals Governmental Funds</u>
REVENUES						
Taxes	\$ 16,810,129	\$ 1,594,878	\$ 978,742	\$ 865,819	\$ 513,921	\$ 20,763,489
Fines	418,127	-	-	-	-	418,127
Licenses and permits	434,629	352,404	-	-	366,961	1,153,994
Grants	76,564	-	-	-	-	76,564
Charges for services	605,642	-	-	-	-	605,642
Investment income	1,715	5,576	3,632	3,415	251	14,589
Miscellaneous	1,777,718	557,071	-	-	310,275	2,645,064
	<u>20,124,524</u>	<u>2,509,929</u>	<u>982,374</u>	<u>869,234</u>	<u>1,191,408</u>	<u>25,677,469</u>
Total revenues						
EXPENDITURES						
Current: General government	1,595,194	-	-	-	-	1,595,194
Public safety	12,575,003	-	-	-	242,431	12,817,434
Highways and streets	-	2,763,899	-	-	1,151,290	3,915,189
Building	229,750	-	-	-	-	229,750
Health and environmental control	1,257,568	-	-	-	-	1,257,568
Insurance	3,063,910	-	-	-	-	3,063,910
Drainage and storm sewers	-	33,652	-	-	-	33,652
Forestry maintenance	-	316,397	-	-	-	316,397
Capital projects	146,728	-	-	-	-	146,728
Miscellaneous	22,028	-	1,106,427	2,677	-	1,131,132
Debt service: Principal retirement	148,140	65,855	-	1,069,268	21,754	1,305,017
Bond issuance costs	-	-	-	18,790	-	18,790
Interest and fiscal charges	8,094	1,838	-	294,422	-	304,354
	<u>19,046,415</u>	<u>3,181,641</u>	<u>1,106,427</u>	<u>1,385,157</u>	<u>1,415,475</u>	<u>26,135,115</u>
Total expenditures						
Excess (deficiency) of revenues over expenditures	<u>1,078,109</u>	<u>(671,712)</u>	<u>(124,053)</u>	<u>(515,923)</u>	<u>(224,067)</u>	<u>(457,646)</u>
OTHER FINANCING SOURCES (USES)						
Loan proceeds	165,132	1,070,373	-	1,278,200	-	2,513,705
Bond premium	-	-	-	84,291	-	84,291
Transfer in	-	-	-	595,400	-	595,400
Transfer out	-	(120,000)	-	-	(331,400)	(451,400)
Sale of Village property	14,860	-	-	-	-	14,860
	<u>179,992</u>	<u>950,373</u>	<u>-</u>	<u>1,957,891</u>	<u>(331,400)</u>	<u>2,756,856</u>
Total other financing sources (uses)						
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,258,101	278,661	(124,053)	1,441,968	(555,467)	2,299,210
FUND BALANCES, BEGINNING OF YEAR	<u>11,099,137</u>	<u>984,322</u>	<u>3,772,474</u>	<u>3,048,915</u>	<u>2,595,495</u>	<u>21,500,343</u>
FUND BALANCES, END OF YEAR	<u>\$ 12,357,238</u>	<u>\$ 1,262,983</u>	<u>\$ 3,648,421</u>	<u>\$ 4,490,883</u>	<u>\$ 2,040,028</u>	<u>\$ 23,799,553</u>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF ALSIP, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) 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
(page 21) are different because:

Net change in fund balances - total governmental funds (page 23)	\$ 2,299,210
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which the capital outlays, \$1,993,743 exceeded depreciation, \$1,057,899, in the current period.	935,844
The effect of miscellaneous transactions involving capital assets (i.e. sales and trade-ins) is to decrease net position by the undepreciated balance of the capital assets.	(30,400)
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 current year effect of these timing differences.	162,533
The issuance of long-term debt (e.g. bonds, loans) 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 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 and related items.	(1,327,935)
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.	<u>(1,611,570)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES (PAGE 21)	<u>\$ 427,682</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF ALSIP, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL AND ROAD AND BRIDGE FUNDS (BUDGETARY BASIS)
For the Year Ended April 30, 2015

	General				Road and Bridge				Special Tax Allocation			
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES												
Taxes	\$ 16,195,392	\$ 16,195,392	\$ 16,705,392	\$ 510,000	\$ 1,454,850	\$ 1,454,850	\$ 1,594,878	\$ 140,028	\$ 914,500	\$ 5,074,500	\$ 1,015,736	\$ (4,058,764)
Fines	460,000	460,000	418,127	(41,873)	-	-	-	-	-	-	-	-
Licenses and permits	471,000	471,000	434,629	(36,371)	396,355	396,355	352,404	(43,951)	-	-	-	-
Grants	60,000	60,000	76,564	16,564	-	-	-	-	-	-	-	-
Charges for services	549,791	549,791	623,135	73,344	-	-	-	-	-	-	-	-
Investment income	2,000	2,000	1,715	(285)	-	-	5,576	5,576	-	-	3,632	3,632
Miscellaneous	1,552,500	1,552,500	1,777,718	225,218	232,925	232,925	557,071	324,146	-	-	-	-
Total revenues	<u>19,290,683</u>	<u>19,290,683</u>	<u>20,037,280</u>	<u>746,597</u>	<u>2,084,130</u>	<u>2,084,130</u>	<u>2,509,929</u>	<u>425,799</u>	<u>914,500</u>	<u>5,074,500</u>	<u>1,019,368</u>	<u>(4,055,132)</u>
EXPENDITURES												
Current:												
General government	1,506,936	1,532,287	1,692,834	(160,547)	-	-	-	-	-	-	-	-
Public safety	12,851,996	12,947,403	12,926,806	20,597	-	-	-	-	-	-	-	-
Highway and streets	-	-	-	-	1,766,602	1,766,602	2,520,500	(753,898)	-	-	-	-
Building	261,647	261,647	235,313	26,334	-	-	-	-	-	-	-	-
Health and environmental control	1,237,434	1,261,074	1,159,078	101,996	-	-	-	-	-	-	-	-
Drainage and storm sewers	-	-	-	-	1,152,700	1,152,700	33,652	1,119,048	-	-	-	-
Forestry maintenance	-	-	-	-	487,300	487,300	316,397	170,903	-	-	-	-
Insurance	3,751,823	3,890,383	2,962,428	927,955	-	-	-	-	-	-	-	-
Capital projects	163,357	163,357	151,932	11,425	-	-	-	-	8,387,000	8,447,000	1,150,696	7,296,304
Miscellaneous	17,920	24,920	22,028	2,892	-	-	-	-	-	-	-	-
Debt service: Principal retirement	73,222	73,541	148,140	(74,599)	209,080	209,080	65,855	143,225	-	-	-	-
Interest and fiscal charges	8,094	8,094	8,094	-	1,845	1,845	1,838	7	-	-	-	-
Total expenditures	<u>19,872,429</u>	<u>20,162,706</u>	<u>19,306,653</u>	<u>856,053</u>	<u>3,617,527</u>	<u>3,617,527</u>	<u>2,938,242</u>	<u>679,285</u>	<u>8,387,000</u>	<u>8,447,000</u>	<u>1,150,696</u>	<u>7,296,304</u>
OTHER FINANCING SOURCES (USES)												
Transfers in	-	-	-	-	-	-	-	-	1,019,532	1,019,532	-	(1,019,532)
Transfers out	-	-	-	-	(120,000)	(120,000)	(120,000)	-	(1,091,532)	(1,091,532)	-	1,091,532
Proceeds from sale of assets	-	-	14,860	14,860	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>14,860</u>	<u>14,860</u>	<u>(120,000)</u>	<u>(120,000)</u>	<u>(120,000)</u>	<u>-</u>	<u>(72,000)</u>	<u>(72,000)</u>	<u>-</u>	<u>72,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ (581,746)</u>	<u>\$ (872,023)</u>	<u>745,487</u>	<u>\$ 1,617,510</u>	<u>\$ (1,653,397)</u>	<u>\$ (1,653,397)</u>	<u>(548,313)</u>	<u>\$ 1,105,084</u>	<u>\$ (7,544,500)</u>	<u>\$ (3,444,500)</u>	<u>(131,328)</u>	<u>\$ 3,313,172</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>11,099,137</u>				<u>984,322</u>				<u>3,772,474</u>	
RECONCILING ITEMS FOR DIFFERENCES IN BUDGETARY AND ACCRUAL BASIS, NET			<u>512,614</u>				<u>826,974</u>				<u>7,275</u>	
FUND BALANCE, END OF YEAR			<u>\$ 12,357,238</u>				<u>\$ 1,262,983</u>				<u>\$ 3,648,421</u>	

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF ALSIP, ILLINOIS
STATEMENT OF NET POSITION -
PROPRIETARY FUNDS
April 30, 2015**

	Business-type Activities - Enterprise Funds		
	Waterworks and Sewerage	Senior Citizen Complex	Totals
ASSETS			
Current assets:			
Cash	\$ 100	\$ -	\$ 100
Temporary cash investments	2,588,978	1,478,349	4,067,327
Receivables (net of allowance for uncollectibles)	1,272,279	-	1,272,279
Prepaid insurance/expense	-	4,093	4,093
Due from other funds	408,860	50,942	459,802
Total current assets	<u>4,270,217</u>	<u>1,533,384</u>	<u>5,803,601</u>
Noncurrent assets:			
Restricted temporary cash investments	539,741	3,462,463	4,002,204
Charges on bond refunding	399,797	-	399,797
Deposits	-	191,537	191,537
Capital assets:			
Land	-	1,886,953	1,886,953
Buildings	3,823,869	14,698,198	18,522,067
Building improvements	36,138	8,573,845	8,609,983
Improvements other than building	-	705,483	705,483
System infrastructure	29,130,239	-	29,130,239
Machinery and equipment	1,707,656	915,605	2,623,261
Vehicles	189,057	-	189,057
Construction in progress	697,158	-	697,158
Less accumulated depreciation	<u>(15,488,834)</u>	<u>(13,138,136)</u>	<u>(28,626,970)</u>
Total capital assets, net of accumulated depreciation	<u>20,095,283</u>	<u>13,641,948</u>	<u>33,737,231</u>
Total noncurrent assets	<u>21,034,821</u>	<u>17,295,948</u>	<u>38,330,769</u>
TOTAL ASSETS	<u>\$ 25,305,038</u>	<u>\$ 18,829,332</u>	<u>\$ 44,134,370</u>

	Business-type Activities - Enterprise Funds		
	Waterworks and Sewerage	Senior Citizen Complex	Totals
LIABILITIES			
Current liabilities:			
Accounts payable and other current liabilities	\$ 3,730,791	\$ 504,176	\$ 4,234,967
Accrued interest payable	9,561	98,615	108,176
Security deposits	-	385,465	385,465
Due to other funds	-	287,169	287,169
Current portion of notes payable	132,980	-	132,980
Current portion of general obligation bonds	442,350	328,902	771,252
Total current liabilities	<u>4,315,682</u>	<u>1,604,327</u>	<u>5,920,009</u>
Current liabilities payable from restricted assets:			
Deposits	<u>32,556</u>	<u>-</u>	<u>32,556</u>
Noncurrent liabilities:			
Compensated absences payable	20,308	-	20,308
Post employment benefit obligation	462,572	-	462,572
Notes payable	2,545,399	-	2,545,399
Long-term portion of general obligation bonds (net of unamortized discount, premium and loss from extinguishment of debt)	<u>5,502,297</u>	<u>5,918,061</u>	<u>11,420,358</u>
Total noncurrent liabilities	<u>8,530,576</u>	<u>5,918,061</u>	<u>14,448,637</u>
Total liabilities	<u>12,878,814</u>	<u>7,522,388</u>	<u>20,401,202</u>
NET POSITION			
Net investment in capital assets	11,472,257	7,394,985	18,867,242
Unrestricted	<u>953,967</u>	<u>3,911,959</u>	<u>4,865,926</u>
Total net position	<u>12,426,224</u>	<u>11,306,944</u>	<u>23,733,168</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 25,305,038</u>	<u>\$ 18,829,332</u>	<u>\$ 44,134,370</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF ALSIP, ILLINOIS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
PROPRIETARY FUNDS
For the Year Ended April 30, 2015

	Business-type Activities - Enterprise Funds		
	Waterworks and Sewerage	Senior Citizen Complex	Totals
OPERATING REVENUES			
Charges for sales and services:			
Water and sewer sales	\$ 10,446,048	\$ -	\$ 10,446,048
Rental income	-	4,294,454	4,294,454
Other sales and services	145,947	58,353	204,300
Total operating revenues	<u>10,591,995</u>	<u>4,352,807</u>	<u>14,944,802</u>
OPERATING EXPENSES			
Cost of sales and services	10,267,722	2,870,489	13,138,211
Depreciation	926,557	779,815	1,706,372
Total operating expenses	<u>11,194,279</u>	<u>3,650,304</u>	<u>14,844,583</u>
Operating income (loss)	<u>(602,284)</u>	<u>702,503</u>	<u>100,219</u>
NON-OPERATING REVENUES (EXPENSES)			
Bond issuance costs	(84,987)	(9,508)	(94,495)
Amortization of underwriter's discount	(2,310)	-	(2,310)
Amortization of bond premium	2,923	1,590	4,513
Note and bond interest and fiscal charges	(992,201)	(231,300)	(1,223,501)
Investment earnings	734	-	734
Total non-operating expenses	<u>(1,075,841)</u>	<u>(239,218)</u>	<u>(1,315,059)</u>
Loss before transfers	(1,678,125)	463,285	(1,214,840)
OPERATING TRANSFERS			
Transfer out	(144,000)	-	(144,000)
Change in net position	(1,822,125)	463,285	(1,358,840)
NET POSITION, BEGINNING OF YEAR	<u>14,248,349</u>	<u>10,843,659</u>	<u>25,092,008</u>
NET POSITION, END OF YEAR	<u>\$ 12,426,224</u>	<u>\$ 11,306,944</u>	<u>\$ 23,733,168</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF ALSIP, ILLINOIS
STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS
For the Year Ended April 30, 2015

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Waterworks and Sewerage</u>	<u>Senior Citizen Complex</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 10,752,091	\$ 4,381,467	\$ 15,133,558
Payments to suppliers	(9,198,095)	(1,831,472)	(11,029,567)
Payments to employees	(686,224)	(601,988)	(1,288,212)
Net cash provided by operating activities	<u>867,772</u>	<u>1,948,007</u>	<u>2,815,779</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Operating transfers out	<u>(144,000)</u>	<u>-</u>	<u>(144,000)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of property, building and equipment	(653,039)	(1,174,850)	(1,827,889)
Principal payments on bonds payable	(250,357)	(252,587)	(502,944)
Proceeds from issuance of bonds payable	-	646,800	646,800
Principal payments on notes payable	(124,213)	-	(124,213)
Interest paid on notes and bonds	(1,066,951)	(235,100)	(1,302,051)
Net cash used in capital and related financing activities	<u>(2,094,560)</u>	<u>(1,015,737)</u>	<u>(3,110,297)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Earnings on investments	<u>734</u>	<u>-</u>	<u>734</u>
NET INCREASE IN CASH AND TEMPORARY CASH INVESTMENTS			
	(1,370,054)	932,270	(437,784)
CASH AND TEMPORARY CASH INVESTMENTS, BEGINNING OF YEAR			
	<u>4,498,873</u>	<u>4,008,542</u>	<u>8,507,415</u>
CASH AND TEMPORARY CASH INVESTMENTS, END OF YEAR			
	<u>\$ 3,128,819</u>	<u>\$ 4,940,812</u>	<u>\$ 8,069,631</u>

	Business-type Activities - Enterprise Funds		
	Waterworks and Sewerage	Senior Citizen Complex	Totals
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:			
Operating income (loss)	\$ (602,284)	\$ 702,503	\$ 100,219
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation	926,557	779,815	1,706,372
Effects of changes in operating assets and liabilities:			
Receivables - account customers	83,598	-	83,598
Receivables - unbilled charges	76,498	-	76,498
Due from other funds	3,140	(4,065)	(925)
Prepaid insurance/expense	776	2,925	3,701
Utility overpayment	4,073	-	4,073
Deposits	-	(12,013)	(12,013)
Accounts payable	7,587	450,182	457,769
Other accrued expenses	53,553	-	53,553
Security deposits	-	28,660	28,660
Post employment benefit obligation	363,284	-	363,284
Compensated absences payable	(50,915)	-	(50,915)
Restricted liabilities	1,905	-	1,905
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 867,772	\$ 1,948,007	\$ 2,815,779

The accompanying notes are an integral part of the financial statements.

VILLAGE OF ALSIP, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION -
FIDUCIARY FUNDS
April 30, 2015

	Pension Trust		
	Police Pension	Firemen's Pension	Totals
ASSETS			
Cash and cash equivalents	\$ 3,303,443	\$ 300,725	\$ 3,604,168
Receivables:			
Contributions	1,388,172	885,302	2,273,474
Accrued interest	43,685	57,550	101,235
Due from other funds	109,596	-	109,596
Investments, at fair value:			
U.S. Government securities	2,755,626	6,107,626	8,863,252
Corporate and other bonds	2,209,277	4,244,626	6,453,903
Mutual funds	6,653,843	12,697,683	19,351,526
Stocks	3,163,672	-	3,163,672
	<u>19,627,314</u>	<u>24,293,512</u>	<u>43,920,826</u>
Total assets			
LIABILITIES			
Accrued liabilities	-	(4,478)	(4,478)
Unearned contributions	1,337,542	850,426	2,187,968
Due to other funds	-	81,401	81,401
	<u>1,337,542</u>	<u>927,349</u>	<u>2,264,891</u>
Total liabilities			
NET POSITION HELD IN TRUST FOR PENSION BENEFITS			
	<u>\$ 18,289,772</u>	<u>\$ 23,366,163</u>	<u>\$ 41,655,935</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF ALSIP, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -
FIDUCIARY FUNDS
For the Year Ended April 30, 2015

	Pension Trust		Totals
	Police Pension	Firemen's Pension	
ADDITIONS			
Contributions:			
Employer	\$ 2,214,723	\$ 1,538,881	\$ 3,753,604
Employee	412,352	286,786	699,138
Total contributions	<u>2,627,075</u>	<u>1,825,667</u>	<u>4,452,742</u>
Investment earnings:			
Net appreciation in fair value of investments	594,763	1,256,782	1,851,545
Dividends	482,520	254,562	737,082
Interest	220,427	235,723	456,150
Miscellaneous income	-	4,517	4,517
Total investment earnings	<u>1,297,710</u>	<u>1,751,584</u>	<u>3,049,294</u>
Less investment expense	<u>100,814</u>	<u>96,966</u>	<u>197,780</u>
Net investment earnings	<u>1,196,896</u>	<u>1,654,618</u>	<u>2,851,514</u>
Total additions	<u>3,823,971</u>	<u>3,480,285</u>	<u>7,304,256</u>
DEDUCTIONS			
Retirement benefits	2,224,727	945,266	3,169,993
Duty disability benefits	191,201	565,126	756,327
Surviving spouse benefits	119,951	183,678	303,629
Miscellaneous	21,288	16,982	38,270
Total deductions	<u>2,557,167</u>	<u>1,711,052</u>	<u>4,268,219</u>
NET INCREASE	1,266,804	1,769,233	3,036,037
NET POSITION HELD IN TRUST FOR PENSION BENEFITS, BEGINNING OF YEAR	<u>17,022,968</u>	<u>21,596,930</u>	<u>38,619,898</u>
NET POSITION HELD IN TRUST FOR PENSION BENEFITS, END OF YEAR	<u>\$ 18,289,772</u>	<u>\$ 23,366,163</u>	<u>\$ 41,655,935</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Alsip (the "Village") was incorporated in 1927 and operates under a Mayor-Trustee form of government. The Village provides the following services as authorized by its Charter: public safety (police and fire), highways and streets, sanitation, health and social services, culture recreation, education, public improvements, planning and zoning, and general administrative services. The Village has an April 30 year-end.

