

VILLAGE OF ALSIP, ILLINOIS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended April 30, 2017

Prepared by the Finance Department of the Village of Alsip

**Village of Alsip, Illinois
Comprehensive Annual Financial Report
For the Fiscal Year Ended April 30, 2017**

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INTRODUCTORY SECTION

John D. Ryan
Mayor
Susan M. Petzel
Clerk and Collector



Trustees
Sheila B. McGreal
Richard S. Dalzell
Michael J. Pierce
Monica M. Juarez
Michael Zielinski
Christine McLawhorn

February 19, 2018

To the Honorable Village President, Members of the Village Board, and Citizens of the Village of Alsip:

Formal Transmittal

State law requires that every general purpose local government publish a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended April 30, 2017.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

CliftonLarsonAllen LLP, have issued an unmodified ("clean") opinion on the Village of Alsip's financial statements for the year ended April 30, 2017. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Village

- ***Population***

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 19,158 as of a July 1, 2016 United States Census Bureau estimate, and an official population of 19,277 according to the 2010 census.

- ***Governmental Structure***

The Village of Alsip operates under the Trustee-Village form of government pursuant to the Illinois Municipal Code, 65 ILCS 5/3.1-25 et. seq. Policy-making and legislative authority are vested in the governing Village Board consisting of the Village President, often referred to as the Mayor, and six Trustees, and a Village Clerk. The Village Clerk is an ex officio member of the Board and does not vote. All Board members are elected at large. All Board members serve four-year terms, with the Village President, the Village Clerk, and three Trustees elected usually on the first Tuesday in April following Presidential election year, while the other three Trustees are usually elected on the first Tuesday in April two years later. Beginning with those elected in the April 4, 2017 election, no person may hold the office of Village President, Village Clerk, or Village Trustee for more than three consecutive four-year terms.

- ***Types and Levels of Services Provided***

The Village of Alsip provides a full range of services, including police and fire protection; water distribution; sanitary and storm sewer collection services; snow removal; traffic control; building inspections; health inspections; licenses and permits; a website; a cable television station; senior housing; and the construction and maintenance of Village owned highways, streets, streetlights, water lines, sanitary sewer lines, storm sewer lines, and other infrastructure. The Village provides emergency 911 dispatch services, but has entered into agreements to have Oak Lawn Emergency Communications Center take over those services in the first half of 2018. The Village bills for and contracts out refuse collection.

The Village of Alsip is empowered to levy a property tax on real property located within its boundaries.

- ***Brief Summary of the Budget Process***

Under Illinois statutes, the Village can either elect to operate under a budget ordinance or an appropriation ordinance. The Village operates under an appropriation ordinance, which does not require a municipality to prepare a budget, but does require that the Board adopt an appropriation ordinance within the first quarter of each fiscal year. The fiscal year runs from May 1st to April 30th of every year, so the appropriation ordinance must be adopted before August 1st. For the fiscal year 2017, as well as prior fiscal years, the appropriation ordinance served as a de facto budget, but for fiscal year 2018 the appropriation ordinance was double the size of the de facto budget. This annual budget serves as the foundation for the Village of Alsip's financial planning and control. The budget is prepared by fund and department (e.g., police).

- *Governmental Funds with an Annual Appropriated Budget*

The Village Board budgets and has legal control over the General Fund, the Debt Service Fund and the following six special revenue funds: Road & Bridge, TIF 1, NW Corner of Cicero Avenue and I-294 TIF, 123rd Place and Cicero Avenue TIF, Pulaski Road Corridor TIF, and Motor Fuel Tax Fund.

- *Legal Level of Budgetary Control*

Budgetary control (that is, the level at which expenditures cannot legally exceed the established budget amount) is generally considered the fund budget in total.

Information Useful in Assessing the Village's Economic Condition

- *Local Economy*

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. Within the Village Interstate 294 (the "Tri-State Tollway") diagonally intersects and connects to a full four-way arterial road interchange. 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 both the neighboring City of Blue Island and in the neighboring 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 June 6, 2015 and continues from Alsip west through Palos Heights, Palos Park, ending in Lemont. An eastern section of the trail will open in stages in 2018 and 2019 from Alsip, through Blue Island, Riverdale, Dolton, and Calumet City. The Village is centrally located to both O'Hare Airport, approximately 18 miles northwest of the Village, via I-294, and Midway Airport, approximately seven miles north of the Village along Cicero Avenue which runs through the Village.

The Village is responsible for the operation and maintenance of its water pumping facilities and transmission and distribution mains within the Village only. The Village provides water and sewer service to its property owners and contracts to provide water service to the City of Palos Heights and the Village of Crestwood (the Village does not have any responsibility for the

distribution of water within Palos Heights or Crestwood); Lake Michigan water is directly obtained from the City of Chicago via contract. Sewage treatment is provided to the Village by the Metropolitan Water Reclamation District of Greater Chicago. The Village is responsible for the operation and maintenance of its storm and sanitary lift stations and transmission lines.

Recreation facilities are provided by the Alsip Park District, a separate unit of local government. Parts of the Village are also served by the Worth Park District. Approximately sixteen (16) different park facilities located throughout the Village offer a variety of recreational services.

The Village's public education needs are met by School Districts No. 125, 126, 128 and 130 and Community High School District No. 218. The Village is also located within Moraine Valley Community College District No. 524. Library services are provided by the Alsip-Merrionette Park Library District.

The Village is home to approximately 900 businesses, encompassing various segments of commerce, including retail, service, and manufacturing. These businesses are promoted and represented by the Chicago Southland Convention and Visitors Bureau (CSCVB), the Alsip Chamber of Commerce, and the Alsip Industrial Association.

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.

The Village has designated, and the Illinois Department of Commerce and Economic Opportunity (DCEO) has certified, the Cal-Sag Enterprise Zone, a portion of which is located in the Village along the Calumet-Saganashkee Channel. The enterprise zone was established in 1983, initially certified in July of 1985, was expanded in 2005, was renewed and expanded on January 1, 2016, is in the process of a revision, and will now remain active through December 31, 2030. The Village shares the renewed and expanded enterprise zone with many municipalities and unincorporated portions of southern Cook County. Within Alsip the 2016 renewal expanded the enterprise zone to 3.38 square miles and extended it up both Pulaski Road and Cicero Avenue to the northern boundaries of the Village. 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, local building permit discounts, and property tax

abatement. Industrial properties in the Enterprise Zone are now included in the new Cook County Growth Zone Program to provide additional County assistance to develop these sites.

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.

The Great Recession had a large impact on the Village's economy, which saw an estimated rise in Alsip's unemployment rate from 5.3% (2007) to a decade high of 12.7% (2010). This estimated unemployment rate has receded to 6.8% (2016), This is in line with the Cook County rate of 7.3%, the State of Illinois rate of 6.3%, and the nationwide rate of 5.8%. As Alsip has a strong industrial base, it is expected that the unemployment rate will continue to improve as long as the economy continues to improve.

Median household incomes within the Village of Alsip are in line with both Cook County (the county in which Alsip is located) and the State of Illinois; According to the United States Census Bureau's 2011-2015 American Community Survey 5-Year Estimates, Alsip's 2011-2015 median household income (in 2015 dollars) was \$53,517, Cook County's was \$55,251, and the State of Illinois' was \$57,574. As a landlocked community, the Village of Alsip's population has remained relatively stable since 2000. Despite the consistency of the population, the housing values have declined during the softening of the housing market nationwide and have not rebounded. The same Census data shows a decline in the median price of an owner occupied unit from 2011 to 2015 of 19.1%, from \$202,100 (2011) to \$163,500 (2015). The median price of an owner occupied unit in 2014 in Illinois was \$173,800, which reflects that in Alsip 49.2% of housing units are 1-unit detached, while in the State of Illinois 58.6% of such units are 1-unit detached.

Due to its strong and healthy local economy, in 2017 Standard and Poor's Ratings Services, a part of McGraw-Hill Financial, Inc., ("S&P") assigned Village Series 2017 refunding and advance refunding bonds the rating of AA (Stable Outlook), reaffirming prior ratings. In 2017 Moody's Investor Service assigned prior debt issues a credit rating of Aa3, down from the prior year's rating of AA2. Both ratings are higher than the national average.

- ***Long-Term Financial Planning***

The Village of Alsip adopted a Comprehensive Plan on April 1, 2013. This concluded a multi-year process that first produced a July 17, 2012 Existing Conditions Report, which examined Village-wide issues and opportunities related to land use, economic development, housing, parks and open space, and community infrastructure. The second phase of planning involved the public in creating a shared vision for the future of Alsip with specific goals and strategies to help achieve the desired vision. The Alsip Comprehensive Plan contains several policies and action steps to help elected and appointed officials plan for the sustainable growth of the community. The plan addresses a range of topics including but not limited to land use and development, economic growth, open space programming, infrastructure improvements, and image and identity. Such planning is a continuous process and in September 2013 the Village's Pulaski Road Action Plan was finished and in June of 2014 a Zoning Recommendations Summary was completed.

The Village has traditionally made both a multi-year capital improvement plan (CIP) and a multi-year budget. For the FY18 budget both were expanded to cover five full fiscal years subsequent to the appropriated fiscal year on a line item basis.

- ***Relevant Financial Policies***

The Village has put into place several key written policies such as a purchasing policy and an investment policy. These policies have been passed by the Village Board and, in conjunction with financial procedures instituted by management, have formalized the long-standing practices and principles that have guided the village for decades.

- ***Major Initiatives***

- A. *Containing Employee and Retiree Costs*

The major increases in recent and future expenditures have been for employee and retiree benefits. These include salaries, pension costs, healthcare costs, and other associated benefits. As shown below, the Village has made many changes in the past few years to contain current and future costs or to bring in additional revenues for such costs.

- On September 4, 2012 the Village Board reduced the salaries of all elected officials, although the implementation occurred after the subsequent election for each office by state statute.
 - On September 4, 2012, in the same ordinance as the reduction in salary item above, the Village Board eliminated health insurance benefits for elected officials during their term of office and in retirement, effective with the term of office for the officials elected at the 2013 Consolidated Election.

- Starting with healthcare coverage beginning May 1, 2015, the Village implemented step-therapy for drugs and enacted a specialty retail program which mandated filling certain prescriptions through a pharmacy benefit manager.
- The Village has collective bargaining agreements with all three labor unions starting May 1, 2015 through April 30, 2018. All three contracts significantly lowered all collective bargaining starting salaries of new employees by 10%-30% for the first six years after hiring (Wage Tier 2).
- On February 15, 2016 the Village Board approved an ordinance switching the IMRF pension qualifying workload from 600 hours worked per year to 1000 hours per year for new employees who have never been a part of the Illinois Municipal Retirement Fund (IMRF).
- On March 21, 2016 the Village Board approved a resolution switching the IMRF pension qualifying workload from 600 hours worked per year to 1000 hours per year for new Village Board members who have never been a part of IMRF. A subsequent referendum, put on the ballot by the Village Board, implemented term limits, which in the future might reduce the number of elected officials grandfathered at the 600 hour standard.
- On April 18, 2016 the Village Board passed an ordinance which significantly reduced post-employment healthcare retirement benefit promises for new hires (OPEB Tier 2). In comparison to employee and retirees who were hired before this change (OPEB Tier 1), each qualifying OPEB Tier 2 employee upon retirement will be required to contribute more for his/her insurance, contribute a full 100% reimbursement for other covered members (such as a spouse), and will not receive any dental and/or vision benefits. Additionally, OPEB Tier 2 health insurance benefits will terminate when a covered member becomes Medicare eligible. This ordinance additionally clearly defined who is covered under the Village's healthcare plans.
- On May 1, 2016 the Village expanded all of its healthcare options for employees and eligible retirees from a 3-tier system to a 4-tier system, giving participants more detailed options. It is expected that, due to more accurate descriptions of who is covered, this change will reduce overall costs.
- On May 1, 2016 the Village initiated a wellness program for employees and non-Medicare eligible retirees entitled The Path To Better Health. The wellness program includes healthcare questionnaires, biometric screening, wellness related literature, reduced cost gym memberships, and programs such as smoking cessation lectures. 87.2% of eligible covered members participated in the second wellness biometric screening in December 2016. The ongoing third wellness biometric screening program in late October and November 2017 appears to continue high participation rates.
- In mid-2016 the Village has instituted a transitional work policy. This policy is designed to accommodate light duty work which shall help speed the return of employees to their

regular positions.

- Starting January 1, 2017 the Village continued its expansion of its healthcare options for employees and non-Medicare eligible retirees by offering a high deductible healthcare plan with a health savings account. Although voluntary, employees and eligible retirees who transfer are expected to save the Village money over the long term due to covered members taking a more active role in their healthcare decisions.
- Starting January 1, 2017 the Village moved Medicare eligible retirees from the employee healthcare plan to a new plan that works better with Medicare. It is anticipated that the savings to the Village are around \$199,000 per year. Additionally, the change is expected to make a material difference in OPEB liabilities in the next actuarial valuation report.
- In calendar year 2016 the Village's Worker's Compensation insurance premiums increased around \$10,000 per month due to prior history. In response the Village took a more active role in managing the cases and initiated an Accident Review Board (ARB). The ARB meets monthly, or as needed, in an attempt to reduce future employee accidents. Worker accidents have dramatically fallen and, as a result, the Workers Compensation insurance held fairly steady through April 30, 2018 and is expected to hold steady or possibly even decline in the subsequent plan year.
- Throughout 2016 the Village Finance Committee held many meetings on the establishment of a combined 5 year transitional plan to eliminate the retiree benefit budget deficits and a subsequent plan to eliminate the retiree benefit debt. It is management's intention to complete these plans with the new Village Board.
- The Village Finance Director has begun setting up an OPEB trust fund for funding healthcare promises to retirees. He will continue work with the Village Board to develop and implement this trust.
- Starting with healthcare coverage that begins January 1, 2018, the Village will continue making Rx changes. Specifically, there will be some formulary list changes (more narrow and more generic Rx choices available, as well as less brand names), move to a more narrow Rx network, further "Prior Authorization" policies (including having physicians provide medical necessity to the insurance network provider and the pharmacy for both existing and new medications), exclude compound prescriptions, move from brand name proton pump inhibitors (Gerd or Acid Reflux Rx) to the over-the-counter and generic alternatives, and move non-sedating antihistamines (allergy medications) to the over-the-counter alternatives.

B. Raising Revenues

In 2015 and 2016 the Village Board examined fees and taxes in an effort to: (1) fund infrastructure replacement and improvements, (2) fund promised retirement benefits,

specifically OPEB, and (3) make sure users of services were properly paying their proportionate share of those costs. The following fees and taxes were subsequently raised:

1. Raising Revenues For Infrastructure

- Locally collected fuel tax (25% increase, became effective December 1, 2015; The increase is expected to bring an additional \$250,000 to the Road & Bridge fund per year for capital improvements);
- Locally collected Motor Vehicle or Motor Bicycle Tax or Fee (became effective July 1, 2016; The increase is expected to bring an additional \$56,000 to the Road & Bridge fund per year for capital improvements);
- Locally collected water rates for customers using less than 12 million gallons per billing period. (In addition to automatic pass-through increases for inflation adjusted wholesale water cost increases, the Village passed a \$1.00/1,000 gallon increase May 1, 2016, a \$0.32/1,000 gallon increase on May 1, 2017, and \$0.25/1,000 gallon increases each year on May 1, 2018, May 1, 2019, and May 1, 2020; These increases have allowed for an already approved low interest \$1.6 million water main replacement loan from the Illinois EPA.);
- Locally collected water rates for two municipalities (effective January 1, 2017, with periodic increases for the ten year period of each contract; The projected annual increases in revenue are seen in the table below:

	<i>Average Consumption Over Past 10 Years</i>	<i>FY2016 - Total Estimated Revenue</i>	<i>Projected Annual Increased Revenue</i>			
			<i>*FY17</i>	<i>FY18</i>	<i>FY19</i>	<i>FY20</i>
Palos Heights	611,584	\$3,008,993	\$100,911	\$305,792	\$458,688	\$611,584
Crestwood	456,726	\$2,247,092	\$75,360	\$228,363	\$342,545	\$456,726
Total	1,068,310	\$5,256,085	\$176,271	\$534,155	\$801,232	\$1,068,310

These contracts shall restore these municipal customers to paying their proportional costs, which shall restore water fund balances and, ultimately, provide the resources for additional water infrastructure improvements); and

- The Village has been replacing old positive displacement water meters with more accurate velocity meters. The replacement program began in 2014 and will be completed in 2020. The Village also performed a distribution system leak survey in 2016 to identify and repair leaks. The repair of these leaks and the increased capture

of customer consumption from the new meters have reduced non-revenue water loss by 4.1%.

2. Raising Revenue for Retired Employees' Benefits

- Locally collected refuse rates (a \$1.35/month increase on September 5, 2016, with annual increases of \$1.50/month every January 1st from January 1, 2018 through January 1, 2022 and a final increase of \$2.01 on January 1, 2023; These rate increases gradually eliminate the General Fund subsidy of those services; At the same time as the Village Board approved the rate increase, it approved a refuse contract that began January 1, 2017 that initially had lower rates; The Village Board decided that the "savings" from these two actions would be dedicated those funds to the OPEB Trust Fund once that trust has been set up. The modeling of those savings will grow from \$80,124 in 2017 to \$539,034 in 2023, providing an anticipated cumulative \$2,293,237 for OPEB);
- State of Illinois collected, but locally determined, Home Rule Sales Tax (An increase from 0.75% to 1.00%, effective July 1, 2016; The increase is expected to bring an additional \$600,000-\$650,000 per year; The Village Board dedicated those funds to paying other postemployment benefits and into the OPEB Trust Fund once that trust has been set up);
- A future portion of the Cook County collected, but locally determined, property taxes (Starting in 2019, when the Village will begin receiving additional incremental property taxes that used to go into TIF 1, the Village Board has made the determination that this additional revenue will be dedicated to paying other postemployment benefits and in to an OPEB Trust Fund once that Trust has been set up); and
- Cook County collected, but locally determined, property taxes (The 2016 tax year aggregate property tax levy increased by 4.99%; That increase was entirely dedicated to paying down the public safety pension debt and the OPEB debt; Because bond payments were declining in 2017, the public safety pensions will saw a 6.91% increase in their levies; this is in addition to the 5.00% the public safety pensions saw in their prior year tax levy).

3. Raising Revenue for General Fund Operations

- Locally determined and third-party collected resident and non-resident ambulance fees on the basic services (BLS and ALS) and additional services (raised April 20, 2015, and raised 3% annually starting January 1, 2017. These raises are expected to bring in an additional \$22,000_ per year);
- Locally determined and collected annual fire inspection fees for commercial and industrial properties (These fees were imposed July 31, 2017);

- Locally determined and collected video gaming (gambling) license fees were increased 1900% from \$25 per machine per year to \$500 per machine per year on November 6, 2017 by the Village Board (With around 60 machines, this is expected to raise an additional \$28,500 per year); and
- Locally determined and State of Illinois collected red light fine collections (During 2017 the Village finalized its participation in the Illinois Comptroller's Local Government Debt Recovery Program. This program provides an additional red light fine collection method through the diversion of monies that the State of Illinois was to provide to the violator. Such monies include payroll deductions from State employees, lottery winnings, or income tax refunds. From the almost full year (November 22, 2016 through November 7, 2017) of initial collections, the Village has receipted a gross amount of \$292,405.24 before fees. It is expected that collections will be lower in subsequent years as these collections contained up to seven years of past due amounts).

C. Economic Development

The Village is dedicated to responsible economic development that broadens the tax base while expanding job or retail opportunities to the community. Below lists some of the recent and potential future actions taken to further those goals:

- On June 20, 2016 the Village Board passed a resolution that entered into an agreement to join the South Suburban GIS Consortium. This Geographic Information System (GIS) database serves as the foundation for mapping that can aid in economic development efforts.
- The Village Board set up a new Economic Development Committee on August 1, 2016 to better concentrate on those issues.
- As mentioned in the Local Economy section above, with participation from the Village, the Cal-Sag Enterprise Zone was extended by the State of Illinois in both geographic area and in the length until expiration. Businesses have already been taking advantage of the provisions of this enterprise zone.
- In 2016 the Village Board created a Pulaski Road Corridor TIF Façade and Small Business Grant Program. Based upon applications from April through July of 2017 the Village Board approved four cost sharing redevelopment agreements (RDAs) with existing property owning businesses within the Pulaski Road Corridor TIF to improve their properties. More property owning businesses have expressed various levels of interest in similar cost sharing RDAs and are working with the TIF district's consulting firm to help turn their interest into applications for assistance.
- In July 2017 the Village also approved a TIF eligible cost sharing RDA for a new Checkers restaurant within the Pulaski Road Corridor TIF. The restaurant opened on October 10,

2017.

- In 2017 the Village Board approved the Pulaski Road Corridor TIF's purchase of one shuttered business. It has investigated purchasing other parcels in an effort to consolidate parcels and make them redevelopment ready.
- On December 31, 2016 TIF 1, which covers part of the area bounded by Kedzie Avenue, Pulaski Road, 123rd Street and 127th Street, finished its 23 years of operation as defined in TIF statutes and, thus, terminated. The Village Board on December 19, 2016 adopted a plan incorporating an anticipated \$1 million dollar surplus, to be distributed over time, the previously approved road resurfacing project within TIF 1, and a transfer of the remaining \$3.9 million to the contiguous Pulaski Road Corridor TIF for development efforts in that area. To date, the transfer to the Pulaski Road Corridor TIF has happened, the road resurfacing project finished and came in under budget, and the Village declared an initial \$603,054.29 TIF 1 surplus leaving a balance of \$600,000 for property tax refunds and surplus declarations.
- In 2017 the two properties within the 123rd Place and Cicero Avenue TIF saw major remodeling, leading to the opening of a full auto service operation and the upgrading of a local hotel into a flagged Red Roof Inn.
- On November 6, 2017 the Village Board approved a special use zoning permit to allow a potential purchaser of all of the land within the Northwest Corner of Cicero Avenue and I-294 TIF to be able to sell and lease tractors and trailers.
- Without TIF resources being utilized, 2016 saw the opening of a new Pilot truck center with three restaurants, a McDonalds (rebuilt from the ground up), and a new IBEW/NECA training facility. Subsequent to 2016 a new Taco Bell was built and one of the Village's three Dunkin' Donuts was relocated nearby in order to modernize and expand in size.
- Currently owners of numerous industrial properties are putting forth multi-million dollar expansions of existing buildings, refurbishing existing buildings, and/or investing in newer equipment. Some of these have stated that subsequent to the projects that additional people will be hired.

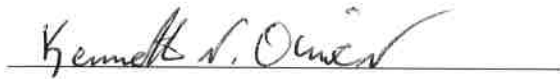
D. Possible Political Development

On November 2, 2017 a State of Illinois House Committee sent to the full House an amendment to a Senate Bill which may freeze the ability for the Village to increase the majority or all of the property tax levies for the next two levy years. The Village will continue to monitor this bill and will decide on what actions it will take, if any, in response should a form of the bill become a Public Act.

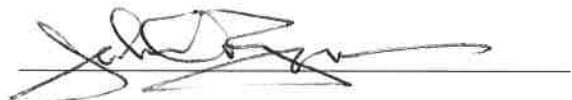
Acknowledgements

The preparation of this report would not have been possible without the skill, effort, and dedication of the entire staff of the Finance Department. We wish to thank all government departments for their assistance in providing the data necessary to prepare this report. Credit also is due to the Village President and the Board for their unfailing support for maintaining the highest standards of professionalism in the management of the Village of Alsip's finances.

Respectfully submitted,

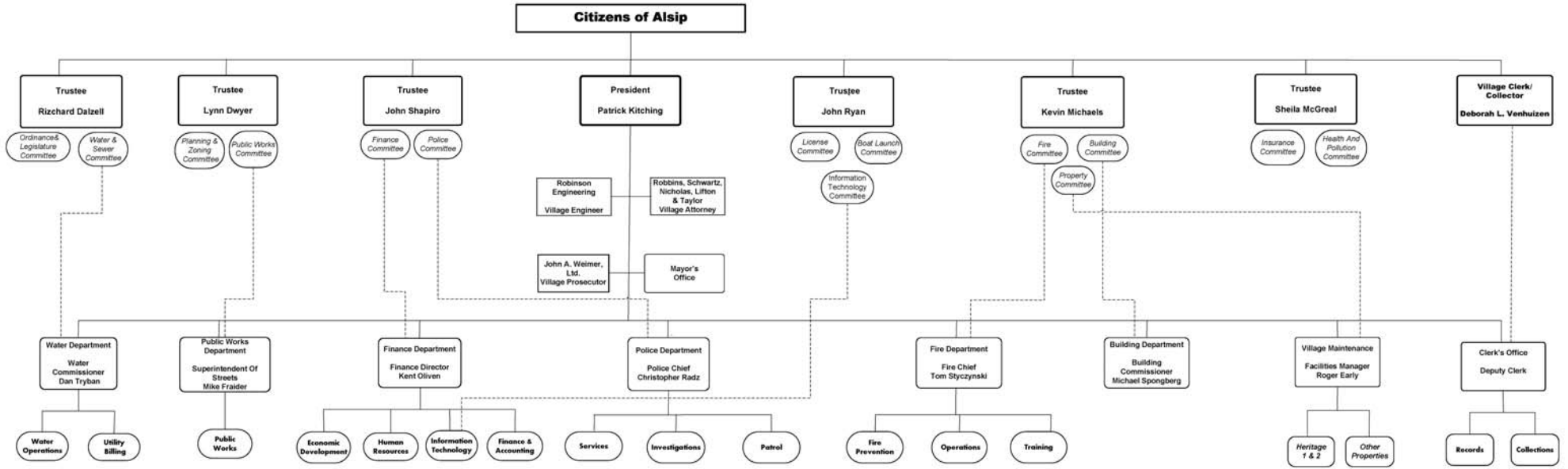


Kenneth "Kent" N. Oliven, CPA, CGMA, CIMA, CPFA
Village Finance Director & Treasurer



John D. Ryan
Village President

VILLAGE OF ALSIP, ILLINOIS ORGANIZATIONAL CHART April 30, 2017



FINANCIAL SECTION

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, 2017, 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, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, the Road and Bridge Fund, and the Special Tax Allocation 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, the schedules of employer contributions – pension plans, schedule of funding progress, and schedule of changes in the employer's net pension liability and related ratios 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 introductory section, combining and individual fund financial statements, schedule of insurance coverage, property tax levies and collections extended by funds and assessed valuation, and statistical section as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements 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 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section, schedule of insurance coverage, property tax levies and collections extended by funds and assessed valuation, and statistical section, have 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 them.

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, 2016, 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 in our report dated January 24, 2017. 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 2016 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 2016 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, 2016 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, 2016.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Oak Brook, Illinois
February 19, 2018

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017

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, 2017 (FY17). 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 19.

Financial Highlights

- At the end of FY17, the Village's net position was \$1,165,967, an increase of \$101,319, or 9.4%, over the end of FY16. This consisted of a negative governmental activities net position of \$24,934,044 and a positive business-type activities net position of \$26,100,011.
- The Village's governmental activities total assets and deferred outflows increased by \$3,852,039 during the fiscal year.
- As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$28,499,323, an increase of \$4,954,885, or 21.0% over the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$11,142,732 or 54.1% 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, liabilities, and deferred inflows of resources, 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, 2017

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.

Governmental Funds. 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 and has control over the following governmental funds: the General Fund, the Debt Service Fund and the following three special revenue funds: Road and Bridge Fund, Motor Fuel Tax (MFT), and the Special Tax allocation (which contains the following four TIFs: TIF 1, NW Corner of Cicero Avenue and I-294 TIF, 123rd Place and Cicero Avenue TIF, and the Pulaski Road Corridor TIF). Budgetary comparison statements have been provided for these funds to demonstrate compliance with this budget.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017

The basic governmental fund financial statements can be found on pages 21 and 22 of this report.

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 25 through 29 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 30 and 31 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 32 through 74 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's progress in funding its obligation to employee retirement and other postemployment benefit plans. Required supplementary information can be found on pages 75 through 80 of this report. Combining and individual fund statements and schedules can be found on pages 83 through 123 of this report.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Statement of Net Position

Table 1 presents a condensed Statement of Net Position as of April 30, 2017 (FY17) compared to the prior year ended April 30, 2016 (FY16).

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017

Table 1
Statement of Net Position
April 30, 2017

	Governmental Activities		Business-type Activities		Total Primary Government	
	FY17	FY16	FY17	FY16	FY17	FY16
Assets						
Current and other assets	\$ 34,423,024	\$ 29,911,426	\$ 14,879,535	\$ 8,792,040	\$ 49,302,559	\$ 38,703,466
Capital assets	<u>15,583,427</u>	<u>15,953,182</u>	<u>30,813,146</u>	<u>33,003,524</u>	<u>46,396,573</u>	<u>48,956,706</u>
Total assets	<u>\$ 50,006,451</u>	<u>\$ 45,864,608</u>	<u>\$ 45,692,681</u>	<u>\$ 41,795,564</u>	<u>\$ 95,699,132</u>	<u>\$ 87,660,172</u>
Deferred outflows	<u>\$ 6,666,962</u>	<u>\$ 6,861,772</u>	<u>\$ 715,289</u>	<u>\$ 715,708</u>	<u>\$ 7,382,251</u>	<u>\$ 7,577,480</u>
Liabilities						
Other liabilities	\$ 963,536	\$ 1,483,783	\$ 3,647,457	\$ 3,733,896	\$ 4,610,993	\$ 5,217,679
Long-term liabilities	<u>78,801,581</u>	<u>74,075,306</u>	<u>16,505,657</u>	<u>13,587,369</u>	<u>95,307,238</u>	<u>87,662,675</u>
Total liabilities	<u>\$ 79,765,117</u>	<u>\$ 75,559,089</u>	<u>\$ 20,153,114</u>	<u>\$ 17,321,265</u>	<u>\$ 99,918,231</u>	<u>\$ 92,880,354</u>
Deferred inflows	<u>\$ 1,842,340</u>	<u>\$ 1,085,967</u>	<u>\$ 154,845</u>	<u>\$ 206,683</u>	<u>\$ 1,997,185</u>	<u>\$ 1,292,650</u>
Net position						
Net investment in capital assets	\$ 8,409,663	\$ 7,714,910	\$ 20,722,393	\$ 22,277,214	\$ 29,132,056	\$ 29,992,124
Restricted	11,456,720	11,837,367	-	-	11,456,720	11,837,367
Unrestricted	<u>(44,800,427)</u>	<u>(43,470,953)</u>	<u>5,377,618</u>	<u>2,706,110</u>	<u>(39,422,809)</u>	<u>(40,764,843)</u>
Total net position	<u>\$(24,934,044)</u>	<u>\$(23,918,676)</u>	<u>\$ 26,100,011</u>	<u>\$ 24,983,324</u>	<u>\$ 1,165,967</u>	<u>\$ 1,064,648</u>

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 liabilities and deferred inflows of resources, or net position, at the close of the fiscal year by \$1,165,967, an increase of \$101,319 from the prior fiscal year. Of this amount, governmental activities accounted for a decrease of \$1,015,368 while business-type activities increased \$1,116,687. Bond payments and the April 2017 refunding of one bond and crossover refunding of a second bond increased governmental activities general obligation (G.O.) bonds payable by \$2,589,283 and business-type G.O. bonds payable by \$2,865,059. In the governmental activities there was also an increase in retiree benefit debt. The governmental activities' net OPEB obligation increased by \$1,910,689 and the net pension liability increased by \$406,161. More details can be found in Note 4E. Long-term debt.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017

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.

