

**VILLAGE OF ALSIP, ILLINOIS**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**For the Fiscal Year Ended April 30, 2018**

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, 2018**

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## **INTRODUCTORY SECTION**

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



*Trustees*  
Sheila B. McGreal  
Richard S. Dalzell  
Michael Zielinski  
Monica M. Juarez  
Christine L. McLawhorn  
Christopher W. Murphy

December 18, 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, within six months of the close of each fiscal year, a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended April 30, 2018.

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, has issued an unmodified ("clean") opinion on the Village of Alsip's financial statements for the year ended April 30, 2018. The independent auditors' report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditors' 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 Constitution of Illinois of 1970 and was incorporated in 1927. The municipality has a 2017 population of 19,079 as of a July 1, 2018 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, 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 a 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 bills for and contracts out refuse collection.

The Village owns 512 senior housing units in 29 housing buildings spread over two distinct complexes within the Village. Each complex has a swimming pool, a clubhouse, storage facilities, laundry facilities, and parking spaces. The Village contracts out the billing and management of those senior housing complexes.

Starting in late April 2018, Oak Lawn Emergency Communications Center took over the emergency 911 dispatch services that had been provided directly by the Village up to that point.

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. The appropriation ordinance is 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 for 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***

The legal level of budgetary control (that is, the level at which expenditures may not legally exceed the established appropriated amount) is set at the fund level.

### **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 (RTA), which maintains the 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 starts in Alsip and continues west through Palos Heights, Palos Park, ending in Lemont. Construction of an eastern section of the trail, which will continue the trail from Alsip, through Blue Island, Riverdale, and Dolton to Calumet City, has begun and is expected to be completed in 2019. The Village is in close proximity located to both O'Hare Airport, approximately eighteen (18) miles northwest of the Village, via I-294, and Midway Airport, approximately seven (7) 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 (MWRD) 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 mainly provided by the Alsip Park District, a separate unit of local government. Parts of the Village are also served by the Worth Park District. The Village maintains a small non-recreational park honoring veterans. The Village also maintains a boat launch facility into the Calumet Sag Channel. 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, as well as Community High School District No. 218. The Village is 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 1985, was expanded in 2005, was renewed and expanded on January 1, 2016, 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 TIF Redevelopment Project Areas (RPAs).

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 6.0% (2017). This is slightly above the average 2017 Cook County rate of 5.2%, the State of Illinois rate of 5.0%, and the nationwide rate of 4.4%. As Alsip has a strong industrial base, it is expected that the unemployment rate will continue to decline 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 2012-2016 American Community Survey 5-Year Estimates, Alsip’s 2012-2016 median household income (in 2016 inflation-adjusted dollars) was \$53,628, Cook County’s was \$56,902, and the State of Illinois’ was \$59,196.

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 value of an owner occupied unit from 2012 to 2016 of 19.0%, from \$202,100 (2011) to \$163,700 (2016). The median price of an owner occupied unit in 2017 in Illinois was \$195,300, which reflects that in Alsip 50.1% of housing units are 1-unit detached, while in the State of Illinois 58.7% of such units are 1-unit detached.

In 2017, State of Illinois Public Act 100-0401 passed and became effective August 25, 2017. This Public Act affected the following property tax exemptions applicable to Cook County for tax year 2017 (taxes payable in 2018) and thereafter:

- The general “Homestead” exemption increased from \$7,000 to \$10,000 of the equalized assessed value (EAV) subject to a homeowner’s tax calculation. Assuming the same number of exemption filings in tax year 2017 (TY17) as tax year 2016 (TY16), it was estimated that the Homestead exemption reduced the Village’s EAV by \$12,842,255 (although the overall EAV increased due to improved market conditions realized in TY17 being a reassessment year) and moved an estimated \$1,983,595 in taxes from residents to businesses.

- The “Senior Homestead” exemption increased the exemption of EAV subject to taxation from \$5,000 to \$8,000. It is assumed that the Senior Homestead exemption reduced the Village’s EAV by \$3,281,657 and moved an estimated additional \$470,261 in taxes from residents to businesses.
- The maximum household income limit for eligibility of the “Senior Freeze” exemption (freezing a home’s assessed value) increased from \$55,000 to \$65,000.
- The “Senior Freeze” exemption imposed a new minimum equalized assessed value reduction of \$2,000.

Due to a lack of data from Cook County, which levies the property taxes on the Village’s behalf, there are no estimates on how much the changes in the Senior Freeze exemption decreased the Village’s EAV or moved the tax burden from senior citizens to businesses and, possibly, non-senior citizen homeowners. What is known is that, due to all four changes listed above, starting in TY17 some senior homeowners no longer paid any property taxes, thus shifting the tax burden on to other landowners. The total exemptions increased \$23,062,285, or 54%, in TY17 from TY16.

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 (“Moody’s”) assigned prior debt issues a credit rating of Aa3, down from the prior year’s rating of AA2. Moody’s no longer actively rates the Village, as there are no outstanding general obligation (G.O.) bonds rated by that company. 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: 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.

On May 21, 2018, the Village Board passed the Sustainable Retiree Defined Benefit Funding Plan. This plan not only established the financial policies necessary to fully fund all three Village pension plans and retiree healthcare promises by the end of April 2040, but dedicated the specific funding sources necessary to meet that self-imposed mandate. See the Major Initiatives > A. Debt Management section below for details.

- ***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. *Debt Management*

Since early 2015 the Village has worked to reduce and ultimately eliminate its long-term general obligation (G.O.) and retiree benefit related debts. To that end FY16 and FY17 saw:

- The paying down, refunding, or advance refunding of almost all G.O. debt;
- The tightening of the eligibility requirements of who qualifies for the Illinois Municipal Retirement Fund (IMRF) and the Village's other postemployment benefit (OPEB) plan;
- The launch a wellness program, a workplace injury reduction program, and a transitional light-duty work program, all in an effort to keep employees and retirees healthy, thus reducing potential future OPEB liabilities;
- The transition of 100% of OPEB eligible and Medicare eligible retirees and retiree spouses to a Medicare wrap program, thus lowering OPEB costs and liabilities; and
- The initiation of various efforts to temper the rise in healthcare costs.

Since May 1, 2017 the Village has continued to make further progress towards this goal through the following initiatives:

- In December 2017, the Village Board approved an increase of 30.00% in the Village's 2017 tax year (TY17) aggregate property tax levy. This increase contained a one-time \$250,000 dedication to paying the 911 dispatch transition costs, with the rest of the increase dedicated to meeting the public safety pensions' actuarially determined contributions (ADCs) and reducing the OPEB deficit. The fire pension specific levy was increased by 26.21% (\$452,649), the police pension specific levy was increased by 36.31% (\$950,979), and the indirect OPEB levy was increased by 605.53% (\$1,705,738) from TY16's original OPEB indirect levy. This TY17 levy increase was in addition to increases in the

public safety pension levies of 6.91% in TY16 and 5.00% in TY15. The TY17 levy was not only the second year in which no additional levy increase went to operations, but also marks the first time that the retiree benefit levies exceeded the combined operations and general obligation bond levies.

- On May 21, 2018, the Village Board passed the Sustainable Retiree Defined Benefit Funding Plan (“the Plan”), which created policy designed to meet the standards of The Center for State and Local Government Excellence’s July 2013 Pension Task Force. Below details the Pension Task Forces’ five general policy directives and how the Plan met those directives
- Actuarially Determined Contributions: All sustainable retiree defined benefit policies should be based upon an appropriate actuarially determined contribution (ADC). The Plan requires the Village and the public safety boards to annually commission from an actuary one report that meets GAAP standards for municipal government reporting and a second one that creates an ADC which is based upon the best actuarial practices for funding. The Plan requires that a similar pair of actuarial reports is made for OPEB on either a biennial fiscal year basis (GAAP minimum period) or annually. The Plan then goes on to detail the specific actuarial assumptions, most notably that all three plans will now have the same amortization period (April 30, 2040) and a reduction in the long-term rate of return on assets to 6.50%.
- Funding Discipline: All sustainable retiree defined benefit policies should contain both the commitment to fund the collective ADCs as well as build in sufficient fiscal commitments necessary to meet that ADC funding commitment. The Plan met this directive through: making a specific commitment to fund the collective ADCs of all four plans (including IMRF) in an efficient manner; a commitment to manage any potential growth in retiree liabilities; and to direct a level of duties, ethical, and investing standards from the independent boards managing the retiree assets. The Plan then went further than most by specifically identifying, in detail, specific funding sources, as well as possible alternative sources if necessary to meet the collective ADCs.
- Intergenerational Equity: All sustainable retiree defined benefit policies should maintain intergenerational equity by having the cost of employee benefits be paid for by the generation of taxpayers who received the services of those employees. Liabilities had been allowed to accumulate over time, partially from unfunded state mandates of retroactive new benefits. While intergenerational equity is not possible with such large prior liabilities, the Plan moved strongly in the direction of intergenerational equity by standardizing the amortization periods of the retiree benefit plans, adding layers each year that had separate 15 year layers starting in FY18, and by providing the funding to meet the ADCs on an annual basis.
- Contributions as a Level Percentage of Payroll: All sustainable retiree defined benefit policies should make employer costs a consistent percentage of payroll over time. The Plan mandates that for both the GASB/GAAP compliant reports and the funding reports determining the ADCs, the Entry Age Normal with level percentage of payroll, actuarial cost method be used.

- Accountability and Transparency: All sustainable retiree defined benefit policies should require clear reporting to show how and when retiree defined benefit plans will be fully funded. The Plan commits the Village to: open meetings when discussing retirement benefit funding policy changes; posting relevant materials of the Village website; and reviewing the actuarial assumptions in the Plan at least every five years and allowing the Finance Director to make necessary changes between such reviews.

#### *B. 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.
- 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, was 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. TIF 1 surplus leaving a balance of \$600,000 for property tax refunds and surplus declarations.
- 2017 saw the remodeling and expansion of the ALDI supermarket on Cicero Avenue. 2018 saw the remodeling and expansion of the ALDI supermarket on Pulaski Road.
- In 2017 and 2018, the Village purchased shuttered business, vacant land, and a business that will be shutting down within the Pulaski Road Corridor TIF with the intent of demolishing any existing buildings and combining parcels, performing any necessary environmental remediation, and preparing the sites for future development. One such demolition has already occurred.
- In 2016, the Village Board created a Pulaski Road Corridor TIF Façade and Small Business Grant



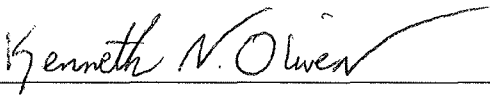
Program to standardize the application process and to help promote not only new developments, but to help existing property owning businesses improve their businesses using TIF eligible expenses. Interest in the program was strong and businesses started working with the TIF district's consulting firm to help make redevelopment agreement (RDA) applications to the Village Board. There were a number of such RDAs approved. The following is the list of RDAs executed after the start of FY18 or were executed prior to the start of FY18 but were completed after that date:

- On June 13, 2017, the Village 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.
- On July 10, 2017, the Village approved a TIF eligible cost sharing RDA for a strip mall to rehabilitate the roof. The project was completed in October 2017.
- On July 24, 2017, the Village approved a TIF eligible cost sharing RDA for rehabilitate the roof and HVAC systems of a commercial condominium building. The project was completed November 2017.
- In August 2017, a business completed a parking lot resurfacing from an RDA executed in FY17.
- On February 5, 2018, the Village entered into an RDA for the development of a \$1.3 million retail strip mall anchored by a restaurant tenant on three adjacent parcels that had been purchased by the TIF. The parcels have not been sold to the developers as of the writing of this letter
- On February 19, 2018, the Village approved a TIF eligible cost sharing RDA to rehabilitate the façade and parking areas of a strip mall.
- Also on the same date, February 19, 2018, the Village also approved a different RDA to rehabilitate the façade, the roof, and the parking areas of another strip mall.
- On August 20, 2018, the Village approved a TIF eligible cost sharing RDA to improve the parking lot and façade of a local business.
- In 2017 the two properties within the 123<sup>rd</sup> 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.
- 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.

## 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, including those in the Information Technologies area. 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.

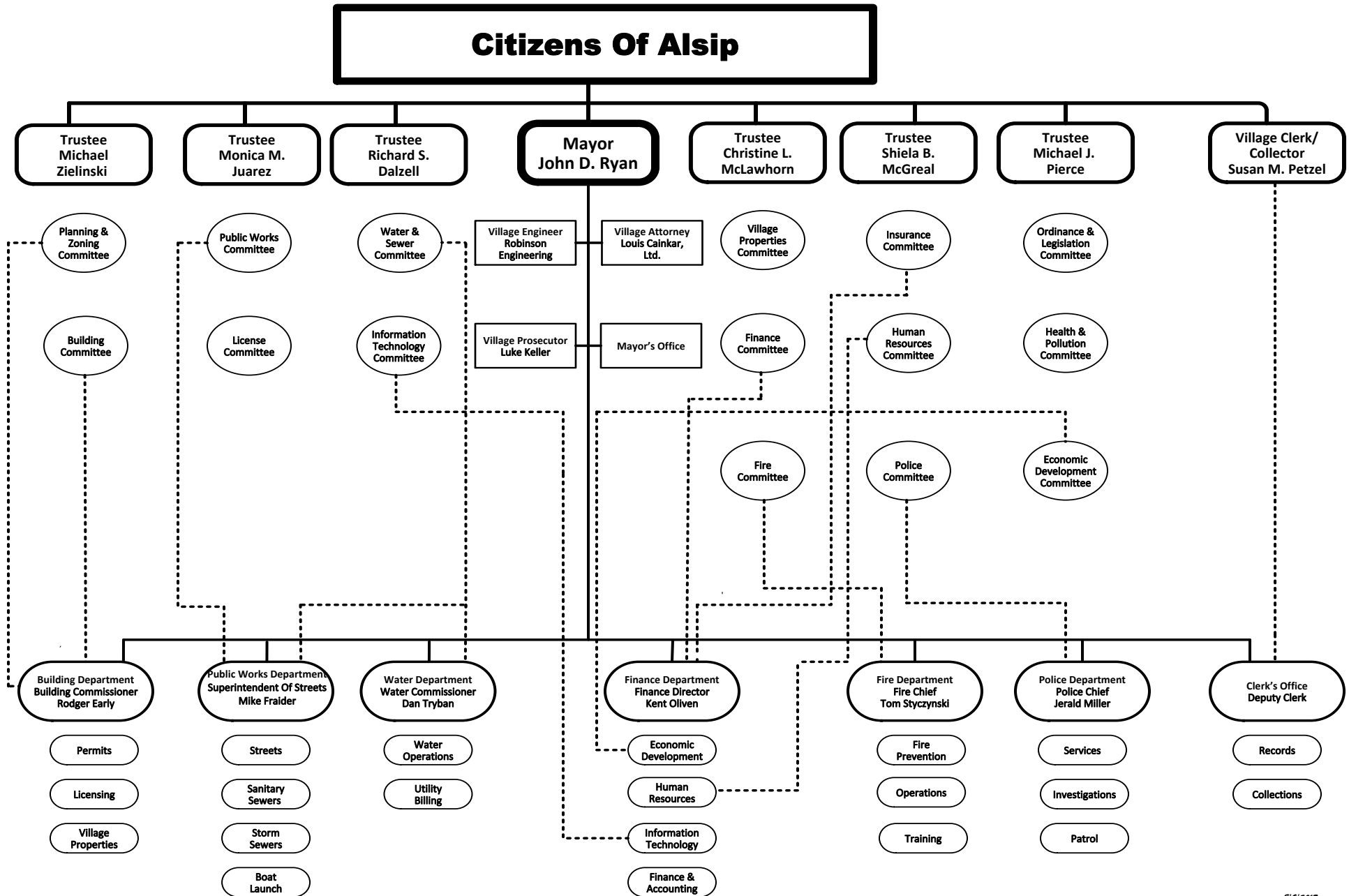
Respectfully submitted,

A handwritten signature in cursive script, reading "Kenneth N. Oliven", is written over a horizontal line.

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



VILLAGE OF ALSIP, ILLINOIS  
ORGANIZATIONAL CHART AND LIST OF  
PRINCIPAL OFFICIALS  
As of April 30, 2018



## **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, 2018, and the related notes to the financial statements, which collectively comprise the entity'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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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, 2018, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, and the Road and Bridge Fund, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter***

During the fiscal year ended April 30, 2018, the Village adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits and other Pensions*. Our opinion is not modified with respect to this matter.

### ***Other Matters***

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, 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, schedule of changes in the employer's net OPEB liability and related ratios, schedule of investment returns, notes to required supplementary information 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.

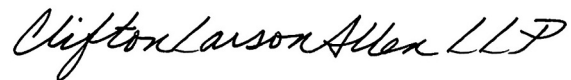
The combining and individual fund financial statements are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 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 Honorable Mayor and Trustees  
Village of Alsip, Illinois

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.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2018, on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

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

**CliftonLarsonAllen LLP**

Oak Brook, Illinois  
December 18, 2018

**VILLAGE OF ALSIP, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2018**

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, 2018 (FY18). 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 begin on page 19.

**Financial Highlights**

- At the end of FY18, the Village's negative net position was \$35,726,187 a decrease of \$36,892,154, or 3164%, over the end of FY17. This consisted of a negative governmental activities net position of \$62,189,489 and a positive business-type activities net position of \$26,463,302. The decrease is a result of implementing GASB 75.
- The Village's governmental activities total assets and deferred outflows increased by \$4,797,724 during the fiscal year.
- As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$24,347,163, a decrease of \$4,152,160, or 15.0% over the prior year. The decrease is attributed to non-major funds.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$11,348,651 or 52.3% 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, 2018**

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, 123<sup>rd</sup> 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, 2018**

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 76 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 77 through 86 of this report. Combining and individual fund statements and schedules can be found on pages 92 through 134 of this report.

## **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

### **Statement of Net Position**

Table 1 presents a condensed Statement of Net Position as of April 30, 2018 (FY18) compared to the prior year ended April 30, 2017 (FY17).