The following is a summary of the more significant policies:

A. Principles used to determine the scope of the reporting entity

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations, if its officials appoint a voting majority of an organization's governing body and, either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

The Village's reporting entity includes the Village's governing board. There are no related organizations for which the Village is financially accountable.

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 non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment 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 included among program revenues are reported instead as *general revenues*.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Government-wide and fund financial statements (continued)

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 enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting, and financial statement 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 are recorded when earned and expenses 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 budgeted. 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 *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period. For this purpose, the Village considers revenues to be available if they are collected within 120 days of the end of the current fiscal period. The policy for recognizing property tax collections as revenues of the current fiscal year is 60 days. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Village.

Property taxes are recognized as a receivable and deferred inflows of resources at the time they are levied and the current taxes receivable represent the 2014 levy.

The Village reports the following major governmental funds:

The *General Fund* is the Village's primary operating fund. It accounts for all financial resources of the Village, except those required to be accounted for in another fund.

The *Road and Bridge Fund* accounts for the Village's share of fuel use tax, vehicle license and road and bridge property tax revenue that are utilized for the maintenance of the Village's roads and bridges, drainage and storm sewers, and forests.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

The *Special Tax Allocation Fund* accounts for the resources related to the Village's tax incremental financing districts, 123rd Street TIF, 123rd Place and Cicero TIF and the Pulaski Road Corridor TIF.

The *Debt Service Fund* accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The Village reports the following major proprietary funds:

The *Waterworks and Sewerage Fund* accounts for the activities of the Village's water distribution system, sewage pumping stations and collection systems and sewage treatment plant.

The *Senior Citizen Complex Fund* accounts for the activities of the Village's two senior citizen living facilities.

Additionally, the Village reports the following fund type:

The *Pension Trust Funds* account for the activities of the Police Pension and Firemen's Pension plans, which accumulate resources for pension benefit payments to qualified employees.

The financial statements of the Village are prepared in accordance with accounting principles generally accepted in the United States of America. The Government Accounting Standards Board (GASB) is responsible for establishing accounting principles generally accepted in the United States of America for state and local governments. Accounting principles generally accepted in the United States of America includes all relevant GASB pronouncements plus other sources of accounting and financial reporting guidance noted in GASB Statement 55, *The Hierarchy of GAAP for State and Local Governments*.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the Village's water and sewer function and various other functions of the Village. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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 ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* 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 waterworks and sewerage enterprise fund are charges to customers for sales and services. The principal operating revenues of the Senior Citizen Complex Enterprise Fund are charges to customers for rental of living facilities. The Waterworks and Sewerage Enterprise Fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. 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 non-operating revenues and expenses.

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.

D. Assets, liabilities, deferred inflows of resources, and net position

1. *Deposits and investments*

The Village's cash and cash equivalents are considered to be cash on hand and demand deposits.

The Village's temporary cash investments are saving and money market accounts and certificates of deposit.

State statutes authorize the Village and the pension trusts to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements, mutual funds, stocks and the State Treasurer's Investment Pool.

Investments for the Village, as well as for its pension trusts, are reported at fair value, which are based on quoted market prices. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, liabilities, deferred inflows of resources, and net position (continued)

2. *Receivables and payables*

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

All trade and property tax receivables are shown net of an allowance for uncollectibles. Trade accounts receivables in excess of 180 days comprise the trade accounts receivable allowance for uncollectibles. The property tax receivable allowance is equal to 3% of the original levy amount, with the exception of the property tax receivable applicable to the bond and interest levies which is equal to 5%.

Property taxes are levied as of January 1 on property values assessed as of the same date. The tax levy is divided into two billings: the first billing (due March 1) is an estimate of the current year's levy based on the prior year's taxes: the second billing (due August 1) reflects adjustments to the current year's actual levy.

The billings are considered past due 60 days after the respective tax billing date, at which time the applicable property is subject to lien, and penalties and interest are assessed.

3. *Inventories and prepaid items*

Inventories of governmental funds are recorded as expenditures when purchased rather than when consumed.

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.

4. *Restricted assets*

Certain assets of the Village are classified as restricted assets because their use is restricted for insurance requirements, waterworks and sewerage consumer deposits and federal and state seizure requirements.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, liabilities, deferred inflows of resources, and net position (continued)

5. *Capital assets*

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$5,000 with an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Infrastructure assets are long-lived capital assets that normally are stationary in nature and normally can be preserved for a significantly greater number of years than most capital assets. Examples include roads, bridges, drainage systems, water and sewer systems and lighting systems.

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 included as part of the capitalized value of the assets constructed.

Property, plant and equipment of the Village are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	30 - 40
Improvements	10 - 40
System infrastructure	20
Vehicles	8
Machinery and equipment	5 - 15
Furniture and fixtures	10 - 15

6. *Compensated absences*

It is the Village's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated vacation time since the Village does not have a policy to pay any amounts when employees separate from service with the Village. Sick pay is accrued based on the Village employee's area of employment, an employee's years of service, the number of days accumulated, and a set maximum percentage of the total time accumulated. A liability is recognized in the government-wide and proprietary fund's financial statements for that portion of accumulated sick pay benefits that it is estimated will be taken as "terminal leave" prior to retirement.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, liabilities, deferred inflows of resources, and net position (continued)

7. Long-term obligations

In the government-wide financial statements and proprietary fund types in the 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 type Statement of Net Position. Bond premium and discounts are deferred and amortized over the life of the bonds using the straight-line method. Losses on extinguishment of debt are deferred and amortized over the shorter of the life of the new or old bonds using the straight-line method. Using the straight-line method is not materially different than the effective interest method. Bonds payable are reported net of the applicable bond premium or discount and any losses on extinguishment of debt. Bond issuance costs are expensed as incurred.

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 in 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.

8. Deferred Outflows of Resources

The Village reports decreases in net position or fund equity that relate to future periods as deferred outflows of resources in a separate section of its government-wide and proprietary funds statement of net position or governmental fund balance sheet. Charges on bond refunding are reported as deferred outflows of resources on the government-wide statement of net position.

9. Deferred Inflows of Resources

The Village's governmental fund financial statements report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position or fund equity that applies to a future period. The Village will not recognize the related revenue until a future event occurs. The Village has one type of item which occurs related to revenue recognition, which occurs because property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, liabilities, deferred inflows of resources, and net position (continued)

10. *Fund balances*

Fund balance is divided into five classifications based primarily on the extent to which the Village is bound to observe constraints imposed upon the use of the resources in the governmental funds.

It is the Village's policy to consider restricted resources to have been spent first when an expenditure is incurred for which both restricted and unrestricted fund balances are available, followed by committed and then assigned resources. Unassigned amounts are used only after the other categories of fund balance have been fully utilized.

Within the governmental fund types, the Village's fund balances are reported in one of the following classifications:

- Nonspendable - includes amounts that cannot be spent because they are either: a) not in spendable form; or b) legally or contractually required to be maintained intact.
- Restricted - includes amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.
- Committed - includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's board of trustees. Committed amounts cannot be used for any other purpose unless the Village removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The Village does not have any committed fund balances.
- Assigned - includes amounts that are constrained by the Village's intent to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) the Village board of trustees itself; or b) a body or official to which the Village board of trustees has delegated the authority to assign amounts to be used for specific purposes. The finance director may assign resources and amounts of fund balance to a specific purpose. These assignments will follow Village policy.
- Unassigned - includes the residual fund balance that has not been restricted, committed, or assigned with the General Fund and deficit balances of other governmental funds.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, liabilities, deferred inflows of resources, and net position (continued)

10. Fund balances (continued)

Net Position: Beginning with fiscal year 2013, the Village implemented GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. The objective of this statement is to provide financial reporting guidance for deferred outflows of resources and deferred inflows of resources.

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

Use of Estimates: The preparation of the 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 basic financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Material estimates that are particularly susceptible to significant change in the near term relate to the determination of the net pension obligations and liabilities for postemployment benefits other than pensions.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund Balance Sheet and the government-wide Statement of Net Position

The Governmental Fund Balance Sheet includes reconciliation between fund balance - total governmental funds and net position - governmental activities as reported in the government-wide Statement of Net Position. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds." The details of this \$22,172,846 difference are as follows:

Bonds and notes payable	\$ 9,772,546
Less net issuance (discount) premium (to be amortized over life of debt)	127,208
Accrued interest payable	110,479
Other payable	244,408
Compensated absences	327,650
Net pension obligation	7,845,057
Post retirement benefit obligation	<u>3,745,498</u>
Net adjustment to reduce fund balance - total governmental funds to arrive at net position - governmental activities	<u>\$22,172,846</u>

B. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities

The governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes 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 cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The detail of this \$935,844 difference is as follows:

Capital outlay	\$ 1,993,743
Depreciation expense	<u>(1,057,899)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 935,844</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (continued)

B. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities (continued)

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.” The detail of this (\$1,327,935) difference is as follows:

Issuance of notes payable	\$ (1,235,505)
Issuance of bonds payable	(1,278,200)
Principal repayments:	
Note payable debt	235,755
General obligation debt	1,069,262
Amortization of charge on refunding	(48,349)
Bond issuance premiums	(82,186)
Amortization of bond premiums	19,486
Amortization of bond discounts	<u>(8,198)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ (1,327,935)</u>

Another element of that reconciliation states that “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.” The details of this \$(1,611,571) difference are as follows:

Net pension obligation	\$ 76,295
Post retirement benefit obligation	(1,604,915)
Accrued interest	21,657
Other liabilities	<u>(104,607)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ (1,611,570)</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 3 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary information

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

1. The Village mayor and finance director propose an operating budget based upon requests submitted by individual departments for the following fiscal year. The operating budget includes proposed expenditures and the means of financing them.
2. Budget hearings are conducted.
3. The Village mayor is authorized to transfer budgeted amounts within departments. Any revision that alters the total expenditure of any department is made through the passage of a resolution. Any revision that alters the total expenditure of any fund is made through the passage of a supplemental appropriations ordinance. Appropriations lapse at year-end.
4. Expenditure budgets for the General Fund, Special Revenue Funds, the Debt Service Fund and the Capital Project Fund are legally adopted on the cash basis through passage of an appropriation ordinance.

Excess of expenditures over appropriations

No funds had an excess of expenditures over appropriations for the year ended April 30, 2015.

Deficit fund equity

No funds had a deficit fund balance at April 30, 2015.

NOTE 4 - DETAILED NOTES ON ALL FUNDS

A. Deposits and investments

Deposits

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank or other financial institution failure, the government's deposits may not be returned to it. The Village does not have a deposit policy for custodial credit risk. As of April 30, 2015, none of the Village's bank balance of \$30,731,455 was exposed to custodial credit risk.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

B. Deposits and investments (continued)

Investments

As of April 30, 2015, the Police and Firemen's Pension trust funds held all of the investments, which are comprised of the following:

<u>Investment Type</u>	<u>Fair Value</u>
Cash and cash equivalents	\$ 3,604,168
U. S. Government securities	8,863,252
Corporate bonds	6,453,903
Mutual funds	19,351,526
Domestic and international equities	<u>3,163,672</u>
Total	<u>\$ 41,436,521</u>

Interest Rate Risk. The pension funds have adopted investment policies to limit exposure to fair value losses arising from increasing interest rates. The Firemen's Pension fund has adopted a policy whereby investing in securities that would give the fixed-income portfolio a duration within 0.25 of the Lehman Intermediate Government Bond index. The Police Pension fund developed a strategy which maintains the average maturity of fixed-income securities at approximately five years, ranging from two to seven years. This strategy also increases the duration when interest rates are rising and decreases the duration when interest rates are declining.

The Village's Firemen's Pension and Police Pension funds had the following investments as of April 30, 2015:

	<u>Fair Value</u>	<u>Investment Maturity (Years)</u>			
		<u><1</u>	<u>1-5</u>	<u>6-10</u>	<u>>10</u>
U.S. Government Securities	\$ 8,863,252	\$ 670,380	\$ 3,731,785	\$ 3,940,666	\$ 520,421
Corporate and other bonds	6,453,903	237,524	4,400,849	1,735,893	79,637
Mutual funds	19,351,526	N/A	N/A	N/A	N/A
Common stocks	<u>3,163,672</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
	<u>\$ 37,832,353</u>	<u>\$ 907,904</u>	<u>\$ 8,132,634</u>	<u>\$ 5,676,559</u>	<u>\$ 600,058</u>

Credit Risk. State law limits the type of investments pension funds may choose. The Firemen's Pension fund has adopted a policy which restricts the amount that may be invested in any one debt issuer to 20%, excluding U.S. Treasury securities and issues of FNMA, FHLMC, FHLB, and GNMA. The Police Pension fund has set allocation guidelines by asset class in order to diversify its investment holding and limit credit risk.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

A. Deposits and investments (continued)

Investments (continued)

As of April 30, 2015, the Village's Firemen's Pension and Police Pension funds were rated as follows:

<u>Investment Type</u>	<u>Standard & Poor's</u>
U.S. Government Securities:	
Government National Mortgage Association	AA+
Fed Home Loan Bank	AA+
Fed Home Loan Mortgage Corporation	AA+
Fed National Mortgage Association	AA+
U.S. Treasury Note	AA+
U.S. Treasury Inflation Index Notes	AA+
Federal Farm Credit Bank	AA+
Tenn Valley Authority Stripped INT Bond	AA+
Corporate Bonds:	
A T & T	BBB+
Air Products and Chemicals	A
Amgen	A
Anheuser-Busch	A
Adobe Systems	A-
American Express Credit	AA
Apple Inc.	AA+
Bank of New York Mellon	AA-
Berkshire Hathaway	AA
Broadcom Corp	A-
Coca-Cola	AA
Cook County	AA
Cook County School District	A+
E.I. Du Pont De Nemours	A
Ebay	A
GE Capital internotes	AA+
General Elec Cap Corp	AA
Goldman Sachs	A
Home Depot	A
IBM Corp	AA-
Illinois Street	A-
Intel Crop	A+
JP Morgan Chase	A
Microsoft	AAA
Pepsico	A
Praxair Inc	A
Rosemont IL	AA
Sangamon County School District	AA-

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

A. Deposits and investments (continued)

Investments (continued)

Wal-Mart	AA
Walt Disney Co	A
Wells Fargo	A+
Xerox	BBB

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the pension funds will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All of the pension fund investments are insured, registered or held by the pension fund or its agent in the pension fund's name.

Concentration of Credit Risk. The pension funds do limit the amount of funds that may be invested in any one issuer. However, more than 5% of the Firemen's Pension Fund's investments are in Fidelity Growth Company Fund and First Midwest EB Large Cap Equity Mutual Fund. These investments are 9.41% and 14.28%, respectively, of the Firemen's Pension Fund's total investments. The Police Pension Fund has no investments that represent more than 5% of the fund's total investments.