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 \$(44,800,427) compared with a balance of \$(43,470,953), in the previous year.

Changes in Net Position (from the Statement of Activities)

For the fiscal year ended April 30, 2017, revenue from all sources totaled \$45,162,436. Governmental revenue accounted for \$28,376,475 of that total, while business-type activities accounted for \$16,785,961. Expenses for all functions totaled \$45,061,117 with \$28,865,418 for governmental activities and \$16,195,699 for business-type activities.

Table 2 summarizes the revenue and expenses of the Village's activities for FY17 compared to FY16.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017

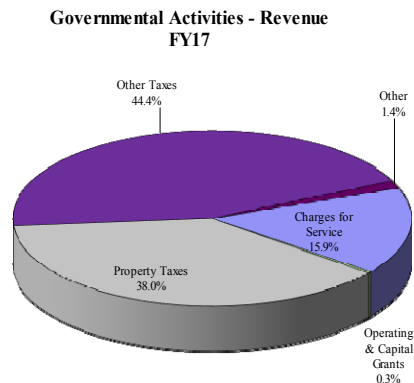
Table 2
Changes in Net Position
Fiscal Year Ending April 30, 2017

	Governmental Activities		Business-type Activities		Total Primary Government	
	FY17	FY16	FY17	FY16	FY17	FY16
Revenue						
Program revenues:						
Charges for service	\$ 4,525,646	\$ 4,492,826	\$ 16,759,441	\$ 15,853,965	\$ 21,285,087	\$ 20,346,791
Operating and capital grants	66,077	87,577	-	-	66,077	87,577
General revenue:						
Property taxes	10,788,933	10,255,977	-	-	10,788,933	10,255,977
Other taxes	12,555,882	11,476,175	-	-	12,555,882	11,476,175
Other	439,937	371,125	26,520	12,318	466,457	383,443
	<u>28,376,475</u>	<u>26,683,680</u>	<u>16,785,961</u>	<u>15,866,283</u>	<u>45,162,436</u>	<u>42,549,963</u>
Expenses						
Governmental activities:						
General government	3,605,492	3,643,891	-	-	3,605,492	3,643,891
Public safety	19,860,868	19,337,667	-	-	19,860,868	19,337,667
Road and bridge	3,326,466	3,278,020	-	-	3,326,466	3,278,020
Building	313,605	405,229	-	-	313,605	405,229
Health and welfare	1,259,593	1,289,955	-	-	1,259,593	1,289,955
Other	42,731	159,917	-	-	42,731	159,917
Interest	456,663	325,151	-	-	456,663	325,151
Business-type:						
Water	-	-	11,447,443	10,869,261	11,447,443	10,869,261
Sewer	-	-	473,625	189,374	473,625	189,374
Senior Citizen Complex	-	-	4,274,631	3,797,397	4,274,631	3,797,397
	<u>28,865,418</u>	<u>28,439,830</u>	<u>16,195,699</u>	<u>14,856,032</u>	<u>45,061,117</u>	<u>43,295,862</u>
Excess (deficiency) before transfers	(488,943)	(1,756,150)	590,262	1,010,251	101,319	(745,899)
Transfers	(526,425)	(686,082)	526,425	686,082	-	-
	<u>(1,015,368)</u>	<u>(2,442,232)</u>	<u>1,116,687</u>	<u>1,696,333</u>	<u>101,319</u>	<u>(745,899)</u>
Change in net position	<u>\$ (1,015,368)</u>	<u>\$ (2,442,232)</u>	<u>\$ 1,116,687</u>	<u>\$ 1,696,333</u>	<u>\$ 101,319</u>	<u>\$ (745,899)</u>

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017

Governmental Activities

Revenues - for the fiscal year ended April 30, 2017, governmental revenues total \$28,376,475, signifying an increase in revenues of \$1,692,795, primarily as a result of an increase in tax revenues. Property taxes totaled \$10,788,937 or 38.0% of governmental revenues; an increase of 5.2% from the prior year's property tax revenue of \$10,255,977. Other taxes, at \$12,255,882 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 \$1,079,707, or 9.4%, over FY16, mainly due to an increase in real estate transfer taxes and higher fuel use taxes due to more fuel sales locations. Charges for services, at \$4,525,646 represent 15.9% of total governmental revenues. Charges for Services which include fees, licenses, and refuse removal were up from FY16 by \$32,820 or 0.7%.



Expenses - expenses for governmental activities totaling \$28,865,418 increased \$425,588, or 1.6%, which includes general government, public safety, road & bridge, building, health & welfare, capital projects, and interest.

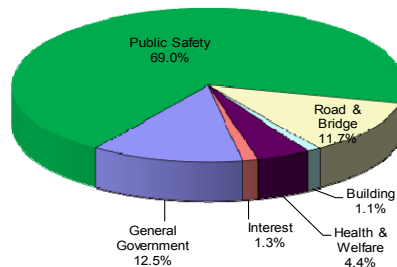
Public safety expenses are mainly accounted for in the General Fund in the departments of Police and Fire and Ambulance Service and totaled \$19,860,868, a \$523,201 or 2.7% increase over FY16. The increase is primarily due to increases in salaries and associated benefits due to new police and fire collective bargaining agreements not only for FY17 but including retropay for FY16. The largest components of public safety expenses are salaries and benefits (including pensions) accounting for \$11,944,198 or 60.1% of all public safety expenses, not including health insurance coverage for active or retired personnel. Road & Bridge made up 11.6% of all governmental expenses in FY17 with \$3,326,466. Health & Welfare amounts to \$1,259,593, or 4.4%, of governmental activities, and includes the refuse contract expense of \$1,164,567.

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 \$3,605,492, or 12.5%, of all governmental expenses in FY17.

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017**

Interest expense of \$456,663 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 2017**



Business-type Activities

Revenue - Charges for service under Business-type activities of \$16,785,961, which represented an increase of \$919,678, or 5.7%, over the prior year.

Expenses - business-type expenses of \$16,195,699 increased by \$1,339,667, or 9.0%, from the prior year. Business-type net position increased by \$1,116,687. In FY17 the Village doubled the capitalization threshold to \$10,000 and reassessed its capital assets, which resulted in a water fund loss on disposal of property, building, and equipment of \$678,111. Additionally, a bad debt expense of \$101,741 was written down due to previously carrying balances of customers that had left the Village years before.

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, 2017.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017

Table 3
GENERAL FUND REVENUES AND OTHER FINANCING SOURCES
FISCAL YEAR ENDING APRIL 30, 2017

	FY17	FY16	Difference	% Increase (Decrease)
Property taxes	\$ 8,184,063	\$ 7,603,963	\$ 580,100	7.6%
Other taxes	7,701,685	7,029,557	672,128	9.6%
Licenses and permits	349,652	490,503	(140,851)	-28.7%
Franchise fees	346,339	355,378	(9,039)	-2.5%
Other fees	1,073,067	1,099,843	(26,776)	-2.4%
Intergovernmental	2,747,864	2,847,409	(99,545)	-3.5%
Charges for services	681,683	642,572	39,111	6.1%
Police and court fines	758,766	686,771	71,995	10.5%
Investment income	42,445	9,616	32,829	341.4%
Miscellaneous	429,831	561,123	(131,292)	-23.4%
Total revenue	\$ 22,315,395	\$ 21,326,735	\$ 988,660	4.6%

The Village of Alsip's 2016 Tax Year Equalized Assessed Valuation (EAV) for property taxes payable in 2017 was \$493,231,381, an increase of 4.8% from the tax year 2015 EAV of \$491,782,726. Due a nationwide decrease in property values and an EAV lag in reporting of those values, the Village's EAV had decreased every prior tax year since a 2008 Tax Year EAV of \$801,937,100, cumulatively declining 38.5% during that period.

The tax rate has increased from 1.4463 in 2012 (tax year 2011) to 2.0105 in 2017 (tax year 2016), inclusive of debt. Collections from real estate taxes has increased from \$7,698,382 for tax year 2011 to \$9,336,514 for tax year 2015, inclusive of debt. Taxes levied are collected in the subsequent fiscal year. Real estate taxes contribute approximately 36.7% 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 \$6,263,159 or 28.1% of its revenue. Most of this increase of \$416,472, or 7.1%, was due to the Village's increase in its home rule sales tax from 0.75% to 1.00%, which became effective July 1, 2016. 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, an enterprise zone, and tax rebates when financially appropriate and applicable.

Income Tax Revenue (part of Intergovernmental), the General Fund's third largest source of revenue at 13.8%, came in at \$2,302,666, showing a decrease of \$97,887, or 4.1%, from the prior year. This decrease is mainly due to the State of Illinois taking a one-time amount of 10% of income tax revenues, which was partially offset by a faster receipt of income tax receipt due.

Police and court fines increased \$71,995, or 11.2%, due in large part to the resumption of red light fines.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017

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 traditionally has subsidized this service (i.e. charges for service was lower than the cost of the independent waste hauler). In FY17 the Village passed an ordinance that gradually increased the charges for service from September 5, 2016 until January 1, 2023 at which point revenues would cover costs. Charges for services was \$681,633 an increase of \$39,111, or 6.1%, over the prior year.

Expenditures - Table 4 presents a summary of General Fund expenditures for FY17.

Table 4
General Fund Expenditures
As of April 30, 2017

	FY17	FY16	Difference	% Increase (Decrease)
General government	\$ 2,072,866	\$ 2,339,242	\$ (266,376)	-11.4%
Public safety	12,881,905	13,020,492	(138,587)	-1.1%
Building	229,336	238,930	(9,594)	-4.0%
Health and environment	1,225,422	1,260,930	(35,508)	-2.8%
Insurance	3,992,123	3,780,468	211,655	5.6%
Boat launch	21,825	21,662	163	0.8%
Capital outlay	84,066	83,911	155	0.2%
Debt service	<u>101,575</u>	<u>119,041</u>	<u>(17,466)</u>	<u>-14.7%</u>
Total expenditures	<u>\$ 20,609,118</u>	<u>\$ 20,864,676</u>	<u>\$ (255,558)</u>	<u>-1.2%</u>

General Government

Overall expenditures in FY17 decreased \$255,558, or 11.4%, from FY16. Administration's legal fees declined \$153,896, or 51.6%, as FY16 had legal fees associated with labor negotiations.

Public Safety

Public Safety accounted for 62.5% of General Fund expenditures. The primary increase in public safety expenditures was for salaries and personnel benefits, most notably pension contributions. Healthcare costs are reflected in the insurance category.

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 19.4%, increased \$211,655, or 5.6%, due to increased claim activity and higher insurance premium costs.

Debt Service

Debt Service decreased \$17,466, or 14.7%, from the prior fiscal year.

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017**

**Table 5
General Fund Budgetary Highlights**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
Revenue	\$ 21,906,010	\$ 21,906,010	\$ 22,160,262
Expenditures	<u>22,136,984</u>	<u>22,281,793</u>	<u>20,968,589</u>
Net changes in fund balance	<u><u>\$ (230,974)</u></u>	<u><u>\$ (375,783)</u></u>	<u><u>\$ 1,191,673</u></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 \$254,252 or 1.2% higher. The expenditures were \$1,313,204, or 5.9%, lower than the final budget.

Business-type Activities

The Enterprise Funds include Water/Sewer Fund and Senior Citizen Complex Funds. Business-type activities posted total operating revenues of \$16,769,291, while the cost and net transfers in of all business-type activities totaled \$15,652,604.

Revenue

For the fiscal year ended April 30, 2017, operating revenues for the business-type activities totaled \$16,769,291, an increase of \$909,025, or 5.7%, mainly due to increased average water rates when compared to the prior year.

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 loss on disposal of property, building, and equipment, 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 \$3,318,603. However with depreciation of \$1,604,564 and non-operating expenses and transfers in of \$597,352, the increase in net position totaled \$1,116,687.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017

Table 6
Enterprise Funds
As of April 30, 2017

	Waterworks and Sewerage	Senior Citizen Complex	Totals		Difference	% Increase (Decrease)
			FY17	FY16		
Operating revenues						
Charges for services	\$ 11,985,489	\$ -	\$ 11,985,489	\$ 11,254,694	\$ 730,795	6.5%
Rental income	-	4,591,430	4,591,430	4,462,726	128,704	2.9%
Other income	129,108	63,264	192,372	142,845	49,527	34.7%
Total operating revenues	<u>12,114,597</u>	<u>4,654,694</u>	<u>16,769,291</u>	<u>15,860,265</u>	<u>909,026</u>	<u>44.0%</u>
Operating expenses						
Water department	9,978,099	-	9,978,099	9,815,427	162,672	1.7%
Sewer department	221,208	-	221,208	169,078	52,130	30.8%
Senior citizen complex	-	3,251,381	3,251,381	2,793,109	458,272	16.4%
Depreciation and amortization	803,805	800,759	1,604,564	1,655,929	(51,365)	-3.1%
Total operating expenses	<u>11,003,112</u>	<u>4,052,140</u>	<u>15,055,252</u>	<u>14,433,543</u>	<u>621,709</u>	<u>45.8%</u>
Nonoperating expenses and transfers (in) out						
Amortization bond costs	1,790	41,568	43,358	10,410	32,948	316.5%
Net interest expense	223,689	178,619	402,308	406,061	(3,753)	-0.9%
Loss on disposal	678,111	-	678,111	-	678,111	#DIV/0!
Transfers in	(141,396)	(617,818)	(759,214)	(806,082)	46,868	-5.8%
Transfers out	43,896	188,893	232,789	120,000	112,789	94.0%
Total nonoperating expenses and transfers (in) out	<u>806,090</u>	<u>(208,738)</u>	<u>597,352</u>	<u>(269,611)</u>	<u>866,963</u>	<u>#DIV/0!</u>
Total expenses and transfers (in) out	<u>11,809,202</u>	<u>3,843,402</u>	<u>15,652,604</u>	<u>14,163,932</u>	<u>1,488,672</u>	<u>10.5%</u>
Change in net position	<u>\$ 305,395</u>	<u>\$ 811,292</u>	<u>\$ 1,116,687</u>	<u>\$ 1,696,333</u>	<u>\$ (579,646)</u>	<u>-34.2%</u>

**VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017**

Capital Assets

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

Table 7
**VILLAGE OF ALSIP'S CAPITAL ASSETS
AS OF APRIL 30, 2017**

	Governmental Activities		Business-type Activities		Total	
	<u>FY17</u>	<u>FY16</u>	<u>FY17</u>	<u>FY16</u>	<u>FY17</u>	<u>FY16</u>
Non-depreciable assets:						
Land	\$ 350,000	\$ 350,000	\$ 1,886,953	\$ 1,886,953	\$ 2,236,953	\$ 2,236,953
Construction-in-progress	-	-	-	423,072	-	423,072
Capital assets being depreciated:						
Buildings and improvements	10,570,113	10,592,031	34,474,651	28,610,670	45,044,764	39,202,701
Vehicles, machinery, and equipment	8,422,568	8,909,640	3,612,110	2,933,433	12,034,678	11,843,073
Infrastructure	42,234,283	42,206,842	22,707,060	29,432,296	64,941,343	71,639,138
Less accumulated depreciation	<u>(45,993,537)</u>	<u>(46,105,331)</u>	<u>(31,867,628)</u>	<u>(30,282,900)</u>	<u>(77,861,165)</u>	<u>(76,388,231)</u>
Capital assets	<u>\$ 15,583,427</u>	<u>\$ 15,953,182</u>	<u>\$ 30,813,146</u>	<u>\$ 33,003,524</u>	<u>\$ 46,396,573</u>	<u>\$ 48,956,706</u>

The Village's governmental capital assets and business-type capital assets decreased \$369,755 and \$2,190,378, respectively, for a net decrease of \$2,560,133 before depreciation during FY17. Again, in FY17 the capital asset threshold doubled to \$10,000 and capital assets were reassessed which led to write-downs. Additional detail regarding capital assets may be seen in the notes to the financial statements-Note 4C. Capital assets.

Long-term debt

At the end of the fiscal year, the Village had total bonded debt outstanding of \$21.3 million. \$675,626 of the 2016 tax year property tax levy was for debt payments. The other funding for outstanding debt is from revenues from the following funds: the senior citizen housing complexes, Water & Sewer, and Road & Bridge. 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 2017 Standard and Poor's Ratings Services, a part of McGraw-Hill Financial, Inc. ("S&P") assigned Village Series 2017 refunding and advance refunding bonds the rating of AA (Stable Outlook), reaffirming prior ratings. In 2017 Moody's Investor Service assigned prior debt issues a credit rating of Aa3, down from the prior year's rating of AA2. Additional information involving long-term debt can be found in the notes to the financial statements-Note 4E. Long-term debt.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017

Table 8 summarizes the Village's debt structure.

Table 8
Outstanding General Obligation Debt (In Millions)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
General obligation bonds	\$ 9.2	\$ 6.7	\$ 12.1	\$ 9.4	\$ 21.3	\$ 16.1

Discussion of Currently Known Facts, Decisions, or Conditions of Future Significance

The following are facts, decisions, or conditions that are both currently known as of the date of the independent auditors' report and are expected to have significant effect on financial position or results of operations.

- The Village currently provides emergency 911 dispatch services. However, Illinois' Public Act 099-0006 mandated that a county with at least 250,000 population having more than one Emergency Telephone System Board ("ETSB") service a population of less than 25,000 people shall be consolidated such that no ETSB in the county serves a population less than 25,000. Therefore, the Village has entered into agreements to have Oak Lawn Emergency Communications Center take over those services in the first half of 2018. Up to \$250,000 of the property tax levy increase approved by the Village Board on December 18, 2017 for the 2017 tax year is dedicated to one-time costs of switching dispatch services. The Village will apply for a State grant to reimburse for the costs of this unfunded mandate. Any grant receipts will go to the retiree benefit debt, as that is where the rest of the property tax levy increase was dedicated by the Village Board.
- Over the past three years the Village has been working to both contain retiree costs and to raise additional revenues in order to meet actuarial funding requirements for pension and OPEB liabilities. On December 18, 2017 the Village Board unanimously voted to increase the Village's 2017 tax year aggregate property tax levy by 30.00%, with all additional proceeds, except for the aforementioned \$250,000 dedicated to the 911 dispatch transition costs, going towards these retiree benefit obligation debts. This represents the second year in a row that none of the property tax levy increase went to operations. Additional Village efforts to contain retiree benefit costs and to raise money for funding those benefits are detailed in the Letter of Transmittal in the Introductory Section of this Comprehensive Annual Financial Report.
- On December 31, 2016 TIF 1, which covers part of the area bounded by Kedzie Avenue, Pulaski Road, 123rd Street and 127th Street, finished its 23 years of operation as defined in TIF statutes and, thus, terminated. More details of the distribution of future revenues and the fund balance are detailed in the Letter of Transmittal in the Introductory Section of this Comprehensive Annual Financial Report.

VILLAGE OF ALSIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2017

- In 2017 State of Illinois Public Act 100-0401 passed and became effective 25 August 2017. This Public Act will affect property tax exemptions applicable to Cook County for Tax Year 2017 (taxes payable in 2018) and thereafter in a manner that will decrease property taxes for homeowners and senior citizens at the expense of businesses. It will also put downward pressure on the Village's Equalized Assessed Value (EAV). Additional information is detailed in the Letter of Transmittal in the Introductory Section of this Comprehensive Annual Financial Report.
- There have been significant efforts within the legislative bodies of the State of Illinois to impose a two-year property tax freeze. The Village will continue to monitor this bill and will decide on what actions it will take, if any, in response should a form of the bill become Public Act.

Additional facts, decisions, or conditions that are both currently known as of the date of the independent auditors' report, including efforts in recent years to fund operations, encourage economic development, or contain healthcare costs can be found with the Letter of Transmittal in the Introductory Section of this Comprehensive Annual Financial Report.

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, access the Village website at www.villageofalsip.org or contact:

Finance Director & Treasurer Kenneth "Kent" Oliven, CPA
Village of Alsip
4500 West 123rd Street
Alsip, Illinois 60803
KOliven@VillageOfAlsip.org

Basic Financial Statements

VILLAGE OF ALSIP, ILLINOIS
STATEMENT OF NET POSITION
April 30, 2017

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash	\$ 611,415	\$ 100	\$ 611,515
Temporary cash investments	19,174,161	7,926,526	27,100,687
Cash held for insurance and related expenditures	3,328,089	-	3,328,089
Receivables (net of allowance for uncollectibles)	8,034,710	1,382,215	9,416,925
Internal balances	(426,612)	426,612	-
Deposits	-	193,047	193,047
Prepaid expenses	68,358	2,758	71,116
Restricted assets:			
Escrow deposits restricted for bond refunding	3,404,994	3,404,994	6,809,988
Temporary cash investments	227,909	1,543,283	1,771,192
Capital assets (net of accumulated depreciation):			
Buildings	3,833,682	11,378,251	15,211,933
Improvements	646,033	5,159,849	5,805,882
System infrastructure	8,423,062	11,648,613	20,071,675
Machinery and equipment	1,101,215	722,514	1,823,729
Vehicles	1,229,435	16,966	1,246,401
Capital assets not being depreciated:			
Land	<u>350,000</u>	<u>1,886,953</u>	<u>2,236,953</u>
Total capital assets (net of accumulated depreciation)	<u>15,583,427</u>	<u>30,813,146</u>	<u>46,396,573</u>
Total assets	50,006,451	45,692,681	95,699,132
DEFERRED OUTFLOWS OF RESOURCES			
Charges on bond refunding	39,675	373,143	412,818
Related to pension liability	<u>6,627,287</u>	<u>342,146</u>	<u>6,969,433</u>
Total deferred outflows of resources	<u>6,666,962</u>	<u>715,289</u>	<u>7,382,251</u>
Total assets and deferred outflows of resources	<u>56,673,413</u>	<u>46,407,970</u>	<u>103,081,383</u>
LIABILITIES			
Accounts payable and other current liabilities	858,193	3,086,527	3,944,720
Accrued interest payable	90,800	130,174	220,974
Intergovernmental liability	14,543	-	14,543
Deposits	-	397,030	397,030
Payable from restricted accounts:			
Customer deposits	-	33,726	33,726
Noncurrent liabilities:			
Due within one year	4,228,380	4,009,250	8,237,630
Due in more than one year	<u>74,573,201</u>	<u>12,496,407</u>	<u>87,069,608</u>
Total liabilities	79,765,117	20,153,114	99,918,231
DEFERRED INFLOWS OF RESOURCES			
Related to pension liability	<u>1,842,340</u>	<u>154,845</u>	<u>1,997,185</u>
Total liabilities and deferred inflows of resources	<u>81,607,457</u>	<u>20,307,959</u>	<u>101,915,416</u>
NET POSITION			
Net investment in capital assets	8,409,663	20,722,393	29,132,056
Restricted for:			
Debt service	2,509,700	-	2,509,700
Police department programs	227,909	-	227,909
Maintenance of 9-1-1 Emergency Telephone System	487,855	-	487,855
Tax Increment Financing allocation for project areas	5,507,196	-	5,507,196
Street maintenance and improvement programs	2,689,894	-	2,689,894
Fire department programs	34,166	-	34,166
Unrestricted	<u>(44,800,427)</u>	<u>5,377,618</u>	<u>(39,422,809)</u>
TOTAL NET POSITION	<u>\$ (24,934,044)</u>	<u>\$ 26,100,011</u>	<u>\$ 1,165,967</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, 2017

		Program Revenues		Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
FUNCTIONS/PROGRAMS						
Primary government:						
Governmental activities:						
General government	\$ 3,605,492	\$ 1,150,131	\$ 40,510	\$ (2,414,851)	\$ -	\$ (2,414,851)
Public safety	19,860,868	2,053,990	25,567	(17,781,311)	-	(17,781,311)
Highway and streets	3,326,466	567,984	-	(2,758,482)	-	(2,758,482)
Building	313,605	71,858	-	(241,747)	-	(241,747)
Health and environmental control	1,259,593	681,683	-	(577,910)	-	(577,910)
Drainage and storm sewers	15,481	-	-	(15,481)	-	(15,481)
Forestry maintenance	27,250	-	-	(27,250)	-	(27,250)
Interest on long-term debt	456,663	-	-	(456,663)	-	(456,663)
Total governmental activities	28,865,418	4,525,646	66,077	(24,273,695)	-	(24,273,695)
Business-type activities:						
Water	11,447,443	11,403,637	-	-	(43,806)	(43,806)
Sewer	473,625	701,110	-	-	227,485	227,485
Senior Citizen Complex	4,274,631	4,654,694	-	-	380,063	380,063
Total business-type activities	16,195,699	16,759,441	-	-	563,742	563,742
TOTAL PRIMARY GOVERNMENT	\$ 45,061,117	\$ 21,285,087	\$ 66,077	\$ (24,273,695)	\$ 563,742	\$ (23,709,953)
General revenues:						
Property taxes				\$ 10,788,933	\$ -	\$ 10,788,933
Sales taxes				6,263,159	-	6,263,159
State income taxes				2,302,666	-	2,302,666
Fuel use taxes				1,628,465	-	1,628,465
Motor fuel taxes				488,604	-	488,604
Replacement taxes				397,023	-	397,023
Real estate transfer taxes				602,027	-	602,027
Other taxes				873,938	-	873,938
Insurance proceeds				43,315	-	43,315
Unrestricted interest/investment earnings				53,555	519	54,074
Other				343,067	26,001	369,068
Transfers				(526,425)	526,425	-
Total general revenues and transfers				23,258,327	552,945	23,811,272
CHANGE IN NET POSITION				(1,015,368)	1,116,687	101,319
NET POSITION - BEGINNING				(23,918,676)	24,983,324	1,064,648
NET POSITION - ENDING				\$ (24,934,044)	\$ 26,100,011	\$ 1,165,967

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

VILLAGE OF ALSIP, ILLINOIS
BALANCE SHEET - GOVERNMENTAL FUNDS
April 30, 2017

	General	Road and Bridge	Special Tax Allocation	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash	\$ 611,415	\$ -	\$ -	\$ -	\$ -	\$ 611,415
Temporary cash investments	8,910,920	1,728,520	5,117,188	2,303,674	1,113,859	19,174,161
Cash held for insurance and related expenditures	3,328,089	-	-	-	-	3,328,089
Receivables (net of allowance for uncollectibles)	6,981,674	294,598	402,799	313,433	42,206	8,034,710
Due from other funds	2,064	20,864	-	-	76,954	99,882
Prepaid expenses	68,358	-	-	-	-	68,358
Restricted assets:						
Escrow deposits restricted for bond refunding	-	-	-	3,404,994	-	3,404,994
Temporary cash investments	227,909	-	-	-	-	227,909
TOTAL ASSETS	\$ 20,130,429	\$ 2,043,982	\$ 5,519,987	\$ 6,022,101	\$ 1,233,019	\$ 34,949,518
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts payable and other current liabilities	\$ 780,316	\$ 61,738	\$ 12,791	\$ -	\$ 3,348	\$ 858,193
Intergovernmental liability	-	-	-	14,543	-	14,543
Due to other funds	524,430	-	-	2,064	-	526,494
Total liabilities	1,304,746	61,738	12,791	16,607	3,348	1,399,230
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - property taxes	4,058,595	294,598	384,339	313,433	-	5,050,965
FUND BALANCES						
Nonspendable	68,358	-	-	-	-	68,358
Restricted for:						
Police department programs	227,909	-	-	-	-	227,909
Maintenance of 9-1-1 Emergency Telephone System	-	-	-	-	487,855	487,855
Tax Increment Financing allocation for project areas	-	-	5,122,857	-	-	5,122,857
Street maintenance and improvement programs	-	1,687,646	-	-	707,650	2,395,296
Fire department programs	-	-	-	-	34,166	34,166
Debt service	-	-	-	5,692,061	-	5,692,061
Total restricted fund balance	227,909	1,687,646	5,122,857	5,692,061	1,229,671	13,960,144
Assigned for insurance premiums, claims and related expenditures	3,328,089	-	-	-	-	3,328,089
Unassigned	11,142,732	-	-	-	-	11,142,732
Total fund balances	14,767,088	1,687,646	5,122,857	5,692,061	1,229,671	28,499,323
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 20,130,429	\$ 2,043,982	\$ 5,519,987	\$ 6,022,101	\$ 1,233,019	
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.						15,583,427
Receivables are not available to pay for current period expenditures and, therefore, are deferred in the funds.						5,050,965
Charges on bond refundings are not financial resources and, therefore, are not reported in the funds.						39,675
Deferred outflows and inflows related to pension are not financial resources and, therefore, are not reported in the funds.						4,784,947
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.						(78,892,381)
						\$ (24,934,044)