**VILLAGE OF ALSIP, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2018**

Table 1  
**Statement of Net Position**  
**April 30, 2018**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total Primary Government</b>	
	<b>FY18</b>	<b>FY17</b>	<b>FY18</b>	<b>FY17</b>	<b>FY18</b>	<b>FY17</b>
<b>Assets</b>						
Current and other assets	\$ 34,314,704	\$ 34,423,024	\$ 14,803,215	\$ 14,879,525	\$ 49,117,919	\$ 49,302,549
Capital assets	15,372,143	15,583,427	30,662,432	30,813,146	46,034,575	46,396,573
<b>Total assets</b>	<u>49,686,847</u>	<u>50,006,451</u>	<u>45,465,647</u>	<u>45,692,671</u>	<u>95,152,494</u>	<u>95,699,122</u>
<b>Deferred outflows</b>	<u>11,784,290</u>	<u>6,666,962</u>	<u>180,390</u>	<u>715,289</u>	<u>11,964,680</u>	<u>7,382,251</u>
<b>Liabilities</b>						
Other liabilities	2,158,236	963,536	3,275,849	3,647,457	5,434,085	4,610,993
Long-term liabilities	117,673,108	78,801,581	15,255,875	16,505,657	132,928,983	95,307,238
<b>Total liabilities</b>	<u>119,831,344</u>	<u>79,765,117</u>	<u>18,531,724</u>	<u>20,153,114</u>	<u>138,363,068</u>	<u>99,918,231</u>
<b>Deferred inflows</b>	<u>3,829,282</u>	<u>1,842,340</u>	<u>651,011</u>	<u>154,845</u>	<u>4,480,293</u>	<u>1,997,185</u>
<b>Net position</b>						
Net investment in capital assets	\$ 11,131,638	\$ 8,409,663	\$ 17,645,110	\$ 20,722,393	\$ 28,776,748	\$ 29,132,056
Restricted	7,468,192	11,456,720	-	-	7,468,192	11,456,720
Unrestricted	(80,789,319)	(44,800,427)	8,818,192	5,377,618	(71,971,127)	(39,422,809)
<b>Total net position</b>	<u>\$ (62,189,489)</u>	<u>\$ (24,934,044)</u>	<u>\$ 26,463,302</u>	<u>\$ 26,100,011</u>	<u>\$ (35,726,187)</u>	<u>\$ 1,165,967</u>

Net position may serve over time as one useful indicator of a government's financial condition. The liabilities and deferred inflows of resources of the Village exceeded assets and deferred outflows of resources, or net position, at the close of the fiscal year by a negative \$35,726,187, a decrease of \$36,892,154 from the prior fiscal year. The decrease is attributed to the implementation of GASB Statement No. 75 of which a majority of the liability was booked to the governmental activities.

**VILLAGE OF ALSIP, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2018**

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 \$(80,789,319) compared with a balance of \$(44,800,427), in the previous year. The decrease is attributed to the implementation of GASB Statement No. 75 of which a majority of the liability was booked to the governmental activities.

**Changes in Net Position (from the Statement of Activities)**

For the fiscal year ended April 30, 2018, revenue from all sources totaled \$48,680,033. Governmental revenue accounted for \$30,834,181 of that total, while business-type activities accounted for \$17,845,852. Expenses for all functions totaled \$46,725,499 with \$31,563,105 for governmental activities, and \$15,162,394 for business-type activities.

The Village of Alsip's overall net position increased \$1,954,536 from prior fiscal year. Reasons for the changes in the overall financial position are discussed in the following sections for governmental activities and business-type activities.

Table 2 summarizes the revenue and expenses of the Village's activities for FY18 compared to FY17.

**VILLAGE OF ALSIP, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2018**

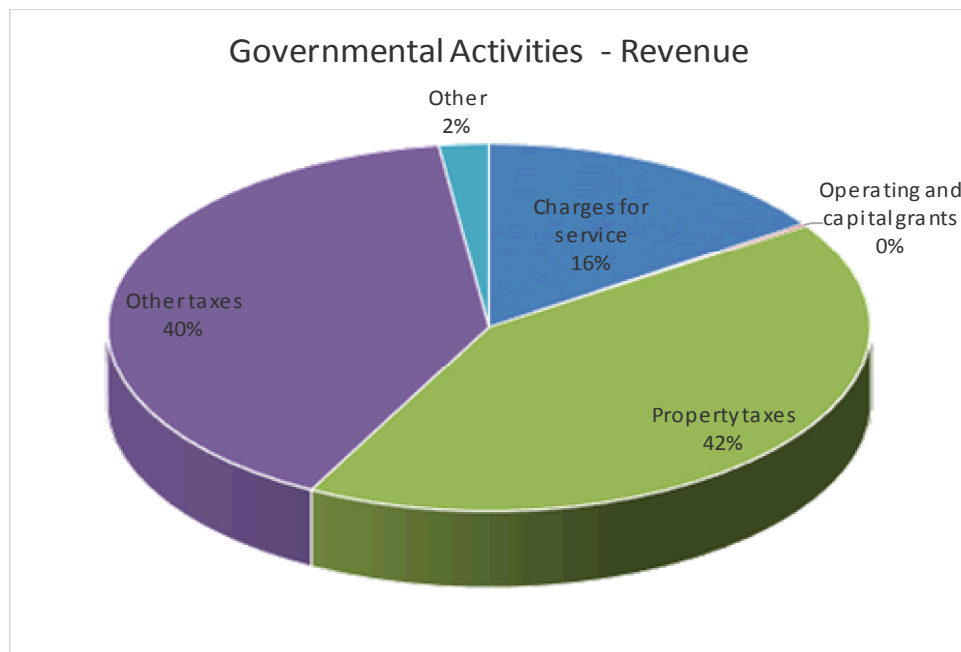
Table 2  
**Changes in Net Position**  
**Fiscal Year Ending April 30, 2018**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total Primary Government</b>	
	<b>FY18</b>	<b>FY17</b>	<b>FY18</b>	<b>FY17</b>	<b>FY18</b>	<b>FY17</b>
<b>Revenue</b>						
Program revenues:						
Charges for service	\$ 4,759,326	\$ 4,525,646	\$ 17,747,955	\$ 16,759,441	\$ 22,507,281	\$ 21,285,087
Operating and capital grants	71,120	66,077	-	-	71,120	66,077
General revenue:						
Property taxes	12,961,593	10,788,933	-	-	12,961,593	10,788,933
Other taxes	12,389,003	12,555,882	-	-	12,389,003	12,555,882
Other	653,141	439,937	97,897	26,520	751,038	466,457
<b>Total revenue</b>	<b>30,834,183</b>	<b>28,376,475</b>	<b>17,845,852</b>	<b>16,785,961</b>	<b>48,680,035</b>	<b>45,162,436</b>
<b>Expenses</b>						
Governmental activities:						
General government	4,900,132	3,605,492	-	-	4,900,132	3,605,492
Public safety	21,810,737	19,860,868	-	-	21,810,737	19,860,868
Road and bridge	2,775,496	3,326,466	-	-	2,775,496	3,326,466
Building	511,977	313,605	-	-	511,977	313,605
Health and welfare	1,194,552	1,259,593	-	-	1,194,552	1,259,593
Other	191,744	42,731	-	-	191,744	42,731
Interest	178,467	456,663	-	-	178,467	456,663
Business-type:						
Water	-	-	10,864,515	11,447,443	10,864,515	11,447,443
Sewer	-	-	617,672	473,625	617,672	473,625
Senior Citizen Complex	-	-	3,680,207	4,274,631	3,680,207	4,274,631
<b>Total expenses</b>	<b>31,563,105</b>	<b>28,865,418</b>	<b>15,162,394</b>	<b>16,195,699</b>	<b>46,725,499</b>	<b>45,061,117</b>
Excess (deficiency) before transfers	(728,922)	(488,943)	2,683,458	590,262	1,954,536	101,319
Transfers	756,770	(526,425)	(756,770)	526,425	-	-
<b>Change in net position</b>	<b>27,848</b>	<b>(1,015,368)</b>	<b>1,926,688</b>	<b>1,116,687</b>	<b>1,954,536</b>	<b>101,319</b>
<b>Net Position - Beginning</b>	<b>(62,217,337)</b>	<b>(61,201,969)</b>	<b>24,536,614</b>	<b>23,419,927</b>	<b>(37,680,723)</b>	<b>(37,782,042)</b>
<b>Net Position - Ending</b>	<b>\$ (62,189,489)</b>	<b>\$ (62,217,337)</b>	<b>\$ 26,463,302</b>	<b>\$ 24,536,614</b>	<b>\$ (35,726,187)</b>	<b>\$ (37,680,723)</b>

**VILLAGE OF ALSIP, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2018**

**Governmental Activities**

**Revenues** - for the fiscal year ended April 30, 2018, governmental revenues total \$30,834,181, signifying an increase in revenues of \$2,457,706, primarily as a result of an increase in tax revenues. Property taxes totaled \$12,961,593 or 42.0% of governmental revenues; an increase of 20.1% from the prior year's property tax revenue of \$10,788,933. Other taxes, at \$12,389,003 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 a decrease of \$166,879, or 1.3%, over FY17, mainly due to an overall decrease in sales, state income and fuel taxes. Charges for services, at \$4,759,326 represent 16% of total governmental revenues. Charges for Services which include fees, licenses, and refuse removal were up from FY17 by \$233,680 or 5.2%.



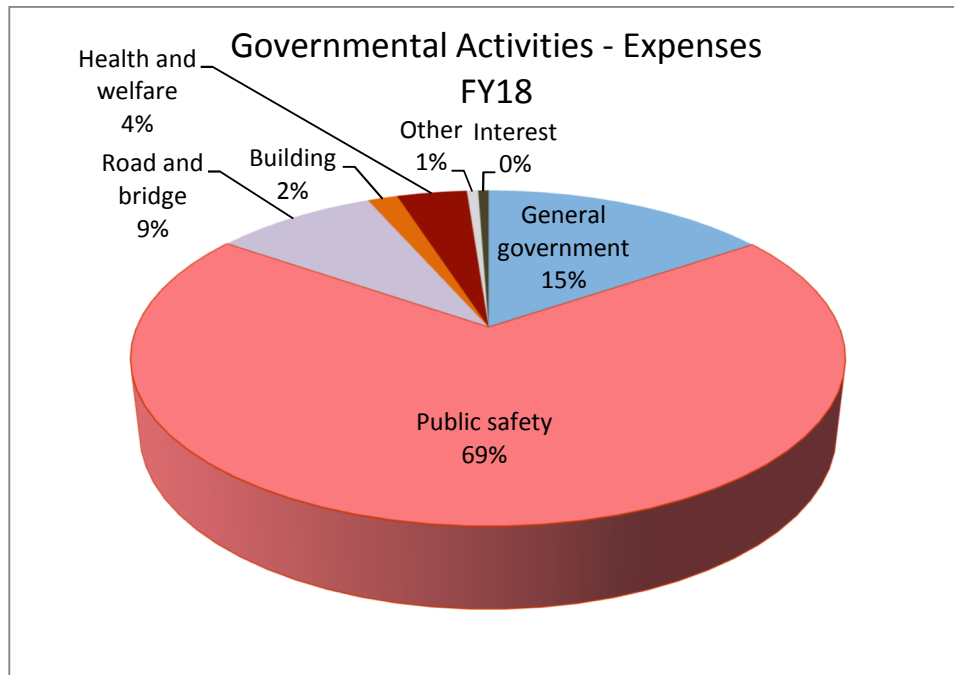
**Expenses** - expenses for governmental activities totaling \$31,563,105 increased \$2,697,687, or 9.3%, which includes general government, public safety, road & bridge, building, health & welfare, capital projects, and interest.

Public safety expenses are mainly accounted for in the General Fund in the departments of Police and Fire and Ambulance Service and totaled \$21,810,737, a \$1,949,869 or 9.8% increase over FY17. The increase is primarily due to implementation of GASB 75 related to OPEB. Road & Bridge made up 8.8% of all governmental expenses in FY18 with \$2,775,496. Health & Welfare amounts to \$1,194,552, or 3.8%, of governmental activities, and includes the refuse contract expense of \$1,093,174.

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 \$4,900,132, or 15.5%, of all governmental expenses in FY18.

**VILLAGE OF ALSIP, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2018**

Interest expense of \$178,467 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.



**Business-type Activities**

Revenue - Charges for service under Business-type activities of \$17,747,955, which represented an increase of \$988,514, or 5.9%, over the prior year.

Expenses - business-type expenses of \$15,162,394 decreased by \$1,033,305, or 6.4%, from the prior year. Business-type net position increased by \$1,926,688. In FY18, the Village obtained an IEPA loan, the loan was approved for a \$500,000 reduction in principal, which was recognized within FY18.

**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, 2018.

**VILLAGE OF ALSIP, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2018**

**Table 3**  
**GENERAL FUND REVENUES AND OTHER FINANCING SOURCES**

	<b>FY18</b>	<b>FY17</b>	<b>Difference</b>	<b>% Increase (Decrease)</b>
Property taxes	\$ 8,721,147	\$ 8,184,063	\$ 537,084	6.6%
Other taxes	7,844,676	7,701,685	142,991	1.9%
Licenses and permits	488,051	349,652	138,399	39.6%
Franchise fees	312,161	346,339	(34,178)	-9.9%
Other fees	1,374,076	1,073,067	301,009	28.1%
Intergovernmental	2,655,136	2,747,864	(92,728)	-3.4%
Charges for services	751,617	681,683	69,934	10.3%
Police and court fines	878,560	758,766	119,794	15.8%
Investment income	110,369	42,445	67,924	160.0%
Miscellaneous	508,415	429,831	78,584	18.3%
<b>Total revenue</b>	<b>\$ 23,644,208</b>	<b>\$ 22,315,395</b>	<b>\$ 1,328,813</b>	<b>6.0%</b>

The Village of Alsip's 2017 Tax Year Equalized Assessed Valuation (EAV) for property taxes payable in 2018 was \$580,856,755, an increase of 17.8% from the tax year 2016 EAV of \$493,231,381. Despite the second year in a row of an EAV increases, due a nationwide decrease in property values and an EAV lag in reporting of those values, the Village's EAV is still below the 2008 Tax Year EAV high of \$801,937,100, cumulatively declining 27.6% during that decade.

The average Village property tax rate has increased in tax year 2017 (TY17) to 2.222 from the prior tax year rate of 2.011. Through FY18 collections from TY17 were \$5,222,986, or 40.7%, of the \$12,824,629 levied and collections from the prior tax year were \$8,857,907, or 99.9% of the \$9,870,089 levied. Real estate taxes contribute approximately 36.8% 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 \$7,844,676 or 33.2% of its revenue which was an increase of 1.9% from prior year. 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 11.2%, came in at \$2,655,136, showing a decrease of \$92,728, or 3.4%, from the prior year.

Police and court fines increased \$119,794, or 15.8%, as a result increased police activity in the community.

**VILLAGE OF ALSIP, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2018**

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 \$751,617 an increase of \$69,934, or 10.3%, over the prior year.

**Expenditures** - Table 4 presents a summary of General Fund expenditures for FY18.

**Table 4**  
**General Fund Expenditures**

	<b>FY18</b>	<b>FY17</b>	<b>Difference</b>	<b>% Increase (Decrease)</b>
General government	\$ 2,710,347	\$ 2,072,866	\$ 637,481	30.8%
Public safety	13,288,713	12,881,905	406,808	3.2%
Building	191,606	229,336	(37,730)	-16.5%
Health and environment	1,157,584	1,225,422	(67,838)	-5.5%
Insurance	4,207,348	3,992,123	215,225	5.4%
Boat launch	19,620	21,825	(2,205)	-10.1%
Capital outlay	-	84,066	(84,066)	-100.0%
Debt service	107,652	101,575	6,077	6.0%
<b>Total expenditures</b>	<b>\$ 21,682,870</b>	<b>\$ 20,609,118</b>	<b>\$ 1,073,752</b>	<b>5.2%</b>

General Government

Overall expenditures in FY18 increased \$637,481, or 30.8%, from FY17. The increase is a result of a legal settlement that occurred at the end of the year

Public Safety

Public Safety accounted for 61.3% 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 \$215,225, or 5.4%, due to increased claim activity and higher insurance premium costs.

Debt Service

Debt Service increased \$6,077, or 6.0%, from the prior fiscal year.

**VILLAGE OF ALSIP, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2018**

**Table 5  
General Fund Budgetary Highlights**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
Revenue	\$ 24,129,944	\$ 24,404,208	\$ 23,856,918
Expenditures	<u>21,631,925</u>	<u>22,077,359</u>	<u>20,775,115</u>
<b>Net changes in fund balance</b>	<u><u>\$ 2,498,019</u></u>	<u><u>\$ 2,326,849</u></u>	<u><u>\$ 3,081,803</u></u>

**General Fund Budgetary Highlights**

The Village General Fund in the Comprehensive Annual Financial Report is shown in comparison to the original and final budget. The revenues were conservatively budgeted and actual was \$273,026 or 1.1% lower. The expenditures were \$1,302,245, or 5.9%, lower than the final budget.

The Village Road and Bridge Fund in the Comprehensive Annual Financial Report is shown in comparison to the original and final budget. The revenues were conservatively budgeted and actual was \$103,705 or 3.6% lower. The expenditures were \$1,162,658, or 39.2%, 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 \$17,759,021, while the cost and net transfers in of all business-type activities totaled \$15,832,333.

Revenue

For the fiscal year ended April 30, 2018, operating revenues for the business-type activities totaled \$17,759,021, an increase of \$989,730, or 259.7%, mainly due to IEPA loan forgiveness based on approved water projects.

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 \$4,950,439. However with depreciation of \$1,552,549 and non-operating expenses and transfers in of \$1,471,202, the increase in net position totaled \$1,926,688.