B. Receivables

Receivables as of year-end for the Village's individual major funds, non-major, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Road and Bridge</u>	<u>Special Tax Allocation</u>	<u>Debt Service</u>	<u>Waterworks and Sewerage</u>	<u>Non-major and Fiduciary Funds</u>	<u>Total</u>
Receivables:							
Interest	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 101,235	\$ 101,235
Taxes	6,380,174	288,066	445,136	463,193	-	44,834	7,621,403
Accounts	<u>1,734,874</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,272,279</u>	<u>2,273,474</u>	<u>5,280,627</u>
Gross receivables	8,115,048	288,066	445,136	463,193	1,272,279	2,419,543	13,003,265
Less allowance for uncollectibles	<u>(1,262,173)</u>	<u>(15,450)</u>	<u>-</u>	<u>(41,662)</u>	<u>-</u>	<u>-</u>	<u>(1,319,285)</u>
Net total receivables	<u>\$ 6,852,875</u>	<u>\$ 272,616</u>	<u>\$ 445,136</u>	<u>\$ 421,531</u>	<u>\$ 1,272,279</u>	<u>\$ 2,419,543</u>	<u>\$11,683,980</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

B. Deposits and investments (continued)

Receivables (continued)

Governmental funds report *deferred inflows of resources* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the various components of *deferred inflows of resources* in the governmental funds were as follows:

	<u>Unavailable</u>
Property taxes receivable (General Fund)	\$ 3,932,246
Property taxes receivable (Special Revenue Funds)	711,976
Property taxes receivable (Debt Service Fund)	<u>421,530</u>
Total deferred inflows of resources for governmental funds	<u>\$ 5,065,752</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

C. Capital assets

Capital asset activity for the year ended April 30, 2015 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Government activities:				
Capital assets, not being depreciated:				
Land	\$ 350,000	\$ -	\$ -	\$ 350,000
Construction in progress	<u>350,793</u>	<u>236,653</u>	<u>(68,505)</u>	<u>518,941</u>
Total capital assets, not being depreciated	<u>700,793</u>	<u>236,653</u>	<u>(68,505)</u>	<u>868,941</u>
Capital assets being depreciated:				
Buildings	8,473,041	-	-	8,473,041
Improvements	2,079,315	39,675	-	2,118,990
System infrastructure	40,291,444	1,278,203	-	41,569,647
Machinery and equipment	3,474,021	-	-	3,474,021
Furniture and fixtures	352,459	-	-	352,459
Vehicles	<u>4,554,222</u>	<u>507,717</u>	<u>(247,943)</u>	<u>4,813,996</u>
Total capital assets being depreciated	<u>59,224,502</u>	<u>1,825,595</u>	<u>(247,943)</u>	<u>60,802,154</u>
Less accumulated depreciation for:				
Buildings	(4,732,739)	(189,092)	-	(4,921,831)
Improvements	(1,156,916)	(75,186)	-	(1,232,102)
System infrastructure	(32,304,385)	(385,866)	-	(32,690,251)
Machinery and equipment	(2,727,026)	(154,484)	-	(2,881,510)
Furniture and fixtures	(337,649)	(4,619)	-	(342,268)
Vehicles	<u>(2,861,928)</u>	<u>(248,652)</u>	<u>217,542</u>	<u>(2,893,038)</u>
Total accumulated depreciation	<u>(44,120,643)</u>	<u>(1,057,899)</u>	<u>217,542</u>	<u>(44,961,000)</u>
Total capital assets being depreciated, net	<u>15,103,859</u>	<u>767,696</u>	<u>(30,401)</u>	<u>15,073,458</u>
Governmental activities capital assets, net	<u>\$ 15,804,652</u>	<u>\$ 1,004,349</u>	<u>\$ (98,906)</u>	<u>\$ 16,710,095</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

C. Capital assets (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 1,886,953	\$ -	\$ -	\$ 1,886,953
Construction in progress	<u>607,418</u>	<u>235,058</u>	<u>(145,318)</u>	<u>697,158</u>
Total capital assets, not being depreciated	<u>2,494,371</u>	<u>235,058</u>	<u>(145,318)</u>	<u>2,584,111</u>
Capital assets being depreciated:				
Buildings	18,559,681	-	(37,614)	18,522,067
Improvements	8,140,616	1,174,850	-	9,315,466
System infrastructure	28,636,245	493,994	-	29,130,239
Machinery and equipment	2,516,342	106,918	-	2,623,260
Vehicles	<u>189,057</u>	<u>-</u>	<u>-</u>	<u>189,057</u>
Total capital assets being depreciated	<u>58,041,941</u>	<u>1,775,762</u>	<u>(37,614)</u>	<u>59,780,089</u>
Less accumulated depreciation for:				
Buildings	(11,005,242)	(497,093)	-	(11,502,335)
Improvements	(3,749,498)	(373,517)	-	(4,123,015)
System infrastructure	(9,889,078)	(725,601)	-	(10,614,679)
Machinery and equipment	(2,175,522)	(90,077)	-	(2,265,599)
Vehicles	<u>(101,257)</u>	<u>(20,084)</u>	<u>-</u>	<u>(121,341)</u>
Total accumulated depreciation	<u>(26,920,597)</u>	<u>(1,706,372)</u>	<u>-</u>	<u>(28,626,969)</u>
Total capital assets being depreciated, net	<u>31,121,344</u>	<u>69,390</u>	<u>-</u>	<u>31,153,120</u>
Business-type activities capital assets, net	<u>\$ 33,615,715</u>	<u>\$ 304,448</u>	<u>\$ (145,318)</u>	<u>\$ 33,737,231</u>

Depreciation expense was charged to functions/programs of the Village as follows:

Government activities:	
General government	\$ 148,229
Public safety	486,481
Highways and streets	354,697
Building	<u>68,492</u>
Total	<u>\$ 1,057,899</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

D. Interfund receivables, payables, and transfers

Interfund balances are the result of reimbursements due for expenditures paid on behalf of one fund for another fund and for corrections of allocations and deposits. The composition of interfund balances as of April 30, 2015, is as follows:

	<u>Receivables</u>	<u>Payables</u>
General Fund:		
9-1-1 Emergency Telephone Fund	\$ -	\$ 76,954
Road and Bridge	-	180
Special Tax Allocation Fund	-	50,525
Motor Fuel Tax Fund	-	265,343
Debt Service Fund	-	37,116
Water and Sewer Fund	-	376,460
Senior Citizen Complex Fund	287,169	-
Police Pension Fund	-	109,596
Firemen's Pension Fund	<u>81,401</u>	<u>-</u>
Total	<u>368,570</u>	<u>916,174</u>
9-1-1 Emergency Telephone Fund:		
General Fund	<u>76,954</u>	<u>-</u>
Road and Bridge:		
General Fund	<u>180</u>	<u>-</u>
Special Tax Allocation Fund:		
General Fund	50,525	-
Debt Service Fund	<u>-</u>	<u>211,159</u>
Total	<u>50,525</u>	<u>211,159</u>
Motor Fuel Tax Fund:		
General Fund	<u>265,342</u>	<u>-</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

D. Interfund receivables, payables and transfers (continued)

	<u>Receivables</u>	<u>Payables</u>
Debt Service Fund:		
General Fund	37,115	-
Special Tax Allocation Fund	211,159	-
Water and Sewer Fund	-	32,400
Senior Citizen Complex Fund	-	50,940
	<u>248,274</u>	<u>83,340</u>
Total		
Water and Sewer Fund:		
General Fund	376,460	-
Debt Service Fund	32,400	-
	<u>408,860</u>	<u>-</u>
Total		
Senior Citizen Complex Fund:		
General Fund	-	287,169
Debt Service Fund	50,942	-
	<u>50,942</u>	<u>287,169</u>
Total		
Police Pension Fund:		
General Fund	109,596	-
	<u>109,596</u>	<u>-</u>
Firemen's Pension Fund:		
General Fund	-	81,401
	<u>-</u>	<u>81,401</u>
Total all funds	<u><u>\$ 1,579,243</u></u>	<u><u>\$ 1,579,243</u></u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

D. Interfund receivables, payables and transfers (continued)

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

	Transfer In:		
	Road and Bridge Fund	Debt Service Fund	Total
Transfer out:			
Road and Bridge Fund	\$ -	\$ 120,000	\$ 120,000
9-1-1 Emergency Telephone Fund	-	31,400	31,400
Motor Fuel Tax Fund	-	300,000	300,000
Waterworks and Sewerage Fund	-	144,000	144,000
Total	\$ -	\$ 595,400	\$ 595,400

The purpose of the interfund transfers are to fund respective debt payments.

E. Long-term debt

General obligation bonds

The Village issues general obligation bonds to provide for the acquisition, construction and rehabilitation of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

E. Long-term debt (continued)

General obligation bonds are direct obligations and pledge the full faith and credit of the Village. These bonds generally are issued as 15 to 20-year serial bonds with various amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	1.50 - 5.20%	\$ 4,131,052
Governmental activities - refunding	2.00 - 4.50%	4,058,200
Business-type activities	1.50 - 5.20%	<u>11,640,748</u>
Total general obligation bonds		<u>\$ 19,830,000</u>

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

<u>Years Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 1,775,000	\$ 863,534	\$ 2,638,534
2017	1,630,000	893,282	2,523,282
2018	1,665,000	839,835	2,504,835
2019	1,245,000	568,534	1,813,534
2020	1,290,000	528,804	1,818,804
2021-2025	5,430,000	1,988,865	7,418,865
2026-2030	4,210,000	1,060,665	5,270,665
2031-2033	<u>2,585,000</u>	<u>200,246</u>	<u>2,785,246</u>
Total	<u>\$ 19,830,000</u>	<u>\$ 6,943,765</u>	<u>\$ 26,773,765</u>

Notes payable

The Village has entered into loan arrangements for the financing of the purchase of vehicles and radio equipment. Notes payable that are currently outstanding are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	2.39 - 4.72%	\$ 1,583,294
Business-type activities	1.25%	<u>2,678,379</u>
Total notes payable		<u>\$ 4,261,673</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

E. Long-term debt (continued)

Annual debt service requirements for the notes payable are as follows:

<u>Years Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 382,122	\$ 80,041	\$ 462,163
2017	389,139	70,662	459,801
2018	348,537	61,782	410,319
2019	321,342	54,240	375,582
2020	232,214	47,852	280,066
2021-2025	1,134,794	174,398	1,309,192
2026-2030	955,325	66,337	1,021,662
2031-2033	<u>498,200</u>	<u>10,742</u>	<u>508,942</u>
Total	<u>\$ 4,261,673</u>	<u>\$ 566,054</u>	<u>\$ 4,827,727</u>

Advance refunding

In November 2005, the Village issued \$3,060,000 and \$2,425,000 of general obligation refunding bonds to advance refund for general obligation bond issues, totaling \$7,770,000. The net proceeds of \$5,389,979 were used to purchase U.S. Government State and Local Government Series securities. Those securities were placed in an irrevocable trust for the purpose of generating resources for future debt service payments of the refunded debt. As a result, except for \$175,000, the refunded bonds are considered to be defeased and the liability has been removed from the noncurrent liabilities of the governmental activities. This advance refunding was undertaken to obtain an economic gain of \$140,000. As of April 30, 2015, \$1,320,000 of the defeased debt is still outstanding.

In August 2009, the Village issued \$1,570,000 of general obligation refunding bonds to advance refund for a general obligation bond issued totaling \$3,245,000. The net proceeds of \$1,527,367 were used to purchase U.S. Government State and Local Government Series securities. Those securities are placed in an irrevocable trust for the purpose of generating resources for future debt service payments of the refunded debt. As a result, the refunded securities are considered to be defeased and the liability has been removed from the noncurrent liabilities of the governmental activities. This advance refunding was undertaken to obtain an economic gain of approximately \$35,000. As of April 30, 2015, the defeased debt is no longer outstanding.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

E. Long-term debt (continued)

Advance refunding (continued)

In August 2010, the Village issued \$3,550,000 of general obligation refunding bonds to advance refund for two general obligation bonds issued totaling \$3,805,000. The net proceeds of \$3,634,838 were used to purchase U.S. Government State and Local Government Series securities. Those securities are placed in an irrevocable trust for the purpose of generating resources for future debt service payments of the refunded debt. As a result, the refunded securities are considered to be defeased and the liability has been removed from the noncurrent liabilities of the governmental activities. This advance refunding was undertaken to obtain an economic gain of approximately \$290,948. As of April 30, 2015, \$2,100,000 of the defeased debt is still outstanding.

In April 2015, the Village issued \$6,685,000 of general obligation refunding bonds to advance refund for two previously issued general obligation bonds. The net proceeds of were used to purchase U.S. Government State and Local Government Series securities. Those securities are placed in an irrevocable trust for the purpose of generating resources for future debt service payments of the refunded debt. As a result, the refunded securities are considered to be defeased and the liability has been removed from the noncurrent liabilities of the governmental activities. This advance refunding was undertaken to obtain an economic gain of approximately \$632,000.

Changes in long-term liabilities

Long-term liabilities activity for the year ended April 30, 2015, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Government activities:					
Bonds payable:					
General obligation bonds	\$ 7,980,314	\$ 1,278,200	\$ (1,069,262)	\$ 8,189,252	\$ 1,003,748
Net deferred amounts:					
For discounts and premiums	56,310	82,186	(11,288)	127,208	-
Total bonds payable	8,036,624	1,360,386	(1,198,771)	8,316,460	1,003,748
Notes payable	583,544	1,235,505	(235,755)	1,583,294	249,142
Compensated absences	223,043	104,607	-	327,650	-
Other long-term liabilities	244,408	-	-	244,408	-
Net pension obligation	7,921,352	-	(76,295)	7,845,057	-
Post retirement benefit obligation	2,140,583	1,604,915	-	3,745,498	-
Governmental activities long-term liabilities	<u>\$ 19,149,554</u>	<u>\$ 4,305,413</u>	<u>\$ (1,510,821)</u>	<u>\$ 22,062,367</u>	<u>\$ 1,252,890</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

E. Long-term debt (continued)

Changes in long-term liabilities (continued)

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Business-type activities:					
Bonds payable:					
General obligation bonds	\$11,514,680	\$5,406,800	\$ (5,280,732)	\$11,640,748	\$ 771,252
Less deferred amounts:					
For premiums and discounts	<u>40,985</u>	<u>509,877</u>	<u>-</u>	<u>550,862</u>	<u>-</u>
Total bonds payable	11,555,665	5,916,677	(5,280,732)	12,191,610	771,252
Notes payable	2,802,592	-	(124,213)	2,678,379	132,980
Compensated absences	71,223	-	(50,915)	20,308	-
Post employment benefit obligation	<u>99,288</u>	<u>363,284</u>	<u>-</u>	<u>462,572</u>	<u>-</u>
Business-type activities long-term liabilities	<u>\$14,528,768</u>	<u>\$ 6,279,961</u>	<u>\$ (5,455,860)</u>	<u>\$15,352,869</u>	<u>\$ 904,232</u>

NOTE 5 - OTHER INFORMATION

A. Risk management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. In February 1986, the Village joined together with other municipal units in the state to form the Illinois Public Risk Fund (IPRF), a public entity risk pool currently operating as a common provider for the defense and payment of members' workers' compensation claims for approximately 465 member municipal units. The Village pays an annual premium to IPRF for its workers' compensation insurance coverage. Village costs are proportional, based on contributions developed by a payroll audit of all members.

The Village has adopted a risk management program to provide group health insurance to its employees. Payments are made monthly and deposited into a savings account to be used to pay claims. The program has a stop-loss clause in effect which limits the Village's liability to \$70,000 per individual. After \$70,000, the underwriter reimburses the Village for paid claims. At April 30, 2015, the Village owes \$113,021 for medical claims; this liability is accrued in the General Fund.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 5 - OTHER INFORMATION (continued)

B. Contingent liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

NOTE 6 - DEFINED BENEFIT PENSION PLANS

Illinois Municipal Retirement Fund

Plan Description

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The Village's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiemployer plan. 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.

Funding Policy

As set by statute, the Village's regular plan members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2014 was 16.61%. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Illinois Municipal Retirement Fund (continued)

Annual Pension Cost

For the calendar year ending December 31, 2014, the Village's actual contribution for pension cost for the regular plan was \$548,405. The Village's required contribution for the calendar year 2014 was \$548,405.

Three Year Trend Information

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
December 31, 2014	\$548,405	100.0%	\$0
December 31, 2013	\$532,427	100.0%	\$0
December 31, 2012	\$457,853	100.0%	\$0

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 at December 31, 2012 included (a) 7.50% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4% a year, attributable to inflations, (c) additional projected salary increases ranging from 0.4 to 10% per year depending on age and service, attributable to seniority/merit, and (d) postretirement benefit increases of 3% annually. The actuarial value of the Village's plan 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. The Village's regular plan's unfunded actuarial accrued liability at December 31, 2012 is being amortized as a level percentage of projected payroll on an open 29-year basis.

Funded Status and Progress

As of December 31, 2014, the most recent actuarial valuation date, the plan was 68.05% funded. The actuarial accrued liability for benefits was \$8,922,912 and the actuarial value of assets was \$6,071,785, resulting in an underfunded actuarial accrued liability (UAAL) of \$2,851,127. The covered payroll for calendar year 2014 (annual payroll of active employees covered by the plan) was \$3,301,654 and the ratio of the UAAL to the covered payroll was 86%.

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

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Police Pension

Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single employer pension plan. The plan does not issue a stand alone financial report; it is included as a Pension Trust Fund in the Annual Financial Report. Although this is a single employer pension plan, the defined benefits, as well as the employee and employer contribution levels, are mandated by the Illinois Compiled Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a Pension Trust Fund. Plan members' contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions.

As of April 30, 2014, the date of the latest actuarial valuation, the plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not receiving them.	36
Current employees, vested and nonvested.	<u>40</u>
Total	<u><u>76</u></u>

The plan provides retirement benefits, as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of 2.5% of final salary for each year of service up to 30 years, to a maximum of 75% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit of 2.5% of final salary for each year of service. Surviving spouses receive 100% of final salary for fatalities resulting from an act of duty, or otherwise the greater of 50% of final salary or the employee's retirement benefit. Employees disabled in the line of duty receive 65% of final salary. The monthly pension of a covered employee who retired with 20 or more years of service after January 1, 1977, shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the originally granted pension. Beginning with increases granted on or after July 1, 1993, the second and subsequent automatic annual increases shall be calculated as 3% of the amount of the pension payable at the time of increase.

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village's annual contribution to the plan is provided by a property tax levy. These tax levies are required to be of an amount necessary to finance the plan as actuarially determined by an enrolled actuary.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Police Pension (continued)

For employees hired after January 1, 2011, the normal retirement age is attainment of age 55 and completion of 10 years of service. Early retirement age is attainment of age 50, completion of 10 years of service and the early retirement factor is 6% per year; the employee's accrued benefit is based on the employee's final 8-year average salary not to exceed \$106,800 (as indexed). Cost-of-living adjustments are simple increases (not compounded) of the lesser of 3% or 50% of CPI beginning the later of the anniversary date and age 60; surviving spouse's benefits are 66 2/3% of the employees benefit at the time of death.

Administrative costs are financed with revenues of the Police Pension Fund.

Annual Pension Cost and Net Pension Obligation

The Village's annual pension cost and net pension obligation to the Police Pension Plan for the year ended April 30, 2015 and 2014 were as follows:

	<u>2015</u>	<u>2014</u>
Annual required contribution	\$ 2,180,700	\$ 2,007,930
Interest on net pension obligation	358,315	352,245
Adjustment to annual required contribution	<u>(321,311)</u>	<u>(298,679)</u>
Annual pension cost	2,217,704	2,061,496
Contributions made	<u>(2,214,723)</u>	<u>(1,973,625)</u>
Increase in net pension obligation	2,981	87,871
Net pension obligation, beginning of year	<u>5,121,206</u>	<u>5,033,335</u>
Net pension obligation, end of year	<u>\$ 5,124,187</u>	<u>\$ 5,121,206</u>

The annual required contribution for the current year was determined as part of the April 30, 2014 actuarial valuation using the entry age normal cost funding method. The actuarial assumptions included (a) 7.0% investment rate of return compounded annually at April 30, 2014 and (b) projected salary increases attributable to inflation at 5.5% compounded annually at April 30, 2014. Both (a) and (b) included an inflation component of 3%. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a closed period, level percentage of payroll. The remaining amortization period as of the April 30, 2014 actuarial valuation was 19 years.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Police Pension (continued)

Annual Pension Cost and Net Pension Obligation

Three Year Trend Information

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
April 30, 2014	\$2,217,704	99%	\$5,124,187
April 30, 2013	\$2,061,496	96%	\$5,121,206
April 30, 2012	\$1,891,414	91%	\$5,033,335

Funded Status and Funding Progress

As of May 1, 2014, the most recent actuarial valuation date, the plan was 36.9% funded. The actuarial accrued liability for benefits was \$46,191,707 and the actuarial value of assets was \$17,022,967, resulting in an unfunded actuarial liability (UAAL) of \$29,168,740. The covered payroll (annual payroll of active employees covered by the plan) was \$3,184,560 and the UAAL to the covered payroll was 915.9%.

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.