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, 2017

	<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	\$ 18,567,535	\$ 2,256,588	\$ 1,199,423	\$ 738,029	\$ 526,043	\$ 23,287,618
Fines	758,766	-	-	-	-	758,766
Licenses and permits	349,652	427,307	-	-	422,183	1,199,142
Grants	66,077	-	-	-	-	66,077
Charges for services	681,683	-	-	-	-	681,683
Investment income	42,445	-	3,527	4,635	2,949	53,556
Miscellaneous	1,849,237	259,038	-	-	110,247	2,218,522
Total revenues	<u>22,315,395</u>	<u>2,942,933</u>	<u>1,202,950</u>	<u>742,664</u>	<u>1,061,422</u>	<u>28,265,364</u>
EXPENDITURES						
Current: General government	2,072,866	-	-	-	-	2,072,866
Public safety	12,881,905	-	-	-	893,620	13,775,525
Highways and streets	-	2,402,124	-	-	342,461	2,744,585
Building	229,336	-	-	-	-	229,336
Health and environmental control	1,225,422	-	-	-	-	1,225,422
Insurance	3,992,123	-	-	-	-	3,992,123
Drainage and storm sewers	-	15,481	-	-	-	15,481
Forestry maintenance	-	27,250	-	-	-	27,250
Capital projects	84,066	-	-	-	-	84,066
Miscellaneous	21,825	-	578,109	97,022	-	696,956
Debt service: Principal retirement	97,329	162,953	-	772,944	23,854	1,057,080
Interest and fiscal charges	4,246	35,811	-	332,859	-	372,916
Total expenditures	<u>20,609,118</u>	<u>2,643,619</u>	<u>578,109</u>	<u>1,202,825</u>	<u>1,259,935</u>	<u>26,293,606</u>
Excess (deficiency) of revenues over expenditures	<u>1,706,277</u>	<u>299,314</u>	<u>624,841</u>	<u>(460,161)</u>	<u>(198,513)</u>	<u>1,971,758</u>
OTHER FINANCING SOURCES (USES)						
Refunding and advance refunding bonds issued	-	-	-	4,165,000	-	4,165,000
Payment to bond escrow agent	-	-	-	(840,000)	-	(840,000)
Bond premium	-	-	-	174,737	-	174,737
Transfer in	511,738	-	211,159	143,896	-	866,793
Transfer out	(287,169)	-	(50,525)	(690,181)	(365,343)	(1,393,218)
Sale of Village property	9,815	-	-	-	-	9,815
Total other financing sources (uses)	<u>234,384</u>	<u>-</u>	<u>160,634</u>	<u>2,953,452</u>	<u>(365,343)</u>	<u>2,983,127</u>
Net change in funds balances	1,940,661	299,314	785,475	2,493,291	(563,856)	4,954,885
FUND BALANCES, BEGINNING OF YEAR	<u>12,826,427</u>	<u>1,388,332</u>	<u>4,337,382</u>	<u>3,198,770</u>	<u>1,793,527</u>	<u>23,544,438</u>
FUND BALANCES, END OF YEAR	<u>\$ 14,767,088</u>	<u>\$ 1,687,646</u>	<u>\$ 5,122,857</u>	<u>\$ 5,692,061</u>	<u>\$ 1,229,671</u>	<u>\$ 28,499,323</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 OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended April 30, 2017

Amounts reported for governmental activities in the Statement of Activities
 (page 22) are different because:

Net change in fund balances - total governmental funds (page 24)	\$ 4,954,885
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 capital outlays, \$1,046,822 were exceeded by depreciation, \$1,181,346, in the current period.	(134,524)
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.	(235,231)
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.	57,197
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.	(2,384,358)
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>(3,273,337)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES (PAGE 22)	<u>\$ (1,015,368)</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, ROAD AND BRIDGE, AND SPECIAL TAX ALLOCATION FUNDS (BUDGETARY BASIS)
For the Year Ended April 30, 2017

		General				Road and Bridge				Special Tax Allocation				Debt Service			
		Original Budget	Final Budget	Actual	Variance Positive (Negative)	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		\$ 18,153,731	\$ 18,153,731	\$ 18,462,160	\$ 308,429	\$ 2,251,859	\$ 2,251,859	\$ 2,256,588	\$ 4,729	\$ 6,307,500	\$ 6,307,500	\$ 1,213,478	\$ (5,094,022)	\$ 793,721	\$ 793,721	\$ 738,029	\$ (55,692)
Fines		715,000	715,000	758,766	43,766	-	-	-	-	-	-	-	-	-	-	-	-
Licenses and permits		463,679	463,679	349,652	(114,027)	423,000	423,000	427,307	4,307	-	-	-	-	-	-	-	-
Grants		89,000	89,000	66,077	(22,923)	-	-	-	-	-	-	-	-	-	-	-	-
Charges for services		665,000	665,000	631,925	(33,075)	-	-	-	-	-	-	-	-	-	-	-	-
Investment income		6,000	6,000	42,445	36,445	-	-	-	-	3,525	3,525	3,527	2	1,800	1,800	4,635	2,835
Miscellaneous		1,813,600	1,813,600	1,849,237	35,637	142,750	142,750	259,038	116,288	-	-	-	-	-	-	-	-
Total revenues		<u>21,906,010</u>	<u>21,906,010</u>	<u>22,160,262</u>	<u>254,252</u>	<u>2,817,609</u>	<u>2,817,609</u>	<u>2,942,933</u>	<u>125,324</u>	<u>6,311,025</u>	<u>6,311,025</u>	<u>1,217,005</u>	<u>(5,094,020)</u>	<u>795,521</u>	<u>795,521</u>	<u>742,664</u>	<u>(52,857)</u>
EXPENDITURES																	
Current:	General government	2,235,345	2,240,345	2,123,087	117,258	-	-	-	-	-	-	-	-	-	-	-	-
	Public safety	13,361,614	13,361,614	12,641,633	719,981	-	-	-	-	-	-	-	-	-	-	-	-
	Highway and streets	-	-	-	-	2,607,292	2,607,292	2,443,059	164,233	-	-	-	-	-	-	-	-
	Building	256,569	262,819	227,138	35,681	-	-	-	-	-	-	-	-	-	-	-	-
	Health and environmental control	1,280,800	1,240,800	1,396,735	(155,935)	-	-	-	-	-	-	-	-	-	-	-	-
	Drainage and storm sewers	-	-	-	-	489,700	489,700	15,481	474,219	-	-	-	-	-	-	-	-
	Forestry maintenance	-	-	-	-	212,875	212,875	27,250	185,625	-	-	-	-	-	-	-	-
	Insurance	4,765,592	4,939,151	4,372,848	566,303	-	-	-	-	-	-	-	-	-	-	-	-
	Capital projects	98,703	98,703	84,066	14,637	-	-	-	-	9,542,500	9,542,500	616,185	8,926,315	-	-	-	-
	Miscellaneous	24,245	24,245	21,507	2,738	-	-	-	-	-	-	-	-	5,750	5,750	97,022	(91,272)
Debt service:	Principal retirement	106,022	106,022	97,329	8,693	162,110	162,110	162,953	(843)	-	-	-	-	770,104	770,104	772,944	(2,840)
	Interest and fiscal charges	8,094	8,094	4,246	3,848	41,134	41,134	35,811	5,323	-	-	-	-	224,315	224,315	332,859	(108,544)
Total expenditures		<u>22,136,984</u>	<u>22,281,793</u>	<u>20,968,589</u>	<u>1,313,204</u>	<u>3,513,111</u>	<u>3,513,111</u>	<u>2,684,554</u>	<u>828,557</u>	<u>9,542,500</u>	<u>9,542,500</u>	<u>616,185</u>	<u>8,926,315</u>	<u>1,000,169</u>	<u>1,000,169</u>	<u>1,202,825</u>	<u>(202,656)</u>
OTHER FINANCING SOURCES (USES)																	
	Transfers in	-	-	511,738	511,738	-	-	-	-	-	-	211,159	211,159	205,000	205,000	143,896	(61,104)
	Transfers out	-	-	(287,169)	(287,169)	-	-	-	-	-	-	(50,525)	(50,525)	-	-	(690,181)	(690,181)
	Proceeds from bond issuance, net of escrow	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,499,737	3,499,737
	Proceeds from sale of assets	-	-	9,815	9,815	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)		<u>-</u>	<u>-</u>	<u>234,384</u>	<u>234,384</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>160,634</u>	<u>160,634</u>	<u>205,000</u>	<u>205,000</u>	<u>2,953,452</u>	<u>2,748,452</u>
NET CHANGE IN FUND BALANCE		<u>\$ (230,974)</u>	<u>\$ (375,783)</u>	<u>1,426,057</u>	<u>\$ 1,801,840</u>	<u>\$ (695,502)</u>	<u>\$ (695,502)</u>	<u>258,379</u>	<u>\$ 953,881</u>	<u>\$ (3,231,475)</u>	<u>\$ (3,231,475)</u>	<u>761,454</u>	<u>\$ 3,992,929</u>	<u>\$ 352</u>	<u>\$ 352</u>	<u>2,493,291</u>	<u>\$ 2,492,939</u>
FUND BALANCE, BEGINNING OF YEAR				<u>12,826,427</u>				<u>1,388,332</u>				<u>4,337,382</u>				<u>3,198,770</u>	
RECONCILING ITEMS FOR DIFFERENCES IN BUDGETARY AND ACCRUAL BASIS, NET				<u>514,604</u>				<u>40,935</u>				<u>24,021</u>				<u>-</u>	
FUND BALANCE, END OF YEAR				<u>\$ 14,767,088</u>				<u>\$ 1,687,646</u>				<u>\$ 5,122,857</u>				<u>\$ 5,692,061</u>	

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

VILLAGE OF ALSIP, ILLINOIS
STATEMENT OF NET POSITION -
PROPRIETARY FUNDS
April 30, 2017

	Business-type Activities - Enterprise Funds		
	Waterworks and Sewerage	Senior Citizen Complex	Totals
ASSETS			
Current assets:			
Cash	\$ 100	\$ -	\$ 100
Temporary cash investments	3,567,856	4,358,670	7,926,526
Receivables (net of allowance for uncollectibles)	1,382,215	-	1,382,215
Prepaid insurance/expense	-	2,758	2,758
Due from other funds	426,612	-	426,612
Total current assets	<u>5,376,783</u>	<u>4,361,428</u>	<u>9,738,211</u>
Noncurrent assets:			
Escrow deposits restricted for bond refunding	-	3,404,994	3,404,994
Restricted temporary cash investments	579,200	964,083	1,543,283
Deposits	-	193,047	193,047
Capital assets:			
Land	-	1,886,953	1,886,953
Buildings	9,713,922	14,698,198	24,412,120
Building improvements	10,066	8,803,069	8,813,135
Improvements other than building	-	1,249,396	1,249,396
System infrastructure	22,707,060	-	22,707,060
Machinery and equipment	2,459,444	962,609	3,422,053
Vehicles	190,057	-	190,057
Less accumulated depreciation	<u>(17,111,157)</u>	<u>(14,756,471)</u>	<u>(31,867,628)</u>
Total capital assets, net of accumulated depreciation	<u>17,969,392</u>	<u>12,843,754</u>	<u>30,813,146</u>
Total noncurrent assets	<u>18,548,592</u>	<u>17,405,878</u>	<u>35,954,470</u>
DEFERRED OUTFLOWS OF RESOURCES			
Charges on bond refunding	373,143	-	373,143
Related to pension liability	342,146	-	342,146
Total deferred outflows of resources	<u>715,289</u>	<u>-</u>	<u>715,289</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 24,640,664</u>	<u>\$ 21,767,306</u>	<u>\$ 46,407,970</u>

	Business-type Activities - Enterprise Funds		
	Waterworks and Sewerage	Senior Citizen Complex	Totals
LIABILITIES			
Current liabilities:			
Accounts payable and other current liabilities	\$ 3,024,583	\$ 61,944	\$ 3,086,527
Accrued interest payable	56,840	73,334	130,174
Security deposits	-	397,030	397,030
Customer deposits payable - restricted assets	33,726	-	33,726
Current portion of notes payable	138,158	-	138,158
Current portion of general obligation bonds	386,450	3,484,642	3,871,092
Total current liabilities	<u>3,639,757</u>	<u>4,016,950</u>	<u>7,656,707</u>
Noncurrent liabilities:			
Post employment benefit obligation	698,688	-	698,688
IMRF net pension liability	546,201	-	546,201
Notes payable	2,269,490	-	2,269,490
Long-term portion of general obligation bonds (net of unamortized discount, premium)	<u>4,881,217</u>	<u>4,100,811</u>	<u>8,982,028</u>
Total noncurrent liabilities	<u>8,395,596</u>	<u>4,100,811</u>	<u>12,496,407</u>
Total liabilities	<u>12,035,353</u>	<u>8,117,761</u>	<u>20,153,114</u>
DEFERRED INFLOWS OF RESOURCES			
Related to pension liability	<u>154,845</u>	<u>-</u>	<u>154,845</u>
NET POSITION			
Net investment in capital assets	11,212,694	9,509,699	20,722,393
Unrestricted	<u>1,237,772</u>	<u>4,139,846</u>	<u>5,377,618</u>
Total net position	<u>12,450,466</u>	<u>13,649,545</u>	<u>26,100,011</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	<u>\$ 24,640,664</u>	<u>\$ 21,767,306</u>	<u>\$ 46,407,970</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, 2017

	Business-type Activities - Enterprise Funds		
	Waterworks and Sewerage	Senior Citizen Complex	Totals
OPERATING REVENUES			
Charges for sales and services:			
Water and sewer sales	\$ 11,985,489	\$ -	\$ 11,985,489
Rental income	-	4,591,430	4,591,430
Other sales and services	129,108	63,264	192,372
Total operating revenues	12,114,597	4,654,694	16,769,291
OPERATING EXPENSES			
Cost of sales and services	10,199,307	3,251,381	13,450,688
Depreciation	803,805	800,759	1,604,564
Total operating expenses	11,003,112	4,052,140	15,055,252
Operating income	1,111,485	602,554	1,714,039
NON-OPERATING REVENUES (EXPENSES)			
Amortization of charge on bond refunding	(15,637)	-	(15,637)
Amortization of bond premium	13,847	2,304	16,151
Bond issuance costs	-	(43,872)	(43,872)
Note and bond interest and fiscal charges	(224,208)	(178,619)	(402,827)
Loss on disposal of property, building, and equipment	(678,111)	-	(678,111)
Investment earnings	519	-	519
Total non-operating expenses	(903,590)	(220,187)	(1,123,777)
Income before transfers	207,895	382,367	590,262
Transfer out	(43,896)	(188,893)	(232,789)
Transfer in	141,396	617,818	759,214
Total transfers	97,500	428,925	526,425
Change in net position	305,395	811,292	1,116,687
NET POSITION, BEGINNING OF YEAR	12,145,071	12,838,253	24,983,324
NET POSITION, END OF YEAR	<u>\$ 12,450,466</u>	<u>\$ 13,649,545</u>	<u>\$ 26,100,011</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, 2017

	Business-type Activities - Enterprise Funds		
	Waterworks and Sewerage	Senior Citizen Complex	Totals
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 12,149,199	\$ 4,660,074	\$ 16,809,273
Payments to suppliers	(9,571,823)	(2,987,972)	(12,559,795)
Payments to employees	(578,430)	(635,321)	(1,213,751)
Net cash provided by operating activities	<u>1,998,946</u>	<u>1,036,781</u>	<u>3,035,727</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Transfers in	141,396	697,219	838,615
Transfers out	<u>(43,896)</u>	<u>(268,295)</u>	<u>(312,191)</u>
Net cash provided by non-capital financing activities	<u>97,500</u>	<u>428,924</u>	<u>526,424</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of property, building and equipment	(92,297)	-	(92,297)
Principal payments on bonds payable	(379,830)	(84,285)	(464,115)
Proceeds from issuance of bonds payable	-	3,310,000	3,310,000
Purchase of escrow deposits for bond refunding	-	(3,404,994)	(3,404,994)
Principal payments on notes payable	(136,209)	-	(136,209)
Interest paid on notes and bonds	<u>(225,174)</u>	<u>(167,356)</u>	<u>(392,530)</u>
Net cash used in capital and related financing activities	<u>(833,510)</u>	<u>(346,635)</u>	<u>(1,180,145)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Earnings on investments	<u>519</u>	<u>-</u>	<u>519</u>
NET INCREASE IN CASH AND TEMPORARY CASH INVESTMENTS	<u>1,263,455</u>	<u>1,119,070</u>	<u>2,382,525</u>
CASH AND TEMPORARY CASH INVESTMENTS, BEGINNING OF YEAR	<u>2,883,701</u>	<u>4,203,683</u>	<u>7,087,384</u>
CASH AND TEMPORARY CASH INVESTMENTS, END OF YEAR	<u>\$ 4,147,156</u>	<u>\$ 5,322,753</u>	<u>\$ 9,469,909</u>

	Business-type Activities - Enterprise Funds		
	Waterworks and Sewerage	Senior Citizen Complex	Totals
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:			
Operating income	\$ 1,111,485	\$ 602,554	\$ 1,714,039
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	803,805	800,759	1,604,564
Effects of changes in operating assets and liabilities:			
Receivables - account customers	(235,285)	-	(235,285)
Receivables - unbilled charges	269,887	-	269,887
Due from other funds	(19,129)	(325,403)	(344,532)
Prepaid insurance/expense	-	9,560	9,560
Utility overpayment	7,105	-	7,105
Deposits	-	395	395
Accounts payable	(36,691)	(56,464)	(93,155)
Other accrued expenses	(707)	-	(707)
Security deposits	-	5,380	5,380
Post employment benefit obligation	116,912	-	116,912
IMRF net pension liability	(18,856)	-	(18,856)
Restricted liabilities	420	-	420
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 1,998,946	\$ 1,036,781	\$ 3,035,727

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

VILLAGE OF ALSIP, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION -
FIDUCIARY FUNDS
April 30, 2017

	Pension Trust		
	Police Pension	Firemen's Pension	Totals
ASSETS			
Cash and cash equivalents	\$ 3,482,890	\$ 446,430	\$ 3,929,320
Receivables:			
Contributions	-	21,916	21,916
Accrued interest	42,334	57,519	99,853
Due from other funds	-	-	-
Investments, at fair value:			
U.S. Government securities	2,639,414	6,389,000	9,028,414
Corporate and other bonds	2,882,080	4,430,325	7,312,405
Mutual funds	9,877,653	13,925,811	23,803,464
Stocks	1,008,325	-	1,008,325
	<u>19,932,696</u>	<u>25,271,001</u>	<u>45,203,697</u>
Total assets			
LIABILITIES			
Accrued liabilities	<u>12,910</u>	<u>-</u>	<u>12,910</u>
NET POSITION			
Net position restricted for pensions	<u>\$ 19,919,786</u>	<u>\$ 25,271,001</u>	<u>\$ 45,190,787</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, 2017

	Pension Trust		
	Police Pension	Firemen's Pension	Totals
ADDITIONS			
Contributions:			
Employer	\$ 2,572,942	\$ 1,694,818	\$ 4,267,760
Employee	402,465	294,101	696,566
Total contributions	<u>2,975,407</u>	<u>1,988,919</u>	<u>4,964,326</u>
Investment earnings:			
Net depreciation in fair value of investments	1,378,499	1,837,662	3,216,161
Dividends	162,514	96,990	259,504
Interest	230,413	218,716	449,129
Miscellaneous income	<u>-</u>	<u>81,445</u>	<u>81,445</u>
Total investment earnings	1,771,426	2,234,813	4,006,239
Less investment expense	<u>102,180</u>	<u>102,279</u>	<u>204,459</u>
Net investment loss	<u>1,669,246</u>	<u>2,132,534</u>	<u>3,801,780</u>
Total additions	<u>4,644,653</u>	<u>4,121,453</u>	<u>8,766,106</u>
DEDUCTIONS			
Retirement benefits	2,572,699	1,136,597	3,709,296
Duty disability benefits	115,020	715,029	830,049
Surviving spouse benefits	119,951	183,678	303,629
Miscellaneous	<u>147,560</u>	<u>45,472</u>	<u>193,032</u>
Total deductions	<u>2,955,230</u>	<u>2,080,776</u>	<u>5,036,006</u>
NET INCREASE	1,689,423	2,040,677	3,730,100
NET POSITION RESTRICTED FOR PENSIONS, BEGINNING OF YEAR	<u>18,230,363</u>	<u>23,230,324</u>	<u>41,460,687</u>
NET POSITION RESTRICTED FOR PENSIONS, END OF YEAR	<u>\$ 19,919,786</u>	<u>\$ 25,271,001</u>	<u>\$ 45,190,787</u>

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

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

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 fiscal 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, 2017

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 2016 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, 2017

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 (TIF) districts; this includes TIF 1 (123rd Street to 127th Street; this fund formally ended in December 2016, but will continue to accumulate increment through tax year 2017 and will continue to hold assets for many years to accommodate for property tax appeals), Pulaski Road Corridor TIF, NW Corner of Cicero Avenue & I-294 TIF, and 123rd Place and Cicero Avenue 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 76, *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, 2017

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 outflows of resources, 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, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, liabilities, deferred outflows of resources, 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, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, liabilities, deferred outflows of resources, 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 \$10,000 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, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, liabilities, deferred outflows of resources, 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. 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. The Village has two types of deferred outflows of resources which occur related to charges on bond refunding and to its pension plans.

9. Deferred Inflows of Resources

The Village reports increases in net position or fund equity that applies to a future periods as deferred inflows of resources in a separate section of its government-wide and proprietary funds statement of net position or governmental fund balance sheet. The Village will not recognize the related revenue until a future event occurs. The Village has two types of items which occur. One type occurs within the governmental funds related to revenue recognition, which occurs because property tax receivables are recorded in the current year, but the revenue is considered unavailable in the current year due to the timing of the receipt of the property tax revenue. The other type occurs within the government-wide and propriety funds statements which relate to its pension plans.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, liabilities, deferred outflows of resources, 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, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- D. Assets, liabilities, deferred outflows of resources, 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, deferred outflows, liabilities, and deferred inflows. 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.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

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 difference are as follows:

Bonds and notes payable	\$ 10,373,582
Less net issuance (discount) premium (to be amortized over life of debt)	288,723
Accrued interest payable	90,800
Other payable	244,408
Compensated absences	323,895
Net pension obligation	60,002,822
Post retirement benefit obligation	<u>7,568,151</u>
Net adjustment to reduce fund balance - total governmental funds to arrive at net position - governmental activities	<u>\$ 78,892,381</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 difference is as follows:

Capital outlay	\$ 1,046,822
Depreciation expense	<u>(1,181,346)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ (134,524)</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

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 details of this difference are as follows:

Issuance of bonds payable	\$ (4,165,000)
Premiums on bond issuance	(174,737)
Principal repayments:	
Note payable debt	289,140
General obligation debt	1,721,600
Amortization of charge on refunding	(54,132)
Amortization of bond premiums	21,097
Amortization of bond discounts	<u>(22,326)</u>

Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ (2,384,358)</u>
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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 difference are as follows:

Net pension liability and deferred outflows and deferred inflows	\$ (1,303,212)
Post retirement benefit obligation	(1,910,689)
Accrued interest	19,763
Other liabilities	<u>(79,199)</u>

Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ (3,273,337)</u>
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VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

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 within the Finance Committee of the Village Board.
3. Expenditure budgets for the General Fund, special revenue funds (Road & Bridge, Motor Fuel Tax, and TIFs), and the Debt Service Fund are legally adopted on the cash basis through passage of an appropriation ordinance.
4. The level of budgetary control is at the fund level. The Village Mayor is authorized to transfer budgeted amounts within a fund (i.e. intrafund transfers) during the fiscal year. The Village Board, through passage of a supplemental appropriation ordinance, amends the appropriation ordinance to increase expenditures or expenses within a fund or to make transfers across funds (interfund transfers). Appropriations lapse at year-end.

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, 2017, none of the Village's bank balance of \$23,858,947 was exposed to custodial credit risk.

Deposits in the Illinois Funds. The State Treasurer maintains the Illinois Funds Money Market Fund (Pool). Its primary purpose is to provide custodians of public funds with an alternative investment vehicle which enables them to earn a competitive rate on return or fully collateralized investments, while maintaining immediate access to those funds.

The monies invested by the individual participants are pooled together and invested in U.S. Treasury bills and notes backed by full faith and credit of the U.S. Treasury. In addition, monies are invested in fully collateralized time deposits in Illinois financial institutions, in collateralized repurchase agreements, and in treasury mutual funds that invest in U.S. Treasury obligations and collateralized repurchase agreements. The Pool maintains a Standard and Poor's AAAM rating.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

A. Deposits and investments (continued)

The time deposits are collateralized 110% over the FDIC \$250,000 insurance limit with U.S. Treasury obligations and marked to market on a weekly basis to maintain sufficiency. The repurchase agreements are collateralized at 102% with U.S. Treasury obligations and the collateral is checked daily to determine sufficiency. Deposits in the Illinois Funds, valued at amortized cost, totaled \$8,994,447 for the Village at April 30, 2017.

All funds deposited in the Pool are classified as investments even though some could be withdrawn on a day's notice. Although not subject to direct regulatory oversight, the fund is administered in accordance with the provisions of the Illinois Public Funds Investment Act, 30 ILCS 235.

Investments

The Village purchased \$31,168 of U.S. treasury notes and \$6,778,820 of U.S. treasury bills in conjunction with the 2017 bond crossover refunding as described in Note 4E. Due to the nature of these investments, they are not subject to credit or custodial risks. The line item "escrow deposits restricted for bond refunding" on the Statement of Net Position represents these holdings.

As of April 30, 2017, the Police and Firemen's Pension trust funds held investments, which are comprised of the following:

<u>Investment Type</u>	<u>Fair Value</u>
Cash and cash equivalents	\$ 3,929,320
U. S. Government securities	9,028,414
Corporate bonds	7,312,405
Mutual funds	23,803,464
Domestic and international equities	<u>1,008,325</u>
Total	<u>\$45,081,928</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.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

A. Deposits and investments (continued)

Investments (continued)

The Village's Firemen's Pension and Police Pension funds had the following investments as of April 30, 2017:

	<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	\$ 9,028,414	\$ 996,611	\$ 3,505,969	\$ 4,355,662	\$ 170,172
Corporate and other bonds	7,312,405	549,301	4,659,250	1,808,292	295,562
Cash and cash equivalents (CDs*)	2,520,799	199,585	761,721	944,488	615,005
Mutual funds	23,803,464	N/A	N/A	N/A	N/A
Common stocks	1,008,325	N/A	N/A	N/A	N/A
Cash and cash equivalents (money market**)	1,408,521	N/A	N/A	N/A	N/A
Total investments	<u>\$ 45,081,928</u>	<u>\$ 1,545,912</u>	<u>\$ 8,165,219</u>	<u>\$ 6,163,954</u>	<u>\$ 465,734</u>

* Negotiable certificates of deposit.

** Valued at amortized cost, which approximates fair value.

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.

As of April 30, 2017, the Village's Firemen's Pension and Police Pension funds were rated as follows:

<u>Standard & Poor's Rating</u>	<u>Fair Value</u>
AAA	<u>\$ 1,529,226</u>
AA+	<u>\$ 8,419,131</u>
AA	<u>\$ 1,800,007</u>
AA-	<u>\$ 477,227</u>
A+	<u>\$ 1,005,262</u>
A	<u>\$ 1,912,025</u>
A-	<u>\$ 736,047</u>
BBB+	<u>\$ 461,894</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

A. Deposits and investments (continued)

Investments (continued)

Custodial Credit Risk and Concentration of 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. The pension funds do limit the amount of funds that may be invested in any one issuer, except as noted previously above. The Firemen's Pension had investments greater than 5% of the fund's total investments in FNMA, 11.04%, U.S. Treasury Notes, 7.48%, and FHLB, 5.24%. The Police Pension Fund had investments greater than 5% of the fund's total investments in U.S. Treasury Note, 6.51%.

Fair Market Value. The Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant and observable inputs; Level 3 inputs are significant unobservable inputs. The Village has the following recurring fair value measurements as of April 30, 2017:

- Mutual funds of \$23,803,464 and common stocks of \$1,008,325 are quoted prices in active markets for identical assets (Level 1),
- U.S. government securities of \$9,028,414, corporate and other bonds of \$7,312,405 and certificates of deposit of \$2,520,799 are significant and observable inputs (Level 2 inputs).

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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 99,853	\$ 99,853
Taxes	6,656,449	310,636	402,799	347,215	-	42,206	7,759,305
Accounts	<u>717,725</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,382,215</u>	<u>21,916</u>	<u>2,121,856</u>
Gross receivables	7,374,174	310,636	402,799	347,215	1,382,215	163,975	9,981,014
Less allowance for uncollectibles	<u>(392,500)</u>	<u>(16,038)</u>	<u>-</u>	<u>(33,782)</u>	<u>-</u>	<u>-</u>	<u>(442,320)</u>
Net total receivables	<u>\$ 6,981,674</u>	<u>\$ 294,598</u>	<u>\$ 402,799</u>	<u>\$ 313,433</u>	<u>\$ 1,382,215</u>	<u>\$ 163,975</u>	<u>\$ 9,538,694</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

B. 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:

Property taxes receivable (general fund)	\$ 4,058,595
Property taxes receivable (road and bridge fund)	294,598
Property taxes receivable (special tax allocation fund)	384,339
Property taxes receivable (debt service fund)	<u>313,433</u>
Total deferred inflows of resources for major funds	<u>\$ 5,050,965</u>

C. Capital assets

Capital asset activity for the year ended April 30, 2017 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
Capital assets being depreciated:				
Buildings	9,210,989	164,382	-	9,375,371
Improvements	647,261	547,481	-	1,194,742
System infrastructure	42,234,283	-	-	42,234,283
Machinery and equipment	3,421,799	250,893	(528,272)	3,144,420
Vehicles	<u>5,276,435</u>	<u>84,066</u>	<u>(82,353)</u>	<u>5,278,148</u>
Total capital assets being depreciated	<u>60,790,767</u>	<u>1,046,822</u>	<u>(610,625)</u>	<u>61,226,964</u>
Less accumulated depreciation for:				
Buildings	(5,334,040)	(207,649)	-	(5,541,689)
Improvements	(541,298)	(7,411)	-	(548,709)
System infrastructure	(33,373,213)	(500,108)	62,100	(33,811,221)
Machinery and equipment	(2,128,799)	(215,084)	300,678	(2,043,205)
Vehicles	<u>(3,810,235)</u>	<u>(251,094)</u>	<u>12,616</u>	<u>(4,048,713)</u>
Total accumulated depreciation	<u>(45,187,585)</u>	<u>(1,181,346)</u>	<u>375,394</u>	<u>(45,993,537)</u>
Total capital assets being depreciated, net	<u>15,603,182</u>	<u>(134,524)</u>	<u>(235,231)</u>	<u>15,233,427</u>
Government activities capital assets, net	<u>\$ 15,953,182</u>	<u>\$ (134,524)</u>	<u>\$ (235,231)</u>	<u>\$ 15,583,427</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

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>423,072</u>	<u>-</u>	<u>(423,072)</u>	<u>-</u>
Total capital assets, not being depreciated	<u>2,310,025</u>	<u>-</u>	<u>(423,072)</u>	<u>1,886,953</u>
Capital assets being depreciated:				
Buildings	24,576,502	-	(164,382)	24,412,120
Improvements	10,062,531	-	-	10,062,531
System infrastructure	22,614,763	92,297	-	22,707,060
Machinery and equipment	3,512,710	-	(90,657)	3,422,053
Vehicles	<u>190,057</u>	<u>-</u>	<u>-</u>	<u>190,057</u>
Total capital assets being depreciated	<u>60,956,563</u>	<u>92,297</u>	<u>(255,039)</u>	<u>60,793,821</u>
Less accumulated depreciation for:				
Buildings	(12,412,703)	(621,166)	-	(13,033,869)
Improvements	(4,508,221)	(394,461)	-	(4,902,682)
System infrastructure	(10,558,319)	(500,128)	-	(11,058,447)
Machinery and equipment	(2,623,280)	(76,259)	-	(2,699,539)
Vehicles	<u>(160,541)</u>	<u>(12,550)</u>	<u>-</u>	<u>(173,091)</u>
Total accumulated depreciation	<u>(30,263,064)</u>	<u>(1,604,564)</u>	<u>-</u>	<u>(31,867,628)</u>
Total capital assets being depreciated, net	<u>30,693,499</u>	<u>(1,512,267)</u>	<u>(255,039)</u>	<u>28,926,193</u>
Business-type activities capital assets, net	<u>\$ 33,003,524</u>	<u>\$ (1,512,267)</u>	<u>\$ (678,111)</u>	<u>\$ 30,813,146</u>

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

Government activities:	
General government	\$ 507,518
Public safety	251,095
Highways and streets	215,084
Building	<u>207,649</u>
Total	<u>\$ 1,181,346</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

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, 2017, is as follows:

	<u>Receivables</u>	<u>Payables</u>
General Fund:		
9-1-1 Emergency Telephone Fund	\$ -	\$ 76,954
Road and Bridge	-	20,864
Debt Service Fund	2,064	-
Water and Sewer Fund	<u>-</u>	<u>426,612</u>
Total	<u>2,064</u>	<u>524,430</u>
9-1-1 Emergency Telephone Fund:		
General Fund	<u>76,954</u>	<u>-</u>
Road and Bridge:		
General Fund	<u>20,864</u>	<u>-</u>
Debt Service Fund:		
General Fund	<u>\$ -</u>	<u>\$ 2,064</u>
Water and Sewer Fund:		
General Fund	<u>\$ 426,612</u>	<u>\$ -</u>
Total all funds	<u><u>\$ 526,494</u></u>	<u><u>\$ 526,494</u></u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

D. Interfund receivables, payables, and transfers (continued)

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

	Transfer In					Total
	General Fund	Special Tax Allocation Fund	Debt Service Fund	Waterworks and Sewerage Fund	Senior Citizen Complex Fund	
Transfer out:						
General Fund	\$ -	\$ -	\$ -	\$ -	\$ 287,169	\$ 287,169
Special Tax Allocation Fund	50,525	-	-	-	-	50,525
Motor Fuel Tax Fund	265,343	-	100,000	-	-	365,343
Debt Service Fund	195,870	211,159	-	-	283,152	690,181
Waterworks and Sewerage Fund	-	-	43,896	-	-	43,896
Senior Citizen Complex Fund	-	-	-	141,396	-	141,396
Total	\$ 511,738	\$ 211,159	\$ 143,896	\$ 141,396	\$ 570,321	\$ 1,578,510

The purpose of the interfund transfers during the year was to provide assistance to funds for operating purposes in accordance with budgetary authorizations.