**VILLAGE OF ALSIP, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2018**

**Table 6**  
**Enterprise Funds**  
**For fiscal year ended April 30, 2018**

	<b>Waterworks and Sewerage</b>	<b>Senior Citizen Complex</b>	<b>Totals</b>		<b>Difference</b>	<b>% Increase (Decrease)</b>
			<b>FY18</b>	<b>FY17</b>		
<b>Operating revenues</b>						
Charges for services	\$ 12,441,660	\$ -	\$ 12,441,660	\$ 11,985,489	\$ 456,171	3.8%
Rental income	-	4,634,440	4,634,440	4,591,430	43,010	0.9%
Other income	620,259	62,662	682,921	192,372	490,549	255.0%
Total operating revenues	13,061,919	4,697,102	17,759,021	16,769,291	989,730	259.7%
<b>Operating expenses</b>						
Water department	9,734,141	-	9,734,141	9,978,099	(243,958)	-2.4%
Sewer department	365,251	-	365,251	221,208	144,043	65.1%
Senior citizen complex	-	2,709,190	2,709,190	3,251,381	(542,191)	-16.7%
Depreciation and amortization	775,595	776,954	1,552,549	1,604,564	(52,015)	-3.2%
Total operating expenses	10,874,987	3,486,144	14,361,131	15,055,252	(694,121)	42.8%
<b>Nonoperating expenses and transfers (in) out</b>						
Amortization bond costs	369,779	17,568	387,347	43,358	343,989	793.4%
Net interest expense	194,497	132,588	327,085	402,308	(75,223)	-18.7%
Loss on disposal	-	-	-	678,111	(678,111)	-100.0%
Transfers in	(401,984)	(16,827)	(418,811)	(759,214)	340,403	-44.8%
Transfers out	514,650	660,931	1,175,581	232,789	942,792	405.0%
Total nonoperating expenses and transfers (in) out	676,942	794,260	1,471,202	597,352	873,850	1034.8%
Total expenses and transfers (in) out	11,551,929	4,280,404	15,832,333	15,652,604	179,729	1.1%
<b>Change in net position</b>	<u>\$ 1,509,990</u>	<u>\$ 416,698</u>	<u>\$ 1,926,688</u>	<u>\$ 1,116,687</u>	<u>\$ 810,001</u>	<u>72.5%</u>

**VILLAGE OF ALSIP, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2018**

**Capital Assets**

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

**Table 7  
VILLAGE OF ALSIP'S CAPITAL ASSETS**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>FY18</u>	<u>FY17</u>	<u>FY18</u>	<u>FY17</u>	<u>FY18</u>	<u>FY17</u>
<b>Non-depreciable assets:</b>						
Land	\$ 1,160,500	\$ 350,000	\$ 1,886,953	\$ 1,886,953	\$ 3,047,453	\$ 2,236,953
Construction-in-progress	-	-	1,401,836	-	1,401,836.00	-
Capital assets being depreciated:						
Buildings and improvements	11,380,612	10,570,113	34,539,414	34,474,651	45,920,026	45,044,764
Vehicles, machinery, and equipment	8,425,318	8,422,568	3,612,110	3,612,110	12,037,428	12,034,678
Infrastructure	42,338,759	42,234,283	22,642,297	22,707,060	64,981,056	64,941,343
Less accumulated depreciation	<u>(47,122,546)</u>	<u>(45,993,537)</u>	<u>(33,420,178)</u>	<u>(31,867,628)</u>	<u>(80,542,724)</u>	<u>(77,861,165)</u>
<b>Capital assets</b>	<u>\$ 16,182,643</u>	<u>\$ 15,583,427</u>	<u>\$ 30,662,432</u>	<u>\$ 30,813,146</u>	<u>\$ 46,845,075</u>	<u>\$ 46,396,573</u>

The Village's governmental capital assets and business-type capital assets increased \$917,725 and \$1,401,836, respectively, for a net decrease of \$2,319,561 before depreciation during FY18. 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 \$13.3 million. \$232,239 of the 2017 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 (housing rents), Water and Sewer (water rates and sewer rates), and Road & Bridge (fuel taxes and vehicle fees) 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. 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, 2018**

Table 8 summarizes the Village's debt structure.

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

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total Primary Government</b>	
	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>
General obligation bonds	\$ 3.9	\$ 9.2	\$ 9.4	\$ 12.1	\$ 13.3	\$ 21.3

**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:

- Illinois Public Act 099-0006 mandated that a county with at least 250,000 population having more than one Emergency Telephone System Board ("ETSB") serving 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. Because of that mandate, the Oak Lawn Emergency Communications Center took over emergency 911 dispatch services in the Village of Alsip starting in April 2018.
- 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 a one-time \$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. On May 21, 2018, the Village passed the Sustainable Retiree Defined Benefit Funding Plan which: (1) Changed actuarial assumptions starting with the FY18 reports for the public safety pensions, (2) Will change actuarial assumptions for OPEB after an OPEB Trust Fund is set up, and (3) Dedicated specific future cost savings and revenue sources to paying those liabilities, thus limiting those resources in future Village budgeting through April 30, 2040. 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 legislative effort and will decide on what actions it will take, if any, in response should a form of the bill become a Public Act.

**VILLAGE OF ALSIP, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2018**

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](http://www.villageofalsip.org) or contact:

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Alsip, Illinois 60803  
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## **Basic Financial Statements**

**VILLAGE OF ALSIP, ILLINOIS**  
**STATEMENT OF NET POSITION**  
**April 30, 2018**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash	\$ 613,581	\$ -	\$ 613,581
Temporary cash investments	17,629,358	9,356,370	26,985,728
Cash held for insurance and related expenditures	5,448,983	-	5,448,983
Receivables (net of allowance for uncollectibles)	10,590,624	1,915,616	12,506,240
Internal balances	(359,254)	359,254	-
Deposits	-	197,037	197,037
Prepaid expenses	175,381	2,481	177,862
Restricted assets:			
Escrow deposits restricted for bond refunding	-	-	-
Temporary cash investments	216,031	2,972,457	3,188,488
Capital assets (net of accumulated depreciation):			
Buildings	3,610,036	10,823,358	14,433,394
Improvements	638,622	4,789,193	5,427,815
System infrastructure	8,061,312	11,104,240	19,165,552
Machinery and equipment	848,828	647,943	1,496,771
Vehicles	1,052,845	8,909	1,061,754
Capital assets not being depreciated:			
Construction in progress	-	1,401,836	1,401,836
Land	1,160,500	1,886,953	3,047,453
Total capital assets (net of accumulated depreciation)	<u>15,372,143</u>	<u>30,662,432</u>	<u>46,034,575</u>
Total assets	49,686,847	45,465,647	95,152,494
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Charges on bond refunding	-	-	-
Related to pension liability	11,784,290	180,390	11,964,680
Total deferred outflows of resources	<u>11,784,290</u>	<u>180,390</u>	<u>11,964,680</u>
Total assets and deferred outflows of resources	<u>61,471,137</u>	<u>45,646,037</u>	<u>107,117,174</u>
<b>LIABILITIES</b>			
Accounts payable and other current liabilities	2,131,418	2,779,497	4,910,915
Accrued interest payable	26,818	68,241	95,059
Intergovernmental liability	-	-	-
Deposits	-	393,090	393,090
Payable from restricted accounts:			
Customer deposits	-	35,021	35,021
Noncurrent liabilities:			
Due within one year	379,500	884,950	1,264,450
Due in more than one year	117,293,608	14,370,925	131,664,533
Total liabilities	119,831,344	18,531,724	138,363,068
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Related to pension liability	3,829,282	651,011	4,480,293
Total liabilities and deferred inflows of resources	<u>123,660,626</u>	<u>19,182,735</u>	<u>142,843,361</u>
<b>NET POSITION</b>			
Net investment in capital assets	11,131,638	17,645,110	28,776,748
Restricted for:			
Debt service	1,150,495	-	1,150,495
Police department programs	216,031	-	216,031
Maintenance of 9-1-1 Emergency Telephone System	-	-	-
Tax Increment Financing allocation for project areas	3,078,933	-	3,078,933
Street maintenance and improvement programs	2,967,570	-	2,967,570
Fire department programs	55,163	-	55,163
Unrestricted	(80,789,319)	8,818,192	(71,971,127)
<b>TOTAL NET POSITION</b>	<u>\$ (62,189,489)</u>	<u>\$ 26,463,302</u>	<u>\$ (35,726,187)</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, 2018

		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	\$ 4,900,132	\$ 1,055,265	\$ 43,148	\$ (3,801,719)	\$ -	\$ (3,801,719)
Public safety	21,810,737	2,297,757	27,972	(19,485,008)	-	(19,485,008)
Highway and streets	2,775,496	539,350	-	(2,236,146)	-	(2,236,146)
Building	511,977	115,337	-	(396,640)	-	(396,640)
Health and environmental control	1,194,552	751,617	-	(442,935)	-	(442,935)
Drainage and storm sewers	120,237	-	-	(120,237)	-	(120,237)
Forestry maintenance	71,507	-	-	(71,507)	-	(71,507)
Interest on long-term debt	178,467	-	-	(178,467)	-	(178,467)
Total governmental activities	31,563,105	4,759,326	71,120	(26,732,659)	-	(26,732,659)
Business-type activities:						
Water	10,864,515	12,281,265	-	-	1,416,750	1,416,750
Sewer	617,672	769,588	-	-	151,916	151,916
Senior Citizen Complex	3,680,207	4,697,102	-	-	1,016,895	1,016,895
Total business-type activities	15,162,394	17,747,955	-	-	2,585,561	2,585,561
TOTAL PRIMARY GOVERNMENT	\$ 46,725,499	\$ 22,507,281	\$ 71,120	\$ (26,732,659)	\$ 2,585,561	\$ (24,147,098)
General revenues:						
Property taxes				\$ 12,961,593	\$ -	\$ 12,961,593
Sales taxes				6,421,934	-	6,421,934
State income taxes				2,266,790	-	2,266,790
Fuel use taxes				1,451,468	-	1,451,468
Motor fuel taxes				492,201	-	492,201
Replacement taxes				333,854	-	333,854
Real estate transfer taxes				590,656	-	590,656
Other taxes				832,100	-	832,100
Insurance proceeds				304,333	-	304,333
Unrestricted interest/investment earnings				171,633	5,680	177,313
Other				177,175	92,217	269,392
Transfers				756,770	(756,770)	-
Total general revenues and transfers				26,760,507	(658,873)	26,101,634
CHANGE IN NET POSITION				27,848	1,926,688	1,954,536
NET POSITION - BEGINNING (Restated)				(62,217,337)	24,536,614	(37,680,723)
NET POSITION - ENDING				\$ (62,189,489)	\$ 26,463,302	\$ (35,726,187)

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

**VILLAGE OF ALSIP, ILLINOIS**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**April 30, 2018**

	General	Road and Bridge	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash	\$ 613,581	\$ -	\$ -	\$ 613,581
Temporary cash investments	10,082,942	2,552,776	4,993,640	17,629,358
Cash held for insurance and related expenditures	5,448,983	-	-	5,448,983
Receivables (net of allowance for uncollectibles)	9,862,031	427,023	301,570	10,590,624
Due from other funds	2,064	-	-	2,064
Prepaid expenses	81,337	94,044	-	175,381
Restricted assets:				
Escrow deposits restricted for bond refunding	-	-	-	-
Temporary cash investments	216,031	-	-	216,031
<b>TOTAL ASSETS</b>	<b>\$ 26,306,969</b>	<b>\$ 3,073,843</b>	<b>\$ 5,295,210</b>	<b>\$ 34,676,022</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable and other current liabilities	\$ 1,701,050	\$ 212,646	\$ 217,722	\$ 2,131,418
Intergovernmental liability	-	-	-	-
Due to other funds	359,255	-	2,064	361,319
<b>Total liabilities</b>	<b>2,060,305</b>	<b>212,646</b>	<b>219,786</b>	<b>2,492,737</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue - property taxes	7,151,662	427,023	257,437	7,836,122
<b>FUND BALANCES</b>				
Nonspendable	81,337	-	-	81,337
Restricted for:				
Police department programs	216,031	-	-	216,031
Maintenance of 9-1-1 Emergency Telephone System	-	-	-	-
Tax Increment Financing allocation for project areas	-	-	3,078,933	3,078,933
Street maintenance and improvement programs	-	2,434,174	533,396	2,967,570
Fire department programs	-	-	55,163	55,163
Debt service	-	-	1,150,495	1,150,495
<b>Total restricted fund balance</b>	<b>216,031</b>	<b>2,434,174</b>	<b>4,817,987</b>	<b>7,468,192</b>
Assigned for insurance premiums, claims, and related expenditures	5,448,983	-	-	5,448,983
Unassigned	11,348,651	-	-	11,348,651
<b>Total fund balances</b>	<b>17,095,002</b>	<b>2,434,174</b>	<b>4,817,987</b>	<b>24,347,163</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 26,306,969</b>	<b>\$ 3,073,843</b>	<b>\$ 5,295,210</b>	
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.				15,372,144
Receivables are not available to pay for current period expenditures and, therefore, are deferred in the funds.				7,836,122
Charges on bond refundings are not financial resources and, therefore, are not reported in the funds.				-
Deferred outflows and inflows related to pension are not financial resources and, therefore, are not reported in the funds.				7,955,008
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.				(117,699,926)
				<b>\$ (62,189,489)</b>

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, 2018**

	<u>General</u>	<u>Road and Bridge</u>	<u>Other Governmental Funds</u>	<u>Totals Governmental Funds</u>
<b>REVENUES</b>				
Taxes	\$ 19,149,839	\$ 2,088,682	\$ 1,326,918	\$ 22,565,439
Fines	878,560	-	-	878,560
Licenses and permits	488,051	394,458	243,083	1,125,592
Grants	71,120	-	-	71,120
Charges for services	751,617	-	-	751,617
Investment income	110,369	-	61,267	171,636
Miscellaneous	<u>2,194,652</u>	<u>309,661</u>	<u>5,837</u>	<u>2,510,150</u>
Total revenues	<u>23,644,208</u>	<u>2,792,801</u>	<u>1,637,105</u>	<u>28,074,114</u>
<b>EXPENDITURES</b>				
Current: General government	2,710,347	-	-	2,710,347
Public safety	13,288,713	-	757,458	14,046,171
Highways and streets	-	1,578,153	681,206	2,259,359
Building	191,606	-	-	191,606
Health and environmental control	1,157,584	-	-	1,157,584
Insurance	4,207,348	-	-	4,207,348
Drainage and storm sewers	-	120,237	-	120,237
Forestry maintenance	-	71,507	-	71,507
Capital projects	-	-	-	-
Miscellaneous	19,620	-	2,476,017	2,495,637
Debt service: Principal retirement	104,600	152,527	1,793,161	2,050,288
Interest and fiscal charges	<u>3,052</u>	<u>31,349</u>	<u>166,511</u>	<u>200,912</u>
Total expenditures	<u>21,682,870</u>	<u>1,953,773</u>	<u>5,874,353</u>	<u>29,510,996</u>
Excess (deficiency) of revenues over expenditures	<u>1,961,338</u>	<u>839,028</u>	<u>(4,237,248)</u>	<u>(1,436,882)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Payment to bond escrow agent	-	-	(3,482,598)	(3,482,598)
Transfer in	356,026	7,500	1,710,994	2,074,520
Transfer out	-	(100,000)	(1,217,750)	(1,317,750)
Sale of Village property	<u>10,550</u>	<u>-</u>	<u>-</u>	<u>10,550</u>
Total other financing sources (uses)	<u>366,576</u>	<u>(92,500)</u>	<u>(2,989,354)</u>	<u>(2,715,278)</u>
Net change in funds balances	<u>2,327,914</u>	<u>746,528</u>	<u>(7,226,602)</u>	<u>(4,152,160)</u>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>14,767,088</u>	<u>1,687,646</u>	<u>12,044,589</u>	<u>28,499,323</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 17,095,002</u>	<u>\$ 2,434,174</u>	<u>\$ 4,817,987</u>	<u>\$ 24,347,163</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, 2018**

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

Net change in fund balances - total governmental funds (page 22)	\$ (4,152,160)
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, \$1,018,233 were exceeded by depreciation, \$1,193,878, in the current period.	(175,645)
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.	(35,638)
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.	2,785,157
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.	5,516,095
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>(3,909,961)</u>
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES (PAGE 20)</b>	<b>\$ <u>27,848</u></b>

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

**VILLAGE OF ALSIP, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL - GENERAL AND ROAD AND BRIDGE FUNDS (BUDGETARY BASIS)**  
**For the Year Ended April 30, 2018**

		General				Road and Bridge			
		Original Budget	Final Budget	Actual	Variance Positive (Negative)	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>REVENUES</b>									
Taxes		\$ 20,087,207	\$ 20,087,207	\$ 19,486,838	\$ (600,369)	\$ 2,260,591	\$ 2,260,591	\$ 2,088,682	\$ (171,909)
Fines		841,323	841,323	878,560	37,237	-	-	-	-
Licenses and permits		559,340	559,340	488,051	(71,289)	443,219	443,219	394,458	(48,761)
Grants		94,689	94,689	71,120	(23,569)	-	-	-	-
Charges for services		754,192	754,192	627,328	(126,864)	-	-	-	-
Investment income		42,400	42,400	110,369	67,969	-	-	-	-
Miscellaneous		1,750,793	2,025,057	2,194,652	443,859	192,696	192,696	309,661	116,965
Total revenues		<u>24,129,944</u>	<u>24,404,208</u>	<u>23,856,918</u>	<u>(273,026)</u>	<u>2,896,506</u>	<u>2,896,506</u>	<u>2,792,801</u>	<u>(103,705)</u>
<b>EXPENDITURES</b>									
Current:	General government	2,280,415	2,565,049	2,624,154	(59,105)	-	-	-	-
	Public safety	11,930,360	12,091,160	12,754,265	(663,105)	-	-	-	-
	Highway and streets	-	-	-	-	2,101,759	2,101,759	1,427,245	674,514
	Building	217,100	217,100	182,132	34,968	-	-	-	-
	Health and environmental control	1,158,072	1,158,072	1,130,798	27,274	-	-	-	-
	Drainage and storm sewers	-	-	-	-	217,687	217,687	120,237	97,450
	Forestry maintenance	-	-	-	-	155,675	155,675	71,507	84,168
	Insurance	5,931,591	5,931,591	3,956,620	1,974,971	-	-	-	-
	Capital projects	-	-	-	-	-	-	-	-
	Miscellaneous	24,595	24,595	19,494	5,101	-	-	-	-
Debt service:	Principal retirement	81,698	81,698	104,600	(22,902)	247,529	247,529	152,527	95,002
	Interest and fiscal charges	8,094	8,094	3,052	5,042	242,873	242,873	31,349	211,524
Total expenditures		<u>21,631,925</u>	<u>22,077,359</u>	<u>20,775,115</u>	<u>1,302,244</u>	<u>2,965,523</u>	<u>2,965,523</u>	<u>1,802,865</u>	<u>1,162,658</u>
<b>OTHER FINANCING SOURCES (USES)</b>									
	Transfers in	-	-	356,026	356,026	-	-	-	-
	Transfers out	-	-	-	-	-	-	-	-
	Proceeds from bond issuance, net of escrow	-	-	-	-	-	-	-	-
	Proceeds from sale of assets	-	-	10,550	10,550	-	-	-	-
Total other financing sources (uses)		<u>-</u>	<u>-</u>	<u>366,576</u>	<u>366,576</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>		<u>\$ 2,498,019</u>	<u>\$ 2,326,849</u>	<u>3,448,379</u>	<u>\$ 1,395,794</u>	<u>\$ (69,017)</u>	<u>\$ (69,017)</u>	<u>989,936</u>	<u>\$ 1,058,953</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>				<u>14,767,088</u>				<u>1,687,646</u>	
<b>RECONCILING ITEMS FOR DIFFERENCES IN BUDGETARY AND ACCRUAL BASIS, NET</b>				<u>(1,120,464)</u>				<u>(243,408)</u>	
<b>FUND BALANCE, END OF YEAR</b>				<u>\$ 17,095,002</u>				<u>\$ 2,434,174</u>	