Firemen's Pension

Fire sworn personnel are covered by the Firemen's Pension Plan, which is a defined benefit single employer pension plan. The plan does not issue a stand alone financial report; it is included as a Pension Trust Fund in the Annual Financial Report. Although this is a single employer pension plan, the defined benefits, as well as the employee and employer contribution levels, are mandated by the Illinois Compiled Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a Pension Trust Fund. Plan members' contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Firemen's Pension (continued)

As of April 30, 2014, the date of the latest actuarial valuation, the plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not receiving them.	33
Current employees, vested and nonvested.	<u>35</u>
Total	<u><u>68</u></u>

The plan provides retirement benefits, as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half the salary attached to the rank held on the last day of service. The pension shall be increased by 1/12 of 2.5% of such monthly salary for each additional month of service over 20 years up to 30 years, to a maximum of 75% of such monthly salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit ranging from 15% of final salary for 10 years of service to 45.6% for 19 years of service. Surviving spouses receive 100% of final salary for fatalities resulting from an act of duty, or otherwise the greater of 54% of final salary or the monthly retirement pension that the deceased fireman was receiving at the time of death. Surviving children receive 12% of final salary. The maximum family survivor benefit is 75% of final salary. Employees disabled in the line of duty receive 65% of final salary. The monthly pension of a covered employee who retired with 20 or more years of service after January 1, 1977, shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the originally granted pension.

Covered employees are required to contribute 9.455% of their base salary to the Firemen's Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village's annual contribution to the plan is provided by a property tax levy. These tax levies are required to be of an amount necessary to finance the plan as actuarially determined by an enrolled actuary.

For employees hired after January 1, 2011, the normal retirement age is attainment of age 55 and completion of 10 years of service; early retirement age is attainment of age 50, completion of 10 years of service and the early retirement factor is 6% per year; the employee's accrued benefit is based on the employee's final 8-year average salary not to exceed \$106,800 (as indexed). Cost-of-living adjustments are simple increases (not compounded) of the lesser of 3% or 50% of CPI beginning the later of the anniversary date and age 60; surviving spouse's benefits are 66 2/3% of the employees benefit at the time of death.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Firemen's Pension (continued)

Administrative costs are financed with revenues of the Firemen's Pension Fund.

Annual Pension Cost and Net Pension Obligation

The Village's annual pension cost and net pension obligation to the Firemen's Pension Plan for the year ended April 30, 2015 and 2014 were as follows:

	<u>2015</u>	<u>2014</u>
Annual required contribution	\$ 1,437,706	\$ 1,383,585
Interest on net pension obligation	195,967	188,235
Adjustment to annual required contribution	<u>(174,068)</u>	<u>(159,611)</u>
Annual pension cost	1,459,605	1,412,209
Contributions made	<u>(1,538,881)</u>	<u>(1,301,138)</u>
Increase in net pension obligation	(79,276)	111,071
Net pension obligation, beginning of year	<u>2,800,146</u>	<u>2,689,075</u>
Net pension obligation, end of year	<u>\$ 2,720,870</u>	<u>\$ 2,800,146</u>

The annual required contribution for the current year was determined as part of the April 30, 2014 actuarial valuation using the entry age normal cost funding method. The actuarial assumptions included (a) 7.0% investment rate of return compounded annually at April 30, 2014 and (b) projected salary increases attributable to inflation at 5.5% compounded annually at April 30, 2014. Both (a) and (b) included an inflation component of 3%. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a closed period, level percentage of payroll. The remaining amortization period as of the April 30, 2014 actuarial valuation was 19 years.

Annual Pension Cost and Net Pension Obligation

Three Year Trend Information

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
April 30, 2014	\$1,459,605	105%	\$2,720,870
April 30, 2013	\$1,412,209	92%	\$2,800,146
April 30, 2012	\$1,267,592	96%	\$2,689,075

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Firemen's Pension (continued)

Funded Status and Funding Progress

As of May 1, 2014, the most recent actuarial valuation date, the plan was 56.5% funded. The actuarial accrued liability for benefits was \$36,893,013 and the actuarial value of assets was \$21,596,932, resulting in an unfunded actuarial liability (UAAL) of \$15,296,081. The covered payroll (annual payroll of active employees covered by the plan) was \$2,847,052 and the UAAL to the covered payroll was 537.3%.

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.

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS

Plan Description

The Village sponsors a single-employer health care plan that provides medical and prescription drug coverage to all eligible retirees, their spouses, and their eligible dependents. The other postemployment benefit plan (OPEB) is considered part of the Village's reporting entity and is presented as part of the governmental activities and business-type activities in the basic financial statements. A separate audit report is not prepared.

As of April 30, 2014, the date of the latest actuarial valuation, the plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits, but not receiving them.	75
Current employees, vested and nonvested.	<u>116</u>
Total	<u><u>191</u></u>

Funding Policy

The plan contributions (premiums) made on behalf of employees are negotiated by management and the union and governed by the Village's union contracts. The Village pays 100% of the premium for active employees and 50% of the premium for eligible retirees under the age of 65 with 20 years of service. The current funding policy of the Village is to pay health claims as they occur through internally assigned funds.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (continued)

Funding Policy (continued)

The annual required contribution (ARC) is the basic annual expense recognized under GASB Statement No. 45, though there is no requirement to fund the ARC. The ARC is calculated under the actuarial cost method that was chosen and is made up of the normal cost plus amortization of the unfunded actuarial accrued liability (UAAL - excess of the pas service liability over the actuarial value of asset). The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually. For fiscal year 2015, the Village contributed \$895,182 to the plan, all of which was for current premiums. Plan members receiving benefits from OPEB contributed \$243,046.

Annual OPEB Cost and Net OPEB Obligation

The Village's annual OPEB cost (expense) is calculated based on the ARC of the employer. The ARC represents a level of funding that, if paid on an on-going basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The following table shows the components of the Village's OPEB cost for 2015:

The annual required contribution was determined as follows:

Normal cost	\$ 1,391,306
Amortization	<u>1,457,142</u>
Total annual required contribution	<u>\$ 2,848,448</u>
Annual required contribution	\$ 2,848,448
Interest on net OPEB obligation	89,595
Adjustment to annual required contribution	<u>(74,660)</u>
Annual OPEB cost	2,863,383
Contributions made	<u>(895,182)</u>
Increase in net OPEB obligation	1,968,201
Net OPEB obligation, beginning of year	<u>2,239,869</u>
Net OPEB obligation, end of year	<u>\$ 4,208,070</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (continued)

Annual OPEB Cost and Net OPEB Obligation (continued)

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the 2013-2015 fiscal years are as follows:

<u>Fiscal Year End</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
April 30, 2015	\$2,863,383	31%	\$4,208,070
April 30, 2014	\$1,007,252	64%	\$2,239,871
April 30, 2013	\$1,004,851	64%	\$1,877,272

Annual OPEB Cost and Net OPEB Obligation

As of April 30, 2015, the plan was 0% funded. The actuarial accrued liability for benefits was \$43,714,250 and the actuarial value of assets was \$0 resulting in an unfunded actuarial liability of \$43,714,250.

Actuarial valuations of an on-going plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents only seven years of information.

Actuarial Methods and Assumptions

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

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (continued)

Actuarial Methods and Assumptions (continued)

In the April 30, 2014 actuarial valuation, entry age normal cost method was used. The actuarial assumptions included an annual healthcare cost trend rate of 5% initially, increasing to 8% after five years, then decreasing to an ultimate 6% after 15 years. A discount rate of 4% was used. The salary progression was 4% per year. The Village's unfunded actuarial accrued liability is being amortized as a level percent of payroll over an open period. The remaining amortization period was 30 years.

NOTE 8 - GASB 67 - Financial Reporting for Pension Plans

The Village has adopted GASB Statement No. 67, *Financial Reporting for Pension Plans – an amendment of GASB Statement No 25*. The Statement enhances the Village's footnote disclosures and expands the Required Supplemental Information (RSI) data with new schedules. It was issued to improve financial reporting by state and local government pension plans. The following provides information required to be disclosed under Statement No. 67 that is not discussed as part of the information disclosed in Note 6 previously.

Plan Administration

The Police Pension Plan and Firemen's Pension Plan are administered by respective Boards of Trustees which act as the administrators of the plans.

The Board for the Police Pension Plan consists of five voting Trustees, two of whom are appointed by the Village President, two of whom are members of the system who are elected by a majority of the Police Officers who are active members of the system and one whom is elected by the retirees of the Police Pension Fund. Each Trustee serves a two year term. Each person employed by the Village Police Department as a full-time Police Officer becomes a member of the Plan as a condition of his or her employment.

The Board for the Firemen's Pension Plan consists of five voting Trustees, two of whom are appointed by the Village President, two of whom are members of the system who are elected by a majority of the Firefighters who are active members of the system and one whom is elected by the retirees of the Firemen's Pension Fund. Each Trustee serves a three year term. Each person employed by the Village Fire Department as a full-time Firefighter becomes a member of the Plan as a condition of his or her employment.

Investment Policy

Each Board of Trustees (Board) is responsible for administering the investment policies of the Plans and providing oversight for the management of the Plans' assets. The investment strategy of each Plan is to emphasize total return. The investment policy for each plan requires that all Plan assets be invested in securities that can be transacted quickly and efficiently for the Plan, with minimal impact on market price.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 8 - GASB 67 - Financial Reporting for Pension Plans (continued)

Investment Policy (continued)

The following are the adopted asset allocation policies for each pan as of April 30, 2015:

<u>Asset Class</u>	<u>Target Allocation</u>	
	<u>Police Pension Plan</u>	<u>Firemen's Pension Plan</u>
Fixed Income, Government and Corporate	40.00%	40.00%
Domestic Equities	49.50%	38.50%
International Equities	5.50%	16.50%
Cash	5.00%	5.00%
	<u>100.00%</u>	<u>100.00%</u>

The Firemen’s Pension Fund held the following investments which represent more than 5% of the Plan’s fiduciary net position: 1) Fidelity Growth Company Fund and 2) First Midwest EB Large Cap Equity Mutual Fund. These investments are 9.41% and 14.28%, respectively, of the Firemen’s Pension Fund’s total investments. The Police Pension Fund has no investments that represent more than 5% of the Plan’s fiduciary net position.

Money-Weighted Rate of Return on Investments

For the year ended April 30, 2015 the annual money-weighted rate of return on pension plan investments, net of pension plan investment expenses was 6.8% for the Police Pension Plan and 7.5% for the Firemen’s Pension Plan. The money-weighted rate of return expresses investment performance, net of expenses, adjusted for the changing amounts actually invested.

Net Pension Liability

The components of the net pension liability of the Plans as of April 30, 2015 were as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	
	<u>Police Pension Plan</u>	<u>Firemen's Pension Plan</u>
Fixed Income, Government and Corporate	40.00%	40.00%
Domestic Equities	49.50%	38.50%
International Equities	5.50%	16.50%
Cash	5.00%	5.00%
	<u>100.00%</u>	<u>100.00%</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 8 - GASB 67 - Financial Reporting for Pension Plans (continued)

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of May 1, 2015 using the following actuarial assumptions applied to all measurement periods:

	Police Pension Plan	Firemen's Pension Plan
Total Pension Liability	\$ 50,949,018	\$ 42,115,005
Plan Fiduciary Net Position	<u>18,289,772</u>	<u>23,366,163</u>
Net Pension Liability	<u>\$ 32,659,246</u>	<u>\$ 18,748,842</u>

Plan Fiduciary Net Position as a
Percentage of the Total Pension
Liability

35.90%

55.48%

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rate of return for each major asset class included in the pension plans' asset allocations as of April 30, 2015 are summarized in the following table:

	Police Pension Plan	Firemen's Pension Plan
Valuation Date	5/1/2015	5/1/2015
Inflation	3.00%	3.00%
Projected Salary Increases	4.00% - 11.00%	4.00% - 11.00%
Investment Rate of Return	7.00%	7.00%
	L&A 2012	L&A 2012
	Illinois Police	Illinois Firefighters
Mortality Rate	100%	100%
Date of Actuarial Experience Study	9/26/2012	9/26/2012

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 8 - GASB 67 - Financial Reporting for Pension Plans (continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% for the Police Pension Plan and the Firemen's Pension Plan. The projection of cash flow used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the pension plans calculated using the discount rates listed above, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower, or 1-percentage-point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Police Pension Plan	\$ 39,531,408	\$ 32,659,247	\$ 26,986,573
Firemen's Pension Plan	\$ 24,611,264	\$ 18,748,841	\$ 13,907,305

NOTE 9 - FUTURE CHANGE IN ACCOUNTING PRINCIPLES

The Governmental Accounting Standards Board (GASB) has issued new accounting standards, effective for April 2016, that may impact the Village's financial statements in future periods. Listed below is the statement and a short summary of the standard's objective that will be effective for the April 30, 2016 financial statements:

GASB Statement No. 68, *Financial Reporting for Pension Plans - an amendment of GASB Statement No. 27*, issued June 2012. This statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that met certain criteria. The impact on the Village will be reviewed.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2015

NOTE 9 - FUTURE CHANGE IN ACCOUNTING PRINCIPLES (continued)

GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*, issued November 2013. The objective of this statement is to address an issue regarding application of the transition provisions of Statement No. 68, *Accounting and Financial Reporting for Pensions*. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. The impact on the Village will be reviewed.

This information is an integral part of the accompanying financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF ALSIP, ILLINOIS
REQUIRED PENSION AND RETIREMENT INFORMATION
April 30, 2015

I. SCHEDULE OF FUNDING PROGRESS

Illinois Municipal Retirement Fund

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(3) Unfunded AAL (UAAL) (2) - (1)	(4) Funded Ratio (1) ÷ (2)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (3) ÷ (5)
12/31/05	\$4,025,870	\$5,132,842	\$1,106,972	78.43%	\$2,403,463	46.06%
12/31/06	\$4,312,748	\$6,004,736	\$1,692,988	71.81%	\$2,307,763	73.36%
12/31/07	\$4,998,559	\$6,258,388	\$1,259,829	79.87%	\$2,551,900	49.37%
12/31/08	\$3,336,332	\$5,926,929	\$2,590,597	56.29%	\$2,766,516	93.64%
12/31/09	\$4,105,809	\$6,670,414	\$2,564,605	61.55%	\$3,048,486	84.13%
12/31/10	\$4,633,689	\$7,141,226	\$2,507,537	64.89%	\$3,130,680	80.10%
12/31/11	\$5,094,069	\$7,846,334	\$2,752,265	64.92%	\$3,014,722	91.29%
12/31/12	\$5,985,191	\$8,494,289	\$2,509,098	70.46%	\$2,994,461	83.79%
12/31/13	\$6,210,946	\$8,651,426	\$2,440,480	71.79%	\$3,192,009	76.46%
12/31/14	\$6,071,785	\$8,922,912	\$2,851,127	68.05%	\$3,301,654	86.35%

Police Pension Fund

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liabilities (AAL)	(3) Unfunded AAL (2) - (1)	(4) Funded Ratio (1) ÷ (2)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (3) ÷ (5)
4/30/05	\$13,393,892	\$28,999,241	\$15,605,349	46.19%	\$2,481,395	629.89%
4/30/06	\$14,030,355	\$32,678,836	\$18,648,481	42.93%	\$2,483,080	751.02%
4/30/07	\$14,790,406	\$32,492,365	\$17,701,959	45.52%	\$2,538,657	697.30%
4/30/08	\$14,442,626	\$36,548,413	\$22,105,787	39.50%	\$2,822,581	783.20%
4/30/09	\$13,073,668	\$38,700,846	\$26,627,208	31.20%	\$2,857,149	931.95%
4/30/10	\$13,897,458	\$37,750,857	\$23,853,399	36.81%	\$2,571,316	927.67%
4/30/11	\$15,120,768	\$39,303,606	\$24,182,838	38.47%	\$2,642,413	915.18%
4/30/12	\$15,198,174	\$41,470,346	\$26,272,172	36.65%	\$2,921,239	899.35%
4/30/13	\$16,003,250	\$43,899,360	\$27,896,110	36.45%	\$2,930,511	951.91%
4/30/14	\$17,022,967	\$46,191,707	\$29,168,740	36.9%	\$3,184,560	915.94%

VILLAGE OF ALSIP, ILLINOIS
REQUIRED PENSION AND RETIREMENT INFORMATION
April 30, 2015

I. SCHEDULE OF FUNDING PROGRESS (continued)

Firemen's Pension Fund

	(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liabilities (AAL)	Unfunded AAL (2) - (1)	Funded Ratio (1) ÷ (2)	Covered Payroll	UAAL as a Percentage of Covered Payroll (3) ÷ (5)
4/30/05	\$13,643,083	\$20,135,387	\$ 7,482,304	62.82%	\$2,370,182	315.68%
4/30/06	\$13,862,998	\$20,410,714	\$ 6,547,716	67.92%	\$2,247,854	291.29%
4/30/07	\$15,253,135	\$22,372,210	\$ 7,129,075	68.18%	\$2,558,973	278.20%
4/30/08	\$15,721,646	\$24,757,356	\$ 9,035,710	63.50%	\$2,567,263	351.96%
4/30/09	\$14,171,338	\$25,998,247	\$12,826,909	54.51%	\$2,723,064	434.32%
4/30/10	\$16,451,367	\$28,812,898	\$13,360,531	57.10%	\$2,680,721	461.09%
4/30/11	\$17,994,677	\$31,388,304	\$13,393,627	57.33%	\$2,467,342	542.84%
4/30/12	\$18,590,714	\$32,803,218	\$14,212,504	56.67%	\$2,653,763	535.54%
4/30/13	\$19,876,326	\$35,156,942	\$15,280,616	56.54%	\$2,770,376	551.57%
4/30/14	\$21,596,932	\$36,893,013	\$15,296,081	58.54%	\$2,847,052	537.26%

Health Insurance for Retired Employees

	(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liabilities (AAL)	Unfunded AAL (2) - (1)	Funded Ratio (1) ÷ (2)	Covered Payroll	UAAL as a Percentage of Covered Payroll (3) ÷ (5)
4/30/07	\$ -	\$ 7,345,789	\$ 7,345,789	0.00%	N/A	N/A
4/30/09	\$ -	\$ 8,628,731	\$ 8,628,731	0.00%	N/A	N/A
4/30/10	\$ -	\$ 8,628,731	\$ 8,628,731	0.00%	N/A	N/A
4/30/11	\$ -	\$ 8,628,731	\$ 8,628,731	0.00%	N/A	N/A
4/30/12	\$ -	\$12,257,486	\$12,257,486	0.00%	N/A	N/A
4/30/13	\$ -	\$12,257,486	\$12,257,486	0.00%	N/A	N/A
4/30/14	\$ -	\$12,257,486	\$12,257,486	0.00%	N/A	N/A
4/30/15	\$ -	\$43,714,250	\$43,714,250	0.00%	N/A	N/A