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, 2017

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	4.10 - 6.50%	\$ 192,500
Governmental activities - refunding	2.00 - 4.00%	8,987,451
Business-type activities	2.00 - 6.50%	<u>12,180,049</u>
Total general obligation bonds		<u>\$ 21,360,000</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>
2018	\$ 7,855,000	\$ 415,200	\$ 8,270,200
2019	1,215,000	460,800	1,675,800
2020	1,155,000	433,800	1,588,800
2021	1,020,000	408,325	1,428,325
2022	870,000	380,150	1,250,150
2023-2027	4,150,000	1,436,700	5,586,700
2028-2032	4,515,000	674,000	5,189,000
2033-2037	580,000	23,200	603,200
Total	<u>\$ 21,360,000</u>	<u>\$ 4,232,175</u>	<u>\$ 25,592,175</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%	\$ 1,193,631
Business-type activities	1.25%	<u>2,407,648</u>
Total notes payable		<u>\$ 3,601,279</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

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>
2018	\$ 382,630	\$ 64,066	\$ 446,696
2019	360,750	56,364	417,114
2020	278,290	48,908	327,198
2021	220,091	43,576	263,667
2022	224,374	39,294	263,668
2023-2027	1,189,814	128,521	1,318,335
2028-2032	802,332	36,783	839,115
2033-2037	142,998	1,270	144,268
Total	\$ 3,601,279	\$ 418,782	\$ 4,020,061

2010 advance refunding

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 held in bank deposit and 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, 2017, \$505,000 of the defeased debt is outstanding.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

E. Long-term debt (continued)

2017 advance and crossover refunding

In April 2017, the Village issued \$7,475,000 of general obligation refunding bonds to advance refund the 2005B bonds for \$840,000, which qualified as defeased debt, and crossover refund the 2009A bonds for \$6,710,000. 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. The economic gain of the 2005B refunding was \$30,288 with a net present value benefit of \$31,333. The 2009A bonds crossed over on January 1, 2018 with an economic gain of approximately \$328,625 and a present value of cashflow savings of \$331,539. The 2009A bond liability is included within the current portion of the noncurrent liabilities. The respective asset "escrow deposits restricted for bond refunding" represents the portion of the refunding related to this bond that was placed in an irrevocable trust. As of April 30, 2017, \$840,000 of the defeased debt is outstanding.

Changes in long-term liabilities

Long-term liabilities activity for the year ended April 30, 2017, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Government activities:					
Bonds payable:					
General obligation bonds	\$ 6,736,551	\$ 4,165,000	\$ (1,721,600)	\$ 9,179,951	\$ 3,983,908
Net deferred amounts:					
For discounts and premiums	<u>112,757</u>	<u>174,737</u>	<u>1,229</u>	<u>288,723</u>	<u>-</u>
Total bonds payable	6,849,308	4,339,737	(1,720,371)	9,468,674	3,983,908
Notes payable	1,482,771	-	(289,140)	1,193,631	244,472
Compensated absences	244,696	87,132	(7,933)	323,895	-
Other long-term liabilities	244,408	-	-	244,408	-
Net pension liability	59,596,661	406,161	-	60,002,822	-
Post retirement benefit obligation	<u>5,657,462</u>	<u>1,910,689</u>	<u>-</u>	<u>7,568,151</u>	<u>-</u>
Governmental activities long-term liabilities	<u>\$ 74,075,306</u>	<u>\$ 6,743,719</u>	<u>\$ (2,017,444)</u>	<u>\$ 78,801,581</u>	<u>\$ 4,228,380</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)

E. Long-term debt (continued)

Changes in long-term liabilities (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Business-type activities:					
Bonds payable:					
General obligation bonds	\$ 9,413,449	\$ 3,310,000	\$ (543,400)	\$ 12,180,049	\$ 3,871,092
Net deferred amounts:					
For discounts and premiums	<u>547,976</u>	<u>45,810</u>	<u>79,285</u>	<u>673,071</u>	<u>-</u>
Total bonds payable	9,961,425	3,355,810	(464,115)	12,853,120	3,871,092
Notes payable	2,543,857	-	(136,209)	2,407,648	138,158
Net pension liability	500,311	45,890	-	546,201	-
Post retirement benefit obligation	<u>581,776</u>	<u>116,912</u>	<u>-</u>	<u>698,688</u>	<u>-</u>
Business-type activities long-term liabilities	<u>\$ 13,587,369</u>	<u>\$ 3,518,612</u>	<u>\$ (600,324)</u>	<u>\$ 16,505,657</u>	<u>\$ 4,009,250</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, 2017, the Village owes \$100,666 for medical claims; this liability is accrued in the General Fund.

Changes in the fund's claims liability account for the years ended April 30, 2017 and 2016 were:

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 5 - OTHER INFORMATION (continued)

A. Risk management (continued)

	<u>2017</u>	<u>2016</u>
Beginning of fiscal year liability	\$ 260,663	\$ 186,475
Current year claims and changes in estimates	2,846,785	3,187,504
Claims payments	<u>(3,006,782)</u>	<u>(3,113,316)</u>
Total	<u>\$ 100,666</u>	<u>\$ 260,663</u>

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.

Subsequent to April 30, 2017, the Village had committed to or approved approximately \$1,830,000 of contracts related to infrastructure improvements and maintenance.

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 multi-employer 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 2016 was 17.29%. 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, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Illinois Municipal Retirement Fund (continued)

Benefits Provided

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

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

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

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount

Employees Covered by Benefit Terms

As of December 31, 2016, the following employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	61
Inactive Plan Members entitled to but not yet receiving benefits	35
Active Plan Members	<u>64</u>
Total	160

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Illinois Municipal Retirement Fund (continued)

Contributions

As set by statute, the Village's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's annual contribution rate for fiscal year 2017 was 16.90%. For the fiscal year 2017, the Village contributed \$576,228 to the plan. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The Village's net pension liability was measured as of December 31, 2016. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2016:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.75%.
- **Salary Increases** were expected to be 3.75% to 14.50%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.50%.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
- The IMRF-specific rates for **Mortality** (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For **Disabled Retirees**, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For **Active Members**, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Illinois Municipal Retirement Fund (continued)

Actuarial Assumptions (Continued)

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

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	38.0%	6.85%
International Equity	17.0%	6.75%
Fixed Income	27.0%	3.00%
Real Estate	8.0%	5.75%
Alternative Investments	9.0%	2.65-7.35%
Cash Equivalents	<u>1.0%</u>	2.25%
Total	<u>100%</u>	

Single Discount Rate

A Single Discount Rate of 7.50% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.78%, and the resulting single discount rate is 7.50%.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Illinois Municipal Retirement Fund (continued)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balance at April 30, 2016	\$ 17,891,016	\$ 15,755,673	\$ 2,135,343
Changes for the year:			
Service Cost	350,949	-	350,949
Interest	1,310,052	-	1,310,052
Actuarial Experience	304,721	-	304,721
Assumptions Changes	(44,517)	-	(44,517)
Contributions - Employer	-	589,469	(589,469)
Contributions - Employees	-	170,670	(170,670)
Other Income	-	-	-
Net Investment Income	-	980,120	(980,120)
Benefit Payments, including refunds	(1,108,295)	(1,108,295)	-
Administrative Expenses	-	(18,515)	18,515
Net Changes	<u>812,910</u>	<u>613,449</u>	<u>199,461</u>
Balance at April 30, 2017	<u>\$ 18,703,926</u>	<u>\$ 16,369,122</u>	<u>\$ 2,334,804</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the plan's net pension liability (asset), calculated using a Single Discount Rate of 7.50%, as well as what the plan's net pension liability (asset) would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	Decrease	Discount	Increase
Discount Rate	6.50%	7.50%	8.50%
Net Pension Liability	\$ 4,744,850	\$ 2,334,804	\$ 365,967

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Illinois Municipal Retirement Fund (continued)

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

For the year ended April 30, 2017, the Village recognized pension expense of \$481,030. At April 30, 2017, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 236,442	\$ 622,274
Changes of Assumptions	11,629	34,504
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	<u>1,036,773</u>	<u>-</u>
Total deferred amounts to be recognized in pension expense in future periods	1,284,844	656,778
Pension Contributions made Subsequent to the Measurement Date	<u>176,456</u>	<u>-</u>
Total	<u><u>\$ 1,461,300</u></u>	<u><u>\$ 656,778</u></u>

\$176,456 reported as deferred outflows of resources related to pensions resulting from the Village's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended April 30, 2017. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense in the future periods as follows:

Year Ending December 31:	<u>Deferred Outflows of Resources</u>
2017	\$ 137,437
2018	137,437
2019	291,787
2020	61,367
2021	-
Thereafter	-
Total	<u><u>\$ 628,028</u></u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

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.

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.

As of April 30, 2017, the Police Pension Plan membership consisted of:

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

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Police Pension (continued)

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.

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.

Under Public Act 96-1495, the annual requirements of the pension fund are to be determined as a level percent of payroll sufficient to bring the total assets of the pension fund up to 90% of the total actuarial liabilities by the year 2040.

Net Pension Liability

The components of the net pension liability of the Police Pension Fund as of April 30, 2017 are as follows:

Total Pension Liability	\$ 57,544,907
Plan Fiduciary Net Position	19,919,786
Net Pension Liability	<u>\$ 37,625,121</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	34.62%

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Police Pension (continued)

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of May 1, 2017 using the following actuarial assumptions applied to all measurement periods:

Valuation Date	5/1/2017
Inflation	2.50%
Projected Salary Increases	4.00% - 23.14%
Investment Rate of Return	7.00%
Mortality Rate	L&A 2016 Illinois Police Mortality Rates

The 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 (defined as the aggregate return from capital appreciation and dividend and interest income). The investment policy for each plan requires that all Plan assets be invested in liquid securities, defined as securities that can be transacted quickly and efficiently for the Plan, with minimal impact on market price.

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' target asset allocations as of April 30, 2017 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Fixed Income, Government and Corporate	40.00%	0.70% - 1.70%
Domestic Equities	49.50%	5.80% - 6.80%
International Equities	5.50%	8.00%
Cash	5.00%	0.50%
	<u>100.00%</u>	<u>8.50%</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Police Pension (continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% for the Police 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:

	<u>1% Decrease</u>	<u>Current Discount</u>	<u>1% Increase</u>
Discount Rate	6%	7%	8%
Net Pension Liability	\$ 45,699,831	\$ 37,625,121	\$ 30,857,523

Money-Weighted Rate of Return on Investments

For the year ended April 30, 2017, the annual money-weighted rate of return on pension plan investments, net of plan investments expenses was 8.7%. The money-weighted rate of return expresses investment performance, net of expenses, adjusted for the changing amounts actually invested.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Police Pension (continued)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balance at April 30, 2016	\$ 54,464,049	\$ 18,230,363	\$ 36,233,686
Changes for the year:			
Service Cost	648,158	-	648,158
Interest	3,714,215	-	3,714,215
Actuarial Experience	1,833,077	-	1,833,077
Assumptions Changes	(306,922)	-	(306,922)
Contributions - Employer	-	2,572,942	(2,572,942)
Contributions - Employees	-	49,537	(49,537)
Contributions-Other	-	352,928	(352,928)
Net Investment Income	-	1,669,246	(1,669,246)
Benefit Payments, including refunds	(2,807,670)	(2,807,670)	-
Administrative Expenses	-	(147,560)	147,560
Net Changes	<u>3,080,858</u>	<u>1,689,423</u>	<u>1,391,435</u>
Balance at April 30, 2017	<u>\$ 57,544,907</u>	<u>\$ 19,919,786</u>	<u>\$ 37,625,121</u>

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

For the year ended April 30, 2017, the Village will recognize a pension expense of \$3,438,042. On April 30, 2017, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 1,573,066	\$ 350,709
Changes of Assumptions	1,897,996	263,386
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	502,692	-
Total	<u>\$ 3,973,754</u>	<u>\$ 614,095</u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Police Pension (continued)

Pension Expense and Deferred Inflows/Outflows of Resources Related to Pensions (continued)

The net amount reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ended April 30:	
2018	673,751
2019	673,751
2020	673,751
2021	403,511
2022	480,518
Thereafter	454,377
Total	<u>\$ 3,359,659</u>

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.

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.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Firemen's Pension (continued)

As of April 30, 2017, the Firefighter's Pension 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>35</u>
Total	<u><u>71</u></u>

Under Public Act 96-1495, the annual requirements of the pension fund are to be determined as a level percent of payroll sufficient to bring the total assets of the pension fund up to 90% of the total actuarial liabilities by the year 2040.

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, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Firemen's Pension (continued)

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

Net Pension Liability

The components of the net pension liability of the Firemen's Pension Fund as of April 30, 2017 are as follows:

Total Pension Liability	\$ 45,860,099
Plan Fiduciary Net Position	25,271,001
Net Pension Liability	<u>\$ 20,589,098</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	55.10%

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of May 1, 2017 using the following actuarial assumptions applied to all measurement periods:

Valuation Date	5/1/2017
Inflation	2.50%
Projected Salary Increases	3.81% - 18.58%
Investment Rate of Return	7.00%
Mortality Rate	L&A 2016 Illinois Firefighters Morality Rates

The 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 (defined as the aggregate return from capital appreciation and dividend and interest income). The investment policy for each plan requires that all Plan assets be invested in liquid securities, defined as securities that can be transacted quickly and efficiently for the Plan, with minimal impact on market price.

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.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Firemen's Pension (continued)

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' target asset allocations as of April 30, 2017 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Fixed Income, Government and Corporate	40.00%	0.70% - 1.70%
Domestic Equities	38.50%	5.80% - 6.80%
International Equities	16.50%	8.00%
Cash	5.00%	0.50%
	<u>100.00%</u>	<u>8.50%</u>

Discount Rate

The discount rate used to measure the total pension liability was 7.00% for 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	Current Discount	1% Increase
Discount Rate	6%	7%	8%
Net Pension Liability	\$ 27,296,127	\$ 20,589,098	\$ 15,271,834

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Firemen's Pension (continued)

Money-Weighted Rate of Return on Investments

For the year ended April 30, 2017, the annual money-weighted rate of return on pension plan investments, net of plan investments expenses was 8.8%. The money-weighted rate of return expresses investment performance, net of expenses, adjusted for the changing amounts actually invested.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balance at April 30, 2016	\$ 44,958,266	\$ 23,230,324	\$ 21,727,942
Changes for the year:			
Service Cost	709,470	-	709,470
Interest	3,075,843	-	3,075,843
Actuarial Experience	(517,055)	-	(517,055)
Assumptions Changes	(331,122)	-	(331,122)
Contributions - Employer	-	1,694,818	(1,694,818)
Contributions - Employees	-	294,101	(294,101)
Other Income	-	-	-
Net Investment Income	-	2,051,089	(2,051,089)
Other Income	-	81,445	(81,445)
Benefit Payments, including refunds	(2,035,303)	(2,035,303)	-
Administrative Expenses	-	(45,473)	45,473
Net Changes	901,833	2,040,677	(1,138,844)
Balance at April 30, 2017	\$ 45,860,099	\$ 25,271,001	\$ 20,589,098

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

For the year ended April 30, 2017, the Village will recognize a pension expense of \$2,218,469. On April 30, 2017, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 136,770	\$ 442,765
Changes of Assumptions	703,752	283,547
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	693,857	-
Total	\$ 1,534,379	\$ 726,312

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)

Firemen's Pension (continued)

Pension Expense and Deferred Inflows/Outflows of Resources Related to Pensions (continued)

The net amount reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ended April 30:	
2018	\$ 304,736
2019	304,736
2020	304,736
2021	(40,727)
2022	44,906
Thereafter	(110,320)
Total	<u>\$ 808,067</u>

The aggregate pension expense for the Village's pensions during the year was \$6,106,027.

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 May 1, 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>191</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, 2017

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 2017, the Village contributed \$1,094,875 to the plan, all of which was for current premiums. Plan members receiving benefits from OPEB contributed \$255,257.

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 2017:

The annual OPEB cost and change in the net OPEB obligation is calculated as follows:

Annual Required Contribution	\$ 3,080,881
Interest in Net OPEB Obligation	249,570
Adjustment to Annual Required Contribution	(207,975)
Annual OPEB Cost	<u>3,122,476</u>
Employer Contributions	<u>(1,094,875)</u>
Change in Net OPEB Obligation	2,027,601
Net OPEB Obligation - Beginning of Year	<u>6,239,239</u>
Net OPEB Obligation - End of Year	<u><u>\$ 8,266,840</u></u>

VILLAGE OF ALSIP, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
April 30, 2017

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 2015-2017 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, 2017	\$3,122,476	35%	\$8,266,840
April 30, 2016	\$2,990,440	32%	\$6,239,239
April 30, 2015	\$2,863,383	31%	\$4,208,070

Annual OPEB Cost and Net OPEB Obligation

As of May 1, 2014, 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, 2017

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (continued)

Actuarial Methods and Assumptions (continued)

In the May 1, 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 - OTHER POSTEMPLOYMENT BENEFITS

The Village can enter into property tax abatement agreements with businesses in order to spur economic development. For the fiscal year ended April 30, 2017, the Village abated property taxes totaling \$-0-. The Village currently has one agreement, described below:

- The developer of a retail store within a TIF district will receive the following reimbursements of TIF eligible expenses: (a) \$100,000, which was paid at completion of the project, and (b) a subsequent payment. The subsequent payment ends after the sooner of \$200,000 of net incremental property taxes from that property is abated or the end of the TIF district. There were no payments made during the fiscal year ended April 30, 2017.

The Village can enter into sales tax agreements either with developers in order to foster further development or with local businesses in order to draw and retain businesses that generate sales taxes within the Village. For the fiscal year ended April 30, 2017, the Village abated sales tax totaling \$200,058 under this program, which came entirely from the Village's sole such agreement, described below:

- The developer of a home improvement store and outlot will, until August 31, 2019, receive a 50% sales tax abatement resulting from sales generated by businesses within that development to reimburse for certain development costs. The payment during the fiscal year ended April 30, 2017 totaled \$200,058.

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

VILLAGE OF ALSIP, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
April 30, 2017

I. SCHEDULE OF EMPLOYER CONTRIBUTIONS - PENSION PLANS

IMRF					
Fiscal Year Ended April 30	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2017	\$ 576,228	\$ 576,228	\$ -	\$ 3,298,029	17.47%
2016	\$ 571,163	\$ 571,163	\$ -	\$ 3,256,920	17.54%
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
2017	\$ 2,990,818	\$ 2,572,942	\$ 417,876	\$ 3,724,025	69.09%
2016	\$ 2,333,349	\$ 2,439,154	\$ (105,805)	\$ 3,438,864	70.93%
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
2017	\$ 1,964,649	\$ 1,694,818	\$ 269,831	\$ 3,475,471	48.77%
2016	\$ 1,538,355	\$ 1,541,749	\$ (3,394)	\$ 2,971,004	51.89%
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.

VILLAGE OF ALSIP, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
April 30, 2017

II. SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date*	Value of Assets (A)	Liability (AAL) (B)	AAL (UAAL) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	Covered Payroll ((B-A)/C)
5/1/2014	\$ -	\$ 43,714,250	\$ (43,714,250)	0.00%	N/A	N/A
4/30/2012	\$ -	\$ 12,257,486	\$ (12,257,486)	0.00%	N/A	N/A
4/30/2010	\$ -	\$ 8,628,731	\$ (8,628,731)	0.00%	N/A	N/A

*A full actuarial valuation is not required annually

VILLAGE OF ALSIP, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
April 30, 2017

III. SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS

	IMRF	
Year Ended December 31,	2016	2015
Total Pension Liability		
Service Cost	\$ 350,949	\$ 338,319
Interest	1,310,052	1,342,439
Differences Between Expected and Actual Experience	304,721	(1,141,983)
Changes in Assumptions	(44,517)	21,342
Benefit Payments and Refunds	(1,108,295)	(846,048)
Net Change in Total Pension Liability	812,910	(285,931)
Total Pension Liability - Beginning	17,891,016	18,176,947
Total Pension Liability - Ending (A)	<u>\$ 18,703,926</u>	<u>\$ 17,891,016</u>
Plan Fiduciary Net Position		
Contributions - Employer	\$ 589,469	\$ 628,889
Contributions - Employee	170,670	140,627
Net Investment Income	980,120	(321,250)
Benefit Payments	(1,108,295)	(846,048)
Administrative Expenses	(18,515)	45,203
Net Change in Plan Fiduciary Net Position	613,449	(352,579)
Plan Fiduciary Net Position - Beginning	15,755,673	16,108,252
Plan Fiduciary Net Position - Ending (B)	<u>\$ 16,369,122</u>	<u>\$ 15,755,673</u>
 Net Pension Liability - Ending (A) - (B)	 <u>\$ 2,334,804</u>	 <u>\$ 2,135,343</u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 87.52%	 88.06%
 Covered Employee Payroll	 \$ 3,409,309	 \$ 3,256,920
 Net Pension Liability as a Percentage of Covered Employee Payroll	 68%	 66%

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

VILLAGE OF ALSIP, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
April 30, 2017

III. SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS (Continued)

POLICE PENSION PLAN			
Year Ended April 30,	2017	2016	2015
Total Pension Liability			
Service Cost	\$ 648,158	\$ 689,917	\$ 734,287
Interest	3,714,215	3,471,181	3,368,025
Differences Between Expected and Actual Experience	1,833,077	(470,405)	-
Changes in Assumptions	(306,922)	2,545,778	-
Benefit Payments and Refunds	(2,807,670)	(2,721,440)	(2,535,879)
Net Change in Total Pension Liability	3,080,858	3,515,031	1,566,433
Total Pension Liability - Beginning	54,464,052	50,949,021	49,382,588
Total Pension Liability - Ending (A)	<u>\$ 57,544,910</u>	<u>\$ 54,464,052</u>	<u>\$ 50,949,021</u>
Plan Fiduciary Net Position			
Contributions - Employer	\$ 2,572,942	\$ 2,388,524	\$ 2,214,723
Contributions - Employee	352,928	351,042	334,901
Contributions - Other	49,537	-	77,450
Net Investment Income	1,669,246	(68,814)	1,196,897
Benefit Payments	(2,807,670)	(2,721,440)	(2,535,879)
Administrative Expenses	(147,560)	(8,717)	(21,288)
Net Change in Plan Fiduciary Net Position	1,689,423	(59,405)	1,266,804
Plan Fiduciary Net Position - Beginning	18,230,366	18,289,771	17,022,967
Plan Fiduciary Net Position - Ending (B)	<u>\$ 19,919,789</u>	<u>\$ 18,230,366</u>	<u>\$ 18,289,771</u>
Net Pension Liability - Ending (A) - (B)	<u>\$ 37,625,121</u>	<u>\$ 36,233,686</u>	<u>\$ 32,659,250</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	34.62%	33.47%	35.90%
Covered Employee Payroll	\$ 3,724,025	\$ 3,438,864	\$ 3,376,153
Net Pension Liability as a Percentage of Covered Employee Payroll	1010%	1054%	967%

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

VILLAGE OF ALSIP, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
April 30, 2017

III. SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS (Continued)

FIREMEN'S PENSION FUND			
Year Ended April 30,	2017	2016	2015
Total Pension Liability			
Service Cost	\$ 709,470	\$ 659,594	\$ 725,003
Interest	3,075,843	2,882,499	2,763,171
Differences Between Expected and Actual Experience	(517,055)	191,044	-
Changes in Assumptions	(331,122)	983,020	-
Benefit Payments and Refunds	(2,035,303)	(1,872,896)	(1,694,070)
Net Change in Total Pension Liability	901,833	2,843,261	1,794,104
Total Pension Liability - Beginning	44,958,266	42,115,005	40,320,901
Total Pension Liability - Ending (A)	<u>\$ 45,860,099</u>	<u>\$ 44,958,266</u>	<u>\$ 42,115,005</u>
Plan Fiduciary Net Position			
Contributions - Employer	\$ 1,694,818	\$ 1,541,749	\$ 1,538,881
Contributions - Employee	294,101	313,228	286,786
Contributions - Other	81,445	15	-
Net Investment Income	2,051,089	(93,196)	1,654,617
Benefit Payments	(2,035,303)	(1,872,896)	(1,694,070)
Administrative Expenses	(45,473)	(24,740)	(16,982)
Net Change in Plan Fiduciary Net Position	2,040,677	(135,840)	1,769,232
Plan Fiduciary Net Position - Beginning	23,230,324	23,366,164	21,596,932
Plan Fiduciary Net Position - Ending (B)	<u>\$ 25,271,001</u>	<u>\$ 23,230,324</u>	<u>\$ 23,366,164</u>
Net Pension Liability - Ending (A) - (B)	<u>\$ 20,589,098</u>	<u>\$ 21,727,942</u>	<u>\$ 18,748,841</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	55.10%	51.67%	55.48%
Covered Employee Payroll	\$ 3,475,471	\$ 2,971,004	\$ 3,011,302
Net Pension Liability as a Percentage of Covered Employee Payroll	592%	731%	623%

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

VILLAGE OF ALSIP, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
April 30, 2017

NOTE 1 - SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATIONS OF THE 2016 CONTRIBUTION RATE - IMRF

Valuation Date:

Notes: Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2016 Contribution Rates:

<i>Actuarial Cost Method:</i>	Aggregate entry age = normal
<i>Amortization Method:</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period:</i>	27-year closed period
<i>Asset Valuation Method:</i>	5-year smoothed market; 20% corridor
<i>Wage Growth:</i>	3.50%
<i>Price Inflation:</i>	2.75%, approximate; No explicit price inflation assumption is used in this valuation.
<i>Salary Increases:</i>	3.75% to 14.50%, including inflation
<i>Investment Rate of Return:</i>	7.50%
<i>Retirement Age:</i>	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.
<i>Mortality:</i>	For nondisabled retirees, disabled retirees, and active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014. The IMRF specific rates developed from the RP-2014 Blue Collar Health Annuitant Mortality Table, RP-2014 Disabled Retirees, and RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information:

Notes: There were no benefit changes during the year.

VILLAGE OF ALSIP, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
April 30, 2017

NOTE 2 - SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATIONS OF THE 2017 CONTRIBUTION RATE – POLICE PENSION

Valuation Date:

Notes: Actuarially determined contribution rates are calculated as of April 30 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2017 Contribution Rates:

<i>Actuarial Cost Method:</i>	Aggregate entry age = normal
<i>Amortization Method:</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period:</i>	25-year closed period
<i>Asset Valuation Method:</i>	Market
<i>Wage Growth:</i>	3.25%
<i>Price Inflation:</i>	2.5%, approximate; No explicit price inflation assumption is used in this valuation.
<i>Salary Increases:</i>	4.0% – 23.14%
<i>Investment Rate of Return:</i>	7%
<i>Retirement Age:</i>	50-70
<i>Mortality:</i>	L&A 2016 Illinois Police Mortality Rates

Other Information:

Notes: There were no benefit changes during the year.

*Money-Weighted Rate of
Return on Investments*

4/30/17	8.7%
4/30/16	-0.4%
4/30/15	6.8%

VILLAGE OF ALSIP, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
April 30, 2017

NOTE 3 - SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATIONS OF THE 2017 CONTRIBUTION RATE – FIREFIGHTER PENSION

Valuation Date:

Notes: Actuarially determined contribution rates are calculated as of April 30 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2017 Contribution Rates:

<i>Actuarial Cost Method:</i>	Aggregate entry age = normal
<i>Amortization Method:</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period:</i>	25-year closed period
<i>Asset Valuation Method:</i>	Market
<i>Wage Growth:</i>	3.25%
<i>Price Inflation:</i>	2.5%, approximate; No explicit price inflation assumption is used in this valuation.
<i>Salary Increases:</i>	3.81% - 18.58%
<i>Investment Rate of Return:</i>	7%
<i>Retirement Age:</i>	50-70.
<i>Mortality:</i>	L&A 2016 Illinois Firefighters Morality Rates

Other Information:

Notes: There were no benefit changes during the year.