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

**VILLAGE OF ALSIP, ILLINOIS**  
**STATEMENT OF NET POSITION -**  
**PROPRIETARY FUNDS**  
**April 30, 2018**

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Waterworks and Sewerage</b>	<b>Senior Citizen Complex</b>	<b>Totals</b>
<b>ASSETS</b>			
Current assets:			
Cash	\$ -	\$ -	\$ -
Temporary cash investments	5,011,635	4,344,735	9,356,370
Receivables (net of allowance for uncollectibles)	1,915,616	-	1,915,616
Prepaid insurance/expense	-	2,481	2,481
Due from other funds	359,254	-	359,254
Total current assets	7,286,505	4,347,216	11,633,721
Noncurrent assets:			
Restricted temporary cash investments	502,096	2,470,361	2,972,457
Deposits	-	197,037	197,037
Capital assets:			
Land	-	1,886,953	1,886,953
Buildings	9,778,685	14,698,198	24,476,883
Building improvements	10,066	8,803,069	8,813,135
Improvements other than building	-	1,249,396	1,249,396
System infrastructure	22,642,297	-	22,642,297
Machinery and equipment	2,459,444	962,609	3,422,053
Vehicles	190,057	-	190,057
Construction in progress	1,401,836	-	1,401,836
Less accumulated depreciation	(17,886,754)	(15,533,424)	(33,420,178)
Total capital assets, net of accumulated depreciation	18,595,631	12,066,801	30,662,432
Total noncurrent assets	19,097,727	14,734,199	33,831,926
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Related to pension liability	180,390	-	180,390
Total deferred outflows of resources	180,390	-	180,390
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 26,564,622</b>	<b>\$ 19,081,415</b>	<b>\$ 45,646,037</b>

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

**VILLAGE OF ALSIP, ILLINOIS**  
**STATEMENT OF NET POSITION - (Continued)**  
**PROPRIETARY FUNDS**  
**April 30, 2018**

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Waterworks and Sewerage</b>	<b>Senior Citizen Complex</b>	<b>Totals</b>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable and other current liabilities	\$ 2,684,322	\$ 95,175	\$ 2,779,497
Accrued interest payable	37,896	30,345	68,241
Security deposits	-	393,090	393,090
Customer deposits payable - restricted assets	35,021	-	35,021
Current portion of notes payable	139,890	-	139,890
Current portion of general obligation bonds	413,500	331,560	745,060
Total current liabilities	3,310,629	850,170	4,160,799
Noncurrent liabilities:			
Post employment benefit obligation	2,309,697	-	2,309,697
IMRF net pension liability	(71,144)	-	(71,144)
Notes payable	2,856,987	-	2,856,987
Long-term portion of general obligation bonds (net of unamortized discount, premium)	5,110,383	4,165,002	9,275,385
Total noncurrent liabilities	10,205,923	4,165,002	14,370,925
Total liabilities	13,516,552	5,015,172	18,531,724
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Related to pension liability	651,011	-	651,011
<b>NET POSITION</b>			
Net investment in capital assets	10,074,871	7,570,239	17,645,110
Unrestricted	2,322,188	6,496,004	8,818,192
Total net position	12,397,059	14,066,243	26,463,302
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>	<b>\$ 26,564,622</b>	<b>\$ 19,081,415</b>	<b>\$ 45,646,037</b>

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, 2018**

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Waterworks and Sewerage</b>	<b>Senior Citizen Complex</b>	<b>Totals</b>
<b>OPERATING REVENUES</b>			
Charges for sales and services:			
Water and sewer sales	\$ 12,441,660	\$ -	\$ 12,441,660
Rental income	-	4,634,440	4,634,440
Other sales and services	620,259	62,662	682,921
Total operating revenues	13,061,919	4,697,102	17,759,021
<b>OPERATING EXPENSES</b>			
Cost of sales and services	10,099,392	2,709,190	12,808,582
Depreciation	775,595	776,954	1,552,549
Total operating expenses	10,874,987	3,486,144	14,361,131
Operating income	2,186,932	1,210,958	3,397,890
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Amortization of charge on bond refunding	(407,023)	-	(407,023)
Amortization of bond premium	37,244	(61,440)	(24,196)
Bond issuance costs	-	43,872	43,872
Note and bond interest and fiscal charges	(200,177)	(132,588)	(332,765)
Investment earnings	5,680	-	5,680
Total non-operating expenses	(564,276)	(150,156)	(714,432)
Income before transfers	1,622,656	1,060,802	2,683,458
Transfer out	(514,650)	(660,931)	(1,175,581)
Transfer in	401,984	16,827	418,811
Total transfers	(112,666)	(644,104)	(756,770)
Change in net position	1,509,990	416,698	1,926,688
<b>NET POSITION, BEGINNING OF YEAR (Restated)</b>	10,887,069	13,649,545	24,536,614
<b>NET POSITION, END OF YEAR</b>	<u>\$ 12,397,059</u>	<u>\$ 14,066,243</u>	<u>\$ 26,463,302</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, 2018**

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Waterworks and Sewerage</b>	<b>Senior Citizen Complex</b>	<b>Totals</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers and users	\$ 12,528,518	\$ 8,098,106	\$ 20,626,624
Payments to suppliers	(9,681,117)	(2,057,571)	(11,738,688)
Payments to employees	(601,694)	(622,051)	(1,223,745)
Net cash provided (used) by operating activities	<u>2,245,707</u>	<u>5,418,484</u>	<u>7,664,191</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>			
Transfers in	401,984	1,719,324	2,121,308
Transfers out	(514,650)	(2,363,429)	(2,878,079)
Net cash used by non-capital financing activities	<u>(112,666)</u>	<u>(644,105)</u>	<u>(756,771)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Purchase of property, building, and equipment	(1,401,834)	-	(1,401,834)
Principal payments on bonds payable	(255,000)	(317,396)	(572,396)
Payment to Bond Trustee	-	(3,402,497)	(3,402,497)
Proceeds from issuance of notes payable	1,227,146	-	1,227,146
Bond reimbursement	511,216	660,931	1,172,147
Principal payments on notes payable	(637,917)	-	(637,917)
Interest paid on notes and bonds	(215,757)	(223,074)	(438,831)
Net cash provided by capital and related financing activities	<u>(772,146)</u>	<u>(3,282,036)</u>	<u>(4,054,182)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Earnings on investments	<u>5,680</u>	<u>-</u>	<u>5,680</u>
<b>NET INCREASE IN CASH AND TEMPORARY CASH INVESTMENTS</b>	<u>1,366,575</u>	<u>1,492,343</u>	<u>2,858,918</u>
<b>CASH AND TEMPORARY CASH INVESTMENTS, BEGINNING OF YEAR</b>	<u>4,147,156</u>	<u>5,322,753</u>	<u>9,469,909</u>
<b>CASH AND TEMPORARY CASH INVESTMENTS, END OF YEAR</b>	<u>\$ 5,513,731</u>	<u>\$ 6,815,096</u>	<u>\$ 12,328,827</u>

(This statement is continued on the following page.)

**VILLAGE OF ALSIP, ILLINOIS**  
**STATEMENT OF CASH FLOWS (Continued)**  
**PROPRIETARY FUNDS**  
**For the Year Ended April 30, 2018**

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Waterworks and Sewerage</b>	<b>Senior Citizen Complex</b>	<b>Totals</b>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>			
Operating income	\$ 2,186,932	\$ 1,210,958	\$ 3,397,890
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	775,595	776,954	1,552,549
Effects of changes in operating assets and liabilities:			
Receivables - account customers	(116,415)	-	(116,415)
Receivables - unbilled charges	12,183	-	12,183
Receivables - other	(429,169)	-	(429,169)
Due from other funds	67,358	-	67,358
Prepaid insurance/expense	-	277	277
Utility overpayment	150	-	150
Deposits	-	3,401,004	3,401,004
Accounts payable	(342,670)	33,231	(309,439)
Other accrued expenses	2,259	-	2,259
Security deposits	-	(3,940)	(3,940)
Postemployment benefit obligation	1,611,009	-	1,611,009
Deferred outflow - IMRF	161,756	-	161,756
Deferred inflow - IMRF	496,166	-	496,166
IMRF net pension liability	(2,180,742)	-	(2,180,742)
Restricted liabilities	1,295	-	1,295
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>\$ 2,245,707</b>	<b>\$ 5,418,484</b>	<b>\$ 7,664,191</b>

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



**VILLAGE OF ALSIP, ILLINOIS**  
**STATEMENT OF FIDUCIARY NET POSITION -**  
**FIDUCIARY FUNDS**  
**April 30, 2018**

	<b>Pension Trust</b>		
	<b>Police Pension</b>	<b>Firemen's Pension</b>	<b>Totals</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 3,437,321	\$ 410,023	\$ 3,847,344
Receivables:			
Contributions	-	16,144	16,144
Accrued interest	40,827	64,955	105,782
Investments, at fair value:			
U.S. Government securities	2,634,859	6,432,858	9,067,717
Corporate and other bonds	2,577,190	5,347,181	7,924,371
Mutual funds	12,350,399	14,825,896	27,176,295
 Total assets	<u>21,040,596</u>	<u>27,097,057</u>	<u>48,137,653</u>
 <b>LIABILITIES</b>			
Accrued liabilities	<u>14,621</u>	<u>-</u>	<u>14,621</u>
 <b>NET POSITION</b>			
Net position restricted for pensions	<u>\$ 21,025,975</u>	<u>\$ 27,097,057</u>	<u>\$ 48,123,032</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, 2018**

	<b>Pension Trust</b>		
	<b>Police Pension</b>	<b>Firemen's Pension</b>	<b>Totals</b>
<b>ADDITIONS</b>			
Contributions:			
Employer	\$ 2,677,597	\$ 1,765,714	\$ 4,443,311
Employee	339,682	307,846	647,528
Total contributions	3,017,279	2,073,560	5,090,839
Investment earnings:			
Net depreciation in fair value of investments	952,123	1,544,519	2,496,642
Dividends	206,203	177,156	383,359
Interest	232,554	251,688	484,242
Miscellaneous income	-	69	69
Total investment earnings	1,390,880	1,973,432	3,364,312
Less investment expense	120,843	110,621	231,464
Net investment loss	1,270,037	1,862,811	3,132,848
Total additions	4,287,316	3,936,371	8,223,687
<b>DEDUCTIONS</b>			
Retirement benefits	2,814,422	1,189,518	4,003,940
Duty disability benefits	211,807	673,176	884,983
Surviving spouse benefits	130,369	217,323	347,692
Miscellaneous	24,529	30,298	54,827
Total deductions	3,181,127	2,110,315	5,291,442
<b>NET INCREASE</b>	1,106,189	1,826,056	2,932,245
<b>NET POSITION RESTRICTED FOR PENSIONS, BEGINNING OF YEAR</b>	19,919,786	25,271,001	45,190,787
<b>NET POSITION RESTRICTED FOR PENSIONS, END OF YEAR</b>	<u>\$ 21,025,975</u>	<u>\$ 27,097,057</u>	<u>\$ 48,123,032</u>

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

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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, 2018**

**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 2017 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, 2018**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

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

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 No. 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, 2018**

**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, 2018**

**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, 2018**

**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 acquisition 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:

<b><u>Assets</u></b>	<b><u>Years</u></b>
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, 2018**

**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, 2018**

**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, 2018**

**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.

E. Governmental Accounting Standards

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (Employer)*, will be effective for the Village beginning with its year ended December 31, 2018. This statement outlines reporting by governments that provide OPEB to their employees and for governments that finance OPEB for employees of other governments. The Village has early implemented the standard as of year-end April 30, 2018.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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	\$ 4,935,945
Less net issuance (discount) premium (to be amortized over life of debt)	172,643
Accrued interest payable	26,818
Compensated absences	217,276
Net pension obligation	65,860,944
Post retirement benefit obligation	<u>46,491,801</u>
<b>Net adjustment to reduce fund balance - total governmental funds to arrive at net position - governmental activities</b>	<b>\$117,699,926</b>

**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	\$ 1,018,233
Depreciation expense	<u>(1,193,878)</u>
<b>Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities</b>	<b><u>\$ (175,642)</u></b>

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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	\$ -
Premiums on bond issuance	-
Principal repayments:	
Note payable debt	244,452
General obligation debt	5,198,685
Amortization of charge on refunding	118,313
Amortization of bond premiums	(5,680)
Amortization of bond discounts	<u>(39,675)</u>

<b>Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities</b>	<b><u>\$ 5,516,095</u></b>
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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	\$ (2,661,806)
Post retirement benefit obligation	(1,640,357)
Accrued interest	63,982
Other liabilities	<u>328,218</u>

<b>Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities</b>	<b><u>\$ (3,909,961)</u></b>
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**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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, 2018, 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.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)**

**A. Deposits and investments (continued)**

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.

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 \$10,380,488 for the Village at April 30, 2018.

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**

As of April 30, 2018, the Police and Firemen's Pension trust funds held investments, which are comprised of the following:

<b><u>Investment Type</u></b>	<b><u>Fair Value</u></b>
Cash and cash equivalents	\$ 3,847,345
U.S. Government securities	9,067,717
Corporate bonds	7,924,371
Mutual funds	<u>27,176,294</u>
<b>Total</b>	<b><u>\$48,015,727</u></b>

*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, 2018**

**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, 2018:

	<u>Fair Value</u>	<u>Investment Maturity (Years)</u>			
		<u>≤1</u>	<u>1-5</u>	<u>6-10</u>	<u>&gt;10</u>
U.S. Government Securities	\$ 9,067,717	\$ 1,328,173	\$ 2,559,460	\$ 4,760,267	\$ 419,817
Corporate and other bonds	7,924,372	2,245,583	3,153,196	2,290,876	234,717
Cash and cash equivalents (CDs*)	2,763,774	100,018	1,039,252	1,340,438	284,066
Mutual funds	27,176,295	N/A	N/A	N/A	N/A
Common stocks	-	N/A	N/A	N/A	N/A
Cash and cash equivalents (money market**)	1,083,572	N/A	N/A	N/A	N/A
Total investments	<u>\$ 48,015,730</u>	<u>\$ 3,673,774</u>	<u>\$ 6,751,908</u>	<u>\$ 8,391,581</u>	<u>\$ 938,600</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, 2018, the Village's Firemen's Pension and Police Pension funds were rated as follows:

<u>Standard &amp; Poor's Rating</u>	<u>Fair Value</u>
AAA	<u>\$ 765,243</u>
AA+	<u>\$ 7,802,269</u>
AA	<u>\$ 1,797,316</u>
AA-	<u>\$ 171,896</u>
A+	<u>\$ 1,140,366</u>
A	<u>\$ 2,069,039</u>
A-	<u>\$ 791,033</u>
BBB+	<u>\$ 376,250</u>



**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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, 9.92%, and U.S. Treasury Notes, 10.40%. The Police Pension Fund had no investments greater than 5% of the fund's total.

*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, 2018:

- Mutual funds of \$27,176,294 are quoted prices in active markets for identical assets (Level 1),
- U.S. government securities of \$9,067,717, corporate and other bonds of \$7,924,371 and certificates of deposit of \$2,763,774 are significant and observable inputs (Level 2 inputs).