VILLAGE OF ALSIP, ILLINOIS
REQUIRED PENSION AND RETIREMENT INFORMATION
April 30, 2015

II. SCHEDULE OF EMPLOYER CONTRIBUTIONS

	<u>Actuarial Valuation Date</u>	<u>Annual Pension/ OPEB Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension/ OPEB Obligation</u>
Illinois Municipal Retirement Fund	12/31/05	199,968	100%	-
	12/31/06	216,007	100%	-
	12/31/07	328,429	100%	-
	12/31/08	407,231	100%	-
	12/31/09	408,192	100%	-
	12/31/10	493,395	89%	-
	12/31/11	461,252	98%	-
	12/31/12	457,853	100%	-
	12/31/13	532,427	100%	-
	12/31/14	548,405	100%	-
Police Pension Fund	4/30/05	1,125,147	79%	3,646,700
	4/30/06	1,275,727	71%	4,012,069
	4/30/07	1,282,803	67%	4,429,918
	4/30/08	1,678,103	67%	4,986,137
	4/30/09	1,822,271	102%	4,944,152
	4/30/10	1,664,129	104%	4,891,889
	4/30/11	1,741,031	99%	4,858,198
	4/30/12	1,891,414	91%	5,033,335
	4/30/13	2,061,496	96%	5,121,206
	4/30/14	2,220,742	99%	5,124,187
Firemen's Pension Fund	4/30/05	892,675	92%	2,137,975
	4/30/06	836,301	95%	2,178,582
	4/30/07	909,275	81%	2,352,766
	4/30/08	1,033,558	77%	2,593,442
	4/30/09	1,212,395	87%	2,745,186
	4/30/10	1,179,034	103%	2,721,705
	4/30/11	1,219,299	104%	2,643,626
	4/30/12	1,268,040	96%	2,689,075
	4/30/13	1,412,209	92%	2,800,146
	4/30/14	1,459,605	105%	2,720,870
Retired Employees' Health Insurance	4/30/06	613,210	56%	270,021
	4/30/07	647,321	71%	456,694
	4/30/08	650,433	71%	646,477
	4/30/09	713,077	43%	1,052,726
	4/30/10	697,298	66%	1,289,373
	4/30/11	701,243	49%	1,644,951
	4/30/12	1,004,851	64%	1,877,272
	4/30/13	1,007,252	64%	2,239,871
4/30/14	2,863,383	31%	4,208,070	

**VILLAGE OF ALSIP, ILLINOIS
REQUIRED PENSION AND RETIREMENT INFORMATION
April 30, 2015**

III. RETIREMENT SYSTEM - DEFINED BENEFIT PLAN

The following presents the changes in the employer's net pension liability:

	Year Ended April 30, 2015	
	Police Pension	Firemen's Pension
Total Pension Liability		
Service Cost	\$ 734,284	\$ 725,003
Interest	3,368,025	2,763,171
Benefit Payments and Refunds	<u>(2,535,879)</u>	<u>(1,694,070)</u>
Net Change in Total Pension Liability	1,566,430	1,794,104
Total Pension Liability - Beginning	<u>49,382,588</u>	<u>40,320,901</u>
Total Pension Liability - Ending (A)	<u><u>\$ 50,949,018</u></u>	<u><u>\$ 42,115,005</u></u>
 Plan Fiduciary Net Position		
Contributions - Employer	\$ 2,214,723	\$ 1,538,881
Contributions - Employee	334,901	286,786
Contributions - Other	77,450	-
Net Investment Income	1,196,897	1,654,617
Benefit Payments	(2,535,879)	(1,694,070)
Administrative Expenses	<u>(21,288)</u>	<u>(16,981)</u>
Net Change in Plan Fiduciary Net Position	1,266,804	1,769,233
Plan Fiduciary Net Position - Beginning	<u>17,022,968</u>	<u>21,596,930</u>
Plan Fiduciary Net Position - Ending (B)	<u><u>\$ 18,289,772</u></u>	<u><u>\$ 23,366,163</u></u>
 Net Pension Liability - Ending (A) - (B)	<u><u>\$ 32,659,246</u></u>	<u><u>\$ 18,748,842</u></u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	35.90%	55.48%
 Covered Employee Payroll	\$ 3,376,153	\$ 3,011,302
 Net Pension Liability as a Percentage of Covered Employee Payroll	967%	623%

Additional years will be added to this schedule annually until 10 years of data is presented.

**VILLAGE OF ALSIP, ILLINOIS
REQUIRED PENSION AND RETIREMENT INFORMATION
April 30, 2015**

III. RETIREMENT SYSTEM - DEFINED BENEFIT PLAN (continued)

The following information presents a schedule of contributions:

Police Pension Fund					
Fiscal Year Ended April 30	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2015	\$ 2,148,485	\$ 2,214,723	\$ (66,238)	\$ 3,376,153	65.60%

Firemen's Pension Fund					
Fiscal Year Ended April 30	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2015	\$ 1,480,436	\$ 1,538,881	\$ (58,445)	\$ 3,011,302	51.10%

Additional years will be added to this schedule until 10 years of data is presented.

The following presents the annual money-weighted rate of return, net of investment expenses:

Police Pension Fund	
Fiscal Year Ended April 30	Rate
2015	6.80%

Firemen's Pension Fund	
Fiscal Year Ended April 30	Rate
2015	7.50%

Additional years will be added to this schedule until 10 years of data is presented.

SUPPLEMENTARY INFORMATION

**VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE BALANCE SHEET
April 30, 2015 and 2014**

ASSETS

	<u>2015</u>	<u>2014</u>
Cash	\$ 604,573	\$ 609,346
Temporary cash investment	7,961,772	7,449,074
Restricted assets:		
Temporary cash investment	2,180,106	1,866,947
Receivables (net of allowance for uncollectibles):		
Taxes	6,264,023	5,990,791
Accounts	588,852	606,345
Due from other funds	368,570	368,571
Prepaid expense	<u>57,809</u>	<u>50,568</u>
TOTAL ASSETS	<u>\$ 18,025,705</u>	<u>\$ 16,941,642</u>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES

LIABILITIES

Accounts payable	\$ 528,672	\$ 518,660
Accrued medical claims	186,475	113,021
Other accrued expenses	104,900	537,195
Due to other funds	<u>916,174</u>	<u>909,878</u>

Total liabilities	<u>1,736,221</u>	<u>2,078,754</u>
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DEFERRED INFLOWS OF RESOURCES

Subsequent year's property taxes	<u>3,932,246</u>	<u>3,763,751</u>
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FUND BALANCES

Nonspendable	57,809	50,568
Restricted for police department programs	220,785	213,841
Assigned for insurance premiums, claims and related expenditures	1,959,321	1,653,106
Unassigned	<u>10,119,323</u>	<u>9,181,622</u>

Total fund balances	<u>12,357,238</u>	<u>11,099,137</u>
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**TOTAL LIABILITIES, DEFERRED INFLOWS OF
RESOURCES AND FUND BALANCES**

	<u>\$ 18,025,705</u>	<u>\$ 16,941,642</u>
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**VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
REVENUES		
Taxes:		
Property tax	\$ 7,275,086	\$ 6,792,224
Sales tax	5,701,348	5,666,029
State income tax	2,369,241	2,223,042
Mini-warehouse tax	231,834	221,654
Hotel/motel tax	572,920	514,843
Replacement tax	370,754	354,340
Transfer tax	288,946	169,163
	<hr/>	<hr/>
Total taxes	16,810,129	15,941,295
Miscellaneous revenue:		
Flea market fees	152,157	153,107
Miscellaneous income	432,088	290,016
Police seizure income	7,000	2,630
Damage to Village property - insurance reimbursements	31,277	38,208
Miscellaneous fees	815,413	863,603
Cable TV franchise fees	329,347	312,597
Boat launch fee	10,436	10,136
	<hr/>	<hr/>
Total miscellaneous revenue	1,777,718	1,670,297
Police and court fines	418,127	473,739
Licenses and permits	434,629	464,467
Grants	76,564	62,103
Charges for services	605,642	591,726
Interest	1,715	1,774
	<hr/>	<hr/>
Total	1,536,677	1,593,809
	<hr/>	<hr/>
Total revenues	20,124,524	19,205,401
 EXPENDITURES		
General government:		
Administrative department	375,713	311,234
Planning commission	2,626	2,511
Police and fire commission	17,956	19,486
Social Security and IMRF	563,524	568,281
Finance department	278,979	260,765
Village clerk department	158,440	128,900
Village hall department	197,956	265,190
	<hr/>	<hr/>
Total general government	1,595,194	1,556,367

	<u>2015</u>	<u>2014</u>
EXPENDITURES (continued)		
Public safety:		
Civil defense	9,569	9,569
Fire department	4,067,531	3,725,126
Fire department ambulance service	1,618,431	1,441,430
Police department	<u>6,879,472</u>	<u>6,489,766</u>
Total public safety	<u>12,575,003</u>	<u>11,665,891</u>
Building department	229,750	218,364
Health and environmental control department	1,257,568	1,228,697
Insurance department	3,063,910	3,066,959
Boat launch	22,028	15,680
Capital improvements	146,728	142,541
Debt service	<u>156,234</u>	<u>114,844</u>
Total	<u>4,876,218</u>	<u>4,787,085</u>
Total expenditures	<u>19,046,415</u>	<u>18,009,343</u>
Excess of revenues over expenditures	<u>1,078,109</u>	<u>1,196,058</u>
OTHER FINANCING SOURCES (USES)		
Loan proceeds	165,132	-
Transfers out	-	(1,908,258)
Sale of Village property	<u>14,860</u>	<u>10,960</u>
Total other financing sources (uses)	<u>179,992</u>	<u>(1,897,298)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,258,101	(701,240)
FUND BALANCE, BEGINNING OF YEAR	<u>11,099,137</u>	<u>11,800,377</u>
FUND BALANCE, END OF YEAR	<u>\$ 12,357,238</u>	<u>\$ 11,099,137</u>

**VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF EXPENDITURES
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
GENERAL GOVERNMENT		
Administrative Department:		
Salary - mayor	\$ 75,289	\$ 76,089
Salary - admin assistant	58,722	54,107
Compensation - trustees	62,625	63,130
Hotel/motel tax	90,805	80,988
Membership and dues	7,465	7,102
Legal retainer	11,000	12,000
Legal fees - other	191,257	163,810
Engineering fees	-	-
Contingent expenses	21,355	20,766
Newsletter expense	14,554	18,558
Employee travel	1,749	1,700
Office expense	2,829	1,309
Beautification	15,562	9,007
Street fair	27,467	4,648
Other expense	178,541	183,066
Reimbursements from other funds	<u>(383,507)</u>	<u>(385,046)</u>
Total administrative department	<u>375,713</u>	<u>311,234</u>
Planning Commission:		
Staff expense	1,758	1,926
Secretarial services	730	281
Legal fees	138	-
Contingent expense	<u>-</u>	<u>304</u>
Total planning commission	<u>2,626</u>	<u>2,511</u>
Police and Fire Commission:		
Secretarial service	520	-
Examinations	13,690	15,153
Staff expense	3,597	3,771
Office supplies	-	83
Printing and publications	<u>149</u>	<u>479</u>
Total police and fire commission	<u>17,956</u>	<u>19,486</u>

**VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF EXPENDITURES
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
GENERAL GOVERNMENT		
Social Security and IMRF:		
Social Security and IMRF	547,071	553,326
Unemployment insurance	<u>16,453</u>	<u>14,955</u>
Total Social Security and IMRF	<u>563,524</u>	<u>568,281</u>
Finance Department:		
Salary - finance director and staff	267,196	264,158
Salary - computer operator	83,443	119,774
Payroll service and administrator	18,249	15,008
Purchase computer equipment	16,328	19,626
Computer forms and supplies	4,030	5,884
Computer maintenance	96,507	79,195
Office supplies	3,895	3,824
Accounting service	65,405	67,462
Contingent expense	8,693	8,443
Reimbursements from other funds	<u>(284,767)</u>	<u>(322,609)</u>
Total finance department	<u>278,979</u>	<u>260,765</u>
Village Clerk Department:		
Salary - village clerk	12,500	11,785
Salary - recording secretary	882	5,022
Salaries - clerical	188,536	184,698
Telephone expense	50,004	40,658
Postage expense	18,063	18,000
Contingent expense	3,339	4,349
Legal advertising	4,659	3,259
Codification	8,409	700
Decals and tags	875	165
Repair - office equipment	520	143
Equipment purchase	15,147	867
Equipment rental	11,358	9,934
Office supplies	4,912	4,817
Printing	962	3,973
Reimbursements from other funds	<u>(161,726)</u>	<u>(159,470)</u>
Total village clerk department	<u>158,440</u>	<u>128,900</u>

**VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF EXPENDITURES
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
GENERAL GOVERNMENT		
Village Hall Department:		
Salary - wages	36,796	27,325
Salary - custodian	10,208	8,427
Maintain village hall	121,810	77,823
Contract repair and utilities	28,309	142,354
Cleaning supplies	475	9,037
Contingencies	<u>358</u>	<u>224</u>
 Total village hall department	 <u>197,956</u>	 <u>265,190</u>
 Total General Government	 <u>1,595,194</u>	 <u>1,556,367</u>
 PUBLIC SAFETY		
Civil Defense:		
Salary - director	8,487	8,487
Repair - warning systems	<u>1,082</u>	<u>1,082</u>
 Total civil defense	 <u>9,569</u>	 <u>9,569</u>
 Fire Department:		
Salaries - all firemen	1,894,564	1,798,552
Volunteers, paid calls, and overtime	214,897	223,255
Holiday pay	35,350	32,784
Salaries - incentive pay	25,106	30,700
Retirement buyout	-	52,000
Publications and membership	8,155	7,644
Repair - fire trucks	65,257	44,916
Repair - radio equipment	8,144	5,849
Maintenance - fire stations	90,932	67,594
Utilities - fire stations	2,685	5,138
Fire prevention expense	7,383	5,143
Contingent expense	1,536	2,023
Purchase fire equipment	46,980	32,730
Purchase radio equipment	10,024	9,127
Education reimbursement	8,093	5,600
Gasoline and oil	12,335	14,999
Clothing allowance	21,382	11,650
Training materials	2,208	2,316
Physical examinations	10,000	11,727
Copy machine rental	3,391	3,134

**VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF EXPENDITURES
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
PUBLIC SAFETY		
Fire Department: (continued)		
Office supplies	27,821	25,060
State grant expenses	-	32,071
Vehicles	22,668	
Firemen's pension contribution	<u>1,548,620</u>	<u>1,301,114</u>
 Total fire department	 <u>4,067,531</u>	 <u>3,725,126</u>
 Fire Department Ambulance Service:		
Salaries - ambulance personnel	1,249,873	1,248,981
Holiday pay	32,041	30,476
Repairs and equipment	203,467	31,357
Maintenance - stations	37,139	49,455
Contingent expense	1,617	509
Ambulance supplies	19,982	15,566
Gasoline and oil	14,929	7,917
Clothing allowance	11,260	12,501
Office supplies	1,035	1,237
Collection fees	<u>47,088</u>	<u>43,431</u>
 Total fire department ambulance service	 <u>1,618,431</u>	 <u>1,441,430</u>
 Police Department:		
Salaries - policemen	3,400,412	3,172,751
Salaries - clerical	150,476	146,754
Salaries - communications	412,676	446,945
Salaries - overtime	163,532	148,633
Salaries - crossing guards	26,364	24,623
Salaries - municipal court	36,000	36,000
Holiday pay	66,525	97,960
Impoundments	2,710	2,354
Clothing allowance	28,469	40,949
Miscellaneous vehicle equipment	58,479	81,200
Equipment poundmasters and traffic safety	2,734	-
Computer purchase	14,819	16,497
Purchase office furniture	-	2,747
Photo supplies and rental	9,298	9,949
Gasoline and oil	93,431	121,460
Firearms and ammunition	16,260	15,095
Investigative aids	15,646	14,073
Training	11,164	10,422
Crime prevention	2,818	7,545

**VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF EXPENDITURES
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
PUBLIC SAFETY		
Police Department: (continued)		
Vehicle maintenance	50,087	38,653
Radio equipment repair and maintenance contract	49,415	36,781
Repair - office equipment	-	201
Contingent expense	13,441	14,068
Publications, membership and dues	2,830	3,392
Prisoner food/care	1,252	1,249
Physical examination fee	8,250	3,613
Office supplies	9,483	8,393
Building security	4,182	13,865
Police pension contribution	<u>2,228,719</u>	<u>1,973,594</u>
Total police department	<u>6,879,472</u>	<u>6,489,766</u>
Total Public Safety	<u>12,575,003</u>	<u>11,665,891</u>
BUILDING DEPARTMENT		
Salary - commissioner	99,222	96,245
Salaries - clerical	93,382	91,102
Salaries - building inspectors	10,008	10,314
Salaries - electrical inspectors	2,754	3,105
Salaries - plumbing inspectors	1,944	1,638
Outside inspection fee	3,568	3,392
Contingent expense	3,144	1,288
Research, testing, and plan review	11,385	8,497
Office equipment and supplies	<u>4,343</u>	<u>2,783</u>
Total Building Department	<u>229,750</u>	<u>218,364</u>
HEALTH AND ENVIRONMENTAL CONTROL DEPARTMENT		
Salary - commissioner	17,567	18,039
Part-time inspector/office assistant	40,733	39,652
Dues and memberships	225	400
Refuse contract	1,195,068	1,148,184
Rodent control contract	2,610	2,640
Vehicle purchase	-	18,940
Equipment maintenance	22	-
Supplies	39	-
Contingent expense	<u>1,304</u>	<u>842</u>
Total Health and Environmental Control Department	<u>1,257,568</u>	<u>1,228,697</u>

**VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF EXPENDITURES
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
INSURANCE DEPARTMENT		
Liability - public official and police	101,970	97,244
Comprehensive general, automobile, umbrella and workmen's compensation	609,975	594,037
Group health and life	2,716,965	2,659,428
Reimbursements from other funds	<u>(365,000)</u>	<u>(283,750)</u>
Total Insurance Department	<u>3,063,910</u>	<u>3,066,959</u>
 BOAT LAUNCH		
Salary - wages	15,592	7,035
Utilities	707	436
Grounds and maintenance	5,250	7,497
Telephone expense	254	508
Physicals - boat	<u>225</u>	<u>204</u>
Total Boat Launch	<u>22,028</u>	<u>15,680</u>
 CAPITAL IMPROVEMENTS	<u>146,728</u>	<u>142,541</u>
 DEBT SERVICE	<u>156,234</u>	<u>114,844</u>
 TOTAL GENERAL FUND EXPENDITURES	 <u><u>\$ 19,046,415</u></u>	 <u><u>\$ 18,009,343</u></u>