*Money-Weighted Rate of
Return on Investments*

4/30/17	8.8%
4/30/16	-0.4%
4/30/15	7.5%

**VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE BALANCE SHEET
April 30, 2017 and 2016**

ASSETS

	<u>2017</u>	<u>2016</u>
Cash	\$ 611,415	\$ 605,007
Temporary cash investment	8,910,920	8,603,395
Cash held for insurance and related expenditures	3,328,089	2,290,401
Restricted assets:		
Temporary cash investment	227,909	223,002
Receivables (net of allowance for uncollectibles):		
Taxes	6,404,457	6,199,013
Accounts	577,217	527,459
Due from other funds	2,064	368,571
Prepaid expense	<u>68,358</u>	<u>60,307</u>
TOTAL ASSETS	<u>\$ 20,130,429</u>	<u>\$ 18,877,155</u>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES

LIABILITIES

Accounts payable	\$ 208,201	\$ 714,502
Accrued medical claims	100,666	260,663
Other accrued expenses	471,449	184,769
Due to other funds	<u>524,430</u>	<u>932,268</u>
Total liabilities	<u>1,304,746</u>	<u>2,092,202</u>

DEFERRED INFLOWS OF RESOURCES

Unavailable revenue - property taxes	<u>4,058,595</u>	<u>3,958,526</u>
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FUND BALANCES

Nonspendable	68,358	60,307
Restricted for police department programs	227,909	223,002
Assigned for insurance premiums, claims and related expenditures	3,328,089	2,290,401
Unassigned	<u>11,142,732</u>	<u>10,252,717</u>
Total fund balances	<u>14,767,088</u>	<u>12,826,427</u>

**TOTAL LIABILITIES, DEFERRED INFLOWS OF
RESOURCES AND FUND BALANCES**

<u>\$ 20,130,429</u>	<u>\$ 18,877,155</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, 2017 and 2016**

	<u>2017</u>	<u>2016</u>
REVENUES		
Taxes:		
Property tax	\$ 8,184,063	\$ 7,603,963
Sales tax	6,263,159	5,846,687
State income tax	2,302,666	2,400,553
Mini-warehouse tax	247,286	240,187
Hotel/motel tax	589,213	612,780
Replacement tax	379,121	359,279
Transfer tax	602,027	329,903
	<hr/>	<hr/>
Total taxes	18,567,535	17,393,352
	<hr/>	<hr/>
Miscellaneous revenue:		
Flea market fees	152,692	154,643
Miscellaneous income	396,331	526,486
Damage to Village property - insurance reimbursements	33,500	34,637
Miscellaneous fees	910,691	934,451
Cable TV franchise fees	346,339	355,378
Boat launch fee	9,684	10,749
	<hr/>	<hr/>
Total miscellaneous revenue	1,849,237	2,016,344
	<hr/>	<hr/>
Police and court fines	758,766	686,771
Licenses and permits	349,652	490,503
Grants	66,077	87,577
Charges for services	681,683	642,572
Interest	42,445	9,616
	<hr/>	<hr/>
Total	1,898,623	1,917,039
	<hr/>	<hr/>
Total revenues	22,315,395	21,326,735
	<hr/>	<hr/>
EXPENDITURES		
General government:		
Administrative department	569,228	796,172
Planning commission	723	2,038
Police and fire commission	21,493	15,546
Social Security and IMRF	575,220	596,315
Finance department	496,830	496,670
Village clerk department	213,051	249,185
Village hall department	196,321	183,316
	<hr/>	<hr/>
Total general government	2,072,866	2,339,242
	<hr/>	<hr/>

	<u>2017</u>	<u>2016</u>
EXPENDITURES (continued)		
Public safety:		
Civil defense	\$ 10,331	\$ 5,516
Fire department	3,976,609	4,108,223
Fire department ambulance service	1,708,740	1,646,277
Police department	<u>7,186,225</u>	<u>7,260,476</u>
Total public safety	<u>12,881,905</u>	<u>13,020,492</u>
Building department	229,336	238,930
Health and environmental control department	1,225,422	1,260,930
Insurance department	3,992,123	3,780,468
Boat launch	21,825	21,662
Capital improvements	84,066	83,911
Debt service	<u>101,575</u>	<u>119,041</u>
Total	<u>5,654,347</u>	<u>5,504,942</u>
Total expenditures	<u>20,609,118</u>	<u>20,864,676</u>
Excess of revenues over expenditures	<u>1,706,277</u>	<u>462,059</u>
OTHER FINANCING SOURCES (USES)		
Operating transfers in	511,738	-
Operating transfers out	(287,169)	-
Sale of Village property	<u>9,815</u>	<u>7,130</u>
Total other financing sources	<u>234,384</u>	<u>7,130</u>
Excess of revenues and other financing sources over expenditures and other financing uses	1,940,661	469,189
FUND BALANCE, BEGINNING OF YEAR	<u>12,826,427</u>	<u>12,357,238</u>
FUND BALANCE, END OF YEAR	<u>\$ 14,767,088</u>	<u>\$ 12,826,427</u>

VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF EXPENDITURES
For the Years Ended April 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
GENERAL GOVERNMENT		
Administrative Department:		
Salary - mayor	\$ 75,000	\$ 75,289
Salary - admin assistant	54,360	56,316
Compensation - trustees	58,634	59,968
Hotel/motel tax	89,320	97,003
Membership and dues	27,267	7,912
Legal retainer	12,000	12,000
Legal fees - other	144,532	298,428
Contingent expenses	6,926	14,775
Newsletter expense	-	23,256
Employee travel	1,149	2,151
Office expense	1,183	2,018
Beautification	7,824	12,224
Street fair	-	68,568
Other expense	251,240	252,138
Reimbursements from other funds	<u>(160,207)</u>	<u>(185,874)</u>
Total administrative department	<u>569,228</u>	<u>796,172</u>
 Planning Commission:		
Staff expense	687	2,038
Secretarial services	<u>36</u>	<u>-</u>
Total planning commission	<u>723</u>	<u>2,038</u>
 Police and Fire Commission:		
Secretarial service	1,590	1,540
Examinations	16,937	12,441
Staff expense	2,668	1,565
Printing and publications	<u>298</u>	<u>-</u>
Total police and fire commission	<u>21,493</u>	<u>15,546</u>

VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF EXPENDITURES
For the Years Ended April 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
GENERAL GOVERNMENT (continued)		
Social Security and IMRF:		
Social Security and IMRF	\$ 557,016	\$ 577,722
Unemployment insurance	18,204	18,593
	<hr/>	<hr/>
Total Social Security and IMRF	575,220	596,315
	<hr/>	<hr/>
Finance Department:		
Salary - finance director and staff	322,963	302,822
Salary - computer operator	108,162	105,589
Payroll service and administrator	16,504	15,960
Purchase computer equipment	16,264	17,125
Computer forms and supplies	3,933	2,149
Computer maintenance	87,861	82,384
Office supplies	3,715	5,403
Accounting service	70,526	71,547
Contingent expense	6,733	9,643
Reimbursements from other funds	(139,831)	(115,952)
	<hr/>	<hr/>
Total finance department	496,830	496,670
	<hr/>	<hr/>
Village Clerk Department:		
Salary - village clerk	12,500	12,500
Salaries - clerical	163,195	194,772
Telephone expense	53,047	46,383
Postage expense	15,163	21,650
Contingent expense	2,548	4,263
Legal advertising	3,107	3,251
Codification	5,724	6,086
Decals and tags	805	894
Repair - office equipment	65	65
Equipment purchase	605	(9)
Equipment rental	10,495	10,171
Office supplies	4,907	5,214
Printing	852	2,119
Reimbursements from other funds	(59,962)	(58,174)
	<hr/>	<hr/>
Total village clerk department	213,051	249,185
	<hr/>	<hr/>

**VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF EXPENDITURES
For the Years Ended April 30, 2017 and 2016**

	<u>2017</u>	<u>2016</u>
GENERAL GOVERNMENT (continued)		
Village Hall Department:		
Salary - wages	\$ 38,517	\$ 58,662
Salary - custodian	10,674	12,354
Maintain village hall	122,457	80,729
Contract repair and utilities	12,491	13,570
Cleaning supplies	11,930	17,229
Contingencies	<u>252</u>	<u>772</u>
Total village hall department	<u>196,321</u>	<u>183,316</u>
Total General Government	<u>2,072,866</u>	<u>2,339,242</u>
 PUBLIC SAFETY		
Civil Defense:		
Salary - director	8,487	3,536
Repair - warning systems	1,275	1,100
Contingencies	<u>569</u>	<u>880</u>
Total civil defense	<u>10,331</u>	<u>5,516</u>
 Fire Department:		
Salaries - all firemen	1,747,137	1,851,208
Volunteers, paid calls, and overtime	207,447	239,571
Holiday pay	31,877	25,974
Salaries - incentive pay	32,131	58,219
Retirement buyout	-	89,327
Publications and membership	6,189	7,388
Repair - fire trucks	68,864	39,969
Repair - radio equipment	4,463	8,509
Maintenance - fire stations	36,513	45,030
Utilities - fire stations	354	5,356
Fire prevention expense	3,704	9,429
Contingent expense	2,053	1,585
Purchase fire equipment	48,801	40,978
Purchase radio equipment	1,080	19,094
Education reimbursement	9,959	3,068
Gasoline and oil	8,898	15,715
Clothing allowance	24,652	35,015
Training materials	6,515	9,171
Physical examinations	6,929	15,094
Copy machine rental	1,995	3,633

VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF EXPENDITURES
For the Years Ended April 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
PUBLIC SAFETY (continued)		
Fire Department: (continued)		
Office supplies	\$ 22,482	\$ 19,159
State grant expenses	9,748	24,000
Firemen's pension contribution	<u>1,694,818</u>	<u>1,541,731</u>
Total fire department	<u>3,976,609</u>	<u>4,108,223</u>
Fire Department Ambulance Service:		
Salaries - ambulance personnel	1,517,787	1,457,733
Holiday pay	35,365	40,198
Repairs and equipment	17,593	8,851
Maintenance - stations	37,107	46,338
Contingent expense	1,596	(47)
Ambulance supplies	29,336	25,402
Gasoline and oil	8,076	3,338
Clothing allowance	14,577	15,001
Office supplies	850	952
Collection fees	<u>46,453</u>	<u>48,511</u>
Total fire department ambulance service	<u>1,708,740</u>	<u>1,646,277</u>
Police Department:		
Salaries - policemen	3,560,019	3,472,698
Salaries - clerical	158,061	159,795
Salaries - communications	100,000	378,839
Salaries - overtime	197,124	193,170
Salaries - crossing guards	26,010	26,247
Salaries - municipal court	33,000	36,000
Holiday pay	50,188	82,737
Impoundments	2,369	3,364
Clothing allowance	37,972	30,904
Miscellaneous vehicle equipment	59,977	56,219
Equipment poundmasters and traffic safety	148	2,961
Computer purchase	17,820	22,850
Purchase office furniture	1,258	500
Photo supplies and rental	142,513	158,058
Gasoline and oil	73,778	66,262
Firearms and ammunition	12,973	16,903
Investigative aids	18,158	15,725

VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF EXPENDITURES
For the Years Ended April 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
PUBLIC SAFETY (continued)		
Police Department: (continued)		
Training	\$ 16,133	\$ 18,001
Crime prevention	3,884	4,257
Vehicle maintenance	36,431	39,777
Radio equipment repair and maintenance contract	37,850	56,296
Repair - office equipment	195	393
Contingent expense	13,944	13,811
Publications, membership and dues	1,875	1,845
Prisoner food/care	1,235	1,421
Physical examination fee	2,960	4,245
Office supplies	7,408	5,899
Building security	-	2,775
Police pension contribution	<u>2,572,942</u>	<u>2,388,524</u>
Total police department	<u>7,186,225</u>	<u>7,260,476</u>
Total Public Safety	<u>12,881,905</u>	<u>13,020,492</u>
 BUILDING DEPARTMENT		
Salary - commissioner	102,740	101,113
Salaries - clerical	97,460	99,291
Salaries - building inspectors	9,018	10,395
Salaries - electrical inspectors	2,394	3,816
Salaries - plumbing inspectors	1,980	1,692
Outside inspection fee	4,720	5,797
Contingent expense	1,019	1,186
Research, testing, and plan review	8,774	12,551
Office equipment and supplies	<u>1,231</u>	<u>3,089</u>
Total Building Department	<u>229,336</u>	<u>238,930</u>
 HEALTH AND ENVIRONMENTAL CONTROL DEPARTMENT		
Salary - commissioner	17,500	17,567
Part-time inspector/office assistant	39,710	41,893
Dues and memberships	235	365
Refuse contract	1,164,567	1,197,727
Rodent control contract	2,500	2,560
Equipment maintenance	16	42
Contingent expense	<u>894</u>	<u>776</u>
Total Health and Environmental Control Department	<u>1,225,422</u>	<u>1,260,930</u>

VILLAGE OF ALSIP, ILLINOIS
GENERAL FUND
COMPARATIVE STATEMENT OF EXPENDITURES
For the Years Ended April 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
INSURANCE DEPARTMENT		
Comprehensive general, automobile, umbrella, liability and workmen's compensation	\$ 889,661	\$ 819,016
Group health and life	3,342,462	3,201,452
Reimbursements from other funds	<u>(240,000)</u>	<u>(240,000)</u>
Total Insurance Department	<u>3,992,123</u>	<u>3,780,468</u>
BOAT LAUNCH		
Salary - wages	13,686	13,755
Utilities	553	731
Grounds and maintenance	6,655	6,551
Telephone expense	675	358
Contingencies	106	117
Physicals - boat	<u>150</u>	<u>150</u>
Total Boat Launch	<u>21,825</u>	<u>21,662</u>
CAPITAL IMPROVEMENTS	<u>84,066</u>	<u>83,911</u>
DEBT SERVICE	<u>101,575</u>	<u>119,041</u>
TOTAL GENERAL FUND EXPENDITURES	<u><u>\$ 20,609,118</u></u>	<u><u>\$ 20,864,676</u></u>

VILLAGE OF ALSIP, ILLINOIS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
April 30, 2017
with Comparative Totals at April 30, 2016

	9-1-1 Emergency Telephone	Motor Fuel Tax	Foreign Fire Insurance Tax	Totals	
				2017	2016
ASSETS					
Temporary cash investments	\$ 410,901	\$ 668,792	\$ 34,166	\$ 1,113,859	\$ 1,396,044
Receivables (net of allowance for uncollectibles):					
Other	-	42,206	-	42,206	43,871
Prepaid expense	-	-	-	-	28,325
Due from other funds	76,954	-	-	76,954	342,295
TOTAL ASSETS	<u>\$ 487,855</u>	<u>\$ 710,998</u>	<u>\$ 34,166</u>	<u>\$ 1,233,019</u>	<u>\$ 1,810,535</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ 3,348	\$ -	\$ 3,348	\$ 17,008
Total liabilities	<u>-</u>	<u>3,348</u>	<u>-</u>	<u>3,348</u>	<u>17,008</u>
Fund balances (deficit):					
Nonspendable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,325</u>
Restricted for:					
Maintenance of 9-1-1 Emergency Telephone System	487,855	-	-	487,855	907,369
Street maintenance and improvement programs	-	707,650	-	707,650	813,696
Fire department programs	<u>-</u>	<u>-</u>	<u>34,166</u>	<u>34,166</u>	<u>44,137</u>
Total restricted fund balance	<u>487,855</u>	<u>707,650</u>	<u>34,166</u>	<u>1,229,671</u>	<u>1,765,202</u>
Total fund balances	<u>487,855</u>	<u>707,650</u>	<u>34,166</u>	<u>1,229,671</u>	<u>1,793,527</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 487,855</u>	<u>\$ 710,998</u>	<u>\$ 34,166</u>	<u>\$ 1,233,019</u>	<u>\$ 1,810,535</u>

VILLAGE OF ALSIP, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT)
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended April 30, 2017
with Comparative Totals for the Year Ended April 30, 2016

	9-1-1 Emergency Telephone	Motor Fuel Tax	Foreign Fire Insurance Tax	Totals	
				2017	2016
REVENUES					
Taxes	\$ -	\$ 488,604	\$ 37,439	\$ 526,043	\$ 529,689
Licenses and permits	422,183	-	-	422,183	383,181
Interest	-	2,907	42	2,949	661
Miscellaneous	-	110,247	-	110,247	44,301
Total revenues	<u>422,183</u>	<u>601,758</u>	<u>37,481</u>	<u>1,061,422</u>	<u>957,832</u>
EXPENDITURES					
Public safety	870,022	-	23,598	893,620	305,641
Highways and streets	-	342,461	-	342,461	787,302
Debt service	-	-	23,854	23,854	11,390
Total expenditures	<u>870,022</u>	<u>342,461</u>	<u>47,452</u>	<u>1,259,935</u>	<u>1,104,333</u>
Excess (deficiency) of revenues over expenditures	<u>(447,839)</u>	<u>259,297</u>	<u>(9,971)</u>	<u>(198,513)</u>	<u>(146,501)</u>
OTHER FINANCING SOURCES (USES)					
Transfers out	-	(365,343)	-	(365,343)	(100,000)
Total other financing sources (uses)	<u>-</u>	<u>(365,343)</u>	<u>-</u>	<u>(365,343)</u>	<u>(100,000)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(447,839)</u>	<u>(106,046)</u>	<u>(9,971)</u>	<u>(563,856)</u>	<u>(246,501)</u>
FUND BALANCES, BEGINNING OF YEAR	<u>935,694</u>	<u>813,696</u>	<u>44,137</u>	<u>1,793,527</u>	<u>2,040,028</u>
FUND BALANCES, END OF YEAR	<u>\$ 487,855</u>	<u>\$ 707,650</u>	<u>\$ 34,166</u>	<u>\$ 1,229,671</u>	<u>\$ 1,793,527</u>

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
ROAD AND BRIDGE FUND
COMPARATIVE BALANCE SHEET
April 30, 2017 and 2016**

ASSETS

	<u>2017</u>	<u>2016</u>
Temporary cash investment	\$ 1,728,520	\$ 1,489,700
Receivable (net of allowance for uncollectibles):		
Taxes	294,598	266,958
Due from other funds	<u>20,864</u>	<u>1,305</u>
TOTAL ASSETS	<u>\$ 2,043,982</u>	<u>\$ 1,757,963</u>

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

LIABILITIES

Accounts payable	\$ 50,006	\$ 89,483
Other accrued expenses	<u>11,732</u>	<u>13,190</u>
Total liabilities	<u>61,738</u>	<u>102,673</u>

DEFERRED INFLOWS OF RESOURCES

Unavailable revenue - property taxes	<u>294,598</u>	<u>266,958</u>
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FUND BALANCE

Restricted for street maintenance and improvement programs	<u>1,687,646</u>	<u>1,388,332</u>
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TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE

<u>\$ 2,043,982</u>	<u>\$ 1,757,963</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, 2017 and 2016

	<u>2017</u>	<u>2016</u>
REVENUES		
Property taxes	\$ 610,221	\$ 594,535
Replacement tax	17,902	19,048
Fuel use tax	1,628,465	1,138,049
Vehicle license	427,307	354,912
Garage fees	118,350	117,000
Waste transfer fee	7,687	9,967
Property rental	14,640	14,400
Miscellaneous income	118,361	81,365
	<hr/>	<hr/>
Total revenues	2,942,933	2,329,276
EXPENDITURES		
Street department:		
Salary - superintendent	90,515	89,088
Wages	716,728	745,919
Engineering fees	70,597	52,976
Purchase new equipment and vehicles	8,266	192,904
Uniforms	7,642	8,164
Purchase street signs	7,600	4,523
Resurface and repair streets	479,544	69,369
Sidewalk repair and maintenance	69,615	77,729
Purchase salt	76,272	140,670
Village vehicle stickers	9,121	9,478
Gasoline and oil	19,139	20,830
Equipment and repair	29,503	22,068
Equipment maintenance	18,570	16,954
Garage maintenance and supplies	403,414	6,417
Utilities	4,533	3,889
Energy charge - street lights	25,285	22,714
Insurance and administrative	115,000	115,000
Social Security and IMRF	206,112	200,035
Unemployment insurance	1,913	2,125
Contingent expense	2,226	2,273
Dumping charges	14,576	18,990
Office supplies	2,430	1,570
Training	361	1,629
Refunds	51	14
Equipment rental - pagers	2,156	2,093
Cleaning supplies	17,564	18,224
Physicals	1,007	600
JULIE charges	2,384	2,448
	<hr/>	<hr/>
Total street department	2,402,124	1,848,693

	<u>2017</u>	<u>2016</u>
EXPENDITURES (continued)		
Drainage and storm sewers:		
Engineering fees	\$ -	\$ 2,360
Maintenance - storm sewers	2,133	3,499
Supplies	2,346	2,754
Drainage project	9,821	12,342
Contingent expense	<u>1,181</u>	<u>1,076</u>
Total drainage and storm sewers	<u>15,481</u>	<u>22,031</u>
Forestry maintenance:		
Equipment purchase	-	501
Equipment maintenance	3,055	2,548
Forestry maintenance	21,410	131,355
Equipment repairs	2,785	3,067
Training	<u>-</u>	<u>415</u>
Total forestry maintenance	<u>27,250</u>	<u>137,886</u>
Debt service	<u>198,764</u>	<u>203,241</u>
Total expenditures	<u>2,643,619</u>	<u>2,211,851</u>
Excess of revenues over expenditures	299,314	117,425
OTHER FINANCING SOURCES (USES)		
Loan proceeds	-	187,924
Transfers out	<u>-</u>	<u>(180,000)</u>
Excess of revenues and other financing sources over expenditures and other financing uses	299,314	125,349
FUND BALANCE, BEGINNING OF YEAR	<u>1,388,332</u>	<u>1,262,983</u>
FUND BALANCE, END OF YEAR	<u><u>\$ 1,687,646</u></u>	<u><u>\$ 1,388,332</u></u>

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
9-1-1 EMERGENCY TELEPHONE FUND
COMPARATIVE BALANCE SHEET
April 30, 2017 and 2016**

ASSETS

	<u>2017</u>	<u>2016</u>
Temporary cash investment	\$ 410,901	\$ 830,415
Prepaid expense	-	28,325
Due from other funds	<u>76,954</u>	<u>76,954</u>
TOTAL ASSETS	<u>\$ 487,855</u>	<u>\$ 935,694</u>

FUND BALANCE

FUND BALANCE		
Nonspendable	\$ -	\$ 28,325
Restricted for maintenance of 9-1-1 Emergency Telephone System	<u>487,855</u>	<u>907,369</u>
TOTAL FUND BALANCE	<u>\$ 487,855</u>	<u>\$ 935,694</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, 2017 and 2016**

	<u>2017</u>	<u>2016</u>
REVENUES		
Surcharge fees	\$ 422,183	\$ 383,181
Miscellaneous	<u>-</u>	<u>116</u>
Total revenues	<u>422,183</u>	<u>383,297</u>
EXPENDITURES		
Wages	368,281	100,000
Telephone charges	55,779	56,293
Equipment purchases	442,231	121,709
Maintenance	<u>3,731</u>	<u>2,332</u>
Total expenditures	<u>870,022</u>	<u>280,334</u>
Excess (deficiency) of revenues over expenditures	(447,839)	102,963
FUND BALANCE, BEGINNING OF YEAR	<u>935,694</u>	<u>832,731</u>
FUND BALANCE, END OF YEAR	<u>\$ 487,855</u>	<u>\$ 935,694</u>

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
SPECIAL TAX ALLOCATION FUND
COMPARATIVE BALANCE SHEET
April 30, 2017 and 2016**

ASSETS

	TIF 1 (123rd St. to 127th St.)	123rd Place & Cicero Ave. TIF	Pulaski Road Corridor TIF	Totals	
				2017	2016
Temporary cash investment	\$ 1,181,089	\$ 342,910	\$ 3,593,189	\$ 5,117,188	\$ 4,535,161
Receivable (net of allowance for uncollectibles):					
Taxes	353,724	23,754	25,321	402,799	407,457
Due from other funds	-	-	-	-	50,525
TOTAL ASSETS	<u>\$ 1,534,813</u>	<u>\$ 366,664</u>	<u>\$ 3,618,510</u>	<u>\$ 5,519,987</u>	<u>\$ 4,993,143</u>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE

LIABILITIES

Accounts payable	\$ -	\$ -	\$ 12,791	\$ 12,791	\$ 50,867
Due to other funds	-	-	-	-	211,159
Total liabilities	-	-	12,791	12,791	262,026

DEFERRED INFLOWS OF RESOURCES

Unavailable revenue - property taxes	335,264	23,754	25,321	384,339	393,736
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FUND BALANCE

Restricted for Tax Increment Financing allocation for project areas	<u>1,199,549</u>	<u>342,910</u>	<u>3,580,398</u>	<u>5,122,857</u>	<u>4,337,382</u>
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**TOTAL LIABILITIES, DEFERRED INFLOWS OF
RESOURCES AND FUND BALANCE**

	<u>\$ 1,534,813</u>	<u>\$ 366,664</u>	<u>\$ 3,618,510</u>	<u>\$ 5,519,987</u>	<u>\$ 4,993,144</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, 2017 and 2016**

	TIF 1 (123rd St. to 127th St.)	123rd Place & Cicero Ave. TIF	Pulaski Road Corridor TIF	Eliminations	Totals	
					2017	2016
REVENUES						
Property taxes	\$ 1,094,731	\$ 40,411	\$ 64,281	\$ -	\$ 1,199,423	\$ 1,306,367
Interest income	3,045	482	-	-	3,527	7,274
Total revenues	<u>1,097,776</u>	<u>40,893</u>	<u>64,281</u>	<u>-</u>	<u>1,202,950</u>	<u>1,313,641</u>
EXPENDITURES						
Construction costs	23,004	-	427,903	-	450,907	445,775
Administrative, legal fees, and other	-	3,672	123,530	-	127,202	178,905
Surplus distribution	-	-	-	-	-	-
Total expenditures	<u>23,004</u>	<u>3,672</u>	<u>551,433</u>	<u>-</u>	<u>578,109</u>	<u>624,680</u>
Excess (deficiency) of revenues over expenditures	<u>1,074,772</u>	<u>37,221</u>	<u>(487,152)</u>	<u>-</u>	<u>624,841</u>	<u>688,961</u>
OTHER FINANCING USES						
Transfers in	211,159	-	4,044,167	(4,044,167)	211,159	-
Transfers out	(4,094,692)	-	-	4,044,167	(50,525)	-
Total other financing uses	<u>(3,883,533)</u>	<u>-</u>	<u>4,044,167</u>	<u>-</u>	<u>160,634</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(2,808,761)</u>	<u>37,221</u>	<u>3,557,015</u>	<u>-</u>	<u>785,475</u>	<u>688,961</u>
FUND BALANCE, BEGINNING OF YEAR	<u>4,008,310</u>	<u>305,689</u>	<u>23,383</u>	<u>-</u>	<u>4,337,382</u>	<u>3,648,421</u>
FUND BALANCE, END OF YEAR	<u>\$ 1,199,549</u>	<u>\$ 342,910</u>	<u>\$ 3,580,398</u>	<u>\$ -</u>	<u>\$ 5,122,857</u>	<u>\$ 4,337,382</u>

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
MOTOR FUEL TAX FUND
COMPARATIVE BALANCE SHEET
April 30, 2017 and 2016**

ASSETS

	<u>2017</u>	<u>2016</u>
Temporary cash investment	\$ 668,792	\$ 521,492
Receivables:		
Allotments from the State of Illinois	42,206	43,871
Due from other funds	<u>-</u>	<u>265,341</u>
TOTAL ASSETS	<u>\$ 710,998</u>	<u>\$ 830,704</u>

LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 3,348	\$ 17,008
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FUND BALANCE

Restricted for street maintenance and improvement programs	<u>707,650</u>	<u>813,696</u>
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TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 710,998</u>	<u>\$ 830,704</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, 2017 and 2016**

	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>2016 Actual</u>
REVENUES			
State allotments	\$ 488,604	\$ 499,274	\$ 493,084
Interest income	2,907	300	621
Miscellaneous income	<u>110,247</u>	<u>-</u>	<u>44,185</u>
Total revenues	<u>601,758</u>	<u>499,574</u>	<u>537,890</u>
 EXPENDITURES			
General maintenance	80,952	-	101,202
Road maintenance	<u>261,509</u>	<u>195,400</u>	<u>686,100</u>
Total expenditures	<u>342,461</u>	<u>195,400</u>	<u>787,302</u>
Excess (deficiency) of revenues over expenditures	259,297	304,174	(249,412)
 OTHER FINANCING USES			
Transfers out	(365,343)	(100,000)	(100,000)
 FUND BALANCE, BEGINNING OF YEAR	<u>813,696</u>		<u>1,163,108</u>
 FUND BALANCE, END OF YEAR	<u>\$ 707,650</u>		<u>\$ 813,696</u>

**VILLAGE OF ALSIP, ILLINOIS
SPECIAL REVENUE FUNDS
FOREIGN FIRE INSURANCE TAX FUND
COMPARATIVE BALANCE SHEET
April 30, 2017 and 2016**

ASSETS

	<u>2017</u>	<u>2016</u>
Temporary cash investment	\$ 34,166	\$ 44,137
TOTAL ASSETS	<u><u>\$ 34,166</u></u>	<u><u>\$ 44,137</u></u>

FUND BALANCE

FUND BALANCE		
Restricted for fire department programs	\$ 34,166	\$ 44,137
TOTAL FUND BALANCE	<u><u>\$ 34,166</u></u>	<u><u>\$ 44,137</u></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, 2017 and 2016**

	<u>2017</u>	<u>2016</u>
REVENUES		
Foreign fire insurance tax	\$ 37,439	\$ 36,605
Interest income	<u>42</u>	<u>40</u>
Total revenues	<u>37,481</u>	<u>36,645</u>
 EXPENDITURES		
Clothing allowance	2,260	2,233
Ambulance supplies	2,642	1,260
Furniture and fixtures	10,675	10,080
Equipment and supplies	6,360	5,368
Training	-	626
Contingent expense	1,661	5,740
Debt service	<u>23,854</u>	<u>11,390</u>
Total expenditures	<u>47,452</u>	<u>36,697</u>
Deficiency of revenues over expenditures	(9,971)	(52)
 FUND BALANCE, BEGINNING OF YEAR	<u>44,137</u>	<u>44,189</u>
 FUND BALANCE, END OF YEAR	<u><u>\$ 34,166</u></u>	<u><u>\$ 44,137</u></u>

**VILLAGE OF ALSIP, ILLINOIS
DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET
April 30, 2017 and 2016**

ASSETS

	<u>2017</u>	<u>2016</u>
Temporary cash investment	\$ 2,303,674	\$ 2,942,857
Receivable (net of allowance for uncollectibles):		
Taxes	313,433	374,548
Due from other funds	-	302,857
Restricted assets:		
Escrow deposits restricted for bond refunding	<u>3,404,994</u>	<u>-</u>
 TOTAL ASSETS	 <u>\$ 6,022,101</u>	 <u>\$ 3,620,262</u>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ -	\$ -
Intergovernmental liability	14,543	14,544
Due to other funds	<u>2,064</u>	<u>32,400</u>
 Total liabilities	 16,607	 46,944

DEFERRED INFLOWS OF RESOURCES

Unavailable revenue - property taxes	313,433	374,548
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FUND BALANCE