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)**

**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:

	<b>General</b>	<b>Road and Bridge</b>	<b>Waterworks and Sewerage</b>	<b>Non-major and Fiduciary Funds</b>	<b>Total</b>
Receivables:					
Interest	\$ -	\$ -	\$ -	\$ 56,971	\$ 56,971
Taxes	9,508,333	448,023	-	378,126	10,334,482
Accounts	868,563	-	1,915,616	-	2,784,179
Gross receivables	10,376,896	448,023	1,915,616	435,097	13,175,632
Less allowance for uncollectibles	(514,865)	(21,000)	-	(11,603)	(547,468)
<b>Net total</b>					
<b>receivables</b>	<u>\$ 9,862,031</u>	<u>\$ 427,023</u>	<u>\$ 1,915,616</u>	<u>\$ 423,494</u>	<u>\$ 12,628,164</u>

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)	\$ 7,151,662
Property taxes receivable (road and bridge fund)	427,023
Property taxes receivable (special tax allocation fund)	122,232
Property taxes receivable (debt service fund)	135,205
<b>Total deferred inflows of resources for major funds</b>	<u><u>\$ 7,836,122</u></u>

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)**

**C. Capital assets**

Capital asset activity for the year ended April 30, 2018 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Government activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 350,000	\$ 810,500.00	\$ -	\$ 1,160,500
Capital assets being depreciated:				
Buildings	9,375,371	-	-	9,375,371
Improvements	1,194,742	-	-	1,194,742
System infrastructure	42,234,283	104,476	-	42,338,759
Machinery and equipment	3,144,420	-	-	3,144,420
Vehicles	5,278,148	103,257	(100,507)	5,280,898
Total capital assets being depreciated	61,226,964	207,733	(100,507)	61,334,190
Less accumulated depreciation for:				
Buildings	(5,541,689)	(223,645)	-	(5,765,334)
Improvements	(548,709)	(7,411)	-	(556,120)
System infrastructure	(33,811,221)	(466,226)	-	(34,277,447)
Machinery and equipment	(2,043,205)	(252,387)	-	(2,295,592)
Vehicles	(4,048,713)	(244,209)	64,869	(4,228,053)
Total accumulated depreciation	(45,993,537)	(1,193,878)	64,869	(47,122,546)
Total capital assets being depreciated, net	15,233,427	(986,145)	(35,638)	14,211,644
<b>Government activities capital assets, net</b>	<b>\$ 15,583,427</b>	<b>\$ (175,645)</b>	<b>\$ (35,638)</b>	<b>\$ 15,372,144</b>

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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>
<b>Business-type activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 1,886,953	\$ -	\$ -	\$ 1,886,953
Construction in progress	<u>-</u>	<u>1,401,836</u>	<u>-</u>	<u>1,401,836</u>
Total capital assets, not being depreciated	<u>1,886,953</u>	<u>1,401,836</u>	<u>-</u>	<u>3,288,789</u>
Capital assets being depreciated:				
Buildings	24,412,120	64,763	-	24,476,883
Improvements	10,062,531	-	-	10,062,531
System infrastructure	22,707,060	-	(64,763)	22,642,297
Machinery and equipment	3,422,053	-	-	3,422,053
Vehicles	<u>190,057</u>	<u>-</u>	<u>-</u>	<u>190,057</u>
Total capital assets being depreciated	<u>60,793,821</u>	<u>64,763</u>	<u>(64,763)</u>	<u>60,793,821</u>
Less accumulated depreciation for:				
Buildings	(13,033,869)	(619,656)	-	(13,653,525)
Improvements	(4,902,682)	(370,656)	-	(5,273,338)
System infrastructure	(11,058,447)	(479,610)	-	(11,538,057)
Machinery and equipment	(2,699,539)	(74,571)	-	(2,774,110)
Vehicles	<u>(173,091)</u>	<u>(8,057)</u>	<u>-</u>	<u>(181,148)</u>
Total accumulated depreciation	<u>(31,867,628)</u>	<u>(1,552,550)</u>	<u>-</u>	<u>(33,420,178)</u>
Total capital assets being depreciated, net	<u>28,926,193</u>	<u>(1,487,787)</u>	<u>(64,763)</u>	<u>27,373,643</u>
<b>Business-type activities capital assets, net</b>	<u><u>\$ 30,813,146</u></u>	<u><u>\$ (85,951)</u></u>	<u><u>\$ (64,763)</u></u>	<u><u>\$ 30,662,432</u></u>

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

Government activities:	
General government	\$ 530,299
Public safety	247,276
Highways and streets	211,812
Building	<u>204,491</u>
<b>Total</b>	<u><u>\$1,193,878</u></u>

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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, 2018, is as follows:

	<u>Receivables</u>	<u>Payables</u>
General Fund:		
Debt Service Fund	\$ 2,064	\$ -
Water and Sewer Fund	<u>-</u>	<u>359,255</u>
Total	<u>2,064</u>	<u>359,255</u>
Debt Service Fund		
General Fund	<u>-</u>	<u>2,064</u>
Water and Sewer Fund:		
General Fund	<u>359,255</u>	<u>-</u>
Total	<u><u>\$ 361,319</u></u>	<u><u>\$ 361,319</u></u>

The composition of interfund transfers as of April 30, 2018, is as follows:

	Transfer In					
	General Fund	Road and Bridge Fund	Debt Service Fund	Waterworks and Sewerage Fund	Senior Citizen Complex Fund	Total
Transfer out:						
General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Road and Bridge	-	-	100,000	-	-	100,000
Debt Service Fund	356,026	7,500	435,413	401,984	16,827	1,217,750
Waterworks and Sewerage Fund	-	-	514,650	-	-	514,650
Senior Citizen Complex Fund	-	-	660,931	-	-	660,931
Total	<u><u>\$ 356,026</u></u>	<u><u>\$ 7,500</u></u>	<u><u>\$ 1,710,994</u></u>	<u><u>\$ 401,984</u></u>	<u><u>\$ 16,827</u></u>	<u><u>\$ 2,493,331</u></u>

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

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 4 - DETAILED NOTES ON ALL FUNDS (continued)**

**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.

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 - refunding	2.00 - 4.00%	\$ 3,986,766
Business-type activities	2.00 - 6.50%	<u>9,428,234</u>
<b>Total general obligation bonds</b>		<b><u>\$ 13,415,000</u></b>

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

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 1,125,000	\$ 456,300	\$ 1,581,300
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	915,000	349,050	1,264,050
2024-2027	4,060,000	1,291,450	5,351,450
2028-2032	3,690,000	470,200	4,160,200
2033-2037	580,000	23,200	603,200
<b>Total</b>	<b><u>\$ 13,415,000</u></b>	<b><u>\$ 3,812,475</u></b>	<b><u>\$ 17,227,475</u></b>

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%	\$ 949,297
Business-type activities	1.25%	<u>2,996,807</u>
<b>Total notes payable</b>		<b><u>\$ 3,946,104</u></b>

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 360,750	\$ 56,364	\$ 417,114
2020	1,015,438	48,908	1,064,346
2021	220,091	43,576	263,667
2022	224,374	39,294	263,668
2023	228,759	34,908	263,667
2024-2027	961,055	93,613	1,054,668
2028-2032	802,332	36,783	839,115
2033-2037	143,116	1,270	144,386
<b>Total</b>	<b>\$ 3,955,915</b>	<b>\$ 354,716</b>	<b>\$ 4,310,631</b>

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.

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

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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.

Changes in long-term liabilities

Long-term liabilities activity for the year ended April 30, 2018, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<b>Government activities:</b>					
Bonds payable:					
General obligation bonds	\$ 9,179,951	\$ -	\$ (5,193,185)	\$ 3,986,766	\$ 379,500
Net deferred amounts:					
For discounts and premiums	<u>288,723</u>	<u>-</u>	<u>(116,080)</u>	<u>172,643</u>	<u>-</u>
Total bonds payable	9,468,674	-	(5,309,265)	4,159,409	379,500
Notes payable	1,193,631	-	(244,452)	949,179	-
Compensated absences	323,895	-	(112,120)	211,775	-
Other long-term liabilities	244,408	-	(244,408)	-	-
Net pension liability	60,002,822	5,858,122	-	65,860,944	-
Post retirement benefit obligation*	<u>44,851,444</u>	<u>1,640,357</u>	<u>-</u>	<u>46,491,801</u>	<u>-</u>
<b>Governmental activities long-term liabilities</b>	<u>\$116,084,874</u>	<u>\$ 7,498,479</u>	<u>\$ (5,910,245)</u>	<u>\$ 117,673,108</u>	<u>\$ 379,500</u>

\*Beginning Balance was restated for implementation of GASB 75.



**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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>
<b>Business-type activities:</b>					
Bonds payable:					
General obligation bonds	\$ 12,180,049	\$ 1,175,581	\$ (3,927,396)	\$ 9,428,234	\$ 745,060
Net deferred amounts:					
For discounts and premiums	<u>673,071</u>	<u>61,440</u>	<u>(142,230)</u>	<u>592,281</u>	<u>-</u>
Total bonds payable	12,853,120	1,237,021	(4,069,626)	10,020,515	745,060
Notes payable	2,407,648	1,227,148	(637,989)	2,996,807	139,890
Net pension liability	546,201		(617,345)	(71,144)	-
Post retirement benefit obligation*	<u>2,262,085</u>	<u>47,612</u>	<u>-</u>	<u>2,309,697</u>	<u>-</u>
<b>Business-type activities long-term liabilities</b>	<u>\$ 18,069,054</u>	<u>\$ 2,511,781</u>	<u>\$ (5,324,960)</u>	<u>\$ 15,255,875</u>	<u>\$ 884,950</u>

\*Beginning Balance was restated for implementation of GASB 75.

**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, 2018, the Village owes \$265,486 for medical claims; this liability is accrued in the General Fund.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 5 - OTHER INFORMATION** (continued)

**A. Risk management** (continued)

Changes in the fund's claims liability account for the years ended April 30, 2018 and 2017 were:

	<u><b>2018</b></u>	<u><b>2017</b></u>
Beginning of fiscal year liability	\$ 100,666	\$ 260,663
Current year claims and changes in estimates	2,723,723	2,846,785
Claims payments	<u>(2,558,903)</u>	<u>(3,006,782)</u>
<b>Total</b>	<u><b>\$ 265,486</b></u>	<u><b>\$ 100,666</b></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, 2018, the Village had committed to or approved approximately \$888,000 of contracts related to infrastructure improvements and maintenance.

**C. Tax Abatements**

**Pulaski Road Corridor TIF**

In 2016 the Village Board created a Pulaski Road Corridor TIF Façade and Small Business Grant Program to standardize the application process and to help promote not only new developments, but to help existing property owning businesses improve their businesses using TIF eligible expenses. Interest in the program was strong and businesses started working with the TIF district's consulting firm to help make redevelopment agreement (RDA) applications to the Village Board.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 5 - OTHER INFORMATION** (continued)

**C. Tax Abatements** (continued)

The Village can enter into property tax abatement agreements with businesses in order to spur economic development. 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. For the fiscal year ended April 30, 2018 the Village made \$19,743 in payments under the agreement. Subsequent to the fiscal year ended April 30, 2018 the Village made the final \$127,746 in payments, ending all obligations under the agreement.

**Other Agreements**

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, 2018, the Village abated sales tax totaling \$222,336 under this program, which came entirely from the Village's sole such agreement, described below:

- The developer of a home improvement store and outlet 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, 2018 totaled \$222,336.

**D. Intergovernmental Agreements**

In 2007 Village of Alsip (VOA) entered into two separate intergovernmental agreements between Village of Crestwood and Palos for the Village of Alsip to build water infrastructure and supply water to Crestwood and Palos Heights. To cover the costs associated with the Project Village of Alsip financed the cost of the projects through general obligation debt. The Village of Crestwood and Palos have agreed to pay an additional fees to cover their portion of the debt and the operational costs till the termination of the bonds related to the financing of the debt.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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](http://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 2017 was 10.77%. 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.

**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.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)**

**Illinois Municipal Retirement Fund (continued)**

**Benefits Provided**

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, 2017, the following employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	66
Inactive Plan Members entitled to but not yet receiving benefits	36
Active Plan Members	<u>57</u>
<b>Total</b>	<b><u>159</u></b>

**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 2018 was 16.90%. For the fiscal year 2018, the Village contributed \$340,719 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, 2017. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 6 - DEFINED BENEFIT PENSION PLANS** (continued)

**Illinois Municipal Retirement Fund** (continued)

**Actuarial Assumptions**

The following are the methods and assumptions used to determine total pension liability at December 31, 2017:

- 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 2.50%.
- **Salary Increases** were expected to be 3.39% to 14.25%, 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 2017 valuation according to an experience study from years 2014 to 2016.
- The IMRF-specific rates for **Mortality** (for non-disabled retirees) with fully generational projection scale MP-2017 (base year 2015).
- For **Disabled Retirees**, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). 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-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- 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>	

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 6 - DEFINED BENEFIT PENSION PLANS** (continued)

**Illinois Municipal Retirement Fund** (continued)

**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 3.31%, and the resulting single discount rate is 7.50%.

**Changes in the Net Pension Liability**

	<b>Total Pension Liability (A)</b>	<b>Plan Fiduciary Net Position (B)</b>	<b>Net Pension Liability (A) - (B)</b>
<b>Balance at April 30, 2017</b>	<b>\$ 18,703,926</b>	<b>\$ 16,369,122</b>	<b>\$ 2,334,804</b>
Changes for the year:			
Service Cost	348,838	-	348,838
Interest	1,382,356	-	1,382,356
Actuarial Experience	(629,401)	-	(629,401)
Assumptions Changes	(565,439)	(45,104)	(520,335)
Contributions - Employer	-	340,719	(340,719)
Contributions - Employees	-	147,870	(147,870)
Other Income	3,431	-	3,431
Net Investment Income	-	2,911,791	(2,911,791)
Benefit Payments, including refunds	(900,714)	(900,714)	-
Administrative Expenses	-	(296,330)	296,330
Net Changes	(360,929)	2,158,232	(2,519,161)
<b>Balance at April 30, 2018</b>	<b>\$ 18,342,997</b>	<b>\$ 18,527,354</b>	<b>\$ (184,357)</b>

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 6 - DEFINED BENEFIT PENSION PLANS (continued)**

**Illinois Municipal Retirement Fund (continued)**

**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:

	<u>1% Decrease</u>	<u>Current Discount</u>	<u>1% Increase</u>
Discount Rate	6.50%	7.50%	8.50%
Net Pension Liability	\$ 2,078,217	\$ (184,357)	\$ (2,041,398)

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

For the year ended April 30, 2018, the Village recognized pension expense of \$188,140. At April 30, 2018, 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	\$ 168,163	\$ 848,757
Changes of Assumptions	6,774	461,483
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	<u>502,450</u>	<u>1,371,246</u>
Total deferred amounts to be recognized in pension expense in future periods	677,387	2,681,486
Pension Contributions made Subsequent to the Measurement Date	123,844	-
Total	<u><u>\$ 801,231</u></u>	<u><u>\$ 2,681,486</u></u>



**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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 (continued)**

\$123,844 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, 2018. 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,	
2018	\$ (570,441)
2019	(416,085)
2020	(566,260)
2021	(451,313)
2022	-
Thereafter	-
Total	<u>\$ (2,004,099)</u>

**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.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 6 - DEFINED BENEFIT PENSION PLANS** (continued)

**Police Pension** (continued)

As of April 30, 2018, 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>
<b>Total</b>	<u><u>76</u></u>

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

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

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.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 6 - DEFINED BENEFIT PENSION PLANS** (continued)

**Police Pension** (continued)

Net Pension Liability

The components of the net pension liability of the Police Pension Fund as of April 30, 2018 are as follows:

Total Pension Liability	\$ 63,166,419
Plan Fiduciary Net Position	<u>21,025,975</u>
Net Pension Liability	<u><u>\$ 42,140,444</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	33.29%

*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% - 32.48%
Investment Rate of Return	6.50%
Mortality Rate	L&A 2016 Illinois Police Mortality Rates

The Police Pension Board (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 Village Board passed a funding plan, subsequent to year end, which changed the investment rate of return on assets from 7.0% to 6.5% resulting from moving from gross to net of administration fees.

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, 2018**

**NOTE 6 - DEFINED BENEFIT PENSION PLANS** (continued)

**Police Pension** (continued)

*Actuarial Assumptions (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, 2018 are summarized in the following table:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-Term Expected Real Rate of Return</b>
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>3.62% - 4.51%</u>

*Discount Rate*

The discount rate used to measure the total pension liability was 6.50% 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:

	<b>1% Decrease</b>	<b>Current Discount</b>	<b>1% Increase</b>
Discount Rate	5.5%	6.5%	7.5%
Net Pension Liability	\$ 51,427,397	\$ 42,140,444	\$ 34,618,581

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 6 - DEFINED BENEFIT PENSION PLANS** (continued)

**Police Pension** (continued)

*Money-Weighted Rate of Return on Investments*

For the year ended April 30, 2018, the annual money-weighted rate of return on pension plan investments, net of plan investments expenses was 6.5%. 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

	<b>Total Pension Liability (A)</b>	<b>Plan Fiduciary Net Position (B)</b>	<b>Net Pension Liability (A) - (B)</b>
<b>Balance at April 30, 2017</b>	\$ 57,544,907	\$ 19,919,786	\$ 37,625,121
Changes for the year:			
Service Cost	693,529	-	693,529
Interest	3,917,662	-	3,917,662
Actuarial Experience	202,242	-	202,242
Assumptions Changes	3,964,677	-	3,964,677
Contributions - Employer	-	2,677,598	(2,677,598)
Contributions - Employees	-	339,682	(339,682)
Contributions-Other	-	-	-
Net Investment Income	-	1,270,037	(1,270,037)
Benefit Payments, including refunds	(3,156,598)	(3,156,598)	-
Administrative Expenses	-	(24,529)	24,529
Net Changes	5,621,512	1,106,190	4,515,322
<b>Balance at April 30, 2018</b>	<u>\$ 63,166,419</u>	<u>\$ 21,025,976</u>	<u>\$ 42,140,443</u>

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

For the year ended April 30, 2018, the Village will recognize a pension expense of \$4,382,013. On April 30, 2018, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences Between Expected and Actual Experience	\$ 1,486,610	\$ 290,861
Changes of Assumptions	4,976,416	219,850
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	558,868	231,021
Total	<u>\$ 7,021,894</u>	<u>\$ 741,732</u>

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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 Ending April 30:	
2019	\$ 1,269,402
2020	1,269,402
2021	999,162
2022	1,076,165
2023	1,034,600
Thereafter	631,431
Total	<u>\$ 6,280,162</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, 2018**

**NOTE 6 - DEFINED BENEFIT PENSION PLANS** (continued)

**Firemen's Pension** (continued)

As of April 30, 2018, 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>
<b>Total</b>	<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, 2018**

**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, 2018 are as follows:

Total Pension Liability	\$ 50,902,577
Plan Fiduciary Net Position	<u>27,097,057</u>
Net Pension Liability	<u><u>\$ 23,805,520</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	53.23%

*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% - 32.48%
Investment Rate of Return	6.50%
Mortality Rate	L&A 2016 Illinois Firefighters Morality Rates

The Fireman Police Pension Board (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 Village Board passed a funding plan, subsequent to year end, which changed the investment rate of return on assets from 7.0% to 6.5% resulting from moving from gross to net of administration fees.