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
April 30, 2015
with Comparative Totals at April 30, 2014**

	Road and Bridge	9-1-1 Emergency Telephone	Special Tax Allocation	Motor Fuel Tax	Foreign Fire Insurance Tax	Totals	
						2015	2014
ASSETS							
Temporary cash investments	\$ 1,562,782	\$ 729,235	\$ 3,815,741	\$ 885,855	\$ 44,189	\$ 7,037,802	\$ 7,211,651
Receivables (net of allowance for uncollectibles):							
Taxes	272,616	-	445,136	-	-	717,752	723,346
Other	-	-	-	44,834	-	44,834	76,786
Prepaid expense	-	26,542	-	-	-	26,542	25,820
Due from other funds	180	76,954	50,525	265,342	-	393,001	392,822
TOTAL ASSETS	\$ 1,835,578	\$ 832,731	\$ 4,311,402	\$ 1,196,031	\$ 44,189	\$ 8,219,931	\$ 8,430,425
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 299,979	\$ -	\$ 12,462	\$ 32,923	\$ -	\$ 345,364	\$ 121,892
Other accrued expenses	-	-	-	-	-	-	21,737
Due to other funds	-	-	211,159	-	-	211,159	211,159
Total liabilities	299,979	-	223,621	32,923	-	556,523	354,788
Deferred inflows of resources:							
Subsequent year's property taxes	272,616	-	439,360	-	-	711,976	723,346
Fund balances (deficit):							
Nonspendable	-	26,542	-	-	-	26,542	25,820
Restricted for:							
Maintenance of 9-1-1 Emergency Telephone System	-	806,189	-	-	-	806,189	675,322
Tax Increment Financing allocation for project areas	-	-	3,648,421	-	-	3,648,421	3,772,474
Street maintenance and improvement programs	1,262,983	-	-	1,163,108	-	2,426,091	2,574,867
Fire department programs	-	-	-	-	44,189	44,189	62,851
Total restricted fund balance	1,262,983	806,189	3,648,421	1,163,108	44,189	6,924,890	7,085,514
Assigned for street maintenance and improvement programs	-	-	-	-	-	-	240,957
Unassigned	-	-	-	-	-	-	-
Total fund balances	1,262,983	832,731	3,648,421	1,163,108	44,189	6,951,432	7,352,291
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 1,835,578	\$ 832,731	\$ 4,311,402	\$ 1,196,031	\$ 44,189	\$ 8,219,931	\$ 8,430,425

VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT)
For the Year Ended April 30, 2015
with Comparative Totals for the Year Ended April 30, 2014

	Road and Bridge	9-1-1 Emergency Telephone	Special Tax Allocation	Motor Fuel Tax	Foreign Fire Insurance Tax	Totals	
						2015	2014
REVENUES							
Taxes	\$ 1,594,878	\$ -	\$ 978,742	\$ 472,424	\$ 41,497	\$ 3,087,541	\$ 2,849,096
Licenses and permits	352,404	366,961	-	-	-	719,365	778,265
Interest	5,576	-	3,632	197	54	9,459	624
Miscellaneous	557,071	-	-	310,275	-	867,346	360,444
Total revenues	<u>2,509,929</u>	<u>366,961</u>	<u>982,374</u>	<u>782,896</u>	<u>41,551</u>	<u>4,683,711</u>	<u>3,988,429</u>
EXPENDITURES							
Public safety	-	203,972	-	-	38,459	242,431	297,609
Highways and streets	2,763,899	-	-	1,151,290	-	3,915,189	1,803,822
Drainage and storm sewers	33,652	-	-	-	-	33,652	2,221
Forestry maintenance	316,397	-	-	-	-	316,397	76,139
Miscellaneous	-	-	1,106,427	-	-	1,106,427	345,067
Debt service	67,693	-	-	-	21,754	89,447	43,856
Total expenditures	<u>3,181,641</u>	<u>203,972</u>	<u>1,106,427</u>	<u>1,151,290</u>	<u>60,213</u>	<u>5,703,543</u>	<u>2,568,714</u>
Excess of revenues over expenditures	<u>(671,712)</u>	<u>162,989</u>	<u>(124,053)</u>	<u>(368,394)</u>	<u>(18,662)</u>	<u>(1,019,832)</u>	<u>1,419,715</u>
OTHER FINANCING SOURCES (USES)							
Loan proceeds	1,070,373	-	-	-	-	1,070,373	58,822
Transfers in	-	-	-	-	-	-	1,908,258
Transfers out	<u>(120,000)</u>	<u>(31,400)</u>	<u>-</u>	<u>(300,000)</u>	<u>-</u>	<u>(451,400)</u>	<u>(576,715)</u>
Total other financing sources (uses)	<u>950,373</u>	<u>(31,400)</u>	<u>-</u>	<u>(300,000)</u>	<u>-</u>	<u>618,973</u>	<u>1,390,365</u>
Excess of revenues and other financing sources over expenditures and other financing uses	278,661	131,589	(124,053)	(668,394)	(18,662)	(400,859)	2,810,080
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	<u>984,322</u>	<u>701,142</u>	<u>3,772,474</u>	<u>1,831,502</u>	<u>62,851</u>	<u>7,352,291</u>	<u>4,542,211</u>
FUND BALANCES, END OF YEAR	<u>\$ 1,262,983</u>	<u>\$ 832,731</u>	<u>\$ 3,648,421</u>	<u>\$ 1,163,108</u>	<u>\$ 44,189</u>	<u>\$ 6,951,432</u>	<u>\$ 7,352,291</u>

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
ROAD AND BRIDGE FUND
COMPARATIVE BALANCE SHEET
April 30, 2015 and 2014**

ASSETS

	<u>2015</u>	<u>2014</u>
Temporary cash investment	\$ 1,562,782	\$ 999,654
Receivable (net of allowance for uncollectibles):		
Taxes	272,616	262,601
Other	-	41,248
Due from other funds	<u>180</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 1,835,578</u>	<u>\$ 1,303,503</u>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)

LIABILITIES

Accounts payable	\$ 299,979	\$ 34,843
Other accrued expenses	<u>-</u>	<u>21,737</u>
Total liabilities	<u>299,979</u>	<u>56,580</u>

DEFERRED INFLOWS OF RESOURCES

Subsequent year's property taxes	<u>272,616</u>	<u>262,601</u>
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FUND BALANCE

Restricted for street maintenance and improvement programs	1,262,983	743,365
Assigned for street maintenance and improvement programs	-	240,957
Unassigned	<u>-</u>	<u>-</u>
Total fund balance	<u>1,262,983</u>	<u>984,322</u>

TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE

	<u>\$ 1,835,578</u>	<u>\$ 1,303,503</u>
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**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
ROAD AND BRIDGE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE (DEFICIT)
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
REVENUES		
Property taxes	\$ 589,105	\$ 586,354
Replacement tax	12,286	19,861
Fuel use tax	993,487	786,265
Vehicle license	352,404	388,335
Garage fees	199,000	199,000
Waste transfer fee	6,142	8,031
Property rental	14,400	14,400
Sale of property	32,688	-
Miscellaneous income	304,841	19,525
Interest income	5,576	1
	<hr/>	<hr/>
Total revenues	2,509,929	2,021,772
 EXPENDITURES		
Street department:		
Salary - superintendent	87,337	147,164
Wages	683,776	627,866
Engineering fees	4,401	2,879
Purchase new equipment and vehicles	143,358	9,640
Uniforms	6,571	6,223
LED lighting project	1,192,186	-
Purchase street signs	6,017	5,994
Resurface and repair streets	83,041	95,499
Sidewalk repair and maintenance	80,627	74,807
Purchase salt	-	-
Village vehicle stickers	13,389	13,214
Gasoline and oil	29,625	49,709
Equipment and repair	22,051	17,336
Equipment maintenance	18,272	15,500
Purchase radio communication	577	90
Garage maintenance and supplies	4,498	12,900
Utilities	5,335	7,733
Energy charge - street lights	24,850	29,127
Insurance and administrative	115,000	33,750
Social Security and IMRF	190,913	185,040
Unemployment insurance	2,009	2,577
Contingent expense	1,842	944
Dumping charges	24,954	14,969
Office supplies	1,645	3,514
Training	895	1,239
Refunds	402	272
Equipment rental - pagers	1,912	2,098
Cleaning supplies	15,257	15,911
Physicals	936	1,264
JULIE charges	2,223	1,159
	<hr/>	<hr/>
Total street department	2,763,899	1,378,418

	<u>2015</u>	<u>2014</u>
EXPENDITURES (continued)		
Drainage and storm sewers:		
Maintenance - storm sewers	5,598	124
Supplies	2,942	908
Drainage project	22,756	-
Contingent expense	<u>2,356</u>	<u>1,189</u>
Total drainage and storm sewers	<u>33,652</u>	<u>2,221</u>
Forestry maintenance:		
Equipment purchase	7,973	3,919
Equipment maintenance	2,848	1,912
Forestry maintenance	303,535	67,819
Equipment repairs	1,876	2,380
Training	<u>165</u>	<u>109</u>
Total forestry maintenance	<u>316,397</u>	<u>76,139</u>
Debt service	<u>67,693</u>	<u>26,865</u>
Total expenditures	<u>3,181,641</u>	<u>1,483,643</u>
Excess of revenues over expenditures	(671,712)	538,129
OTHER FINANCING SOURCES (USES)		
Loan proceeds	1,070,373	58,822
Transfers in	-	1,908,258
Transfers out	<u>(120,000)</u>	<u>(120,000)</u>
Excess of revenues and other financing sources over expenditures and other financing uses	278,661	2,385,209
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	<u>984,322</u>	<u>(1,400,887)</u>
FUND BALANCE, END OF YEAR	<u>\$ 1,262,983</u>	<u>\$ 984,322</u>

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
9-1-1 EMERGENCY TELEPHONE FUND
COMPARATIVE BALANCE SHEET
April 30, 2015 and 2014**

ASSETS

	<u>2015</u>	<u>2014</u>
Temporary cash investment	\$ 729,235	\$ 598,368
Prepaid expense	26,542	25,820
Due from other funds	<u>76,954</u>	<u>76,954</u>
 TOTAL ASSETS	 <u>\$ 832,731</u>	 <u>\$ 701,142</u>

FUND BALANCE

FUND BALANCE

Nonspendable	\$ 26,542	\$ 25,820
Restricted for maintenance of 9-1-1 Emergency Telephone System	<u>806,189</u>	<u>675,322</u>
 TOTAL FUND BALANCE	 <u>\$ 832,731</u>	 <u>\$ 701,142</u>

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
9-1-1 EMERGENCY TELEPHONE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
REVENUES		
Surcharge fees	\$ 366,961	\$ 389,930
 EXPENDITURES		
Wages	100,000	100,000
Telephone charges	49,181	63,915
Equipment purchases	50,330	59,680
Communication room improvements	-	67,102
Maintenance	4,461	380
Debt service	-	-
Total expenditures	<u>203,972</u>	<u>291,077</u>
Excess (deficiency) of revenues over expenditures	162,989	98,853
 OTHER FINANCING USES		
Transfers out	<u>(31,400)</u>	<u>(47,100)</u>
Excess (deficiency) of revenues over expenditures and other financing uses	131,589	51,753
 FUND BALANCE, BEGINNING OF YEAR	<u>701,142</u>	<u>649,389</u>
 FUND BALANCE, END OF YEAR	<u>\$ 832,731</u>	<u>\$ 701,142</u>

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
SPECIAL TAX ALLOCATION FUND
COMPARATIVE BALANCE SHEET
April 30, 2015 and 2014**

ASSETS

	<u>123rd Street</u>	<u>123rd Place and Cicero</u>	<u>Pulaski Road Corridor</u>	<u>Totals</u>	
				<u>2015</u>	<u>2014</u>
Temporary cash investment	\$ 3,471,016	\$ 322,906	\$ 21,819	\$ 3,815,741	\$ 3,989,839
Receivable (net of allowance for uncollectibles):					
Taxes	438,878	-	6,258	445,136	460,745
Due from other funds	<u>50,525</u>	<u>-</u>	<u>-</u>	<u>50,525</u>	<u>50,525</u>
TOTAL ASSETS	<u>\$ 3,960,419</u>	<u>\$ 322,906</u>	<u>\$ 28,077</u>	<u>\$ 4,311,402</u>	<u>\$ 4,501,109</u>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 6,339	\$ 6,123	\$ -	\$ 12,462	\$ 56,731
Due to other funds	<u>211,159</u>	<u>-</u>	<u>-</u>	<u>211,159</u>	<u>211,159</u>
Total liabilities	217,498	6,123	-	223,621	267,890

DEFERRED INFLOWS OF RESOURCES

Subsequent year's property taxes	433,102	-	6,258	439,360	460,745
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FUND BALANCE

Restricted for Tax Increment Financing allocation for project areas	<u>3,309,819</u>	<u>316,783</u>	<u>21,819</u>	<u>3,648,421</u>	<u>3,772,474</u>
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**TOTAL LIABILITIES, DEFERRED INFLOWS OF
RESOURCES AND FUND BALANCE**

	<u>\$ 3,960,419</u>	<u>\$ 322,906</u>	<u>\$ 28,077</u>	<u>\$ 4,311,402</u>	<u>\$ 4,501,109</u>
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**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
SPECIAL TAX ALLOCATION FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Years Ended April 30, 2015 and 2014**

	123rd Street	123rd Place and Cicero	Pulaski Road Corridor	Eliminations	Totals	
					2015	2014
REVENUES						
Property taxes	\$ 956,923	\$ -	\$ 21,819	\$ -	\$ 978,742	\$ 945,978
Interest income	3,147	485	-	-	3,632	296
Total revenues	960,070	485	21,819	-	982,374	946,274
EXPENDITURES						
Construction costs	59,055	-	946,845	-	1,005,900	88,572
Legal fees	-	24,716	55,068	-	79,784	206,946
Contingencies and other	-	3,124	17,619	-	20,743	49,549
Total expenditures	59,055	27,840	1,019,532	-	1,106,427	345,067
Excess (deficiency) of revenues over expenditures	901,015	(27,355)	(997,713)	-	(124,053)	601,207
OTHER FINANCING USES						
Transfers in	-	-	1,019,532	(1,019,532)	-	-
Transfers out	(1,019,532)	-	-	1,019,532	-	(409,615)
Total other financing uses	(1,019,532)	-	1,019,532	-	-	(409,615)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(118,517)	(27,355)	21,819	-	(124,053)	191,592
FUND BALANCE, BEGINNING OF YEAR	3,428,336	344,138	-	-	3,772,474	3,580,882
FUND BALANCE, END OF YEAR	\$ 3,309,819	\$ 316,783	\$ 21,819	\$ -	\$ 3,648,421	\$ 3,772,474

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
MOTOR FUEL TAX FUND
COMPARATIVE BALANCE SHEET
April 30, 2015 and 2014**

ASSETS

	<u>2015</u>	<u>2014</u>
Temporary cash investment	\$ 885,855	\$ 1,560,939
Receivables:		
Allotments from the State of Illinois	44,834	35,538
Due from other funds	<u>265,342</u>	<u>265,343</u>
 TOTAL ASSETS	 <u><u>\$ 1,196,031</u></u>	 <u><u>\$ 1,861,820</u></u>

LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 32,923	\$ 30,318
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FUND BALANCE

Restricted for street maintenance and improvement programs	<u>1,163,108</u>	<u>1,831,502</u>
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TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 1,196,031</u></u>	<u><u>\$ 1,861,820</u></u>
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**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
MOTOR FUEL TAX FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
REVENUES		
State allotments	\$ 472,424	\$ 475,907
Interest income	197	275
Miscellaneous income	<u>310,275</u>	<u>119,488</u>
Total revenues	<u>782,896</u>	<u>595,670</u>
 EXPENDITURES		
General maintenance	95,417	135,825
Road maintenance	<u>1,055,873</u>	<u>289,579</u>
Total expenditures	<u>1,151,290</u>	<u>425,404</u>
Excess (deficiency) of revenues over expenditures	(368,394)	170,266
 OTHER FINANCING USES		
Transfers out	\$ (300,000)	\$ -
FUND BALANCE, BEGINNING OF YEAR	<u>1,831,502</u>	<u>1,661,236</u>
 FUND BALANCE, END OF YEAR	 <u>\$ 1,163,108</u>	 <u>\$ 1,831,502</u>

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
FOREIGN FIRE INSURANCE TAX FUND
COMPARATIVE BALANCE SHEET
April 30, 2015 and 2014**

ASSETS

	<u>2015</u>	<u>2014</u>
Temporary cash investment	\$ 44,189	\$ 62,851
TOTAL ASSETS	<u>\$ 44,189</u>	<u>\$ 62,851</u>

FUND BALANCE

FUND BALANCE		
Restricted for fire department programs	\$ 44,189	\$ 62,851
TOTAL FUND BALANCE	<u>\$ 44,189</u>	<u>\$ 62,851</u>

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
FOREIGN FIRE INSURANCE TAX FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
REVENUES		
Foreign fire insurance tax	\$ 41,497	\$ 34,731
Interest income	<u>54</u>	<u>52</u>
Total revenues	<u>41,551</u>	<u>34,783</u>
 EXPENDITURES		
Clothing allowance	1,434	1,111
Ambulance supplies	6,744	-
Furniture and fixtures	11,614	162
Equipment and supplies	10,923	1,032
Training	2,809	715
Contingent expense	4,935	3,512
Debt service	<u>21,754</u>	<u>16,991</u>
Total expenditures	<u>60,213</u>	<u>23,523</u>
Excess (deficiency) of revenues over expenditures	(18,662)	11,260
FUND BALANCE, BEGINNING OF YEAR	<u>62,851</u>	<u>51,591</u>
FUND BALANCE, END OF YEAR	<u>\$ 44,189</u>	<u>\$ 62,851</u>

**VILLAGE OF ALSIP, ILLINOIS
DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET
April 30, 2015 and 2014**

ASSETS

	<u>2015</u>	<u>2014</u>
Temporary cash investment	\$ 4,340,744	\$ 2,903,718
Receivable (net of allowance for uncollectibles):		
Taxes	421,531	416,122
Due from other funds	<u>248,274</u>	<u>239,019</u>
 TOTAL ASSETS	 <u>\$ 5,010,549</u>	 <u>\$ 3,558,859</u>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 250	\$ -
Intergovernmental liability	14,546	14,546
Due to other funds	<u>83,340</u>	<u>79,276</u>
Total liabilities	98,136	93,822

DEFERRED INFLOWS OF RESOURCES

Subsequent year's property taxes	421,530	416,122
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FUND BALANCE