Restricted for debt service	<u>5,692,061</u>	<u>3,198,770</u>
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TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 6,022,101</u>	<u>\$ 3,620,262</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, 2017 and 2016

	<u>2017</u>	<u>2016</u>
REVENUES		
Taxes	\$ 738,029	\$ 823,100
Interest income	<u>4,635</u>	<u>3,082</u>
Total revenues	<u>742,664</u>	<u>826,182</u>
 EXPENDITURES		
Debt service:		
Principal retirement	772,944	1,452,695
Interest and fiscal charges	332,859	257,339
Bond issuance costs	56,095	-
Underwriter's discount	38,648	-
Contingencies	<u>2,279</u>	<u>2,179</u>
Total expenditures	<u>1,202,825</u>	<u>1,712,213</u>
Deficiency of revenues over expenditures	<u>(460,161)</u>	<u>(886,031)</u>
 OTHER FINANCING SOURCES (USES)		
Loan proceeds	4,165,000	-
Payment to bond escrow agent	(840,000)	-
Bond premium	174,737	-
Transfers in	143,896	400,000
Transfers out	<u>(690,181)</u>	<u>(806,082)</u>
Total other financing sources (uses)	<u>2,953,452</u>	<u>(406,082)</u>
Deficiency of revenues and other financing sources over expenditures and other financing uses	2,493,291	(1,292,113)
 FUND BALANCE, BEGINNING OF YEAR	<u>3,198,770</u>	<u>4,490,883</u>
 FUND BALANCE, END OF YEAR	<u><u>\$ 5,692,061</u></u>	<u><u>\$ 3,198,770</u></u>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
April 30, 2017
With Comparative Totals at April 30, 2016

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

	Waterworks and Sewerage	Senior Citizen Complex	Totals	
			2017	2016
CURRENT ASSETS				
Cash	\$ 100	\$ -	\$ 100	\$ 100
Temporary cash investments	3,567,856	4,358,670	7,926,526	5,499,925
Receivables (net of allowance for uncollectibles):				
Account customers	792,510	-	792,510	557,225
Estimated unbilled water and sewer charges	589,705	-	589,705	859,592
Prepaid expense/insurance	-	2,758	2,758	12,318
Due from other funds	426,612	-	426,612	407,483
	<u>5,376,783</u>	<u>4,361,428</u>	<u>9,738,211</u>	<u>7,336,643</u>
Total current assets				
RESTRICTED ASSETS				
Escrow deposits restricted for bond refunding	-	3,404,994	3,404,994	-
Temporary cash investments	579,200	964,083	1,543,283	1,587,359
	<u>579,200</u>	<u>4,369,077</u>	<u>4,948,277</u>	<u>1,587,359</u>
Total restricted assets				
FIXED ASSETS				
Property, building and equipment, net	17,969,392	12,843,754	30,813,146	33,003,524
	<u>-</u>	<u>193,047</u>	<u>193,047</u>	<u>193,442</u>
DEPOSITS				
DEFERRED OUTFLOWS OF RESOURCES				
Charges on bond refunding	373,143	-	373,143	386,470
Related to pension liability	342,146	-	342,146	329,238
	<u>715,289</u>	<u>-</u>	<u>715,289</u>	<u>715,708</u>
Total deferred outflows of resources				
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 24,640,664</u>	<u>\$ 21,767,306</u>	<u>\$ 46,407,970</u>	<u>\$ 42,836,676</u>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION

	Waterworks and Sewerage	Senior Citizen Complex	Totals	
			2017	2016
CURRENT LIABILITIES (PAYABLE FROM CURRENT ASSETS)				
Accounts payable	\$ 1,465,520	\$ 61,944	\$ 1,527,464	\$ 1,620,619
Other accrued expenses	1,538,813	-	1,538,813	1,539,520
Current portion of notes payable	138,158	-	138,158	134,652
Current portion of general obligation bonds	386,450	3,484,642	3,871,092	543,400
Due to other funds	-	-	-	325,404
Security deposits	-	397,030	397,030	391,650
Customer deposits payable - restricted assets	33,726	-	33,726	33,306
Utility overpayments	20,250	-	20,250	13,145
Accrued interest payable	56,840	73,334	130,174	135,656
Total current liabilities (payable from current assets)	<u>3,639,757</u>	<u>4,016,950</u>	<u>7,656,707</u>	<u>4,737,352</u>
LONG-TERM LIABILITIES				
Post employment benefit obligation	698,688	-	698,688	581,776
IMRF net pension liability	546,201	-	546,201	500,311
Notes payable	2,269,490	-	2,269,490	2,409,205
General obligation bonds (net of unamortized discount, premium and loss from extinguishment of debt)	<u>4,881,217</u>	<u>4,100,811</u>	<u>8,982,028</u>	<u>9,418,025</u>
Total long-term liabilities	<u>8,395,596</u>	<u>4,100,811</u>	<u>12,496,407</u>	<u>12,909,317</u>
Total liabilities	<u>12,035,353</u>	<u>8,117,761</u>	<u>20,153,114</u>	<u>17,646,669</u>
DEFERRED INFLOWS OF RESOURCES				
Related to pension liability	<u>154,845</u>	<u>-</u>	<u>154,845</u>	<u>206,683</u>
NET POSITION				
Net investment in capital assets	11,212,694	9,509,699	20,722,393	22,277,214
Unrestricted	<u>1,237,772</u>	<u>4,139,846</u>	<u>5,377,618</u>	<u>2,706,110</u>
Total net position	<u>12,450,466</u>	<u>13,649,545</u>	<u>26,100,011</u>	<u>24,983,324</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	<u>\$ 24,640,664</u>	<u>\$ 21,767,306</u>	<u>\$ 46,407,970</u>	<u>\$ 42,836,676</u>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
For the Year Ended April 30, 2017
with Comparative Totals for the Year Ended April 30, 2016

	Waterworks and Sewerage	Senior Citizen Complex	Totals	
			2017	2016
OPERATING REVENUES				
Charges for services	\$ 11,985,489	\$ -	\$ 11,985,489	\$ 11,254,694
Rental income	-	4,591,430	4,591,430	4,462,726
Other income	129,108	63,264	192,372	142,845
Total operating revenues	12,114,597	4,654,694	16,769,291	15,860,265
OPERATING EXPENSES				
Water department	9,978,099	-	9,978,099	9,815,427
Sewer department	221,208	-	221,208	169,078
Senior citizen complex	-	3,251,381	3,251,381	2,793,109
Total operating expenses	10,199,307	3,251,381	13,450,688	12,777,614
Operating income before depreciation	1,915,290	1,403,313	3,318,603	3,082,651
DEPRECIATION	803,805	800,759	1,604,564	1,655,929
Operating income	1,111,485	602,554	1,714,039	1,426,722
NON-OPERATING REVENUES (EXPENSES) AND TRANSFERS				
Amortization of bond premium	13,847	2,304	16,151	5,227
Bond issuance costs	-	(43,872)	(43,872)	-
Amortization of underwriter's discount	(15,637)	-	(15,637)	(15,637)
Note and bond interest and fiscal charges	(224,208)	(178,619)	(402,827)	(406,853)
Transfers in	141,396	617,818	759,214	806,082
Transfers out	(43,896)	(188,893)	(232,789)	(120,000)
Loss on disposal of property, building, and equipment	(678,111)	-	(678,111)	-
Interest income	519	-	519	792
Total non-operating expenses and transfers	(806,090)	208,738	(597,352)	269,611
NET INCOME	305,395	811,292	1,116,687	1,696,333
NET POSITION, BEGINNING OF YEAR	12,145,071	12,838,253	24,983,324	23,286,991
NET POSITION, END OF YEAR	\$ 12,450,466	\$ 13,649,545	\$ 26,100,011	\$ 24,983,324

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Year Ended April 30, 2017
with Comparative Totals for the Year Ended April 30, 2016

	Waterworks and Sewerage	Senior Citizen Complex	Totals	
			2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income	1,111,485	\$ 602,554	\$ 1,714,039	\$ 1,426,722
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	803,805	800,759	1,604,564	1,655,929
Effects of changes in operating assets and liabilities:				
Receivables - account customers	(235,285)	-	(235,285)	(35,642)
Receivables - unbilled charges	269,887	-	269,887	(108,896)
Due from other funds	(19,129)	(325,403)	(344,532)	90,555
Prepaid insurance/expense	-	9,560	9,560	(8,225)
Utility overpayment	7,105	-	7,105	5,001
Deposits	-	395	395	(1,905)
Accounts payable	(36,691)	(56,464)	(93,155)	(1,000,010)
Other accrued expenses	(707)	-	(707)	(66,674)
Security deposits	-	5,380	5,380	6,185
Post employment benefit obligation	116,912	-	116,912	119,204
IMRF net pension liability	(18,856)	-	(18,856)	(68,421)
Compensated absences payable	-	-	-	(20,308)
Restricted liabilities	420	-	420	750
	<u>1,998,946</u>	<u>1,036,781</u>	<u>3,035,727</u>	<u>1,994,265</u>
Net cash provided by operating activities				
	<u>1,998,946</u>	<u>1,036,781</u>	<u>3,035,727</u>	<u>1,994,265</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Transfers in	141,396	697,219	838,615	806,082
Transfer out	(43,896)	(268,295)	(312,191)	(120,000)
	<u>97,500</u>	<u>428,924</u>	<u>526,424</u>	<u>686,082</u>
Net cash provided by non-capital financing activities				
	<u>97,500</u>	<u>428,924</u>	<u>526,424</u>	<u>686,082</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of property, building and equipment	(92,297)	-	(92,297)	(922,223)
Principal payments on bonds payable	(379,830)	(84,285)	(464,115)	(2,227,268)
Proceeds from issuance of bonds payable	-	3,310,000	3,310,000	-
Purchase of escrow deposits for bond refunding	-	(3,404,994)	(3,404,994)	-
Principal payments on notes payable	(136,209)	-	(136,209)	(134,522)
Interest paid on notes and bonds and other fees	(225,174)	(167,356)	(392,530)	(379,373)
	<u>(833,510)</u>	<u>(346,635)</u>	<u>(1,180,145)</u>	<u>(3,663,386)</u>
Net cash used in capital and related financing activities				
	<u>(833,510)</u>	<u>(346,635)</u>	<u>(1,180,145)</u>	<u>(3,663,386)</u>

	Waterworks and Sewerage	Senior Citizen Complex	Totals	
			2017	2016
CASH FLOWS FROM INVESTING ACTIVITIES				
Earnings on investments	\$ 519	\$ -	\$ 519	\$ 792
NET DECREASE IN CASH AND TEMPORARY CASH INVESTMENTS	1,263,455	1,119,070	2,382,525	(982,247)
CASH AND TEMPORARY CASH INVESTMENTS, BEGINNING OF YEAR	<u>2,883,701</u>	<u>4,203,683</u>	<u>7,087,384</u>	<u>8,069,631</u>
CASH AND TEMPORARY CASH INVESTMENTS, END OF YEAR	<u>\$ 4,147,156</u>	<u>\$ 5,322,753</u>	<u>\$ 9,469,909</u>	<u>\$ 7,087,384</u>

**VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
WATERWORKS AND SEWERAGE FUND
COMPARATIVE STATEMENT OF NET POSITION
April 30, 2017 and 2016**

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

	<u>2017</u>	<u>2016</u>
CURRENT ASSETS		
Cash	\$ 100	\$ 100
Temporary cash investments	3,567,856	2,261,926
Receivables (net of allowance for uncollectibles):		
Account customers	792,510	557,225
Estimated unbilled water and sewer charges	589,705	859,592
Due from other funds	<u>426,612</u>	<u>407,483</u>
Total current assets	<u>5,376,783</u>	<u>4,086,326</u>
 RESTRICTED ASSETS		
Temporary cash investments	<u>579,200</u>	<u>621,675</u>
 PROPERTY, BUILDING AND EQUIPMENT, NET	<u>17,969,392</u>	<u>19,359,011</u>
 DEFERRED OUTFLOWS OF RESOURCES		
Charges on bond refunding	373,143	386,470
Related to pension liability	<u>342,146</u>	<u>329,238</u>
Total deferred outflows of resources	<u>715,289</u>	<u>715,708</u>
 TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	 <u><u>\$ 24,640,664</u></u>	 <u><u>\$ 24,782,720</u></u>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION

	<u>2017</u>	<u>2016</u>
CURRENT LIABILITIES (PAYABLE FROM CURRENT ASSETS)		
Accounts payable	\$ 1,465,520	\$ 1,502,211
Accrued interest payable	56,840	57,806
Customer deposits payable - restricted assets	33,726	33,306
Other accrued expenses	1,538,813	1,539,520
Utility overpayments	20,250	13,145
Current portion of notes payable	138,158	134,652
Current portion of general obligation bonds	<u>386,450</u>	<u>379,900</u>
Total current liabilities (payable from current assets)	<u>3,639,757</u>	<u>3,660,540</u>
LONG-TERM LIABILITIES		
Post employment benefit obligation	698,688	581,776
IMRF net pension liability	546,201	500,311
Notes payable	2,269,490	2,409,205
General obligation bonds (net of unamortized discount and premium)	<u>4,881,217</u>	<u>5,279,134</u>
Total long-term liabilities	<u>8,395,596</u>	<u>8,770,426</u>
Total liabilities	<u>12,035,353</u>	<u>12,430,966</u>
DEFERRED INFLOWS OF RESOURCES		
Related to pension liability	<u>154,845</u>	<u>206,683</u>
NET POSITION		
Net investment in capital assets	11,212,694	12,130,959
Unrestricted	<u>1,237,772</u>	<u>14,112</u>
Total net position	<u>12,450,466</u>	<u>12,145,071</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	<u>\$ 24,640,664</u>	<u>\$ 24,782,720</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, 2017 and 2016

	<u>2017</u>	<u>2016</u>
OPERATING REVENUES		
Charges for services:		
Water	\$ 11,102,542	\$ 10,296,500
Sewer	700,510	702,953
Tapping fees	68,572	144,182
Fines and penalties	113,865	111,059
Other income	<u>129,108</u>	<u>85,250</u>
Total operating revenues	<u>12,114,597</u>	<u>11,339,944</u>
OPERATING EXPENSES		
Water department	9,978,099	9,815,427
Sewer department	<u>221,208</u>	<u>169,078</u>
Total operating expenses	<u>10,199,307</u>	<u>9,984,505</u>
Operating income before depreciation	1,915,290	1,355,439
DEPRECIATION	<u>803,805</u>	<u>838,354</u>
Operating income	<u>1,111,485</u>	<u>517,085</u>
NON-OPERATING REVENUES (EXPENSES) AND TRANSFERS		
Amortization of bond premium	13,847	2,923
Amortization of charge on bond refunding	(15,637)	(15,637)
Note and bond interest and fiscal charges	(224,208)	(220,139)
Transfers out	(43,896)	(120,000)
Transfers in	141,396	-
Loss on disposal of property, building, and equipment	(678,111)	-
Interest income	<u>519</u>	<u>792</u>
Total non-operating expenses and transfers	<u>(806,090)</u>	<u>(352,061)</u>
NET INCOME	305,395	165,024
NET POSITION, BEGINNING OF YEAR	<u>12,145,071</u>	<u>11,980,047</u>
NET POSITION, END OF YEAR	<u><u>\$ 12,450,466</u></u>	<u><u>\$ 12,145,071</u></u>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
WATERWORKS AND SEWERAGE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
For the Years Ended April 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income	\$ 1,111,485	\$ 517,085
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	803,805	838,354
Effects of changes in operating assets and liabilities:		
Receivables - account customers	(235,285)	(35,642)
Receivables - unbilled charges	269,887	(108,896)
Due from other funds	(19,129)	1,377
Accounts payable	(36,691)	(614,242)
Other accrued expenses	(707)	(66,674)
Utility overpayments	7,105	5,001
Post employment benefit obligation	116,912	119,204
IMRF net pension liability	(18,856)	(68,421)
Compensated absences payable	-	(20,308)
Restricted liabilities	<u>420</u>	<u>750</u>
Net cash provided by operating activities	<u>1,998,946</u>	<u>567,588</u>
 CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Transfers in	141,396	-
Transfers out	<u>(43,896)</u>	<u>(120,000)</u>
Net cash provided (used) in non-capital financing activities	<u>97,500</u>	<u>(120,000)</u>
 CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of property, building and equipment	(92,297)	(102,082)
Principal payments on bonds payable	(379,830)	(285,000)
Principal payments on notes payable	(136,209)	(134,522)
Interest paid on notes and bonds	<u>(225,174)</u>	<u>(171,894)</u>
Net cash used in capital and related financing activities	<u>(833,510)</u>	<u>(693,498)</u>

	<u>2017</u>	<u>2016</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Earnings on investments	\$ <u>519</u>	\$ <u>792</u>
 NET INCREASE (DECREASE) IN CASH AND TEMPORARY CASH INVESTMENTS	 1,263,455	 (245,118)
 CASH AND TEMPORARY CASH INVESTMENTS, BEGINNING OF YEAR	 <u>2,883,701</u>	 <u>3,128,819</u>
 CASH AND TEMPORARY CASH INVESTMENTS, END OF YEAR	 <u>\$ 4,147,156</u>	 <u>\$ 2,883,701</u>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
WATERWORKS AND SEWERAGE FUND
COMPARATIVE STATEMENT OF OPERATING EXPENSES
For the Years Ended April 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
WATER DEPARTMENT		
Salary - commissioner	\$ 86,358	\$ 84,987
Salary - clerical	58,300	97,719
Wages - meter readers	-	5,348
Wages - general labor	298,477	301,524
Uniforms	3,457	3,720
Engineering fees	68,351	47,364
Audit fees	15,000	-
Bad debt expense	100,741	-
Tools and equipment	37,841	42,488
Purchase - office equipment	4,543	1,772
Purchase - new equipment	1,030	3,962
Purchase - meters	64,327	82,182
Purchase - computer	2,000	1,838
Postage	-	1,369
Repairs - equipment	15,601	16,556
Restoration (main breaks)	45,691	107,430
Maintenance water system	327,856	283,028
Utilities	175,334	172,889
Water tap-ons	65,300	115,830
Purchase - water	7,865,182	7,714,615
Social Security and IMRF	140,400	135,271
Insurance and administrative expense	327,373	327,369
Contingent expense	13,411	10,450
Water system expense	24,958	39,788
Building and grounds maintenance	118,873	120,292
Pager service	2,654	4,145
Office supplies	4,306	3,652
Water sampling fees	5,104	6,268
Purchase chlorine	1,640	3,397
Gasoline and oil	7,891	9,849
Water billing charges	18,466	27,340
Dues and memberships	2,593	2,411
Post employment benefit obligation	75,041	40,574
	<hr/>	<hr/>
Total water department	9,978,099	9,815,427
	<hr/>	<hr/>
SEWER DEPARTMENT		
Salary - clerical	35,794	53,205
Wages - general labor	99,501	69,889
Purchase - new equipment	4,607	1,560
Material and supplies	1,766	5,349
Repair - equipment	10,003	1,578
Maintenance - sanitary sewers	17,990	288
Contingent expenses	182	-
Garage rentals	28,350	27,000
Post employment benefit obligation	23,015	10,209
	<hr/>	<hr/>
Total sewer department	221,208	169,078
	<hr/>	<hr/>
TOTAL OPERATING EXPENSES	\$ 10,199,307	\$ 9,984,505
	<hr/>	<hr/>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
SENIOR CITIZEN COMPLEX FUND
COMBINING STATEMENT OF NET POSITION
April 30, 2017 and 2016

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

	Heritage I	Heritage II	Eliminations	Totals	
				2017	2016
CURRENT ASSETS					
Temporary cash investments	\$ 179,495	\$ 4,179,175	\$ -	\$ 4,358,670	\$ 3,237,999
Prepaid insurance	923	1,835	-	2,758	12,318
Total current assets	<u>180,418</u>	<u>4,181,010</u>	<u>-</u>	<u>4,361,428</u>	<u>3,250,317</u>
RESTRICTED ASSETS					
Escrow deposits restricted for bond refunding	-	3,404,994	-	3,404,994	-
Temporary cash investments	247,559	716,524	-	964,083	965,684
Total restricted assets	<u>247,559</u>	<u>4,121,518</u>	<u>-</u>	<u>4,369,077</u>	<u>965,684</u>
PROPERTY, BUILDING AND EQUIPMENT, NET	<u>5,896,157</u>	<u>6,947,597</u>	<u>-</u>	<u>12,843,754</u>	<u>13,644,513</u>
OTHER ASSETS					
Deposits	192,047	1,000	-	193,047	193,442
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 6,516,181</u>	<u>\$ 15,251,125</u>	<u>\$ -</u>	<u>\$ 21,767,306</u>	<u>\$ 18,053,956</u>

LIABILITIES AND NET POSITION

CURRENT LIABILITIES					
Accrued interest payable	\$ 3,643	\$ 69,691	\$ -	\$ 73,334	\$ 77,850
Accounts payable	-	61,944	-	61,944	118,408
Current portion of general obligation bonds	13,571	3,471,071	-	3,484,642	163,500
Due to other funds	-	-	-	-	325,404
Security deposits	126,370	270,660	-	397,030	391,650
Total current liabilities	<u>143,584</u>	<u>3,873,366</u>	<u>-</u>	<u>4,016,950</u>	<u>1,076,812</u>
LONG-TERM LIABILITIES					
General obligation bonds (net of unamortized discount, premium and loss from extinguishment of debt)	<u>2,029,587</u>	<u>2,071,224</u>	<u>-</u>	<u>4,100,811</u>	<u>4,138,891</u>
Total liabilities	<u>2,173,171</u>	<u>5,944,590</u>	<u>-</u>	<u>8,117,761</u>	<u>5,215,703</u>
NET POSITION					
Net investment in capital assets	4,100,558	5,409,141	-	9,509,699	10,146,255
Unrestricted	242,452	3,897,394	-	4,139,846	2,691,998
Total net position	<u>4,343,010</u>	<u>9,306,535</u>	<u>-</u>	<u>13,649,545</u>	<u>12,838,253</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 6,516,181</u>	<u>\$ 15,251,125</u>	<u>\$ -</u>	<u>\$ 21,767,306</u>	<u>\$ 18,053,956</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, 2017
with Comparative Totals for the Year Ended April 30, 2016

	<u>Heritage I</u>	<u>Heritage II</u>	<u>Eliminations</u>	<u>Totals</u>	
				<u>2017</u>	<u>2016</u>
OPERATING REVENUES					
Rental income	\$ 1,486,645	\$ 3,104,785	\$ -	\$ 4,591,430	\$ 4,462,726
Other income	<u>13,389</u>	<u>49,875</u>	<u>-</u>	<u>63,264</u>	<u>57,595</u>
Total operating revenues	1,500,034	3,154,660	-	4,654,694	4,520,321
OPERATING EXPENSES	<u>1,108,536</u>	<u>2,142,845</u>	<u>-</u>	<u>3,251,381</u>	<u>2,793,109</u>
Operating income before depreciation	391,498	1,011,815	-	1,403,313	1,727,212
DEPRECIATION	<u>293,634</u>	<u>507,125</u>	<u>-</u>	<u>800,759</u>	<u>817,575</u>
Operating income	<u>97,864</u>	<u>504,690</u>	<u>-</u>	<u>602,554</u>	<u>909,637</u>
NON-OPERATING REVENUES (EXPENSES) AND TRANSFERS					
Bond issuance costs	(21,936)	(21,936)	-	(43,872)	-
Amortization of bond premium	714	1,590	-	2,304	2,304
Transfers out	(1,959,477)	(206,706)	1,977,290	(188,893)	-
Transfers in	697,219	1,897,889	(1,977,290)	617,818	806,082
Bond interest	<u>(32,416)</u>	<u>(146,203)</u>	<u>-</u>	<u>(178,619)</u>	<u>(186,714)</u>
Total non-operating revenues (expenses) and transfers	<u>(1,315,896)</u>	<u>1,524,634</u>	<u>-</u>	<u>208,738</u>	<u>621,672</u>
NET INCOME (LOSS)	(1,218,032)	2,029,324	-	811,292	1,531,309
NET POSITION, BEGINNING OF YEAR	<u>5,561,042</u>	<u>7,277,211</u>	<u>-</u>	<u>12,838,253</u>	<u>11,306,944</u>
NET POSITION, END OF YEAR	<u>\$ 4,343,010</u>	<u>\$ 9,306,535</u>	<u>\$ -</u>	<u>\$ 13,649,545</u>	<u>\$ 12,838,253</u>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
SENIOR CITIZEN COMPLEX FUND
COMBINING STATEMENT OF CASH FLOWS
For the Year Ended April 30, 2017
with Comparative Totals for the Year Ended April 30, 2016

	<u>Heritage I</u>	<u>Heritage II</u>	<u>Eliminations</u>	<u>Totals</u>	
	<u>2017</u>	<u>2016</u>			
CASH FLOWS FROM OPERATING ACTIVITIES					
Operating income	\$ 97,864	\$ 504,690	\$ -	\$ 602,554	\$ 909,637
Adjustments to reconcile operating income to net cash provided (used) by operating activities:					
Depreciation	293,634	507,125	-	800,759	817,575
Effects of changes in operating assets and liabilities:					
Due to other funds	(509,694)	184,291	-	(325,403)	89,178
Prepaid insurance	448	9,112	-	9,560	(8,225)
Deposits	395	-	-	395	(1,905)
Accounts payable	-	(56,464)	-	(56,464)	(385,768)
Security deposits	(1,670)	7,050	-	5,380	6,185
Net cash provided (used) by operating activities	<u>(119,023)</u>	<u>1,155,804</u>	<u>-</u>	<u>1,036,781</u>	<u>1,426,677</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES					
Operating transfer in	697,219	-	-	697,219	806,082
Operating transfer out	<u>(1,959,477)</u>	<u>1,691,182</u>	<u>-</u>	<u>(268,295)</u>	<u>-</u>
Net cash provided (used) by non-capital financing activities	<u>(1,262,258)</u>	<u>1,691,182</u>	<u>-</u>	<u>428,924</u>	<u>806,082</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchase of property, building and equipment	-	-	-	-	(820,141)
Purchase of escrow deposits for bond refunding	-	(3,404,994)	-	(3,404,994)	-
Principal payments on bonds payable	21,218	(105,503)	-	(84,285)	(1,942,268)
Proceeds from issuance of bonds payable	1,655,000	1,655,000	-	3,310,000	-
Interest paid on bonds	<u>(16,707)</u>	<u>(150,649)</u>	<u>-</u>	<u>(167,356)</u>	<u>(207,479)</u>
Net cash provided (used) by capital and related financing activities	<u>1,659,511</u>	<u>(2,006,146)</u>	<u>-</u>	<u>(346,635)</u>	<u>(2,969,888)</u>
NET INCREASE (DECREASE) IN TEMPORARY CASH INVESTMENTS	278,230	840,840	-	1,119,070	(737,129)
TEMPORARY CASH INVESTMENTS, BEGINNING OF YEAR	<u>148,824</u>	<u>4,054,859</u>	<u>-</u>	<u>4,203,683</u>	<u>4,940,812</u>
TEMPORARY CASH INVESTMENTS, END OF YEAR	<u>\$ 427,054</u>	<u>\$ 4,895,699</u>	<u>\$ -</u>	<u>\$ 5,322,753</u>	<u>\$ 4,203,683</u>

VILLAGE OF ALSIP, ILLINOIS
ENTERPRISE FUNDS
SENIOR CITIZEN COMPLEX FUND
COMBINING STATEMENT OF OPERATING EXPENSES
For the Year Ended April 30, 2017
with Comparative Totals for the Year Ended April 30, 2016

			Totals	
	Heritage I	Heritage II	2017	2016
Salaries	\$ 200,519	\$ 434,802	\$ 635,321	\$ 612,405
Repairs and maintenance	404,732	794,152	1,198,884	858,318
Management fee	89,199	186,287	275,486	267,763
Administrative fee	60,000	100,000	160,000	160,000
Decorating	30,956	182,922	213,878	144,281
Office supplies	3,898	1,800	5,698	10,762
Telephone	33,090	-	33,090	25,946
Utilities	145,315	225,739	371,054	354,360
Insurance	26,150	73,603	99,753	114,306
Scavenger	20,666	19,700	40,366	37,346
Pest control	6,350	20,922	27,272	24,349
Contingent expense	13,045	1,170	14,215	15,232
Payroll taxes	17,416	29,354	46,770	46,258
Uniforms	-	3,922	3,922	4,642
Union health/pension	57,200	68,472	125,672	117,141
TOTAL OPERATING EXPENSES	\$ 1,108,536	\$ 2,142,845	\$ 3,251,381	\$ 2,793,109

VILLAGE OF ALSIP, ILLINOIS
TRUST FUNDS
PENSION TRUST FUNDS
COMBINING STATEMENT OF PLAN NET POSITION
April 30, 2017
with Comparative Totals at April 30, 2016

	Pension Trust		Totals	
	Police Pension	Firemen's Pension	2017	2016
ASSETS				
Cash and cash equivalents	\$ 3,482,890	\$ 446,430	\$ 3,929,320	\$ 3,697,912
Receivables:				
Contributions	-	21,916	21,916	11,179
Accrued interest	42,334	57,519	99,853	105,987
Due from other funds	-	-	-	109,596
Investments, at fair value:				
U.S. Government securities	2,639,414	6,389,000	9,028,414	9,253,057
Corporate bonds and other	2,882,080	4,430,325	7,312,405	6,150,061
Mutual funds	9,877,653	13,925,811	23,803,464	19,147,655
Stocks	1,008,325	-	1,008,325	3,088,022
 Total assets	<u>19,932,696</u>	<u>25,271,001</u>	<u>45,203,697</u>	<u>41,563,469</u>
 LIABILITIES				
Accrued liabilities	12,910	-	12,910	21,381
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>81,401</u>
 Total liabilities	<u>12,910</u>	<u>-</u>	<u>12,910</u>	<u>102,782</u>
 NET POSITION				
Net position restricted for pensions	<u>\$ 19,919,786</u>	<u>\$ 25,271,001</u>	<u>\$ 45,190,787</u>	<u>\$ 41,460,687</u>

VILLAGE OF ALSIP, ILLINOIS
TRUST FUNDS
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN PLAN NET POSITION
For the Year Ended April, 30, 2017
with Comparative Totals for the Year Ended April, 30, 2016