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, 2018**

**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, 2018 are summarized in the following table:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-Term Expected Real Rate of Return</b>
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>3.68% - 4.64%</u>

*Discount Rate*

The discount rate used to measure the total pension liability was 6.50% 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:

	<b>1% Decrease</b>	<b>Current Discount</b>	<b>1% Increase</b>
Discount Rate	5.5%	6.5%	7.5%
Net Pension Liability	\$ 31,384,675	\$ 23,805,520	\$ 17,655,731

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 6 - DEFINED BENEFIT PENSION PLANS** (continued)

**Firemen's Pension** (continued)

*Money-Weighted Rate of Return on Investments*

For the year ended April 30, 2018, the annual money-weighted rate of return on pension plan investments, net of plan investments expenses was 7.4%. 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

	<b>Total Pension Liability (A)</b>	<b>Plan Fiduciary Net Position (B)</b>	<b>Net Pension Liability (A) - (B)</b>
<b>Balance at April 30, 2017</b>	<b>\$ 45,860,099</b>	<b>\$ 25,271,001</b>	<b>\$ 20,589,098</b>
Changes for the year:			
Service Cost	759,133	-	759,133
Interest	3,137,406	-	3,137,406
Actuarial Experience	(16,832)	-	(16,832)
Assumptions Changes	3,242,788		3,242,788
Contributions - Employer	-	1,765,714	(1,765,714)
Contributions - Employees	-	307,846	(307,846)
Other Income	-		-
Net Investment Income	-	1,862,812	(1,862,812)
Other Income	-	-	-
Benefit Payments, including refunds	(2,080,017)	(2,080,017)	-
Administrative Expenses	-	(30,298)	30,298
Net Changes	<u>5,042,478</u>	<u>1,826,057</u>	<u>3,216,421</u>
<b>Balance at April 30, 2018</b>	<b><u>\$ 50,902,577</u></b>	<b><u>\$ 27,097,058</u></b>	<b><u>\$ 23,805,519</u></b>

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

For the year ended April 30, 2018, the Village will recognize a pension expense of \$2,624,359. On April 30, 2018, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences Between Expected and Actual Experience	\$ 109,633	\$ 382,888
Changes of Assumptions	3,340,988	235,972
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	690,934	438,253
Total	<u>\$ 4,141,555</u>	<u>\$ 1,057,113</u>

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**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 Ending April 30,	
2019	\$ 722,898
2020	722,898
2021	377,435
2022	463,070
2023	353,179
Thereafter	444,962
Total	<u>\$ 3,084,442</u>

The aggregate pension expense for the Village's pensions during the year was \$7,117,850.

**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, 2017, 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.	81
Current employees, vested and nonvested.	<u>153</u>
<b>Total</b>	<u><u>234</u></u>

**Funding Policy**

The Village Board passed a funding policy on May 21, 2018, which has dedicated future revenues to the OPEB liability. However, the Village does not have an OPEB trust set up.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS** (continued)

Net Pension Liability

The components of the net pension liability of Other Postemployment Benefit as of April 30, 2018 are as follows:

Total Pension Liability	\$ 48,801,497
Plan Fiduciary Net Position	-
Net Pension Liability	<u>\$ 48,801,497</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	0.00%

*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
Actuarial Cost Method	Early Age Normal (Level %)
Inflation	N/A
Investment Rate of Return	3.97%
Healthcare Cost Trend Rates	8.00% in Fiscal 2018, trending to 5.50% in Fiscal 2027, and an ultimate trend rate of 5.00%.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS** (continued)

*Actuarial Assumptions (continued)*

*Mortality Rates*

IMRF Mortality follows the Sex Distinct Raw Rates as Developed in the RP-2014 Study, with Blue Collar Adjustment. These Rates are Improved Generationally using MP-2016 Improvement Rates.

Active Firefighter Mortality follows the Sex Distinct Raw Rates as Developed in the RP-2014 Study, with Blue Collar Adjustment. These Rates are Improved Generationally using MP-2016 improvement Rates.

Retiree Firefighter Mortality follows the L&A Assumption Study for Firefighters 2016. These Rates are Experience Weighted with the Raw Rates as Developed in the RP-2014 Study, with Blue Collar Adjustment and Improved Generationally using MP-2016 Improvement Rates.

Active Police Mortality follows the Sex Distinct Raw Rates as Developed in the RP-2014 Study, with Blue Collar Adjustment. These Rates are Improved Generationally using MP-2016 Improvement Rates.

Retiree Police Mortality follows the L&A Assumption Study for Police 2016. These Rates are Experience Weighted with the Raw Rates as Developed in the RP-2014 Study, with Blue Collar Adjustment and Improved Generationally using MP-2016 Improvement Rates.

Disabled Mortality follows the Sex Distinct Raw Rates as Developed in the RP-2014 Study for Disabled Participants, with Blue Collar Adjustment. These Rates are Improved Generationally using MP-2016 Improvement Rates.

Spouse Mortality follows the Sex Distinct Raw Rates as developed in the RP-2014 Study. These rates are improved generationally using MP-2016 Improvement Rates.

*Discount Rate*

The discount rate used to measure the total OPEB liability was 3.97%. 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.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS** (continued)

*Sensitivity of Net OPEB Liability to Changes in the Discount Rate*

The following presents the net OPEB liability calculated using the discount rates listed above, as well as what the Plan's net OPEB 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:

	<b>1% Decrease 2.97%</b>	<b>Current Discount 3.97%</b>	<b>1% Increase 4.970%</b>
Discount Rate			
Net OPEB Liability	\$ 31,384,675	\$ 48,801,497	\$ 17,655,731

The table below presents the net OPEB liability of the City calculated using the healthcare rate of 6.00% to 7.00% as well as what the City's net OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (5.00% to 6.00%) or 1 percentage point higher (7.00% to 8.00%) than the current rate:

	<b>1% Decrease (5.00% to 6.00%)</b>	<b>Current Healthcare (6.00% to 7.00%)</b>	<b>1% Increase (7.00% to 8.00%)</b>
Discount Rate			
Net OPEB Liability	\$ 41,085,509	\$ 48,801,497	\$ 60,439,120

Changes in the Net OPEB Liability

	<b>Total OPEB Liability (A)</b>	<b>OPEB Plan Net Position (B)</b>	<b>Net OPEB Liability (A) - (B)</b>
<b>Balance at April 30, 2017</b>	<b>\$ 47,113,536</b>	<b>\$ -</b>	<b>\$ 47,113,536</b>
Changes for the year:			
Service Cost	1,272,553	-	1,272,553
Interest	1,842,087	-	1,842,087
Actuarial Experience	-	-	-
Assumptions Changes	-	-	-
Contributions - Employer	-	1,426,679	(1,426,679)
Contributions - Employees	-	-	-
Contributions-Other	-	-	-
Net Investment Income	-	-	-
Benefit Payments, From Trust	(1,426,679)	(1,426,679)	-
Administrative Expenses	-	-	-
Net Changes	1,687,961	-	1,687,961
<b>Balance at April 30, 2018</b>	<b>\$ 48,801,497</b>	<b>\$ -</b>	<b>\$ 48,801,497</b>

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (continued)**

OPEB Expense and Deferred Inflows/Outflows of Resources Related to OPEB

For the year ended April 30, 2018, the Village will recognize a OPEB expense of \$1,395,331. On April 30, 2018, 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	\$ -	\$ -
Changes of Assumptions	-	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-
Total	<u>\$ -</u>	<u>\$ -</u>

OPEB Expense and Deferred Inflows/Outflows of Resources Related to OPEB (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 Ending April 30:	
2019	\$ -
2020	-
2021	-
2022	-
2023	-
Thereafter	-
Total	<u>\$ -</u>

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**April 30, 2018**

**NOTE 8 - RESTATEMENTS OF NET POSITION**

The Village adopted a new accounting standard to conform with generally accepted accounting principles. The statement adopted requiring restatement of net position was Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (Employer)*. This statement outlines reporting by governments that provide OPEB to their employees and for governments that finance OPEB for employees of other governments. This pronouncement requires the restatement of the April 30, 2017, net position of the governmental activities. Following is a summary of the restatements by opinion unit:

	<b><u>Governmental Activities</u></b>	<b><u>Business-Type Activities</u></b>	<b><u>Water and Sewer Fund</u></b>
Net position, beginning of year, as previously reported	\$ (24,934,044)	\$ 26,100,011	\$ 12,450,466
Adjustment for beginning net OPEB liability	<u>(37,283,293)</u>	<u>(1,563,397)</u>	<u>(1,563,397)</u>
<b>Net position, beginning of year, as restated</b>	<b><u>\$ (62,217,337)</u></b>	<b><u>\$ 24,536,614</u></b>	<b><u>\$ 10,887,069</u></b>

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



## **Required Supplementary Information**

**VILLAGE OF ALSIP, ILLINOIS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**April 30, 2018**

**ILLINOIS MUNICIPAL RETIREMENT FUND**  
**SCHEDULE OF CONTRIBUTIONS**

**Last Three Fiscal Years**

<b>FISCAL YEAR ENDED APRIL 30,</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
Actuarially Determined Contribution (ADC)	\$ 341,590	\$ 576,228	\$ 571,163
Contributions in Relation to the ADC	340,719	576,228	571,163
Contribution Deficiency (Excess)	<u>\$ 871</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-Employee Payroll	<u>\$3,164,658</u>	<u>\$3,409,309</u>	<u>\$3,256,920</u>
Contributions as a Percentage of Covered-Employee Payroll	10.77%	16.90%	17.54%

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, 2018**

**POLICE PENSION SCHEDULE OF CONTRIBUTIONS**

**Last Four Fiscal Years**

<b>FISCAL YEAR ENDED APRIL 30,</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Actuarially Determined Contribution (ADC)	\$3,299,096	\$2,990,818	\$2,333,349	\$2,148,485
Contributions in Relation to the ADC	2,677,598	2,572,942	2,439,154	2,214,723
Contribution Deficiency (Excess)	<u>\$ 621,498</u>	<u>\$ 417,876</u>	<u>\$ (105,805)</u>	<u>\$ (66,238)</u>
Covered-Employee Payroll	<u>\$3,560,945</u>	<u>\$3,724,025</u>	<u>\$3,438,864</u>	<u>\$3,376,153</u>
Contributions as a Percentage of Covered-Employee Payroll	75.19%	69.09%	70.93%	65.60%

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, 2018**

**FIRE PENSION SCHEDULE OF CONTRIBUTIONS**

**Last Four Fiscal Years**

<b>FISCAL YEAR ENDED APRIL 30,</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Actuarially Determined Contribution (ADC)	\$2,119,572	\$1,964,649	\$1,538,355	\$1,480,436
Contributions in Relation to the ADC	1,765,714	1,694,818	1,541,749	1,538,881
Contribution Deficiency (Excess)	<u>\$ 353,858</u>	<u>\$ 269,831</u>	<u>\$ (3,394)</u>	<u>\$ (58,445)</u>
Covered-Employee Payroll	<u>\$3,580,058</u>	<u>\$3,475,471</u>	<u>\$2,971,004</u>	<u>\$3,011,302</u>
Contributions as a Percentage of Covered-Employee Payroll	49.32%	48.77%	51.89%	51.10%

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, 2018**

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

**ILLINOIS MUNICIPAL RETIREMENT FUND**

**Last Three Fiscal Years**

<b>Year Ended December 31,</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Total Pension Liability</b>			
Service Cost	\$ 348,838	\$ 350,949	\$ 338,319
Interest	1,382,356	1,310,052	1,342,439
Differences Between Expected and Actual Experience	(629,401)	304,721	(1,141,983)
Changes in Assumptions	(565,439)	(44,517)	21,342
Benefit Payments and Refunds	(900,714)	(1,104,864)	(846,048)
Net Change in Total Pension Liability	(364,360)	816,341	(285,931)
Total Pension Liability - Beginning	18,707,357	17,891,016	18,176,947
Total Pension Liability - Ending (A)	<u>\$ 18,342,997</u>	<u>\$ 18,707,357</u>	<u>\$ 17,891,016</u>
<b>Plan Fiduciary Net Position</b>			
Contributions - Employer	\$ 340,719	\$ 589,469	\$ 628,890
Contributions - Employee	147,870	153,572	146,561
Net Investment Income	2,911,791	1,046,264	80,013
Benefit Payments	(900,714)	(1,104,864)	(846,048)
Administrative Expenses	(296,330)	197,015	(604,709)
Net Change in Plan Fiduciary Net Position	2,203,336	881,456	(595,293)
Plan Fiduciary Net Position - Beginning	16,324,018	15,442,562	16,037,855
Plan Fiduciary Net Position - Ending (B)	<u>\$ 18,527,354</u>	<u>\$ 16,324,018</u>	<u>\$ 15,442,562</u>
 Net Pension Liability - Ending (A) - (B)	 <u>\$ (184,357)</u>	 <u>\$ 2,383,339</u>	 <u>\$ 2,448,454</u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 101.01%	 87.26%	 86.31%
 Covered Employee Payroll	 \$ 3,164,658	 \$ 3,409,309	 \$ 3,256,920
 Net Pension Liability as a Percentage of Covered Employee Payroll	 -6%	 70%	 75%

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, 2018**

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

**POLICE PENSION FUND**

**Last Four Fiscal Years**

<b>Year Ended April 30,</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Total Pension Liability</b>				
Service Cost	\$ 693,529	\$ 648,158	\$ 689,917	\$ 734,284
Interest	3,917,662	3,714,215	3,471,181	3,368,025
Differences Between Expected and Actual Experience	202,242	1,833,077	(470,405)	-
Changes in Assumptions	3,964,677	(306,922)	2,545,778	-
Benefit Payments and Refunds	(3,156,598)	(2,807,670)	(2,721,440)	(2,535,879)
Net Change in Total Pension Liability	5,621,512	3,080,857	3,515,031	1,566,430
Total Pension Liability - Beginning	57,544,906	54,464,049	50,949,018	49,382,588
Total Pension Liability - Ending (A)	<u>\$ 63,166,418</u>	<u>\$ 57,544,906</u>	<u>\$ 54,464,049</u>	<u>\$ 50,949,018</u>
<b>Plan Fiduciary Net Position</b>				
Contributions - Employer	\$ 2,677,597	\$ 2,572,942	\$ 2,439,154	\$ 2,214,723
Contributions - Employee	339,682	352,928	351,042	334,901
Contributions - Other	-	49,537	-	-
Net Investment Income	1,270,037	1,669,246	(68,814)	1,196,897
Benefit Payments	(3,156,598)	(2,807,670)	(2,721,440)	(2,535,879)
Administrative Expenses	(24,529)	(37,965)	(8,720)	(21,288)
Prior Period Audit Adjustment	(109,595)	(50,630)	-	77,450
Net Change in Plan Fiduciary Net Position	996,594	1,748,389	(8,778)	1,266,804
Plan Fiduciary Net Position - Beginning	20,029,382	18,280,993	18,289,771	17,022,967
Plan Fiduciary Net Position - Ending (B)	<u>\$ 21,025,976</u>	<u>\$ 20,029,382</u>	<u>\$ 18,230,993</u>	<u>\$ 18,289,771</u>
 Net Pension Liability - Ending (A) - (B)	 <u>\$ 42,140,442</u>	 <u>\$ 37,515,524</u>	 <u>\$ 36,183,056</u>	 <u>\$ 32,659,247</u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 33.29%	 34.81%	 33.57%	 35.90%
 Covered Employee Payroll	 \$ 3,560,945	 \$ 3,724,025	 \$ 3,438,864	 \$ 3,376,153
 Net Pension Liability as a Percentage of Covered Employee Payroll	 1183%	 1007%	 1052%	 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, 2018**

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

**FIREMEN'S PENSION FUND**

**Last Four Fiscal Years**

<b>Year Ended April 30,</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Total Pension Liability</b>				
Service Cost	\$ 759,133	\$ 709,470	\$ 659,594	\$ 725,003
Interest	3,137,406	3,075,843	2,882,499	2,763,171
Differences Between Expected and Actual Experience	(16,832)	(517,055)	191,044	-
Changes in Assumptions	3,242,788	(331,122)	983,020	-
Benefit Payments and Refunds	(2,080,017)	(2,035,303)	(1,872,896)	(1,694,070)
Net Change in Total Pension Liability	5,042,478	901,833	2,843,261	1,794,104
Total Pension Liability - Beginning	45,860,099	44,958,266	42,115,005	40,320,901
Total Pension Liability - Ending (A)	<u>\$ 50,902,577</u>	<u>\$ 45,860,099</u>	<u>\$ 44,958,266</u>	<u>\$ 42,115,005</u>
<b>Plan Fiduciary Net Position</b>				
Contributions - Employer	\$ 1,765,714	\$ 1,694,818	\$ 1,541,749	\$ 1,538,881
Contributions - Employee	307,846	294,101	313,228	286,786
Contributions - Other	-	81,445	15	1,654,617
Net Investment Income	1,862,812	2,051,089	(93,196)	-
Benefit Payments	(2,080,017)	(2,035,303)	(1,872,896)	(1,694,070)
Administrative Expenses	(30,298)	(45,473)	(24,740)	(16,982)
Prior Period Audit Adjustment	81,401	-	-	-
Net Change in Plan Fiduciary Net Position	1,907,457	2,040,677	(135,840)	1,769,232
Plan Fiduciary Net Position - Beginning	25,189,601	23,230,324	23,366,164	21,596,932
Plan Fiduciary Net Position - Ending (B)	<u>\$ 27,097,058</u>	<u>\$ 25,271,001</u>	<u>\$ 23,230,324</u>	<u>\$ 23,366,164</u>
Net Pension Liability - Ending (A) - (B)	<u>\$ 23,805,519</u>	<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	53.23%	55.10%	51.67%	55.48%
Covered Employee Payroll	\$ 3,580,058	\$ 3,475,471	\$ 2,971,004	\$ 3,011,302
Net Pension Liability as a Percentage of Covered Employee Payroll	665%	592%	731%	623%

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, 2018**

**SCHEDULE OF CHANGES IN THE EMPLOYER'S**  
**NET OPEB LIABILITY AND RELATED RATIOS**

**RETIREE HEALTH INSURANCE TRUST FUND**

<b>Year Ended April 30,</b>	<b>2018</b>
<b>Total Pension Liability</b>	
Service Cost	\$ 1,272,553
Interest	1,842,087
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	-
Changes in Assumptions	-
Benefit Payments and Refunds	(1,426,679)
Net Change in Total Pension Liability	1,687,961
Total Pension Liability - Beginning	47,113,536
Total Pension Liability - Ending (A)	<u>\$ 48,801,497</u>
<b>Plan Fiduciary Net Position</b>	
Contributions - Employer	\$ 1,426,679
Contributions - Employee	-
Contributions - Other	-
Net Investment Income	-
Benefit Payments	(1,426,679)
Administrative Expenses	-
Prior Period Audit Adjustment	-
Net Change in Plan Fiduciary Net Position	-
Plan Fiduciary Net Position - Beginning	-
Plan Fiduciary Net Position - Ending (B)	<u>\$ -</u>
Net Pension Liability - Ending (A) - (B)	<u>\$ 48,801,497</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	0.00%
Covered Employee Payroll	\$ 8,573,319
Net Pension Liability as a Percentage of Covered Employee Payroll	569%

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, 2018**

**SCHEDULE OF INVESTMENT RETURNS**

**POLICE PENSION FUND**

**Last Four Fiscal Years**

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<b>FISCAL YEAR ENDED APRIL 30,</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Annual Money-Weighted Rate of Return Net of Investment Expense	6.5%	8.7%	-0.4%	6.8%

Ultimately, this schedule should present information for the last 10 years. However, until 10 years of information can be compiled, information will be presented for as many years as is available.