Restricted for debt service	<u>4,490,883</u>	<u>3,048,915</u>
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TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 5,010,549</u>	<u>\$ 3,558,859</u>
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**VILLAGE OF ALSIP, ILLINOIS
DEBT SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
REVENUES		
Taxes	\$ 865,819	\$ 896,170
Interest income	<u>3,415</u>	<u>1,370</u>
Total revenues	<u>869,234</u>	<u>897,540</u>
 EXPENDITURES		
Debt service:		
Principal retirement	1,069,268	1,354,860
Interest and fiscal charges	294,422	340,952
Bond issuance costs	18,790	-
Contingencies	2,677	801
Miscellaneous	<u>-</u>	<u>26</u>
Total expenditures	<u>1,385,157</u>	<u>1,696,639</u>
Deficiency of revenues over expenditures	<u>(515,923)</u>	<u>(799,099)</u>
 OTHER FINANCING SOURCES (USES)		
Loan proceeds	1,278,200	-
Bond premium	84,291	-
Transfers in	595,400	808,715
Transfers out	<u>-</u>	<u>(102,532)</u>
Total other financing sources (uses)	<u>1,957,891</u>	<u>706,183</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,441,968	(92,916)
 FUND BALANCE, BEGINNING OF YEAR	<u>3,048,915</u>	<u>3,141,831</u>
 FUND BALANCE, END OF YEAR	<u>\$ 4,490,883</u>	<u>\$ 3,048,915</u>

**VILLAGE OF ALSIP, ILLINOIS
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
EXPENDITURES		
Engineering fees	\$ -	\$ 101,504
Bank fees	-	1,028
	-	102,532
Total expenditures	-	102,532
 OTHER FINANCING SOURCES		
Operating transfers in	-	102,532
	-	102,532
Excess of other financing sources over expenditures	-	-
 FUND BALANCE, BEGINNING OF YEAR		
	-	-
 FUND BALANCE, END OF YEAR		
	\$ -	\$ -

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
April 30, 2015
With Comparative Totals at April 30, 2014

	ASSETS			
	Waterworks and Sewerage	Senior Citizen Complex	Totals	
			<u>2015</u>	<u>2014</u>
CURRENT ASSETS				
Cash	\$ 100	\$ -	\$ 100	\$ 100
Temporary cash investments	2,588,978	1,478,349	4,067,327	4,776,705
Receivables (net of allowance for uncollectibles):				
Account customers	521,583	-	521,583	605,181
Estimated unbilled water and sewer charges	750,696	-	750,696	827,194
Prepaid expense/insurance	-	4,093	4,093	7,794
Due from other funds	<u>408,860</u>	<u>50,942</u>	<u>459,802</u>	<u>458,876</u>
Total current assets	<u>4,270,217</u>	<u>1,533,384</u>	<u>5,803,601</u>	<u>6,675,850</u>
RESTRICTED ASSETS				
Temporary cash investments	<u>539,741</u>	<u>3,462,463</u>	<u>4,002,204</u>	<u>3,730,610</u>
FIXED ASSETS				
Property, building and equipment, net	<u>20,095,283</u>	<u>13,641,948</u>	<u>33,737,231</u>	<u>33,615,715</u>
OTHER ASSETS				
Charges on bond refunding	399,797	-	399,797	-
Deposits	<u>-</u>	<u>191,537</u>	<u>191,537</u>	<u>179,524</u>
Total other assets	<u>399,797</u>	<u>191,537</u>	<u>591,334</u>	<u>179,524</u>
 TOTAL ASSETS	 <u>\$ 25,305,038</u>	 <u>\$ 18,829,332</u>	 <u>\$ 44,134,370</u>	 <u>\$ 44,201,699</u>

LIABILITIES AND NET POSITION

	Waterworks and Sewerage	Senior Citizen Complex	Totals	
			2015	2014
CURRENT LIABILITIES (PAYABLE FROM CURRENT ASSETS)				
Accounts payable	\$ 2,116,453	\$ 504,176	\$ 2,620,629	\$ 2,162,860
Other accrued expenses	1,606,194	-	1,606,194	1,552,641
Current portion of notes payable	132,980	-	132,980	134,668
Current portion of general obligation bonds	442,350	328,902	771,252	500,738
Due to other funds	-	287,169	287,169	287,169
Security deposits	-	385,465	385,465	356,805
Utility overpayments	8,144	-	8,144	4,071
Accrued interest payable	9,561	98,615	108,176	186,726
	<u>4,315,682</u>	<u>1,604,327</u>	<u>5,920,009</u>	<u>5,185,678</u>
Total current liabilities (payable from current assets)				
CURRENT LIABILITIES (PAYABLE FROM RESTRICTED ASSETS)				
Deposits	32,556	-	32,556	30,651
	<u>32,556</u>	<u>-</u>	<u>32,556</u>	<u>30,651</u>
LONG-TERM LIABILITIES				
Compensated absences payable	20,308	-	20,308	71,223
Post employment benefit obligation	462,572	-	462,572	99,288
Notes payable	2,545,399	-	2,545,399	2,667,924
General obligation bonds (net of unamortized discount, premium and loss from extinguishment of debt)	5,502,297	5,918,061	11,420,358	11,054,927
	<u>8,530,576</u>	<u>5,918,061</u>	<u>14,448,637</u>	<u>13,893,362</u>
Total long-term liabilities				
	<u>12,878,814</u>	<u>7,522,388</u>	<u>20,401,202</u>	<u>19,109,691</u>
Total liabilities				
NET POSITION				
Net investment in capital assets	11,472,257	7,394,985	18,867,242	19,257,458
Unrestricted	953,967	3,911,959	4,865,926	5,834,550
	<u>12,426,224</u>	<u>11,306,944</u>	<u>23,733,168</u>	<u>25,092,008</u>
Total net position				
	<u>12,426,224</u>	<u>11,306,944</u>	<u>23,733,168</u>	<u>25,092,008</u>
TOTAL LIABILITIES AND NET POSITION				
	<u>\$ 25,305,038</u>	<u>\$ 18,829,332</u>	<u>\$ 44,134,370</u>	<u>\$ 44,201,699</u>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
For the Year Ended April 30, 2015
with Comparative Totals for the Year Ended April 30, 2014

	Waterworks and Sewerage	Senior Citizen Complex	Totals	
			2015	2014
OPERATING REVENUES				
Charges for services	\$ 10,446,048	\$ -	\$ 10,446,048	\$ 10,989,280
Rental income	-	4,294,454	4,294,454	3,983,509
Other income	145,947	58,353	204,300	197,440
Total operating revenues	<u>10,591,995</u>	<u>4,352,807</u>	<u>14,944,802</u>	<u>15,170,229</u>
OPERATING EXPENSES				
Water department	10,011,662	-	10,011,662	10,441,719
Sewer department	256,060	-	256,060	179,790
Senior citizen complex	-	2,870,489	2,870,489	3,061,015
Total operating expenses	<u>10,267,722</u>	<u>2,870,489</u>	<u>13,138,211</u>	<u>13,682,524</u>
Operating income before depreciation	324,273	1,482,318	1,806,591	1,487,705
DEPRECIATION				
	<u>926,557</u>	<u>779,815</u>	<u>1,706,372</u>	<u>1,565,389</u>
Operating income (loss)	<u>(602,284)</u>	<u>702,503</u>	<u>100,219</u>	<u>(77,684)</u>
NON-OPERATING REVENUES (EXPENSES) AND TRANSFERS				
Amortization of bond premium	2,923	1,590	4,513	4,513
Bond issuance costs	(84,987)	(9,508)	(94,495)	(178,513)
Amortization of underwriter's discount	(2,310)	-	(2,310)	(2,310)
Note and bond interest and fiscal charges	(992,201)	(231,300)	(1,223,501)	(812,379)
Transfers out	(144,000)	-	(144,000)	(232,000)
Interest income	734	-	734	415
Total non-operating expenses and transfers	<u>(1,219,841)</u>	<u>(239,218)</u>	<u>(1,459,059)</u>	<u>(1,220,274)</u>
NET INCOME (LOSS)	<u>(1,822,125)</u>	<u>463,285</u>	<u>(1,358,840)</u>	<u>(1,297,958)</u>
NET POSITION, BEGINNING OF YEAR	<u>14,248,349</u>	<u>10,843,659</u>	<u>25,092,008</u>	<u>26,389,966</u>
NET POSITION, END OF YEAR	<u>\$ 12,426,224</u>	<u>\$ 11,306,944</u>	<u>\$ 23,733,168</u>	<u>\$ 25,092,008</u>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Year Ended April 30, 2015
with Comparative Totals for the Year Ended April 30, 2014

	Waterworks and Sewerage	Senior Citizen Complex	Totals	
			2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ (602,284)	\$ 702,503	\$ 100,219	\$ (77,684)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	926,557	779,815	1,706,372	1,565,389
Effects of changes in operating assets and liabilities:				
Receivables - account customers	83,598	-	83,598	(349,465)
Receivables - unbilled charges	76,498	-	76,498	98,600
Due from other funds	3,140	(4,065)	(925)	39,804
Prepaid insurance/expense	776	2,925	3,701	(1,855)
Utility overpayment	4,073	-	4,073	(2,804)
Deposits	-	(12,013)	(12,013)	(13,130)
Accounts payable	7,587	450,182	457,769	679,711
Other accrued expenses	53,553	-	53,553	(1,741)
Security deposits	-	28,660	28,660	21,670
Post employment benefit obligation	363,284	-	363,284	17,779
Compensated absences payable	(50,915)	-	(50,915)	5,381
Restricted liabilities	1,905	-	1,905	1,525
	<u>867,772</u>	<u>1,948,007</u>	<u>2,815,779</u>	<u>1,983,180</u>
Net cash provided by operating activities				
	<u>867,772</u>	<u>1,948,007</u>	<u>2,815,779</u>	<u>1,983,180</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Operating transfers out	(144,000)	-	(144,000)	(232,000)
	<u>(144,000)</u>	<u>-</u>	<u>(144,000)</u>	<u>(232,000)</u>
Net cash used in non-capital financing activities				
	<u>(144,000)</u>	<u>-</u>	<u>(144,000)</u>	<u>(232,000)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of property, building and equipment	(653,039)	(1,174,850)	(1,827,889)	(159,555)
Principal payments on bonds payable	(250,357)	(252,587)	(502,944)	(354,909)
Proceeds from issuance of notes payable	-	646,800	646,800	173,539
Principal payments on notes payable	(124,213)	-	(124,213)	(61,528)
Interest paid on notes and bonds	(1,066,951)	(235,100)	(1,302,051)	(817,012)
	<u>(2,094,560)</u>	<u>(1,015,737)</u>	<u>(3,110,297)</u>	<u>(1,219,465)</u>
Net cash used in capital and related financing activities				
	<u>(2,094,560)</u>	<u>(1,015,737)</u>	<u>(3,110,297)</u>	<u>(1,219,465)</u>

	Waterworks and Sewerage	Senior Citizen Complex	Totals	
			2015	2014
CASH FLOWS FROM INVESTING ACTIVITIES				
Earnings on investments	<u>734</u>	<u>-</u>	<u>734</u>	<u>415</u>
NET INCREASE (DECREASE) IN CASH AND TEMPORARY CASH INVESTMENTS	(1,370,054)	932,270	(437,784)	532,130
CASH AND TEMPORARY CASH INVESTMENTS, BEGINNING OF YEAR	<u>4,498,873</u>	<u>4,008,542</u>	<u>8,507,415</u>	<u>7,975,285</u>
CASH AND TEMPORARY CASH INVESTMENTS, END OF YEAR	<u>\$ 3,128,819</u>	<u>\$ 4,940,812</u>	<u>\$ 8,069,631</u>	<u>\$ 8,507,415</u>

**VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
WATERWORKS AND SEWERAGE FUND
COMPARATIVE STATEMENT OF NET POSITION
April 30, 2015 and 2014**

ASSETS

	<u>2015</u>	<u>2014</u>
CURRENT ASSETS		
Cash	\$ 100	\$ 100
Temporary cash investments	2,588,978	3,914,877
Receivables (net of allowance for uncollectibles):		
Account customers	521,583	605,181
Estimated unbilled water and sewer charges	750,696	827,194
Prepaid expense	-	776
Due from other funds	<u>408,860</u>	<u>412,000</u>
Total current assets	4,270,217	5,760,128
 RESTRICTED ASSETS		
Temporary cash investments	539,741	583,896
 PROPERTY, BUILDING AND EQUIPMENT, NET	20,095,283	20,368,801
 OTHER ASSETS		
Charges on bond refunding	<u>399,797</u>	<u>-</u>
 TOTAL ASSETS	 <u><u>\$ 25,305,038</u></u>	 <u><u>\$ 26,712,825</u></u>

LIABILITIES AND NET POSITION

	<u>2015</u>	<u>2014</u>
CURRENT LIABILITIES (PAYABLE FROM CURRENT ASSETS)		
Accounts payable	\$ 2,116,453	\$ 2,108,866
Accrued interest payable	9,561	84,311
Other accrued expenses	1,606,194	1,552,641
Utility overpayments	8,144	4,071
Current portion of notes payable	132,980	134,668
Current portion of general obligation bonds	<u>442,350</u>	<u>215,000</u>
Total current liabilities (payable from current assets)	<u>4,315,682</u>	<u>4,099,557</u>
CURRENT LIABILITIES (PAYABLE FROM RESTRICTED ASSETS)		
Deposits	<u>32,556</u>	<u>30,651</u>
LONG-TERM LIABILITIES		
Compensated absences payable	20,308	71,223
Post employment benefit obligation	462,572	99,288
Notes payable	2,545,399	2,667,924
General obligation bonds (net of unamortized discount and premium)	<u>5,502,297</u>	<u>5,495,833</u>
Total long-term liabilities	<u>8,530,576</u>	<u>8,334,268</u>
Total liabilities	<u>12,878,814</u>	<u>12,464,476</u>
NET POSITION		
Net investment in capital assets	11,472,257	11,855,376
Unrestricted	<u>953,967</u>	<u>2,392,973</u>
Total net position	<u>12,426,224</u>	<u>14,248,349</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 25,305,038</u>	<u>\$ 26,712,825</u>

**VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
WATERWORKS AND SEWERAGE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
For the Years Ended April 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
OPERATING REVENUES		
Charges for services:		
Water	\$ 9,522,854	\$ 10,030,761
Sewer	682,261	756,670
Tapping fees	131,512	100,585
Fines and penalties	109,421	101,264
Other income	<u>145,947</u>	<u>153,289</u>
Total operating revenues	<u>10,591,995</u>	<u>11,142,569</u>
 OPERATING EXPENSES		
Water department	10,011,662	10,441,719
Sewer department	<u>256,060</u>	<u>179,790</u>
Total operating expenses	<u>10,267,722</u>	<u>10,621,509</u>
Operating income before depreciation	324,273	521,060
 DEPRECIATION	<u>926,557</u>	<u>822,691</u>
Operating loss	<u>(602,284)</u>	<u>(301,631)</u>
 NON-OPERATING REVENUES (EXPENSES) AND TRANSFERS		
Amortization of bond premium	2,923	2,923
Amortization of underwriter's discount	(2,310)	(2,310)
Bond issuance costs	(84,987)	(63,162)
Note and bond interest and fiscal charges	(992,201)	(572,936)
Operating transfers out	(144,000)	(144,000)
Interest income	<u>734</u>	<u>415</u>
Total non-operating expenses and transfers	<u>(1,219,841)</u>	<u>(779,070)</u>
 NET LOSS	(1,822,125)	(1,080,701)
 NET POSITION, BEGINNING OF YEAR	<u>14,248,349</u>	<u>15,329,050</u>
 NET POSITION, END OF YEAR	<u>\$ 12,426,224</u>	<u>\$ 14,248,349</u>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
WATERWORKS AND SEWERAGE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
For the Years Ended April 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating loss	\$ (602,284)	\$ (301,631)
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Depreciation	926,557	822,691
Effects of changes in operating assets and liabilities:		
Receivables - account customers	83,598	(349,465)
Receivables - unbilled charges	76,498	98,600
Prepaid expense	776	1,524
Due from other funds	3,140	54,966
Accounts payable	7,587	725,502
Other accrued expenses	53,553	(1,741)
Utility overpayments	4,073	(2,804)
Post employment benefit obligation	363,284	17,779
Compensated absences payable	(50,915)	5,381
Restricted liabilities	<u>1,905</u>	<u>1,525</u>
Net cash provided by operating activities	<u>867,772</u>	<u>1,072,327</u>
 CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Operating transfers out	<u>(144,000)</u>	<u>(144,000)</u>
 CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of property, building and equipment	(653,039)	(67,752)
Proceeds from sale of equipment	-	-
Principal payments on bonds payable	(250,357)	(205,000)
Proceeds from issuance of notes payable	-	173,539
Principal payments on notes payable	(124,213)	(61,528)
Interest paid on notes and bonds	<u>(1,066,951)</u>	<u>(575,670)</u>
Net cash used in capital and related financing activities	<u>(2,094,560)</u>	<u>(736,411)</u>

	<u>2015</u>	<u>2014</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Earnings on investments	<u>734</u>	<u>415</u>
NET INCREASE (DECREASE) IN CASH AND TEMPORARY CASH INVESTMENTS	(1,370,054)	192,331
CASH AND TEMPORARY CASH INVESTMENTS, BEGINNING OF YEAR	<u>4,498,873</u>	<u>4,306,542</u>
CASH AND TEMPORARY CASH INVESTMENTS, END OF YEAR	<u>\$ 3,128,819</u>	<u>\$ 4,498,873</u>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
WATERWORKS AND SEWERAGE FUND
COMPARATIVE STATEMENT OF OPERATING EXPENSES
For the Years Ended April 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
WATER DEPARTMENT		
Salary - commissioner	\$ 122,378	\$ 95,819
Salary - clerical	85,838	60,488
Wages - meter readers	13,213	14,425
Wages - general labor	277,060	301,079
Uniforms	3,259	2,013
Engineering fees	117,830	44,068
Audit fee	-	3,400
Tools and equipment	57,806	9,425
Purchase - office equipment	1,836	115
Purchase - new equipment	4,589	16,982
Purchase - meters	279,968	238,186
Purchase - radio equipment	544	307
Purchase - computer	3,762	12,308
Postage	1,376	-
Repairs - equipment	2,857	11,454
Restoration (main breaks)	135,431	159,998
Maintenance water system	303,892	589,629
Utilities	192,589	199,731
Water tap-ons	88,743	54,150
Water meter construction	28,405	-
Purchase - water	6,545,173	7,180,241
Social Security and IMRF	231,506	130,269
Insurance and administrative expense	921,508	974,093
Contingent expense	18,251	35,833
Water system expense	54,880	63,988
Building and grounds maintenance	186,282	182,295
Pager service	8,033	7,961
Office supplies	6,019	3,364
Water sampling fees	7,777	6,764
Purchase chlorine	1,109	1,563
Gasoline and oil	3,140	8,545
Water billing charges	19,614	17,810
Dues and memberships	1,963	2,059
Post employment benefit obligation	<u>285,031</u>	<u>13,357</u>
Total water department	<u>10,011,662</u>	<u>10,441,719</u>
SEWER DEPARTMENT		
Salary - clerical	62,632	60,852
Wages - general labor	74,188	65,055
Purchase - new equipment	1,972	-
Material and supplies	9,414	18,925
Repair - equipment	2,601	119
Maintenance - sanitary sewers	-	2,995
Contingent expense - sewer	-	350
Uniforms	-	72
Garage rentals	27,000	27,000
Post employment benefit obligation	<u>78,253</u>	<u>4,422</u>
Total sewer department	<u>256,060</u>	<u>179,790</u>
TOTAL OPERATING EXPENSES	<u>\$ 10,267,722</u>	<u>\$ 10,621,509</u>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
SENIOR CITIZEN COMPLEX FUND
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
For the Year Ended April 30, 2015
with Comparative Totals for the Year Ended April 30, 2014