	Pension Trust		Total	
	Police Pension	Firemen's Pension	2017	2016
ADDITIONS				
Contributions:				
Employer	\$ 2,572,942	\$ 1,694,818	\$ 4,267,760	\$ 3,930,273
Employee	402,465	294,101	696,566	664,270
Total contributions	<u>2,975,407</u>	<u>1,988,919</u>	<u>4,964,326</u>	<u>4,594,543</u>
Investment income:				
Net appreciation (depreciation) in fair value of investments	1,378,499	1,837,662	3,216,161	(847,838)
Dividends	162,514	96,990	259,504	442,598
Interest	230,413	218,716	449,129	441,150
Miscellaneous income	-	81,445	81,445	15
Total investment income	<u>1,771,426</u>	<u>2,234,813</u>	<u>4,006,239</u>	<u>35,925</u>
Less investment expense	<u>102,180</u>	<u>102,279</u>	<u>204,459</u>	<u>197,920</u>
Net investment income (loss)	<u>1,669,246</u>	<u>2,132,534</u>	<u>3,801,780</u>	<u>(161,995)</u>
Total additions	<u>4,644,653</u>	<u>4,121,453</u>	<u>8,766,106</u>	<u>4,432,548</u>
DEDUCTIONS				
Retirement benefits	2,572,699	1,136,597	3,709,296	3,525,779
Duty disability benefits	115,020	715,029	830,049	764,928
Surviving spouse benefits	119,951	183,678	303,629	303,629
Miscellaneous	<u>147,560</u>	<u>45,472</u>	<u>193,032</u>	<u>33,460</u>
Total deductions	<u>2,955,230</u>	<u>2,080,776</u>	<u>5,036,006</u>	<u>4,627,796</u>
NET INCREASE (DECREASE)	<u>1,689,423</u>	<u>2,040,677</u>	<u>3,730,100</u>	<u>(195,248)</u>
NET POSITION RESTRICTED FOR PENSION, BEGINNING OF YEAR	<u>18,230,363</u>	<u>23,230,324</u>	<u>41,460,687</u>	<u>41,655,935</u>
NET POSITION RESTRICTED FOR PENSION, END OF YEAR	<u>\$ 19,919,786</u>	<u>\$ 25,271,001</u>	<u>\$ 45,190,787</u>	<u>\$ 41,460,687</u>

VILLAGE OF ALSIP, ILLINOIS
SCHEDULE OF INSURANCE COVERAGE
April 30, 2017
(Unaudited)

<u>Insurance Company</u>	<u>Policy Number</u>	<u>Coverage Dates</u>	<u>Type of Coverage and Description</u>	<u>Limit</u>
Travelers	106098013	08-03-14/17	Firefighters Pension	\$1,000,000
Travelers	106098016	08-03-14/17	Police Pension	\$1,000,000
Travelers	105536704	02-20-17/18	Blanket Employee Crime Bond	\$250,000
AutoOwners	66307571	05-09-16/17	Public Official Bond Patrick Kitching	\$150,000
AutoOwners	66307776	5-11-16/17	Public Official Bond Deborah Vanhuizen	\$150,000
Safeco	32S390642	09-21-13/17	Notary Public Bond Deborah Vanhuizen	\$5,000
Safeco	32S390644	02-03-14/18	Notary Public Bond Sharon McDowell	\$5,000
Safeco	32S491955	04-21-16/20	Notary Public Bond Violet M. Regan	\$5,000
Safeco	32S492379	03-28-16/20	Notary Public Bond Sharon Szynalski	\$5,000
Safeco	6909423	08-01-14/18	Notary Public Bond Susan Bruesch	\$5,000
Safeco	32S491925	03-15-16/20	Notary Public Bond Alisa Bahr	\$5,000
Ohio Casualty Ins. Co.	32S390648	9/8/14/18	Notary Public Bond Maria Kolacki	\$5,000
Liberty Mutual	404019882	12-16-16/17	Public Official Bond Kent Oliven	\$150,000
I.P.R.F.	121	01-01-17-5/1/18	Workers Compensation	\$3,000,000
Catlin Indemnity Co.	CND-IL-MPK-875-000	05-01-16/17	Property (Village & Sr. Housing) General Liability Public Official Liability/Law Liability	Multiple Coverages
Catlin Indemnity Co.	CND-IL-MCA-876-000	05-01-16/17	Automobile	\$1,000,000
Catlin Indemnity Co.	CND-IL-MXS-877-000	05-01-16/17	Excess Liability	\$10,000,000
Lexington Ins. Co.	012834716-01	05-01-16/17	General Liability/Professional Liability	\$1,000,000
Kinsale Ins. Co.	0100038291-0	05-01-16/17	Earthquake	\$5,000,000
Aspen Specialty Co.	LP84009	05-01-16/17	Cyber Liability	\$1,000,000

VILLAGE OF ALSIP, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS EXTENDED BY FUNDS
AND ASSESSED VALUATION (UNAUDITED)
April 30, 2017

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Assessed valuation (tax year)	<u>\$ 548,725,983</u>	<u>\$ 510,949,666</u>	<u>\$ 491,782,726</u>	<u>\$ 470,501,161</u>	<u>\$ 493,231,381</u>
Tax rates:					
General	.7095	.7210	.7905	.8300	.8465
Police pension	.3827	.4205	.4745	.5363	.5470
Fire pension	.2582	.2897	.3128	.3536	.3606
Road and bridge	.1008	.1008	.1079	.1127	.1116
Debt service	.1765	.1770	.1779	.1771	.1448
Total - All Funds	<u>1.6277</u>	<u>1.7090</u>	<u>1.8635</u>	<u>2.0098</u>	<u>2.0105</u>
Tax levies:					
General	\$ 3,625,000	\$ 3,683,869	\$ 3,887,302	\$ 3,905,029	\$ 4,175,015
Police pension	1,955,290	2,148,485	2,333,349	2,523,500	2,697,970
Fire pension	1,319,515	1,480,436	1,538,355	1,663,655	1,778,678
Road and bridge	515,000	515,000	530,450	530,450	550,606
Debt service	901,978	904,156	874,884	833,407	714,015
Total - All Funds	<u>\$ 8,316,783</u>	<u>\$ 8,731,946</u>	<u>\$ 9,164,340</u>	<u>\$ 9,456,041</u>	<u>\$ 9,916,284</u>
Collections:					
General	\$ 3,468,898	\$ 3,529,671	\$ 3,600,282	3,712,576	\$ 2,131,581
Police pension	1,876,790	2,076,957	2,266,660	2,428,915	1,331,649
Fire pension	1,265,239	1,430,655	1,493,289	1,599,459	877,847
Road and bridge	492,822	505,035	506,485	504,305	281,116
Debt service	837,998	873,093	835,226	792,334	362,192
Total - All Funds	<u>\$ 7,941,747</u>	<u>\$ 8,415,411</u>	<u>\$ 8,701,942</u>	<u>\$ 9,037,589</u>	<u>\$ 4,984,385</u>
Percentage of levies collected	<u>95.5%</u>	<u>96.4%</u>	<u>95.0%</u>	<u>95.6%</u>	<u>50.3%</u>
Township levies	<u>\$ 65,847</u>	<u>\$ 65,847</u>	<u>\$ 85,000</u>	<u>\$ 85,000</u>	<u>\$ 88,261</u>
Collections	<u>\$ 61,468</u>	<u>\$ 65,847</u>	<u>\$ 84,693</u>	<u>\$ 84,555</u>	<u>\$ 47,116</u>
Percentage of collections	<u>93.3%</u>	<u>100.0%</u>	<u>99.6%</u>	<u>99.5%</u>	<u>53.4%</u>
Special service areas levies	<u>\$ 25,998</u>	<u>\$ 24,760</u>	<u>\$ 24,760</u>	<u>\$ -</u>	<u>\$ -</u>
Collections	<u>\$ 25,998</u>	<u>\$ 24,760</u>	<u>\$ 6,255</u>	<u>\$ -</u>	<u>\$ -</u>
Percentage of collections	<u>100.0%</u>	<u>100.0%</u>	<u>25.3%</u>	<u>0.0%</u>	<u>0.0%</u>
Tax increment levies	<u>\$ 954,000</u>	<u>\$ 944,000</u>	<u>\$ 1,200,000</u>	<u>\$ 1,200,000</u>	<u>\$ 1,031,241</u>
Collections	<u>\$ 954,000</u>	<u>\$ 944,000</u>	<u>\$ 1,187,463</u>	<u>\$ 1,195,785</u>	<u>\$ 633,181</u>
Percentage of collections	<u>100.0%</u>	<u>100.0%</u>	<u>99.0%</u>	<u>99.6%</u>	<u>61.4%</u>

STATISTICAL SECTION (UNAUDITED)

This part of the Village's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health

Financial Trends:

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time 126-130

Revenue Capacity:

These schedules contain information to help the reader assess the government's most significant local revenue source, property tax 131-134

Debt Capacity:

These schedules present information to help assess the affordability of the government's current level of outstanding debt and the government's ability to issue additional debt in the future..... 135-139

Demographic and Economic Information:

These schedules help the reader understand the environment within which the government's financial activities take place 140-142

Operating Information:

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs 143-145

Village of Alsip
Net Position by Component
Last Ten Fiscal Years (Unaudited)
(accrual basis of accounting)

	Fiscal Year									
	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09	FY08
Governmental Activities										
Net Investment in Capital Assets	\$ 8,409,663	\$ 7,714,910	\$ 6,810,341	\$ 7,374,989	\$ 6,609,013	\$ 5,084,808	\$ 3,822,442	\$ 1,640,407	\$ 5,543,710	\$ 4,119,416
Restricted	11,456,720	11,837,367	11,636,558	10,348,270	9,189,899	9,785,086	8,085,839	9,696,892	6,323,685	7,127,175
Unrestricted	(44,800,427)	(43,470,953)	5,097,812	5,393,770	5,026,313	3,227,770	3,126,860	(7,177,421)	(5,172,561)	(3,761,086)
Total Governmental										
Activities Net Position	\$ (24,934,044)	\$ (23,918,676)	\$ 23,544,711	\$ 23,117,029	\$ 20,825,225	\$ 18,097,664	\$ 15,035,141	\$ 4,159,878	\$ 6,694,834	\$ 7,485,505
Business-Type Activities										
Net Investment in Capital Assets	20,722,393	22,277,214	18,867,242	19,257,458	23,108,772	19,897,961	18,752,553	16,379,523	17,787,197	17,179,658
Unrestricted	5,377,618	2,706,110	4,865,926	5,834,550	3,281,194	6,756,614	7,395,602	9,952,608	7,440,754	7,000,308
Total Business-Type										
Activities Net Position	\$ 26,100,011	\$ 24,983,324	\$ 23,733,168	\$ 25,092,008	\$ 26,389,966	\$ 26,654,575	\$ 26,148,155	\$ 26,332,131	\$ 25,227,951	\$ 24,179,966
Primary Government										
Net Investment in Capital Assets	29,132,056	29,992,124	25,677,583	26,632,447	29,717,785	24,982,769	22,574,995	18,019,930	23,330,907	21,299,074
Restricted	11,456,720	11,837,367	11,636,558	10,348,270	9,189,899	9,785,086	8,085,839	9,696,892	6,323,685	7,127,175
Unrestricted	(39,422,809)	(40,764,843)	9,963,738	11,228,320	8,307,507	9,984,384	10,522,462	2,775,187	2,268,193	3,239,222
Total Primary Government										
Net Position	\$ 1,165,967	\$ 1,064,648	\$ 47,277,879	\$ 48,209,037	\$ 47,215,191	\$ 44,752,239	\$ 41,183,296	\$ 30,492,009	\$ 31,922,785	\$ 31,665,471

Data Source: Audited Financial Statements

Village of Alsip
Changes in Net Position
Last Ten Fiscal Years (Unaudited)
(accrual basis of accounting)

	Fiscal Year									
Expenses	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09	FY08
Governmental Activities:										
General Government	\$ 3,605,492	\$ 3,643,891	\$ 3,761,780	\$ 2,527,227	\$ 2,148,786	\$ 1,615,710	\$ 1,503,353	\$ 2,143,958	\$ 2,181,577	\$ 2,608,107
Public Safety	19,860,868	19,337,667	15,754,601	15,338,829	14,157,775	13,438,075	12,918,460	15,886,565	15,283,508	14,032,237
Highways and Streets	3,326,466	3,278,020	3,315,801	2,423,364	2,760,221	2,839,980	2,867,558	3,293,642	3,259,425	3,221,503
Building	313,605	405,229	480,781	40,083	242,235	335,178	303,921	346,210	317,676	127,802
Health and Welfare	1,259,593	1,289,995	1,310,930	1,249,782	1,183,432	1,138,503	1,137,798	1,096,076	1,049,063	869,770
Other	42,731	159,917	350,049	19,539	77,607	162,202	17,918	56,882	34,776	24,747
Interest	456,663	325,151	355,624	521,657	429,452	517,994	677,932	595,045	643,878	717,031
Total Governmental Activities	\$28,865,418	\$28,439,870	\$25,329,566	\$22,120,481	\$20,999,508	\$20,047,642	\$19,426,940	\$23,418,378	\$22,769,903	\$21,601,197
Business-type Activities:										
Water	\$ 11,447,443	\$ 10,869,261	\$ 12,007,569	\$ 11,899,218	\$ 10,021,742	\$ 8,075,930	\$ 8,334,540	\$ 7,980,210	\$ 6,715,330	\$ 6,523,644
Sewer	473,625	189,374	266,208	183,390	207,981	200,400	255,367	221,278	159,976	177,046
Senior Citizen Complexes	4,274,631	3,797,397	3,891,112	4,158,507	3,353,314	3,377,985	3,595,449	3,097,468	3,066,324	3,105,740
Total Business-type Activities	\$16,195,699	\$14,856,032	\$16,164,889	\$16,241,115	\$13,583,037	\$11,654,315	\$12,185,356	\$11,298,956	\$9,941,630	\$9,806,430
Total Expenses	\$45,061,117	\$43,295,902	\$41,494,455	\$38,361,596	\$34,582,545	\$31,701,957	\$31,612,296	\$34,717,334	\$32,711,533	\$31,407,627
Program Revenues										
Governmental Activities:										
Charges for services										
General Government	\$ 1,150,131	\$ 1,310,130	\$ 964,988	\$ 951,796	\$ 917,990	\$ 867,180	\$ 837,596	\$ 711,211	\$ 688,155	\$ 716,935
Public Safety	2,053,990	1,937,697	1,603,393	1,764,951	1,610,874	1,423,373	1,737,572	1,879,829	1,552,158	1,400,733
Highways and Streets	567,984	496,279	571,946	609,766	573,971	581,181	593,152	569,652	452,754	444,938
Building	71,858	106,148	86,399	73,647	73,506	70,945	58,261	73,801	72,315	95,872
Health and Welfare	681,683	642,572	605,542	591,726	562,738	547,336	522,530	507,118	88,174	75,902
Other	0	0	0	0	0	0	0	0	0	0
Operating grants and contributions	66,077	87,577	76,564	62,103	127,816	38,873	71,395	179,810	172,188	206,589
Capital grants and contributions	0	0	0	0	0	0	0	0	0	0
Total Governmental Activities	\$4,591,723	\$4,580,403	\$3,908,832	\$4,053,989	\$3,866,895	\$3,528,888	\$3,820,506	\$3,921,421	\$3,025,744	\$2,940,969
Business-type Activity-										
Charges for services										
Water	\$ 11,403,637	\$ 10,629,891	\$ 9,904,413	\$ 10,348,108	\$ 9,496,481	\$ 8,050,846	\$ 7,890,434	\$ 7,539,133	\$ 6,957,161	\$ 6,802,751
Sewer	701,110	703,753	682,661	757,270	758,780	769,497	759,519	719,858	668,962	729,935
Senior Citizen Complexes	4,654,694	4,520,321	4,352,807	4,027,660	3,897,719	3,883,257	3,939,219	3,807,656	3,728,723	3,787,406
Operating grants and contributions	0	0	0	0	0	0	0	0	0	0
Capital grants and contributions	0	0	0	0	0	0	0	0	0	0
Total Business-type Activity	\$16,759,441	\$15,853,965	\$14,939,881	\$15,133,038	\$14,152,980	\$12,703,600	\$12,589,172	\$12,066,647	\$11,354,846	\$11,320,092
Total Program Revenues	\$21,351,164	\$20,434,368	\$18,848,713	\$19,187,027	\$18,019,875	\$16,232,488	\$16,409,678	\$15,988,068	\$14,380,590	\$14,261,061
Net (Expense)/Revenue										
Governmental Activities	(\$24,273,695)	(\$23,859,467)	(\$21,420,734)	(\$18,066,492)	(\$17,132,613)	(\$16,518,754)	(\$15,606,434)	(\$19,496,957)	(\$19,744,159)	(\$18,660,228)
Business-type Activity	563,742	997,933	(1,225,008)	(1,108,077)	569,943	1,049,285	403,816	767,691	1,413,216	1,513,662
Total Net Expense	(\$23,709,953)	(\$22,861,534)	(\$22,645,742)	(\$19,174,569)	(\$16,562,670)	(\$15,469,469)	(\$15,202,618)	(\$18,729,266)	(\$18,330,943)	(\$17,146,566)

Data Source: Audited Financial Statements

Village of Alsip
Changes in Net Position (continued)
Last Ten Fiscal Years (Unaudited)
(accrual basis of accounting)

	Fiscal Year									
	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09	FY08
General Revenues										
Governmental Activities:										
Property Taxes	\$ 10,788,933	\$ 10,255,977	\$ 9,871,284	\$ 9,318,749	\$ 8,872,061	\$ 9,075,729	\$ 8,443,290	\$ 8,192,968	\$ 8,077,611	\$ 6,400,377
Sales Tax	6,263,159	5,846,687	5,701,348	5,666,029	5,572,201	5,358,896	5,118,425	4,878,102	5,713,529	6,038,699
State Income Taxes	2,302,666	2,400,553	2,369,241	2,223,042	2,287,977	1,927,104	1,821,844	1,729,425	1,984,948	2,133,332
Fuel Use Taxes	1,628,465	1,138,049	993,487	786,265	663,633	638,342	669,964	525,994	563,071	541,784
Motor Fuel Taxes	488,604	493,084	472,424	475,907	459,034	477,655	584,666	497,800	514,731	550,678
Replacement Taxes	397,023	378,327	383,040	374,201	349,094	330,457	384,772	335,224	366,826	424,808
Real Estate Transfer Taxes	602,027	329,903	288,946	169,163	193,655	88,243	106,477	173,112	132,440	312,028
Other Taxes	873,938	889,572	846,251	771,228	702,285	752,762	690,090	558,623	423,713	398,700
Unrestricted Interest/Investment Earnings	53,555	20,633	14,590	3,768	13,452	31,348	57,360	42,966	92,831	271,108
Other	386,382	350,492	763,805	337,944	348,639	305,334	338,046	274,669	609,672	662,456
Transfers in/out	(526,425)	(686,082)	144,000	232,000	398,143	595,407	657,175	265,457	474,116	403,901
Special Item	0	0	0	0	0	0	0	0	0	0
Total general revenues, transfers, and special item	\$23,258,327	\$21,417,195	\$21,848,416	\$20,358,296	\$19,860,174	\$19,581,277	\$18,872,109	\$17,474,340	\$18,953,488	\$18,137,871
Business-type Activity-										
Unrestricted Interest/Investment Earnings	\$ 519	\$ 792	\$ 734	\$ 415	\$ 7,402	\$ 27,751	\$ 54,389	\$ 57,556	\$ 101,277	\$ 257,212
Other	26,001	11,526	9,434	41,704	10,127	24,791	14,994	32,051	7,608	20,233
Transfers in/out	526,425	686,082	(144,000)	(232,000)	(398,143)	(595,407)	(657,175)	(265,457)	(474,116)	(403,901)
Total Business-type activities	\$552,945	\$698,400	(\$133,832)	(\$189,881)	(\$380,614)	(\$542,865)	(\$587,792)	(\$175,850)	(\$365,231)	(\$126,456)
Total primary government	\$23,811,272	\$22,115,595	\$21,714,584	\$20,168,415	\$19,479,560	\$19,038,412	\$18,284,317	\$17,298,490	\$18,588,257	\$18,011,415
Change in Net Position (formally Net Assets)										
Governmental Activities	(\$1,015,368)	(\$2,442,272)	\$427,682	\$2,291,804	\$2,727,561	\$3,062,523	\$3,265,675	(\$2,022,617)	(\$790,671)	(\$522,357)
Business-type Activity	1,116,687	1,696,333	(1,358,840)	(1,297,958)	189,329	506,420	(183,976)	591,841	1,047,985	1,387,206
Total Change in Net Position	\$101,319	(\$745,939)	(\$931,158)	\$993,846	\$2,916,890	\$3,568,943	\$3,081,699	(\$1,430,776)	\$257,314	\$864,849

Data Source: Audited Financial Statements

Village of Alsip
Fund Balances of Governmental Funds
Last Ten Fiscal Years (Unaudited)
(modified accrual basis of accounting)

	Fiscal Year									
	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09	FY08
General Fund										
Reserved (pre-GASB 54)	n/a	n/a	n/a	n/a	n/a	n/a	\$ 239,108	\$ 140,316	\$ 42,331	\$ 66,817
Unreserved (pre-GASB 54)	n/a	n/a	n/a	n/a	n/a	n/a	7,468,309	5,173,158	5,274,658	4,335,154
Nonspendable	\$ 68,358	\$ 60,307	\$ 57,809	\$ 50,568	\$ 51,315	\$ 38,846	n/a	n/a	n/a	n/a
Restricted	227,909	223,002	220,785	213,841	104,970	104,970	n/a	n/a	n/a	n/a
Committed	0	0	0	0	0	0	n/a	n/a	n/a	n/a
Assigned	3,328,089	2,290,401	1,959,321	1,653,106	1,335,972	990,069	n/a	n/a	n/a	n/a
Unassigned	11,142,732	10,252,717	10,119,323	9,181,622	10,308,120	8,950,412	n/a	n/a	n/a	n/a
Total General Fund	<u>\$14,767,088</u>	<u>\$12,826,427</u>	<u>\$12,357,238</u>	<u>\$11,099,137</u>	<u>\$11,800,377</u>	<u>\$10,084,297</u>	<u>\$7,707,417</u>	<u>\$5,313,474</u>	<u>\$5,316,989</u>	<u>\$4,401,971</u>
All Other Governmental Funds										
Reserved (pre-GASB 54)	n/a	n/a	n/a	n/a	n/a	n/a	\$ 7,846,731	\$ 9,556,576	\$ 6,281,354	\$ 7,060,358
Unreserved (pre-GASB 54)	n/a	n/a	n/a	n/a	n/a	n/a	387,392	(251,246)	(419,470)	(311,075)
Nonspendable	\$ -	\$ 28,325	\$ 26,542	\$ 25,820	\$ 3,341	\$ 3,123	n/a	n/a	n/a	n/a
Restricted	13,732,235	10,689,686	11,415,773	10,134,429	9,084,929	9,680,116	n/a	n/a	n/a	n/a
Committed:	0	0	0	0	0	0	n/a	n/a	n/a	n/a
Assigned	0	0	0	240,957	0	0	n/a	n/a	n/a	n/a
Unassigned	0	0	0	0	(1,404,228)	(1,575,643)	n/a	n/a	n/a	n/a
Total all other governmental funds	<u>\$13,732,235</u>	<u>\$10,718,011</u>	<u>\$11,442,315</u>	<u>\$10,401,206</u>	<u>\$7,684,042</u>	<u>\$8,107,596</u>	<u>\$8,234,123</u>	<u>\$9,305,330</u>	<u>\$5,861,884</u>	<u>\$6,749,283</u>

Data Source: Audited Financial Statements

Village of Alsip
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years (Unaudited)
(modified accrual basis of accounting)

	Fiscal Year									
	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09	FY08
REVENUES										
Taxes	\$ 23,287,618	\$ 21,804,140	\$ 20,763,489	\$ 19,686,561	\$ 18,846,721	\$ 18,800,400	\$ 17,948,966	\$ 16,489,152	\$ 17,479,956	\$ 16,367,286
Fines and forfeitures	758,766	686,771	418,127	473,739	431,330	362,579	495,422	442,297	444,597	326,859
Licenses and Permits	1,199,142	1,228,596	1,153,994	1,242,732	1,249,548	1,129,811	1,250,991	1,306,790	1,105,289	1,181,651
Grants	66,077	87,577	76,564	62,103	127,816	38,873	71,395	179,810	172,188	206,589
Charges for Services	681,683	642,572	605,642	591,726	562,738	547,336	522,530	507,118	88,174	75,902
Investment Income	53,556	20,633	14,589	3,768	13,452	31,347	57,360	42,966	92,831	271,108
Miscellaneous	2,218,522	2,283,377	2,645,064	2,030,741	1,868,472	1,772,558	4,083,418	4,530,299	5,106,994	4,744,910
Total Revenues	\$28,265,364	\$26,753,666	\$25,677,469	\$24,091,370	\$23,100,077	\$22,682,904	\$24,430,082	\$23,498,432	\$24,490,029	\$23,174,305
EXPENDITURES										
Current:										
General Government	\$ 2,072,866	\$ 2,339,242	\$ 1,595,194	\$ 1,556,367	\$ 1,321,430	\$ 1,052,539	\$ 892,035	\$ 1,380,782	\$ 2,062,680	\$ 2,241,598
Public Safety	13,775,525	13,326,133	12,817,434	11,963,500	11,265,350	11,081,629	10,405,279	10,635,395	10,290,742	9,882,179
Highways and Streets	2,744,585	2,635,995	3,915,189	1,803,822	1,709,994	1,660,837	1,427,191	1,771,821	2,351,239	2,462,817
Building	229,336	238,930	229,750	218,364	217,836	209,680	194,457	214,956	205,640	215,747
Health and Environmental Control	1,225,422	1,260,930	1,257,568	1,228,697	1,164,184	1,120,624	1,121,186	1,076,960	1,028,671	855,404
Insurance	3,992,123	3,780,468	3,063,910	3,066,959	2,937,049	2,663,223	4,894,774	6,152,360	6,647,830	5,947,634
Drainage and Storm Sewers	15,481	22,031	33,652	2,221	2,665	6,276	3,556	6,021	12,800	5,487
Forestry Maintenance	27,250	137,886	316,397	76,139	22,315	32,971	14,362	19,551	21,976	19,260
Miscellaneous	696,956	648,521	1,131,132	361,574	238,533	64,048	545,362	159,082	68,004	56,518
Debt Service:										
Principal Retirement	1,057,080	1,739,041	1,305,017	1,500,863	1,943,207	1,981,493	2,005,689	1,913,270	1,907,075	2,070,276
Bond Issuance Costs	n/a	n/a	18,790	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Interest and Fiscal Charges	372,916	304,665	304,354	353,649	405,595	467,712	705,380	552,911	622,776	694,723
Capital Outlay	84,066	83,911	146,728	245,073	997,189	1,025,418	1,738,797	0	0	0
Total Expenditures	\$26,293,606	\$26,517,753	\$26,135,115	\$22,377,228	\$22,225,347	\$21,366,450	\$23,948,068	\$23,883,109	\$25,219,433	\$24,451,643
Excess (Deficiency) of Revenues Over Expenditures	\$1,971,758	\$235,913	(\$457,646)	\$1,714,142	\$874,730	\$1,316,454	\$482,014	(\$384,677)	(\$729,404)	(\$1,277,338)
OTHER FINANCING SOURCES (USES)										
Loan Proceeds	\$ 4,165,000	\$ 187,924	\$ 2,513,705	\$ 58,822	\$ -	\$ 306,656	\$ -	\$ 72,000	\$ 270,500	\$ 195,000
General Obligation Bonds Issued	0	0	0	0	0	0	0	0	0	0
Bond Premium	174,737	0	84,291	0	0	0	0	0	0	0
Refunding Bonds Issued	0	0	0	0	0	0	3,666,078	3,944,671	0	0
Payment to Refunded Bond Escrow Agent	(840,000)	0	0	0	0	0	(3,482,531)	0	0	0
Transfers In	866,793	400,000	595,400	2,819,505	1,261,890	4,545,035	3,282,227	1,236,349	1,525,222	1,387,405
Transfers Out	(1,393,218)	(1,086,082)	(451,400)	(2,587,505)	(863,747)	(3,949,628)	(2,625,052)	(970,892)	(1,051,106)	(983,504)
Sale of Village Property	9,815	7,130	14,860	10,960	19,653	31,836	0	54,819	12,407	80,541
Total Other Financing Sources (Uses)	\$2,983,127	(\$491,028)	\$2,756,856	\$301,782	\$417,796	\$933,899	\$840,722	\$4,336,947	\$757,023	\$679,442
Net Change in Fund Balances	\$4,954,885	(\$255,115)	\$2,299,210	\$2,015,924	\$1,292,526	\$2,250,353	\$1,322,736	\$3,952,270	\$27,619	(\$597,896)
Debt Service as a Percentage of Noncapital Expenditures	5.29%	7.49%	6.39%	8.12%	10.68%	11.27%	11.33%	9.60%	9.92%	11.19%

Prior to FY11, Capital Outlays were listed in other categories

Prior to GASB Statement 65, bond issuance costs were amortized rather than expensed.

Data Source: Audited Financial Statements

Village of Alsip
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years (Unaudited)

Tax Levy Year	Residential Property	Farm Valuation	Commercial Property	Industrial Property	Railroad Valuation	Total Taxable Equalized Assessed Value	Total Direct Tax Rate ⁽¹⁾	Estimated Actual Taxable Value	Ratio of Total Assess Value to Total Estimated Actual Value
2016	189,073,871	5,002	97,500,051	206,070,068	582,389	493,231,381	2.0105	1,479,694,143	33.33%
2015	182,379,631	4,852	91,773,307	195,750,079	593,292	470,501,161	2.0097	1,411,503,483	33.33%
2014	188,032,931	4,915	96,490,972	206,717,346	536,562	491,782,726	1.8282	1,475,348,178	33.33%
2013	194,134,661	5,130	93,158,534	223,122,716	528,636	510,949,677	1.7090	1,532,849,031	33.33%
2012	208,598,310	5,130	99,063,666	240,491,245	567,632	548,725,983	1.5157	1,646,177,949	33.33%
2011	228,931,604	5,130	106,227,344	263,068,560	592,229	598,824,867	1.3279	1,796,474,601	33.33%
2010	282,126,493	5,130	127,115,067	312,466,448	450,612	722,163,750	1.1011	2,166,491,250	33.33%
2009	272,370,975	5,130	137,556,491	339,553,971	449,827	749,936,394	0.9853	2,249,809,182	33.33%
2008	255,634,031	3,030	152,313,683	393,569,332	417,024	801,937,100	0.8325	2,405,811,300	33.33%
2007	228,170,353	3,030	130,902,566	351,258,844	423,505	710,758,298	0.8724	2,132,274,894	33.33%

Source: Office of the County Clerk, Tax Extension Division

Note: Property in the county is reassessed every three years. In general, property is assessed at 33% of actual value, but some other temporary tax incentives exist.
In general, property is assessed at 33% of actual value, but some other temporary tax incentives exist.
EAVs shown are less exemptions

⁽¹⁾ Total Direct Tax Rate reflects is the Village only rate.