**VILLAGE OF ALSIP, ILLINOIS  
REQUIRED SUPPLEMENTARY INFORMATION  
April 30, 2018**

**SCHEDULE OF INVESTMENT RETURNS**

**FIREFIGHTERS PENSION FUND**

**Last Four Fiscal Years**

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<b>FISCAL YEAR ENDED APRIL 30,</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Annual Money-Weighted Rate of Return Net of Investment Expense	7.4%	8.8%	-0.4%	7.5%

Ultimately, this schedule should present information for the last 10 years. However, until 10 years of information can be compiled, information will be presented for as many years as is available.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**April 30, 2018**

**NOTE 1 - BUDGET 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.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**April 30, 2018**

**NOTE 2 - SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATIONS OF THE 2017 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:**

*Actuarial Cost Method:*

Aggregate entry age = normal

*Amortization Method:*

Level percentage of payroll, closed

*Remaining Amortization Period:*

Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP, and ECO groups): 26 year closed period  
early retirement incentive plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.

*Asset Valuation Method:*

5-year smoothed market; 20% corridor

*Wage Growth:*

3.50%

*Price Inflation:*

2.75%, approximate; No explicit price inflation assumption is used in this valuation.

*Salary Increases:*

3.75% to 14.50%, including inflation

*Investment Rate of Return:*

7.50%

*Retirement Age:*

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.

*Mortality:*

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, 2018**

**NOTE 3 - SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATIONS OF THE 2018 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>Discount for NPL</i>	6.50%
<i>Highly Quality 20 year Tax Exempt G.O. Bond Rate:</i>	3.97%
<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% – 32.48%
<i>Investment Rate of Return:</i>	6.50%
<i>Retirement Age:</i>	50-70
<i>Mortality:</i>	L&A 2016 Illinois Police Mortality Rates
<b><i>Other Information:</i></b>	
Notes:	There were no benefit changes during the year.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**April 30, 2018**

**NOTE 4 - SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATIONS OF THE 2018 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>	4.00% - 35.82%
<i>Investment Rate of Return:</i>	6.50%
<i>Retirement Age:</i>	50-70.
<i>Mortality:</i>	L&A 2016 Illinois Firefighters Morality Rates
<b><i>Other Information:</i></b>	
<i>Notes:</i>	There were no benefit changes during the year.

**VILLAGE OF ALSIP, ILLINOIS**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**April 30, 2018**

**NOTE 5 - SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATIONS OF THE 2017 CONTRIBUTION RATE – POSTRETIREMENT HEALTH PLAN (OPEB)**

**Methods and Assumptions Used to Determine 2017 Contribution Rates:**

<i>Discount rate:</i>	3.97%
<i>Long-Term Expected Rate of Return:</i>	N/A
<i>Remaining Amortization Period:</i>	25-year closed period
<i>Wage Growth:</i>	3.0%
<i>Price Inflation:</i>	2.5%, approximate; No explicit price inflation assumption is used in this valuation.
<i>Salary Increases:</i>	4.00% - 35.82%
<i>Investment Rate of Return:</i>	N/A – unfunded.
<i>Retirement Age:</i>	50-70.
<i>Health Care Trend rates:</i>	5.00% -8.00%
<i>Mortality:</i>	IMRF Mortality follows the sex distinct Raw Rates as developed in the RP-2014 Study, with Blue Collar Adjustment. These Rates are Improved generationally using MP-2016 improvement rates.

**Other Information:**

*Notes:* There were no benefit changes during the year.

## **Supplementary Information**



## **Governmental Funds – Major Funds**

**VILLAGE OF ALSIP, ILLINOIS  
GENERAL FUND  
COMPARATIVE BALANCE SHEET  
April 30, 2018 and 2017**

**ASSETS**

	<u><b>2018</b></u>	<u><b>2017</b></u>
Cash	\$ 613,581	\$ 611,415
Temporary cash investment	10,082,942	8,910,920
Cash held for insurance and related expenditures	5,448,983	3,328,089
Restricted assets:		
Temporary cash investment	216,031	227,909
Receivables (net of allowance for uncollectibles):		
Taxes	9,160,525	6,404,457
Accounts	701,506	577,217
Due from other funds	2,064	2,064
Prepaid expense	<u>81,337</u>	<u>68,358</u>
<b>TOTAL ASSETS</b>	<u><b>\$ 26,306,969</b></u>	<u><b>\$ 20,130,429</b></u>

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

**LIABILITIES**

Accounts payable	\$ 577,677	\$ 208,201
Accrued medical claims	265,487	100,666
Other accrued expenses	857,886	471,449
Due to other funds	<u>359,255</u>	<u>524,430</u>
<b>Total liabilities</b>	<u><b>2,060,305</b></u>	<u><b>1,304,746</b></u>

**DEFERRED INFLOWS OF RESOURCES**

Unavailable revenue - property taxes	<u>7,151,662</u>	<u>4,058,595</u>
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**FUND BALANCES**

Nonspendable	81,337	68,358
Restricted for police department programs	216,031	227,909
Assigned for insurance premiums, claims, and related expenditures	5,448,983	3,328,089
Unassigned	<u>11,348,651</u>	<u>11,142,732</u>
<b>Total fund balances</b>	<u><b>17,095,002</b></u>	<u><b>14,767,088</b></u>

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

<u><b>\$ 26,306,969</b></u>	<u><b>\$ 20,130,429</b></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, 2018 and 2017**

	<u><b>2018</b></u>	<u><b>2017</b></u>
<b>REVENUES</b>		
Taxes:		
Property tax	\$ 8,721,147	\$ 8,184,063
Sales tax	6,421,934	6,263,159
State income tax	2,266,790	2,302,666
Mini-warehouse tax	248,772	247,286
Hotel/motel tax	583,314	589,213
Replacement tax	317,226	379,121
Transfer tax	<u>590,656</u>	<u>602,027</u>
Total taxes	<u>19,149,839</u>	<u>18,567,535</u>
Miscellaneous revenue:		
Flea market fees	146,243	152,692
Miscellaneous income	204,082	396,331
Damage to Village property - insurance reimbursements	304,333	33,500
Miscellaneous fees	1,217,456	910,691
Cable TV franchise fees	312,161	346,339
Boat launch fee	<u>10,377</u>	<u>9,684</u>
Total miscellaneous revenue	<u>2,194,652</u>	<u>1,849,237</u>
Police and court fines	878,560	758,766
Licenses and permits	488,051	349,652
Grants	71,120	66,077
Charges for services	751,617	681,683
Interest	<u>110,369</u>	<u>42,445</u>
Total	<u>2,299,717</u>	<u>1,898,623</u>
Total revenues	<u>23,644,208</u>	<u>22,315,395</u>
<b>EXPENDITURES</b>		
General government:		
Administrative department	1,003,170	569,228
Planning commission	1,259	723
Police and fire commission	16,166	21,493
Social Security and IMRF	463,358	575,220
Finance department	520,502	496,830
Village clerk department	247,698	213,051
Village hall department	<u>458,194</u>	<u>196,321</u>
Total general government	<u>2,710,347</u>	<u>2,072,866</u>

(This statement is continued on the following page.)

**VILLAGE OF ALSIP, ILLINOIS  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE (Continued)  
For the Years Ended April 30, 2018 and 2017**

	<u><b>2018</b></u>	<u><b>2017</b></u>
<b>EXPENDITURES (continued)</b>		
Public safety:		
Civil defense	\$ 18,093	\$ 10,331
Fire department	4,074,491	3,976,609
Fire department ambulance service	1,833,197	1,708,740
Police department	<u>7,362,932</u>	<u>7,186,225</u>
Total public safety	<u>13,288,713</u>	<u>12,881,905</u>
Building department	191,606	229,336
Health and environmental control department	1,157,584	1,225,422
Insurance department	4,207,348	3,992,123
Boat launch	19,620	21,825
Capital improvements	-	84,066
Debt service	<u>107,652</u>	<u>101,575</u>
Total	<u>5,683,810</u>	<u>5,654,347</u>
Total expenditures	<u>21,682,870</u>	<u>20,609,118</u>
Excess of revenues over expenditures	<u>1,961,338</u>	<u>1,706,277</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Operating transfers in	356,026	511,738
Operating transfers out	-	(287,169)
Sale of Village property	<u>10,550</u>	<u>9,815</u>
Total other financing sources	<u>366,576</u>	<u>234,384</u>
Excess of revenues and other financing sources over expenditures and other financing uses	2,327,914	1,940,661
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>14,767,088</u>	<u>12,826,427</u>
<b>FUND BALANCE, END OF YEAR</b>	<u><u>\$ 17,095,002</u></u>	<u><u>\$ 14,767,088</u></u>

**VILLAGE OF ALSIP, ILLINOIS**  
**GENERAL FUND**  
**COMPARATIVE STATEMENT OF EXPENDITURES**  
**For the Years Ended April 30, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
<b>GENERAL GOVERNMENT</b>		
<b>Administrative Department:</b>		
Salary - mayor	\$ 75,289	\$ 75,000
Salary - admin assistant	21,990	54,360
Compensation - trustees	63,782	58,634
Hotel/motel tax	89,355	89,320
Membership and dues	33,542	27,267
Legal retainer	13,000	12,000
Legal fees - other	612,594	144,532
Contingent expenses	19,920	6,926
Newsletter expense	325	-
Employee travel	1,260	1,149
Office expense	2,287	1,183
Beautification	5,197	7,824
Street fair	-	-
Other expense	233,425	251,240
Reimbursements from other funds	<u>(168,796)</u>	<u>(160,207)</u>
Total administrative department	<u>1,003,170</u>	<u>569,228</u>
<b>Planning Commission:</b>		
Staff expense	1,259	687
Secretarial services	<u>-</u>	<u>36</u>
Total planning commission	<u>1,259</u>	<u>723</u>
<b>Police and Fire Commission:</b>		
Secretarial service	1,555	1,590
Examinations	12,624	16,937
Staff expense	1,870	2,668
Printing and publications	<u>117</u>	<u>298</u>
Total police and fire commission	<u>16,166</u>	<u>21,493</u>

(This statement is continued on the following page.)

**VILLAGE OF ALSIP, ILLINOIS**  
**GENERAL FUND**  
**COMPARATIVE STATEMENT OF EXPENDITURES (Continued)**  
**For the Years Ended April 30, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
<b>GENERAL GOVERNMENT (continued)</b>		
<b>Social Security and IMRF:</b>		
Social Security and IMRF	\$ 446,882	\$ 557,016
Unemployment insurance	<u>16,476</u>	<u>18,204</u>
Total Social Security and IMRF	<u>463,358</u>	<u>575,220</u>
<b>Finance Department:</b>		
Salary - finance director and staff	303,935	322,963
Salary - computer operator	110,473	108,162
Payroll service and administrator	17,210	16,504
Purchase computer equipment	24,661	16,264
Computer forms and supplies	2,652	3,933
Computer maintenance	100,383	87,861
Office supplies	5,786	3,715
Accounting service	77,434	70,526
Contingent expense	7,520	6,733
Reimbursements from other funds	<u>(129,552)</u>	<u>(139,831)</u>
Total finance department	<u>520,502</u>	<u>496,830</u>
<b>Village Clerk Department:</b>		
Salary - village clerk	12,500	12,500
Salaries - clerical	189,236	163,195
Telephone expense	54,203	53,047
Postage expense	26,958	15,163
Contingent expense	3,491	2,548
Legal advertising	3,129	3,107
Codification	1,300	5,724
Decals and tags	944	805
Repair - office equipment	65	65
Equipment purchase	371	605
Equipment rental	11,255	10,495
Office supplies	4,398	4,907
Printing	1,500	852
Reimbursements from other funds	<u>(61,652)</u>	<u>(59,962)</u>
Total village clerk department	<u>247,698</u>	<u>213,051</u>

(This statement is continued on the following page.)

**VILLAGE OF ALSIP, ILLINOIS**  
**GENERAL FUND**  
**COMPARATIVE STATEMENT OF EXPENDITURES (Continued)**  
**For the Years Ended April 30, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
<b>GENERAL GOVERNMENT (continued)</b>		
<b>Village Hall Department:</b>		
Salary - wages	\$ 46,304	\$ 38,517
Salary - custodian	9,768	10,674
Maintain village hall	107,034	122,457
Contract repair and utilities	290,843	12,491
Cleaning supplies	3,842	11,930
Contingencies	403	252
	<hr/>	<hr/>
Total village hall department	458,194	196,321
	<hr/>	<hr/>
Total General Government	2,710,347	2,072,866
	<hr/>	<hr/>
<b>PUBLIC SAFETY</b>		
<b>Civil Defense:</b>		
Salary - director	8,487	8,487
Repair - warning systems	1,130	1,275
Contingencies	5,220	569
Contingencies	3,256	-
	<hr/>	<hr/>
Total civil defense	18,093	10,331
	<hr/>	<hr/>
<b>Fire Department:</b>		
Salaries - all firemen	1,798,732	1,747,137
Volunteers, paid calls, and overtime	154,895	207,447
Holiday pay	30,464	31,877
Salaries - incentive pay	33,570	32,131
Retirement buyout	-	-
Publications and membership	6,526	6,189
Repair - fire trucks	63,638	68,864
Repair - radio equipment	6,299	4,463
Maintenance - fire stations	40,246	36,513
Utilities - fire stations	1,020	354
Fire prevention expense	5,329	3,704
Contingent expense	2,317	2,053
Purchase fire equipment	30,332	48,801
Purchase radio equipment	7,454	1,080
Education reimbursement	6,757	9,959
Gasoline and oil	20,225	8,898
Clothing allowance	24,321	24,652
Training materials	2,270	6,515
Physical examinations	15,446	6,929
Copy machine rental	23,915	1,995

(This statement is continued on the following page.)

**VILLAGE OF ALSIP, ILLINOIS**  
**GENERAL FUND**  
**COMPARATIVE STATEMENT OF EXPENDITURES (Continued)**  
**For the Years Ended April 30, 2018 and 2017**

	<u><b>2018</b></u>	<u><b>2017</b></u>
<b>PUBLIC SAFETY (continued)</b>		
<b>Fire Department: (continued)</b>		
Office supplies	\$ 29,635	\$ 22,482
State grant expenses	2,500	9,748
Firemen's pension contribution	<u>1,768,600</u>	<u>1,694,818</u>
Total fire department	<u>4,074,491</u>	<u>3,976,609</u>
<b>Fire Department Ambulance Service:</b>		
Salaries - ambulance personnel	1,600,030	1,517,787
Holiday pay	38,654	35,365
Repairs and equipment	38,694	17,593
Maintenance - stations	53,551	37,107
Contingent expense	713	1,596
Ambulance supplies	31,590	29,336
Gasoline and oil	8,233	8,076
Clothing allowance	13,736	14,577
Office supplies	2,329	850
Collection fees	<u>45,667</u>	<u>46,453</u>
Total fire department ambulance service	<u>1,833,197</u>	<u>1,708,740</u>
<b>Police Department:</b>		
Salaries - policemen	3,429,439	3,560,019
Salaries - clerical	163,329	158,061
Salaries - communications	57,142	100,000
Salaries - overtime	161,541	197,124
Salaries - crossing guards	26,396	26,010
Salaries - municipal court	34,768	33,000
Holiday pay	75,512	50,188
Impoundments	3,128	2,369
Clothing allowance	53,714	37,972
Miscellaneous vehicle equipment	138,545	59,977
Equipment poundmasters and traffic safety	16,932	148
Computer purchase	18,997	17,820
Purchase office furniture	361	1,258
Photo supplies and rental	122,318	142,513
Gasoline and oil	75,958	73,778
Firearms and ammunition	16,709	12,973
Investigative aids	26,779	18,158

(This statement is continued on the following page.)



**VILLAGE OF ALSIP, ILLINOIS**  
**GENERAL FUND**  
**COMPARATIVE STATEMENT OF EXPENDITURES (Continued)**  
**For the Years Ended April 30, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
<b>PUBLIC SAFETY (continued)</b>		
<b>Police Department: (continued)</b>		
Training	\$ 40,713	\$ 16,133
Crime prevention	4,516	3,884
Vehicle maintenance	39,333	36,431
Radio equipment repair and maintenance contract	147,154	37,850
Repair - office equipment	283	195
Contingent expense	11,258	13,944
Publications, membership, and dues	1,415	1,875
Prisoner food/care	1,216	1,235
Physical examination fee	6,381	2,960
Office supplies	7,451	7,408
Building security	-	-
Police pension contribution	<u>2,681,644</u>	<u>2,572,942</u>
Total police department	<u>7,362,932</u>	<u>7,186,225</u>
Total Public Safety	<u>13,288,713</u>	<u>12,881,905</u>
 <b>BUILDING DEPARTMENT</b>		
Salary - commissioner	44,090	102,740
Salaries - clerical	100,089	97,460
Salaries - building inspectors	9,684	9,018
Salaries - electrical inspectors	2,790	2,394
Salaries - plumbing inspectors	1,404	1,980
Outside inspection fee	672	4,720
Equipment	1,955	-
Contingent expense	1,578	1,019
Research, testing, and plan review	21,662	8,774
Office equipment and supplies	<u>7,682</u>	<u>1,231</u>
Total Building Department	<u>191,606</u>	<u>229,336</u>
 <b>HEALTH AND ENVIRONMENTAL CONTROL DEPARTMENT</b>		
Salary - commissioner	17,500	17,500
Part-time inspector/office assistant	42,909	39,710
Dues and memberships	235	235
Refuse contract	1,093,174	1,164,567
Rodent control contract	2,340	2,500
Equipment maintenance	-	16
Contingent expense	<u>1,426</u>	<u>894</u>
Total Health and Environmental Control Department	<u>1,157,584</u>	<u>1,225,422</u>

(This statement is continued on the following page.)