	<u>Heritage I</u>	<u>Heritage II</u>	<u>Eliminations</u>	<u>Totals</u>	
				<u>2015</u>	<u>2014</u>
OPERATING REVENUES					
Rental income	\$ 1,416,080	\$ 2,878,374	\$ -	\$ 4,294,454	\$ 3,983,509
Other income	14,068	44,285	-	58,353	44,151
Total operating revenues	1,430,148	2,922,659	-	4,352,807	4,027,660
OPERATING EXPENSES	910,132	1,960,357	-	2,870,489	3,061,015
Operating income before depreciation	520,016	962,302	-	1,482,318	966,645
DEPRECIATION	285,421	494,394	-	779,815	742,698
Operating income	234,595	467,908	-	702,503	223,947
NON-OPERATING REVENUES (EXPENSES) AND TRANSFERS					
Bond issuance costs	(4,777)	(4,731)	-	(9,508)	(115,351)
Amortization of bond premium	-	1,590	-	1,590	1,590
Transfers out	(138,000)	-	138,000	-	(88,000)
Transfers in	1,174,850	(1,036,850)	(138,000)	-	-
Bond interest	(66,136)	(165,164)	-	(231,300)	(239,443)
Total non-operating expenses and transfers	965,937	(1,205,155)	-	(239,218)	(441,204)
NET INCOME (LOSS)	1,200,532	(737,247)	-	463,285	(217,257)
NET POSITION, BEGINNING OF YEAR	3,461,625	7,382,034	-	10,843,659	11,060,916
NET POSITION, END OF YEAR	<u>\$ 4,662,157</u>	<u>\$ 6,644,787</u>	<u>\$ -</u>	<u>\$ 11,306,944</u>	<u>\$ 10,843,659</u>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
SENIOR CITIZEN COMPLEX FUND
COMBINING STATEMENT OF CASH FLOWS
For the Year Ended April 30, 2015
with Comparative Totals for the Year Ended April 30, 2014

	Heritage I	Heritage II	Eliminations	Totals	
				2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES					
Operating income	\$ 234,595	\$ 467,908	\$ -	\$ 702,503	\$ 223,947
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	285,421	494,394	-	779,815	742,698
Effects of changes in operating assets and liabilities:					
Due to other funds	(4,066)	1	-	(4,065)	(15,162)
Prepaid insurance	(126)	3,051	-	2,925	(3,379)
Deposits	(12,013)	-	-	(12,013)	(13,130)
Accounts payable	-	450,182	-	450,182	(45,791)
Security deposits	8,940	19,720	-	28,660	21,670
Net cash provided by operating activities	<u>512,751</u>	<u>1,435,256</u>	<u>-</u>	<u>1,948,007</u>	<u>910,853</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES					
Operating transfer out	<u>1,036,850</u>	<u>(1,036,850)</u>	<u>-</u>	<u>-</u>	<u>(88,000)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchase of property, building and equipment	(1,174,850)	-	-	(1,174,850)	(91,803)
Principal payments on bonds payable	(109,509)	(143,078)	-	(252,587)	(149,909)
Proceeds from issuance of bonds payable	324,940	321,860	-	646,800	(149,909)
Interest paid on bonds	(67,776)	(167,324)	-	(235,100)	(241,342)
Net cash used in capital and related financing activities	<u>(1,027,195)</u>	<u>11,458</u>	<u>-</u>	<u>(1,015,737)</u>	<u>(632,963)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Earnings on investments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET INCREASE IN TEMPORARY CASH INVESTMENTS	<u>522,406</u>	<u>409,864</u>	<u>-</u>	<u>932,270</u>	<u>189,890</u>
TEMPORARY CASH INVESTMENTS, BEGINNING OF YEAR	<u>-</u>	<u>4,008,542</u>	<u>-</u>	<u>4,008,542</u>	<u>3,668,743</u>
TEMPORARY CASH INVESTMENTS, END OF YEAR	<u>\$ 522,406</u>	<u>\$ 4,418,406</u>	<u>\$ -</u>	<u>\$ 4,940,812</u>	<u>\$ 3,858,633</u>

**VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
SENIOR CITIZEN COMPLEX FUND
COMBINING STATEMENT OF OPERATING EXPENSES
For the Year Ended April 30, 2015
with Comparative Totals for the Year Ended April 30, 2014**

	Heritage I	Heritage II	Totals	
			2015	2014
Salaries	\$ 174,944	\$ 427,044	\$ 601,988	\$ 549,833
Audit fee	-	-	-	2,800
Repairs and maintenance	258,131	681,369	939,500	1,157,873
Management fee	84,954	172,671	257,625	239,011
Administrative fee	60,000	100,000	160,000	145,000
Decorating	20,329	115,669	135,998	118,901
Office supplies	7,370	39	7,409	100,388
Telephone	19,520	-	19,520	18,120
Utilities	148,221	248,252	396,473	401,525
Insurance	41,630	85,841	127,471	116,146
Scavenger	18,128	17,793	35,921	31,970
Pest control	4,065	6,270	10,335	10,194
Contingent expense	13,389	4,878	18,267	19,678
Payroll taxes	14,432	30,042	44,474	37,828
Uniforms	-	4,620	4,620	6,853
Other Employee Benefits	1,000	-	1,000	-
Union health/pension	44,019	65,869	109,888	104,895
TOTAL OPERATING EXPENSES	\$ 910,132	\$ 1,960,357	\$ 2,870,489	\$ 3,061,015

**VILLAGE OF ALSIP, ILLINOIS
TRUST FUNDS
PENSION TRUST FUNDS
COMBINING STATEMENT OF PLAN NET POSITION
April 30, 2015
with Comparative Totals at April 30, 2014**

	<u>Pension Trust</u>		<u>Totals</u>	
	<u>Police Pension</u>	<u>Firemen's Pension</u>	<u>2015</u>	<u>2014</u>
ASSETS				
Cash and cash equivalents	\$ 3,303,443	\$ 300,725	\$ 3,604,168	\$ 3,515,882
Receivables:				
Contributions	1,388,172	885,302	2,273,474	2,098,387
Accrued interest	43,685	57,550	101,235	104,195
Due from other funds	109,596	-	109,596	109,596
Investments, at fair value:				
U.S. Government securities	2,755,626	6,107,626	8,863,252	9,145,632
Corporate bonds and other	2,209,277	4,244,626	6,453,903	4,783,843
Mutual funds	6,653,843	12,697,683	19,351,526	17,989,384
Stocks	3,163,672	-	3,163,672	3,063,036
	<u>19,627,314</u>	<u>24,293,512</u>	<u>43,920,826</u>	<u>40,809,955</u>
LIABILITIES				
Accrued liabilities	-	(4,478)	(4,478)	10,268
Unearned contributions	1,337,542	850,426	2,187,968	2,098,387
Due to other funds	-	81,401	81,401	81,402
	<u>1,337,542</u>	<u>927,349</u>	<u>2,264,891</u>	<u>2,190,057</u>
NET POSITION HELD IN TRUST FOR PENSION BENEFITS				
	<u>\$ 18,289,772</u>	<u>\$ 23,366,163</u>	<u>\$ 41,655,935</u>	<u>\$ 38,619,898</u>

**VILLAGE OF ALSIP, ILLINOIS
TRUST FUNDS
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN PLAN NET POSITION
For the Year Ended April, 30, 2015
with Comparative Totals for the Year Ended April, 30, 2014**

	Police Pension	Firemen's Pension	Total	
			2015	2014
ADDITIONS				
Contributions:				
Employer	\$ 2,214,723	\$ 1,538,881	\$ 3,753,604	\$ 3,274,763
Employee	412,352	286,786	699,138	619,967
Total contributions	<u>2,627,075</u>	<u>1,825,667</u>	<u>4,452,742</u>	<u>3,894,730</u>
Investment income:				
Net appreciation in fair value of investments	594,763	1,256,782	1,851,545	2,315,647
Dividends	482,520	254,562	737,082	517,462
Interest	220,427	235,723	456,150	452,222
Miscellaneous income	-	4,517	4,517	6
Total investment income	1,297,710	1,751,584	3,049,294	3,285,337
Less investment expense	100,814	96,966	197,780	185,064
Net investment income	<u>1,196,896</u>	<u>1,654,618</u>	<u>2,851,514</u>	<u>3,100,273</u>
Total additions	<u>3,823,971</u>	<u>3,480,285</u>	<u>7,304,256</u>	<u>6,995,003</u>
DEDUCTIONS				
Retirement benefits	2,224,727	945,266	3,169,993	3,212,948
Duty disability benefits	191,201	565,126	756,327	732,572
Surviving spouse benefits	119,951	183,678	303,629	263,768
Miscellaneous	21,288	16,982	38,270	45,392
Total deductions	<u>2,557,167</u>	<u>1,711,052</u>	<u>4,268,219</u>	<u>4,254,680</u>
NET INCREASE	1,266,804	1,769,233	3,036,037	2,740,323
NET POSITION HELD IN TRUST FOR PENSION BENEFITS, BEGINNING OF YEAR	<u>17,022,968</u>	<u>21,596,930</u>	<u>38,619,898</u>	<u>35,879,575</u>
NET POSITION HELD IN TRUST FOR PENSION BENEFITS, END OF YEAR	<u>\$ 18,289,772</u>	<u>\$ 23,366,163</u>	<u>\$ 41,655,935</u>	<u>\$ 38,619,898</u>

VILLAGE OF ALSIP, ILLINOIS
SCHEDULE OF INSURANCE COVERAGE
April 30, 2015
(Unaudited)

<u>Insurance Company</u>	<u>Policy Number</u>	<u>Coverage Dates</u>	<u>Type of Coverage</u>	<u>Description</u>	<u>Limit Amounts</u>
Certain Underwriters at Lloyd's London	BGA-300070-01	05/01/14-15	Automobile liability	Liability, uninsured motorist physical damage - comprehensive and collision	\$1,000,000
Certain Underwriters at Lloyd's London	BGP-100070-01	05/01/14-15	Property and general liability	Comprehensive premises, products contractual insurance, property damage, personal injury, ambulance attendants	Multiple Coverages
Certain Underwriters at Lloyd's London	BGU-500070-01	05/01/14-15	Excess liability		\$5,000,000
Praetorian Insurance	H250000261-00	05/01/14-15	Property	Comprehensive premises, products contractual insurance, property damage, personal injury, ambulance attendants	Multiple Coverages
QBE Specialty	USP2503021-00	05/01/14-15	Professional liability insurance	Law enforcement officers and public officials	\$1,000,000
QBE Specialty	USP2510181-00	05/01/14-15	Excess Liability	Bodily injury and property damage, includes civil rights	\$5,000,000
Arch Insurance	MEUM07163107	05/01/14-15	Excess liability	Bodily injury and property damage, includes civil rights	\$5,000,000
Arch Insurance	MEPK07351007	05/01/14-15	Package Policy		Multiple Coverages
Arch Insurance	MEIM07137807	05/01/14-15	Portable Equipment		Multiple Coverages
IPRF	SPA4052049	01/01/15-16	Workmen's Compensation		\$3,000,000

VILLAGE OF ALSIP, ILLINOIS
SCHEDULE OF INSURANCE COVERAGE
April 30, 2015
(Unaudited)

<u>Insurance Company</u>	<u>Policy Number</u>	<u>Coverage Dates</u>	<u>Type of Coverage</u>	<u>Description</u>	<u>Limit Amounts</u>
Travelers	106098013	08/03/14-17	Firefighters' Pension Fund Bond	Errors and omissions	\$1,000,000
Travelers	105536704	02/20/15-16	Blanket Employee Crime Bond		\$250,000
Travelers	106098016	08/03/14-17	Police Pension Fund Bond	Errors and omissions	\$1,000,000
Blue Cross/ Blue Shield	793165	05/01/14-15	Specific/ Aggregate Health		Various
AutoOwners	66307571	05/09/14-15	Public Official Bond - Mayor Patrick Kitching	Errors and omissions	\$150,000
AutoOwners	66307776	05/09/14-15	Public Official Bond - Deborah Venhuizen	Errors and omissions	\$150,000
Liberty Mutual	32S411796	08/08/13-14	Public Official Bond – Deborah Freischlag	Errors and omissions	\$150,000
Liberty Mutual	32S183889	12/20/14-15	Public Official Bond - Sharon McDowell	Errors and omissions	\$150,000
Liberty Mutual	32S390642	9/21/13-17	IL Notary Public Bond - Deborah Venhuizen	Errors and omissions	\$5,000
Liberty Mutual	32S332584	04/21/12-16	IL Notary Public Bond - Violet Regan	Errors and omissions	\$5,000
Liberty Mutual	32S332612	03/28/12-16	IL Notary Public Bond - Sharon Szynalski	Errors and omissions	\$5,000
Liberty Mutual	32S390644	2/3/14-18	IL Notary Public Bond - Sharon McDowell	Errors and omissions	\$5,000
Liberty Mutual	32S390641	04/04/13-17	IL Notary Public Bond – Judith DeLuise	Errors and omissions	\$5,000
Liberty Mutual	6609423	08/01/14-18	IL Notary Public Bond - Susan Bruesch	Errors and omissions	\$5,000

VILLAGE OF ALSIP, ILLINOIS
SCHEDULE OF INSURANCE COVERAGE
April 30, 2015
(Unaudited)

<u>Insurance Company</u>	<u>Policy Number</u>	<u>Coverage Dates</u>	<u>Type of Coverage</u>	<u>Description</u>	<u>Limit Amounts</u>
Liberty Mutual	32S332585	03/15/12-16	IL Notary Public Bond - Alisa Bahr	Errors and omissions	\$5,000
Dearborn National	F017942-1	05/01/14-15	Life insurance & Accidental Death and Dismemberment		Various
North Pointe	H620005152	4/21/15-16	Canine Policy		Multiple Coverages

VILLAGE OF ALSIP, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS EXTENDED BY FUNDS
AND ASSESSED VALUATION
April 30, 2015

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Assessed valuation (tax year)	<u>\$ 722,163,750</u>	<u>\$ 598,824,867</u>	<u>\$ 548,725,983</u>	<u>\$ 510,949,666</u>	<u>\$ 491,782,726</u>
Tax rates:					
General	.4812	.6470	.7095	.7491	.7905
Police pension	.2430	.3248	.3827	.4369	.4745
Fire pension	.1703	.2296	.2582	.3010	.3128
Road and bridge	.0143	.0939	.1008	.1047	.1079
Debt service	.1532	.1510	.1765	.1839	.1779
Total - All Funds	<u>1.0620</u>	<u>1.4463</u>	<u>1.6277</u>	<u>1.7756</u>	<u>1.8635</u>
Tax levies:					
General	\$ 3,475,000	\$ 3,550,000	\$ 3,625,000	\$ 3,683,869	\$ 3,887,302
Police pension	1,755,000	1,782,529	1,955,290	2,148,485	2,333,349
Fire pension	1,229,708	1,259,952	1,319,515	1,480,436	1,538,355
Road and bridge	103,000	515,000	515,000	515,000	530,450
Debt service	1,106,149	828,560	901,978	904,156	874,884
Total - All Funds	<u>\$ 7,668,857</u>	<u>\$ 7,936,041</u>	<u>\$ 8,316,783</u>	<u>\$ 8,731,946</u>	<u>\$ 9,164,340</u>
Collections:					
General	\$ 3,488,048	\$ 3,415,153	\$ 3,468,898	\$ 3,529,671	\$ 1,854,345
Police pension	1,687,375	1,721,779	1,876,790	2,076,957	1,065,808
Fire pension	1,186,604	1,221,813	1,265,239	1,430,655	734,079
Road and bridge	105,062	495,450	492,822	505,035	260,832
Debt service	1,127,024	786,370	837,998	873,093	430,197
Total - All Funds	<u>\$ 7,594,113</u>	<u>\$ 7,640,565</u>	<u>\$ 7,941,747</u>	<u>\$ 8,415,411</u>	<u>\$ 4,345,261</u>
Percentage of levies collected	<u>99.0%</u>	<u>96.3%</u>	<u>95.5%</u>	<u>96.4%</u>	<u>47.4%</u>
Township levies	<u>\$ 108,741</u>	<u>\$ 86,660</u>	<u>\$ 65,847</u>	<u>\$ 65,847</u>	<u>\$ 61,314</u>
Collections	<u>\$ 104,780</u>	<u>\$ 85,580</u>	<u>\$ 61,468</u>	<u>\$ 65,847</u>	<u>\$ 42,866</u>
Percentage of collections	<u>96.4%</u>	<u>98.8%</u>	<u>93.3%</u>	<u>100.0%</u>	<u>69.9%</u>
Special service areas levies	<u>\$ 25,998</u>	<u>\$ 25,998</u>	<u>\$ 25,998</u>	<u>\$ 24,760</u>	<u>\$ 24,760</u>
Collections	<u>\$ 25,998</u>	<u>\$ 25,998</u>	<u>\$ 25,998</u>	<u>\$ 24,760</u>	<u>\$ 6,255</u>
Percentage of collections	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>25.3%</u>
Tax increment levies	<u>\$ 920,000</u>	<u>\$ 1,005,000</u>	<u>\$ 954,000</u>	<u>\$ 944,000</u>	<u>\$ 950,000</u>
Collections	<u>\$ 920,000</u>	<u>\$ 929,195</u>	<u>\$ 954,000</u>	<u>\$ 944,000</u>	<u>\$ 510,640</u>
Percentage of collections	<u>100.0%</u>	<u>92.5%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>53.8%</u>