**Village of Alsip
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years (Unaudited)**

Tax Levy Year	Village of Alsip ⁽¹⁾				Overlapping Rates									Total Direct and Overlapping
	Operating	Public Safety Pensions	Debt Service	Total Village Direct Rate	School Districts	Cook County	Cook County Forest Preserve	Worth Township	Alsip Park District ⁽⁶⁾	Alsip-Merrionette Park Public Library District ⁽⁷⁾	MWRD	Total Other Levies ⁽⁸⁾		
2016	0.958	0.908	0.145	2.011	9.536 ⁽²⁾ 9.952 ⁽³⁾ 10.561 ⁽⁴⁾ 7.716 ⁽⁵⁾	0.533	0.063	0.078	0.591	0.539	0.406	0.073	13.830 ⁽²⁾ 14.246 ⁽³⁾ 14.855 ⁽⁴⁾ 12.010 ⁽⁵⁾	
2015	0.943	0.890	0.177	2.010	9.990 ⁽²⁾ 10.171 ⁽³⁾ 10.877 ⁽⁴⁾ 7.950 ⁽⁵⁾	0.552	0.069	0.078	0.615	0.563	0.426	0.110	14.413 ⁽²⁾ 14.594 ⁽³⁾ 15.300 ⁽⁴⁾ 12.373 ⁽⁵⁾	
2014	0.872	0.787	0.169	1.828	9.462 ⁽²⁾ 9.753 ⁽³⁾ 10.387 ⁽⁴⁾ 7.588 ⁽⁵⁾	0.568	0.069	0.076	0.585	0.531	0.430	0.074	13.623 ⁽²⁾ 13.914 ⁽³⁾ 14.548 ⁽⁴⁾ 11.749 ⁽⁵⁾	
2013	0.822	0.710	0.177	1.709	8.919 ⁽²⁾ 8.975 ⁽³⁾ 9.665 ⁽⁴⁾ 7.151 ⁽⁵⁾	0.560	0.069	0.073	0.552	0.499	0.417	0.100	12.898 ⁽²⁾ 12.954 ⁽³⁾ 13.644 ⁽⁴⁾ 11.130 ⁽⁵⁾	
2012	0.755	0.597	0.164	1.516	8.158 ⁽²⁾ 8.264 ⁽³⁾ 8.805 ⁽⁴⁾ 6.543 ⁽⁵⁾	0.531	0.063	0.068	0.495	0.455	0.370	0.064	11.720 ⁽²⁾ 11.826 ⁽³⁾ 12.367 ⁽⁴⁾ 10.105 ⁽⁵⁾	
2011	0.681	0.508	0.138	1.328	7.158 ⁽²⁾ 7.310 ⁽³⁾ 7.840 ⁽⁴⁾ 5.808 ⁽⁵⁾	0.462	0.058	0.060	0.453	0.404	0.320	0.082	10.325 ⁽²⁾ 10.477 ⁽³⁾ 11.007 ⁽⁴⁾ 8.975 ⁽⁵⁾	
2010	0.496	0.413	0.192	1.101	5.867 ⁽²⁾ 6.018 ⁽³⁾ 6.422 ⁽⁴⁾ 4.705 ⁽⁵⁾	0.423	0.051	0.050	0.377	0.330	0.274	0.048	8.521 ⁽²⁾ 8.672 ⁽³⁾ 9.076 ⁽⁴⁾ 7.359 ⁽⁵⁾	
2009	0.438	0.385	0.162	0.985	5.569 ⁽²⁾ 5.786 ⁽³⁾ 6.134 ⁽⁴⁾ 4.525 ⁽⁵⁾	0.394	0.049	0.048	0.357	0.308	0.261	0.066	8.037 ⁽²⁾ 8.254 ⁽³⁾ 8.602 ⁽⁴⁾ 6.993 ⁽⁵⁾	
2008	0.366	0.321	0.145	0.833	5.300 ⁽²⁾ 5.773 ⁽³⁾ 6.002 ⁽⁴⁾ 4.601 ⁽⁵⁾	0.415	0.051	0.048	0.310	0.286	0.252	0.045	7.540 ⁽²⁾ 8.013 ⁽³⁾ 8.242 ⁽⁴⁾ 6.841 ⁽⁵⁾	
2007	0.413	0.267	0.192	0.872	5.414 ⁽²⁾ 6.018 ⁽³⁾ 6.491 ⁽⁴⁾ 4.974 ⁽⁵⁾	0.446	0.053	0.052	0.338	0.308	0.263	0.058	7.804 ⁽²⁾ 8.408 ⁽³⁾ 8.881 ⁽⁴⁾ 7.364 ⁽⁵⁾	

⁽¹⁾ Operating consists of Corporate and Street & Bridge levies. Public Safety Pensions consists of Police and Fire pensions.

⁽²⁾ Community College District #524, Community High School District 218, & School District 126

⁽³⁾ Community College District #524, Community High School District 218, & School District 125

⁽⁴⁾ Community College District #524, Community High School District 218, & School District 130

⁽⁵⁾ Community College District #524, Community High School District 218, & School District 128

⁽⁶⁾ A small portion of the Village is represented by the Blue Island Park District or the Worth Park District instead of the Alsip Park District.

⁽⁷⁾ A small portion of the Village is represented by the William Leonard Public Library District or no library district instead of the Alsip-Merrionette Park Public Library District.

⁽⁸⁾ Includes the levies for South Cook County Mosquito Abatement District, General Assistance, Road and Bridge, and for the 2006 levy, the TB Sanitarium District.

Does not include the small portion of the Village covered by the Garden Homes Sanitary District.

Source: Cook County Clerk's Office

Village of Alsip
Principal Property Taxpayers
Most Recent Tax Year and Nine Years Ago (Unaudited)

Taxpayer	2016			2007		
	Taxable Equalized Assessed Value	Rank	Percentage of Total Village Equalized Assessed Value	Taxable Equalized Assessed Value	Rank	Percentage of Total Village Equalized Assessed Value
Cabo & IV IL1MO3 LLC	\$11,665,595	1	2.37%			
Patriot Alsip	8,289,452	2	1.68%	\$11,201,624	5	1.58%
CenterPoint Properties	7,841,232	3	1.59%	28,553,458	1	4.02%
The Coca Cola Company	7,694,414	4	1.56%	11,796,008	3	1.66%
Bigs Mortgage LLC	6,339,734	5	1.29%			
Public Storage	6,035,912	6	1.22%			
Greif, Inc.	5,202,473	7	1.05%	7,394,120	8	1.04%
Prologis USLV TRS1 LLC	5,158,185	8	1.05%			
Home Depot	4,597,825	9	0.93%			
Griffith Foods	4,456,796	10	0.90%			
Manheim Services Corp				14,886,483	2	2.09%
Crane & Norcross				11,506,323	4	1.62%
CBRE Investors				8,607,388	6	1.21%
First Industrial LP				7,678,513	7	1.08%
Berry Plastics Corp				7,039,304	9	0.99%
Anixter Inc				6,872,737	10	0.97%
	<u>67,281,619</u>		<u>13.64%</u>	<u>115,535,957</u>		<u>16.26%</u>

Source: Office of the County Clerk, Tax Extension Division

Every effort has been made to seek out and report the largest taxpayers.
Many taxpayers own or maintain multiple parcels under various names and it
is possible that some parcels and their valuations may have been omitted.

**Village of Alsip
Property Tax Levies and Collections
Last Ten Fiscal Years (Unaudited)**

Levy Year	Tax Levied	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date Through 4/30/17	
		Amount Collected	Percentage of Levy		Amount Collected	Percentage of Levy
2016	\$9,870,089	\$4,952,934	50.18%	n/a	\$4,952,934	50.18%
2015	9,425,226	4,646,611	49.30%	4,689,903	9,336,514	99.06%
2014	8,973,796	n/a	n/a	n/a	8,819,731	98.28%
2013	8,715,535	n/a	n/a	n/a	8,567,144	98.30%
2012	8,303,734	n/a	n/a	n/a	8,079,220	97.30%
2011	7,935,015	n/a	n/a	n/a	7,698,382	97.02%
2010	7,946,440	n/a	n/a	n/a	7,606,051	95.72%
2009	7,377,759	n/a	n/a	n/a	6,955,498	94.28%
2008	6,661,176	n/a	n/a	n/a	6,342,471	95.22%
2007	6,189,540	n/a	n/a	n/a	5,993,827	96.84%

Source: Cook County Clerk's Tax Extension Office and the Cook County Treasurer

Property is assessed at 33 1/3 % of actual value by State Statute.

Includes levies for general government (Corporate), debt service, police pension, fire pension, and street & bridge.

Excludes municipal share of township road and bridge levy, which is not under the levy authority or control of the Village.

Excludes tax increment financing (TIF) receipts, which are not levied for.

Cook County Treasurer's Office does not have a report which shows levies collected within the fiscal year of the levies.

Therefore, this information is not available (n/a) for tax levy years 2014 and prior, but will be on a going forward basis.

Village of Alsip
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years (Unaudited)

Fiscal Year	General	Installment Notes	Other	General	Installment Notes	Total Outstanding Debt	Total Outstanding Debt As A Percentage of	Population ⁽²⁾	Debt per Capita
	Obligation Bonds ⁽¹⁾		Long Term Liabilities	Obligation Bonds			Personal Income ⁽²⁾		
	Governmental Activities			Business- Type Activities					
FY17	\$9,468,674	\$1,193,631	\$244,408	\$12,853,120	\$2,407,648	\$26,167,481	5.76%	19,158	1,366
FY16	6,847,209	1,482,771	244,408	12,701,487	2,543,857	23,819,732	5.24%	19,346	1,231
FY15	8,316,460	1,583,294	244,408	12,191,610	2,678,379	25,014,151	5.45%	19,427	1,288
FY14	8,036,624	583,544	244,408	11,555,665	2,802,592	23,222,833	5.04%	19,452	1,194
FY13	8,996,541	669,470	244,408	11,912,777	2,690,581	24,513,777	5.18%	19,411	1,263
FY12	10,748,789	322,365	244,408	12,260,725	0	23,576,287	4.82%	19,346	1,219
FY11	12,510,689	166,301	244,410	13,652,938	0	26,574,338	5.74%	19,289	1,378
FY10	14,524,508	312,558	244,410	15,035,617	0	30,117,093	n/a	19,301	1,560
FY09	12,424,905	370,213	244,410	12,439,802	46,479	25,525,809	n/a	19,202	1,329
FY08	14,189,240	214,062	244,410	13,639,299	135,158	28,422,169	n/a	19,093	1,489

The Village has had no redevelopment bonds, sales tax increment bonds, revenue bonds, TIF Bonds, TANs, COPs, special assessment bonds, term loans, or capital leases in any of the last ten years.

⁽¹⁾ Presented net of original issuance discounts and premiums

⁽²⁾ Personal Income and Population are disclosed in the subsequent Demographic and Economic Statistics table.

Source: The Village's audited financial statements and the U.S. Census

Village of Alsip
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years (Unaudited)

Fiscal Year Ended April 30	General Obligation Bonds ⁽¹⁾	Less: Amounts Available in Debt Service Fund ⁽²⁾	Total	Percentage of Estimated Actual Taxable Value of Property ⁽³⁾	Per Capita ⁽⁴⁾
FY17	\$21,360,000	\$5,692,061	\$15,667,939	1.06%	818
FY16	16,150,000	3,198,770	12,951,230	0.92%	669
FY15	19,830,000	4,490,883	15,339,117	1.04%	790
FY14	19,494,994	3,048,915	16,446,079	1.07%	845
FY13	21,206,019	3,141,831	18,064,188	1.10%	931
FY12	23,367,427	4,691,565	18,675,862	1.04%	965
FY11	26,632,798	7,179,964	19,452,834	0.90%	1,008
FY10	29,872,198	8,893,389	20,978,809	0.93%	1,087
FY09	25,237,673	5,517,383	19,720,290	0.82%	1,027
FY08	28,293,269	6,307,423	21,985,846	1.03%	1,152
FY07	24,420,029	6,361,550	18,058,479	0.88%	949

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements

- ⁽¹⁾ This is the general bonded debt of both governmental and business-type activities, net of original issuance discounts and premiums
- ⁽²⁾ This is the amount restricted for debt service principal payments
- ⁽³⁾ See the Schedule of Assessed Value and the Estimated Actual Value of Taxable Property for property value data.
- ⁽⁴⁾ Population data can be found in the Schedule of Demographic and Economic Statistics

Village of Alsip
Direct and Overlapping Governmental Activities Debt (Unaudited)
As of April 30, 2017

Government Unit:	Debt Outstanding	2016 Tax Year EAV of Taxing Body	Percentage of Village's EAV within Taxing Body's EAV⁽¹⁾	Estimated Percentage Applicable⁽¹⁾	Amount Applicable to Primary Government
Alsip Park District	\$2,810,000	\$499,852,448	98.21%	96.91%	2,723,268
Worth Park District	153,630	154,114,910	1.79%	5.71%	8,779
Alsip-Merrionette Park Public Library District ⁽²⁾	2,665,000	537,193,023	99.48%	91.34%	2,434,282
William Leonard Public Library District ⁽²⁾	19,141	38,619,635	0.40%	5.15%	986
Community High School District 218	46,595,285	2,053,296,683	100.00%	24.02%	11,192,857
Cook County	3,428,761,750	143,483,256,019	100.00%	0.34%	11,786,552
Cook County Forest Preserve	168,670,000	143,483,256,019	100.00%	0.34%	579,812
Garden Homes Sanitary District	-	11,841,043	0.45%	18.66%	0
Metropolitan Water Reclamation District of Greater Chicago (MWRD)	2,769,608,124	140,752,201,171	100.00%	0.35%	9,705,409
Moraine Valley Community College District 524	98,940,000	9,059,427,914	100.00%	5.44%	5,386,688
School District 125	5,528,439	104,881,390	6.60%	31.02%	1,714,999
School District 126	4,170,000	443,271,756	66.79%	74.31%	3,098,862
School District 128	5,105,000	277,280,457	5.07%	9.01%	460,191
School District 130	10,140,544	467,008,188	21.55%	22.76%	2,307,978
South Cook County Mosquito Abatement District	-	16,875,201,081	100.00%	2.92%	0
Worth Township	-	2,879,852,601	100.00%	17.13%	0
Subtotal, overlapping debt		<u>\$461,120,554,338</u>			<u>51,400,664</u>
Village of Alsip direct debt	\$26,167,481	\$493,231,381	100.00%	100.00%	26,167,481
Total direct and overlapping debt		<u>\$461,613,785,719</u>			<u>\$77,568,145</u>

⁽¹⁾ The Estimated Percentage Applicable is determined by the ratio of equalized assessed valuation (EAV) subject to taxation in the Village to the EAV of property subject to taxation in the overlapping unit. The ratio of EAV subject to taxation in the Village is the product of the Village's EAV and the percentage of the Village's EAV within the overlapping unit's EAV.

⁽²⁾ Adding library districts do not equal all of the Village's EAV, as part of the Village is not covered by a library district.

Note: Overlapping governments are those that coincide, at least in part, with geographic boundaries of the Village. This schedule estimates the outstanding debt of those overlapping governments that is borne by the property taxpayers of the Village of Alsip. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Sources: Cook County Clerk's Office, Municipal Securities Rulemaking Board's Electronic Municipal Market Access (EMMA) System, and Bloomberg Financial.

**Village of Alsip
Legal Debt Margin Information
Last Ten Fiscal Years (Unaudited)**

The Village passed a home rule referendum on November 6, 1990.
Under the provisions of the Illinois Constitution passed in 1970,
there is no legal limit for home rule municipalities, except as set
by the General Assembly.

Village of Alsip
Pledged-Revenue Coverage (Unaudited)
April 30, 2017

The Village of Alsip has no revenue bonds and has not had any within the last 10 years.

Village of Alsip
Demographic and Economic Statistics Last Ten Years (Unaudited)

Calendar Year	Population ⁽¹⁾	Median Age ⁽¹⁾	Per Capita Income ⁽¹⁾	Personal Income	Total School Enrollment ⁽¹⁾	Unemployment Rate ⁽²⁾
2016	19,158	33.4	\$23,696	\$453,967,968	5,212	6.8%
2015	19,346	33.8	23,486	454,360,156	5,253	6.9%
2014	19,427	34.0	23,643	459,312,561	5,297	8.3%
2013	19,452	35.9	23,671	460,448,292	5,176	10.3%
2012	19,411	34.5	24,393	473,492,523	4,988	10.7%
2011	19,346	36.4	25,286	489,182,956	4,934	12.0%
2010	19,289	35.4	24,008	463,090,312	5,299	12.7%
2009	19,301	34.3	n/a	n/a	5,228	n/a
2008	19,202	n/a	n/a	n/a	n/a	n/a
2007	19,093	n/a	n/a	n/a	n/a	n/a

Sources:

⁽¹⁾ U.S. Census Bureau. The population estimates are as of July 1. Note: the official 2010 census number is 19,289. See subsequent tables for more detailed educational information from the U.S. Census.

Village of Alsip
Most Recent Educational Demographics and Five Years Prior

	2016			2011		
	Total	Male	Female	Total	Male	Female
<u>Population 18 to 24 years</u>	2,148	973	1,175	1,852	895	957
Less than high school graduate	9.7%	14.3%	6.0%	8.6%	12.1%	5.3%
High school graduate (includes equivalency)	24.5%	33.7%	16.9%	29.8%	30.1%	29.5%
Some college or associate's degree	55.4%	43.4%	65.4%	49.8%	46.9%	52.6%
Bachelor's degree or higher	10.3%	8.6%	11.7%	11.8%	10.9%	12.6%
<u>Population 25 years and over</u>	12,551	6,116	6,435	12,742	6,178	6,564
Less than 9th grade	5.3%	5.3%	5.3%	3.3%	3.6%	3.1%
9th to 12th grade, no diploma	10.1%	9.0%	11.1%	7.5%	8.6%	6.5%
High school graduate (includes equivalency)	34.5%	36.1%	32.9%	35.2%	34.3%	36.1%
Some college, no degree	24.2%	25.7%	22.8%	30.4%	33.6%	27.4%
Associate's degree	7.0%	7.0%	6.9%	8.1%	6.3%	9.9%
Bachelor's degree	13.5%	14.1%	13.0%	11.2%	11.6%	10.8%
Graduate or professional degree	5.4%	2.7%	7.9%	4.2%	2.1%	6.2%
Percent high school graduate or higher	84.6%	85.6%	83.6%	89.1%	87.8%	90.4%
Percent bachelor's degree or higher	18.9%	16.8%	20.9%	15.4%	13.7%	17.0%
<u>Population 25 to 34 years</u>	3,222	1,753	1,469	2,795	1,554	1,241
High school graduate or higher	86.6%	86.0%	87.3%	93.5%	93.7%	93.3%
Bachelor's degree or higher	27.3%	21.8%	33.8%	27.2%	16.3%	40.8%
<u>Population 35 to 44 years</u>	2,021	1,031	990	2,550	1,316	1,234
High school graduate or higher	86.3%	82.9%	89.9%	95.4%	96.9%	93.8%
Bachelor's degree or higher	19.4%	21.0%	17.7%	16.6%	19.8%	13.1%
<u>Population 45 to 64 years</u>	4,853	2,225	2,628	4,804	2,291	2,513
High school graduate or higher	88.4%	89.6%	87.4%	90.0%	86.5%	93.2%
Bachelor's degree or higher	16.3%	12.4%	19.6%	12.8%	12.9%	12.7%
<u>Population 65 years and over</u>	2,455	1,107	1,348	2,593	1,017	1,576
High school graduate or higher	72.9%	79.7%	67.4%	76.7%	70.0%	81.0%
Bachelor's degree or higher	12.7%	13.6%	11.9%	6.3%	3.3%	8.2%
<u>Poverty Rate</u>						
Less than high school graduate	20.3%	16.7%	23.3%	7.0%	6.6%	7.4%
High school graduate (includes equivalency)	10.0%	8.7%	11.3%	5.1%	4.6%	5.5%
Some college or associate's degree	9.4%	8.4%	10.6%	10.6%	15.3%	5.8%
Bachelor's degree or higher	4.3%	3.9%	4.6%	3.8%	2.6%	4.7%
<u>Median Earnings</u>						
<u>Population 25 years and over with earnings</u>	36,370	41,382	33,139	38,349	45,773	32,403
Less than high school graduate	21,600	30,511	18,493	33,750	47,600	17,500
High school graduate (includes equivalency)	31,649	37,593	20,144	31,983	35,225	28,073
Some college or associate's degree	40,388	46,456	32,201	36,182	45,442	29,713
Bachelor's degree	45,670	47,931	44,299	55,827	60,342	55,195
Graduate or professional degree	60,625	66,016	52,895	50,673	51,346	49,271

Source: US Census Estimates

Note: Median earnings are in the inflation adjusted year listed above

**Village of Alsip
Principal Employers
Current Audited Fiscal Year and Nine Years Prior (Unaudited)**

Employer	Product/Business	FY17			FY08		
		Employees	Rank	Percentage of Total Village Employment ⁽³⁾	Employees	Rank	Percentage of Total Village Employment ⁽³⁾
Anixter, Inc	Electric Cable & Wire, Components& Assemblies & Distribution	800	1	8.57%	264	6	N/A
American Heritage Protective Services	Security Guard Services	500	2	5.36%	500	1	N/A
Griffith Foods, Inc.	Food Seasonings	400	3	4.28%	400	3	N/A
Coca-Cola Refreshments USA, Inc.	Soft Drinks	370	4	3.96%	350	4	N/A
Morrison Security Corp.	Security Guard Services	200	5	2.14%			
Sertoma Centre, Inc.	Contract Packaging & Assembly	200	5	2.14%	200	7	N/A
GC America, Inc.	Dental Resins	180	7	1.93%	180	8	N/A
Futuremark Alsip	Recycled Content Coated Papers	151	8	1.62%			
Accord Carton Co.	Folding Cartons	150	9	1.61%			
Doubletree Hotel Chicago - Alsip	Commercial Hotel	150	9	1.61%	150	10	N/A
Labriola Baking Co., LLC	Bakery Products	150	9	1.61%	150	10	N/A
Polmax, LLC	Transportation & Logistics	150	9	1.61%			
Berry Plastics Corp.	Plastic injection molded & termoformed lids, containers, and tamper resistant packaging				500	1	N/A
Van's, Inc.	Wholesaler of fresh flowers, foliage, floral supplies				290	5	N/A
Madison Paper	Paper				170	9	N/A
AtHome America, Inc.	Houseware Demonstrations & Direct Sales				150	10	N/A
Crown Cork & Seal (Technical Center & Manufacturing Plant)	Research/Development Center & Aerosol Can Manufacturers				150	10	N/A
Erickson Plumbing Co., C.J.	Industrial & Commercial Residential Plumbing				150	10	N/A
		3,251		33.21%	2,194		N/A

⁽¹⁾ FY07 Is Approximate As Of July 30, 2007

⁽²⁾ FY07 combined the two Coca-Cola locations

⁽³⁾ IL Dept. of Employment Security does not officially estimate and publish rates for communities under 25,000 population.

The divisor uses IDES' unofficial, unpublished estimates, which start in 2010 and come out in early April for the prior calendar year.

Sources: The 20XX Illinois Manufacturers Directory, the 20XX Illinois Services Directory, the IL Dept. of Employment Security, and the Village. ("XX" above is the same year as the fiscal year. Example, data from the 2017 directories is used in the FY17 column.)

Village of Alsip
Full-time Equivalent Employees by Function
Last Ten Fiscal Years (Unaudited)

	Full-time Equivalent Employees as of April 30									
Function	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09	FY08
General Government										
Administration	1.00	2.00								
Building	0.00									
Administrative	1.00	1.00								
Clerical	0.00	0.00								
Clerk's Office	0.00									
Administrative	0.00	0.00								
Clerical	3.00	3.00								
Finance, I/T, and H/R	5.75	5.50								
Village Properties										
Administrative	1.00	1.00								
Clerical	0.50	0.50								
Maintenance	1.00	1.00								
Public Safety										
Police										
Non-Represented Officers	4.00	4.00								
Sgts. & Patrol Officers	34.00	37.00								
Community Service Officers (CSOs)	1.00	1.50								
Radio Communications Officers	8.25	8.00								
Crossing Guards	4.00	4.00								
Clerical	3.00	3.00								
Fire/EMA										
Non-Represented Officers	2.00	2.00								
Represented Firefighters	40.75	41.75								
Other Non-Represented	1.75	1.75								
Public Works										
Administrative	1.00	1.00								
Clerical	1.00	1.00								
Operators, Foremen, and Mechanics	11.50	12.00								
Water										
Administrative	1.00	1.00								
Clerical	2.00	2.00								
Operators and Foremen	5.00	5.00								
Total	133.50	139.00								

Source: Village Finance Department and Various Other Departments

Village of Alsip
Operating Indicators by Function
Last Ten Years (Unaudited)

	Fiscal Year									
	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09	FY08
General Government:										
Number of Building Permits Issued	1,110	2,915	3,063	2,835	3,083	2,627	2,330	2,470	2,569	2,785
Cost of Construction of All Permits	\$ 20,634,520	\$13,464,234	\$31,489,896	\$32,882,645	\$40,490,328	\$31,385,214	\$13,296,385	\$25,180,465	\$12,285,105	\$64,984,402
Public Safety:										
Police ⁽¹⁾ :										
911 Calls Police Incidents	34,204	12,080	17,645	20,093	17,808	15,202	14,032	15,885	15,808	n/a
Number of State Charges Filed	1,126	523	852	1,128	1,125	899	945	1,517	1,281	n/a
Number of Traffic Violations	2,515	1,138	1,689	2,961	3,005	2,078	1,829	3,076	3,013	n/a
Number of Parking Violations	2,605	1,006	2,532	2,876	3,454	3,109	2,677	4,108	2,479	n/a
Number of School Crossing Guards	6	5	5	5	5	5	5	5	5	n/a
Number of Code Violations	669	348	664	558	811	533	576	664	708	n/a
Fire:										
911 Calls Fire/Emergency Incidents	3,244	3,216	3,206	3,378	3,021	3,129	3,269	3,001	2,669	3,240
Number of Fire Emergency Responses	55	63	42	57	42	51	n/a	n/a	n/a	n/a
Number of Ambulance Responses	2,091	2,123	2,015	1,984	1,916	1,872	1,420	1,675	1,521	1,786
Number of Ambulance Transports	1,654	1,663	1,688	1,782	1,697	1,629	n/a	n/a	n/a	n/a
Number of Fires Extinguished	55	63	42	57	42	51	n/a	n/a	n/a	n/a
Number of Fire Inspections ⁽³⁾	1,603	1,603	928	1,250	478	n/a	n/a	n/a	n/a	n/a
Number of Mutual Aid Calls To Other Areas	292	306	359	401	271	363	n/a	n/a	n/a	n/a
Public Works & Water:										
Forestry:										
Shade Trees Planted ⁽²⁾	11	139	391							
Shade Trees Removed	56	37	534	323	45	47	39	12	3	3
Shade Trees Trimmed	69	9	28	37	2	8	106	30	87	51
Stumps removed	60	76	523	323	42	47	27	53	50	7
Wastewater:										
Sewer Lines Blocked/Cleaned	36	110	333	419	274	125	361	147	222	189
Emergency calls	25	16	32	41	35	44	40	27	23	31
Water:										
Total Gallons Purchased/Pumped										
Master Meter (million gallons)	2,047.56	1,954.58	2,101.31	2,341.39	2,423.87	2,331.85	2,410.60	2,329.28	2,518.54	2,634.29
Total Gallons Sold To Other Municipalities (million gallons)	958.28	1,002.25	1,025.02	1,080.44	1,115.49	1,027.40	1,061.46	1,124.71	1,126.78	1,525.40
Total Gallons Sold To Top 3 Industrial Customers (million gallons)	296.10									
Average Daily Consumption (thousand gallons)	5,158	5,355	5,757	6,415	6,641	6,389	6,604	6,382	6,900	7,217
Peak Daily Consumption (thousand gallons)	7,452	8,140	7,252	11,754	10,119	10,053				
Number of metered accounts	5,533	5,493	5,480	5,470	5,458	5,448	5,435	5,433	5,425	5,419
New Connections (tap-ons)	3	13	10	12	10	13	3	8	6	21
Number of Fire Lines	198	195	191	185	178	168	165	160	156	141
Number of Water Main Breaks	43	39	36	49	n/a	n/a	n/a	n/a	n/a	n/a
Senior Housing Units % Occupation Rate	98.6%	98.8%	97.1%	95.5%	89.5%	91.4%	92.0%	85.0%	93.2%	95.9%

Sources: Various Village Departments

⁽¹⁾ Police records through FY16 are on calendar year. The FY16 column, is calendar year 2016 through June 30. The FYXX column is calendar year 20XX. Starting with FY17 they are on a fiscal year

⁽²⁾ Shade trees were to be planted April 2017 but due to weather they were not planted until May 2017

⁽³⁾ Number of Fire Inspections is from Jan. to Dec. 2016; Not on a fiscal year basis

Village of Alsip
Capital Asset Statistics by Function
Last Ten Fiscal Years (Unaudited)

	Fiscal Year									
	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09	FY08
General Government:										
Number of General Government Buildings ⁽¹⁾	1	1	1	1	1	1	1	1	1	1
Public Safety:										
Number of Police Stations ⁽¹⁾	1	1	1	1	1	1	1	1	1	1
Number of Fire Stations	2	2	2	2	2	2	2	2	2	2
Public Works & Water:										
Streets										
Number of Public Works Buildings	1	1	1	1	1	1	1	1	1	1
Miles of Streets	55	55	55	55	55	55	55	55	55	55
Number of Street Lights	1,255	1,255	1,255	1,255	1,255	1,255	1,255	1,255	1,255	1,255
Water										
Miles of Water Mains	90	90	90	90	90	90	90	90	90	90
Number of Fire Hydrants	1,315	1,315	1,315	1,315	1,315	1,315	1,313	1,313	1,313	1,313
Number of Pumping Stations	2	2	2	2	2	1	1	1	1	1
Number of Water Towers	2	2	2	2	2	2	2	2	2	2
Storage Capacity (Thousands of Gallons)	6,200	6,200	6,200	6,200	6,200	6,200	6,200	6,200	6,200	6,200
Wastewater										
Miles of Sanitary Sewers	59	59	59	59	59	59	59	59	59	59
Number of Lift Stations	3	3	3	3	3	3	3	3	3	3
Miles of Storm Sewers	51	51	51	51	51	51	51	51	51	51
Senior Housing										
Number of Housing Buildings	29	29	29	29	29	29	29	29	29	29
Number of Housing Units	512	512	512	512	512	512	512	512	512	512
Number of Senior Complex Non-Housing Buildings	4	4	4	4	4	4	4	4	4	4

⁽¹⁾ General Government and the Police share the same building.

Sources: Various Village Departments