**VILLAGE OF ALSIP, ILLINOIS  
GENERAL FUND  
COMPARATIVE STATEMENT OF EXPENDITURES (Continued)  
For the Years Ended April 30, 2018 and 2017**

	<u><b>2018</b></u>	<u><b>2017</b></u>
<b>INSURANCE DEPARTMENT</b>		
Comprehensive general, automobile, umbrella, liability, and workmen's compensation	\$ 903,484	\$ 889,661
Group health and life	3,548,864	3,342,462
Reimbursements from other funds	<u>(245,000)</u>	<u>(240,000)</u>
Total Insurance Department	<u>4,207,348</u>	<u>3,992,123</u>
<b>BOAT LAUNCH</b>		
Salary - wages	12,234	13,686
Utilities	651	553
Grounds and maintenance	5,989	6,655
Telephone expense	103	675
Contingencies	453	106
Physicals - boat	<u>190</u>	<u>150</u>
Total Boat Launch	<u>19,620</u>	<u>21,825</u>
<b>CAPITAL IMPROVEMENTS</b>	<u>-</u>	<u>84,066</u>
<b>DEBT SERVICE</b>	<u>107,652</u>	<u>101,575</u>
<b>TOTAL GENERAL FUND EXPENDITURES</b>	<u><u>\$ 21,682,870</u></u>	<u><u>\$ 20,609,118</u></u>

**Governmental Funds – Nonmajor Funds**

**VILLAGE OF ALSIP, ILLINOIS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**April 30, 2018**  
**with Comparative Totals at April 30, 2017**

	<b>9-1-1 Emergency Telephone</b>	<b>Motor Fuel Tax</b>	<b>Foreign Fire Insurance Tax</b>	<b>Special Tax Allocation</b>	<b>Debt Service</b>	<b>Totals</b>	
						<b>2018</b>	<b>2017</b>
<b>ASSETS</b>							
Temporary cash investments	\$ -	\$ 683,321	\$ 55,163	\$ 3,102,599	\$ 1,152,557	\$ 4,993,640	\$ 8,534,721
Receivables (net of allowance for uncollectibles):							
Other	-	44,131	-	122,232	135,207	301,570	758,438
Prepaid expense	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	76,954
Restricted assets:							
Escrow deposits restricted for bond refunding	-	-	-	-	-	-	3,404,994
<b>TOTAL ASSETS</b>	<u>\$ -</u>	<u>\$ 727,452</u>	<u>\$ 55,163</u>	<u>\$ 3,224,831</u>	<u>\$ 1,287,764</u>	<u>\$ 5,295,210</u>	<u>\$ 12,775,107</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	\$ -	\$ 194,056	\$ -	\$ 23,666	\$ -	\$ 217,722	\$ 16,139
Intergovernmental liability	-	-	-	-	-	-	14,543
Due to other funds	-	-	-	-	2,064	2,064	2,064
Total liabilities	<u>-</u>	<u>194,056</u>	<u>-</u>	<u>23,666</u>	<u>2,064</u>	<u>219,786</u>	<u>32,746</u>
Deferred inflows of resources:							
Unavailable revenue - property taxes	-	-	-	122,232	135,205	257,437	697,772
Fund balances (deficit):							
Nonspendable	-	-	-	-	-	-	-
Restricted for:							
Maintenance of 9-1-1 Emergency Telephone System	-	-	-	-	-	-	487,855
Tax Increment Financing allocation for project areas	-	-	-	3,078,933	-	3,078,933	5,122,857
Street maintenance and improvement programs	-	533,396	-	-	-	533,396	707,650
Fire department programs	-	-	55,163	-	-	55,163	34,166
Debt service	-	-	-	-	1,150,495	1,150,495	5,692,061
Total restricted fund balance	<u>-</u>	<u>533,396</u>	<u>55,163</u>	<u>3,078,933</u>	<u>1,150,495</u>	<u>4,817,987</u>	<u>12,044,589</u>
Total fund balances	<u>-</u>	<u>533,396</u>	<u>55,163</u>	<u>3,078,933</u>	<u>1,150,495</u>	<u>4,817,987</u>	<u>12,044,589</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<u>\$ -</u>	<u>\$ 727,452</u>	<u>\$ 55,163</u>	<u>\$ 3,224,831</u>	<u>\$ 1,287,764</u>	<u>\$ 5,295,210</u>	<u>\$ 12,775,107</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, 2018**  
**with Comparative Totals for the Year Ended April 30, 2017**

	9-1-1 Emergency Telephone	Motor Fuel Tax	Foreign Fire Insurance Tax	Special Tax Allocation	Debt Service	Totals	
						2018	2017
<b>REVENUES</b>							
Taxes	\$ -	\$ 492,201	\$ 14	\$ 428,597	\$ 406,106	\$ 1,326,918	\$ 2,463,495
Licenses and permits	243,083	-	-	-	-	243,083	422,183
Interest	-	8,914	47,503	3,496	1,354	61,267	11,111
Miscellaneous	-	5,837	-	-	-	5,837	110,247
Total revenues	243,083	506,952	47,517	432,093	407,460	1,637,105	3,007,036
<b>EXPENDITURES</b>							
Public safety	730,938	-	26,520	-	-	757,458	893,620
Highways and streets	-	681,206	-	-	-	681,206	342,461
Miscellaneous	-	-	-	2,476,017	-	2,476,017	578,109
Debt service:	-	-	-	-	-	-	-
Principal retirement	-	-	-	-	1,793,161	1,793,161	796,798
Interest and fiscal charges	-	-	-	-	166,511	166,511	429,881
Total expenditures	730,938	681,206	26,520	2,476,017	1,959,672	5,874,353	3,040,869
Excess (deficiency) of revenues over expenditures	(487,855)	(174,254)	20,997	(2,043,924)	(1,552,212)	(4,237,248)	(33,833)
<b>OTHER FINANCING SOURCES (USES)</b>							
Loan proceeds	-	-	-	-	-	-	4,165,000
Refunding and advance refunding bonds issued	-	-	-	-	-	-	(840,000)
Bond premium	-	-	-	-	-	-	174,737
Payment to bond escrow agent	-	-	-	-	(3,482,598)	(3,482,598)	-
Transfers in	-	-	-	-	1,710,994	1,710,994	355,055
Transfers out	-	-	-	-	(1,217,750)	(1,217,750)	(1,106,049)
Total other financing sources (uses)	-	-	-	-	(2,989,354)	(2,989,354)	2,748,743
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(487,855)	(174,254)	20,997	(2,043,924)	(4,541,566)	(7,226,602)	2,714,910
<b>FUND BALANCES, BEGINNING OF YEAR</b>	487,855	707,650	34,166	5,122,857	5,692,061	12,044,589	9,329,679
<b>FUND BALANCES, END OF YEAR</b>	\$ -	\$ 533,396	\$ 55,163	\$ 3,078,933	\$ 1,150,495	\$ 4,817,987	\$ 12,044,589

**VILLAGE OF ALSIP, ILLINOIS  
SPECIAL REVENUE FUNDS  
ROAD AND BRIDGE FUND  
COMPARATIVE BALANCE SHEET  
April 30, 2018 and 2017**

**ASSETS**

	<u><b>2018</b></u>	<u><b>2017</b></u>
Temporary cash investment	\$ 2,552,776	\$ 1,728,520
Receivable (net of allowance for uncollectibles):		
Taxes	427,023	294,598
Due from other funds	-	20,864
Other Assets	<u>94,044</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u><b>\$ 3,073,843</b></u>	<u><b>\$ 2,043,982</b></u>

**LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE**

**LIABILITIES**

Accounts payable	\$ 197,122	\$ 50,006
Other accrued expenses	<u>15,524</u>	<u>11,732</u>
Total liabilities	<u>212,646</u>	<u>61,738</u>

**DEFERRED INFLOWS OF RESOURCES**

Unavailable revenue - property taxes	<u>427,023</u>	<u>294,598</u>
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**FUND BALANCE**

Restricted for street maintenance and improvement programs	<u>2,434,174</u>	<u>1,687,646</u>
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**TOTAL LIABILITIES, DEFERRED INFLOWS OF  
RESOURCES, AND FUND BALANCE**

<u><b>\$ 3,073,843</b></u>	<u><b>\$ 2,043,982</b></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, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
<b>REVENUES</b>		
Property taxes	\$ 620,586	\$ 610,221
Replacement tax	16,628	17,902
Fuel use tax	1,451,468	1,628,465
Vehicle license	394,458	427,307
Garage fees	118,350	118,350
Waste transfer fee	11,622	7,687
Property rental	14,920	14,640
Miscellaneous income	164,769	118,361
	<hr/>	<hr/>
Total revenues	2,792,801	2,942,933
<b>EXPENDITURES</b>		
Street department:		
Salary - superintendent	95,758	90,515
Wages	693,873	716,728
Engineering fees	5,955	70,597
Purchase new equipment and vehicles	9,327	8,266
Uniforms	5,583	7,642
Purchase street signs	6,621	7,600
Resurface and repair streets	190,931	479,544
Sidewalk repair and maintenance	-	69,615
Purchase salt	85,872	76,272
Village vehicle stickers	8,660	9,121
Gasoline and oil	27,340	19,139
Equipment and repair	33,719	29,503
Equipment maintenance	17,088	18,570
Garage maintenance and supplies	37,173	403,414
Utilities	4,683	4,533
Energy charge - street lights	23,236	25,285
Insurance and administrative	149,569	115,000
Social Security and IMRF	145,212	206,112
Unemployment insurance	1,958	1,913
Contingent expense	2,378	2,226
Dumping charges	9,388	14,576
Office supplies	2,078	2,430
Training	1,050	361
Refunds	-	51
Equipment rental - pagers	2,281	2,156
Cleaning supplies	17,148	17,564
Physicals	1,272	1,007
JULIE charges	-	2,384
	<hr/>	<hr/>
Total street department	1,578,153	2,402,124

(This statement is continued on the following page.)

**VILLAGE OF ALSIP, ILLINOIS  
SPECIAL REVENUE FUNDS  
ROAD AND BRIDGE FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE (DEFICIT) (Continued)  
For the Years Ended April 30, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
<b>EXPENDITURES (continued)</b>		
Drainage and storm sewers:		
Engineering fees	\$ 11,166	\$ -
Maintenance - storm sewers	1,410	2,133
Supplies	2,079	2,346
Drainage project	104,476	9,821
Contingent expense	<u>1,106</u>	<u>1,181</u>
Total drainage and storm sewers	<u>120,237</u>	<u>15,481</u>
Forestry maintenance:		
Equipment purchase	850	-
Equipment maintenance	2,354	3,055
Forestry maintenance	67,502	21,410
Equipment repairs	801	2,785
Training	<u>-</u>	<u>-</u>
Total forestry maintenance	<u>71,507</u>	<u>27,250</u>
Debt service	<u>183,876</u>	<u>198,764</u>
Total expenditures	<u>1,953,773</u>	<u>2,643,619</u>
Excess of revenues over expenditures	839,028	299,314
<b>OTHER FINANCING SOURCES (USES)</b>		
Loan proceeds	-	-
Transfers in	7,500	-
Transfers out	<u>(100,000)</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other financing uses	746,528	299,314
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>1,687,646</u>	<u>1,388,332</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 2,434,174</u>	<u>\$ 1,687,646</u>



**VILLAGE OF ALSIP, ILLINOIS  
SPECIAL REVENUE FUNDS  
9-1-1 EMERGENCY TELEPHONE FUND  
COMPARATIVE BALANCE SHEET  
April 30, 2018 and 2017**

**ASSETS**

	<u><b>2018</b></u>	<u><b>2017</b></u>
Temporary cash investment	\$ -	\$ 410,901
Prepaid expense	-	-
Due from other funds	<u>-</u>	<u>76,954</u>
<b>TOTAL ASSETS</b>	<u><u>\$ -</u></u>	<u><u>\$ 487,855</u></u>

**FUND BALANCE**

<b>FUND BALANCE</b>		
Nonspendable	\$ -	\$ -
Restricted for maintenance of 9-1-1 Emergency Telephone System	<u>-</u>	<u>487,855</u>
<b>TOTAL FUND BALANCE</b>	<u><u>\$ -</u></u>	<u><u>\$ 487,855</u></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, 2018 and 2017**

	<u><b>2018</b></u>	<u><b>2017</b></u>
<b>REVENUES</b>		
Surcharge fees	\$ 243,083	\$ 422,183
Miscellaneous	<u>-</u>	<u>-</u>
Total revenues	<u>243,083</u>	<u>422,183</u>
<b>EXPENDITURES</b>		
Wages	587,201	368,281
Telephone charges	46,648	55,779
Equipment purchases	85,334	442,231
Maintenance	<u>11,755</u>	<u>3,731</u>
Total expenditures	<u>730,938</u>	<u>870,022</u>
Excess (deficiency) of revenues over expenditures	(487,855)	(447,839)
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>487,855</u>	<u>935,694</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ -</u>	<u>\$ 487,855</u>

**VILLAGE OF ALSIP, ILLINOIS  
SPECIAL REVENUE FUNDS  
SPECIAL TAX ALLOCATION FUND  
COMPARATIVE BALANCE SHEET  
April 30, 2018 and 2017**

**ASSETS**

	<b>TIF 1 (123rd St. to 127th St.)</b>	<b>123rd Place &amp; Cicero Ave. TIF</b>	<b>Pulaski Road Corridor TIF</b>	<b>Totals</b>	
				<b>2018</b>	<b>2017</b>
Temporary cash investment	\$ 599,014	\$ 391,935	\$ 2,111,650	\$ 3,102,599	\$ 5,117,188
Receivable (net of allowance for uncollectibles):					
Taxes	-	-	122,232	122,232	402,799
Due from other funds	-	-	-	-	-
<b>TOTAL ASSETS</b>	<u>\$ 599,014</u>	<u>\$ 391,935</u>	<u>\$ 2,233,882</u>	<u>\$ 3,224,831</u>	<u>\$ 5,519,987</u>

**LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE**

**LIABILITIES**

Accounts payable	\$ -	\$ -	\$ 23,666	\$ 23,666	\$ 12,791
Due to other funds	-	-	-	-	-
<b>Total liabilities</b>	-	-	23,666	23,666	12,791

**DEFERRED INFLOWS OF RESOURCES**

Unavailable revenue - property taxes	-	-	122,232	122,232	384,339
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**FUND BALANCE**

Restricted for Tax Increment Financing allocation for project areas	599,014	391,935	2,087,984	3,078,933	5,122,857
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**TOTAL LIABILITIES, DEFERRED INFLOWS OF  
RESOURCES, AND FUND BALANCE**

<u>\$ 599,014</u>	<u>\$ 391,935</u>	<u>\$ 2,233,882</u>	<u>\$ 3,224,831</u>	<u>\$ 5,519,987</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, 2018 and 2017**

	<b>TIF 1 (123rd St. to 127th St.)</b>	<b>123rd Place &amp; Cicero Ave. TIF</b>	<b>Pulaski Road Corridor TIF</b>	<b>Eliminations</b>	<b>Totals</b>	
					<b>2018</b>	<b>2017</b>
<b>REVENUES</b>						
Property taxes	\$ 327,168	\$ 48,478	\$ 52,951	\$ -	\$ 428,597	\$ 1,199,423
Interest income	770	547	2,179	-	3,496	3,527
Total revenues	<u>327,938</u>	<u>49,025</u>	<u>55,130</u>	<u>-</u>	<u>432,093</u>	<u>1,202,950</u>
<b>EXPENDITURES</b>						
Construction costs	325,419	-	1,424,099	-	1,749,518	450,907
Administrative, legal fees, and other	-	-	123,445	-	123,445	127,202
Surplus distribution	<u>603,054</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>603,054</u>	<u>-</u>
Total expenditures	<u>928,473</u>	<u>-</u>	<u>1,547,544</u>	<u>-</u>	<u>2,476,017</u>	<u>578,109</u>
Excess (deficiency) of revenues over expenditures	<u>(600,535)</u>	<u>49,025</u>	<u>(1,492,414)</u>	<u>-</u>	<u>(2,043,924)</u>	<u>624,841</u>
<b>OTHER FINANCING USES</b>						
Transfers in	-	-	-	-	-	211,159
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(50,525)</u>
Total other financing uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>160,634</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(600,535)</u>	<u>49,025</u>	<u>(1,492,414)</u>	<u>-</u>	<u>(2,043,924)</u>	<u>785,475</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<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>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 599,014</u>	<u>\$ 391,935</u>	<u>\$ 2,087,984</u>	<u>\$ -</u>	<u>\$ 3,078,933</u>	<u>\$ 5,122,857</u>

**VILLAGE OF ALSIP, ILLINOIS  
SPECIAL REVENUE FUNDS  
SPECIAL TAX ALLOCATION  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
For the Years Ended April 30, 2018**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>REVENUES</b>				
Taxes	\$ 1,197,922	\$ 1,197,922	\$ 971,271	\$ (226,651)
Investment income	<u>1,000</u>	<u>1,000</u>	<u>3,496</u>	<u>2,496</u>
Total revenues	<u>1,198,922</u>	<u>1,198,922</u>	<u>974,767</u>	<u>(224,155)</u>
<b>EXPENDITURES</b>				
Capital projects	<u>3,383,356</u>	<u>3,383,356</u>	<u>2,465,142</u>	<u>918,214</u>
Total expenditures	<u>3,383,356</u>	<u>3,383,356</u>	<u>2,465,142</u>	<u>918,214</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (2,184,434)</u>	<u>\$ (2,184,434)</u>	<u>(1,490,375)</u>	<u>\$ 694,059</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>5,122,857</u>	
<b>RECONCILING ITEMS FOR DIFFERENCES IN BUDGETARY AND ACCRUAL BASIS, NET</b>			<u>(553,549)</u>	
<b>FUND BALANCE, END OF YEAR</b>			<u>\$ 3,078,933</u>	

**VILLAGE OF ALSIP, ILLINOIS  
SPECIAL REVENUE FUNDS  
MOTOR FUEL TAX FUND  
COMPARATIVE BALANCE SHEET  
April 30, 2018 and 2017**

**ASSETS**

	<u><b>2018</b></u>	<u><b>2017</b></u>
Temporary cash investment	\$ 683,321	\$ 668,792
Receivables:		
Allotments from the State of Illinois	44,131	42,206
Due from other funds	<u>-</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 727,452</u></u>	<u><u>\$ 710,998</u></u>

**LIABILITIES AND FUND BALANCE**

**LIABILITIES**

Accounts payable	\$ 194,056	\$ 3,346
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**FUND BALANCE**

Restricted for street maintenance and improvement programs	<u>533,396</u>	<u>707,650</u>
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<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u><u>\$ 727,452</u></u>	<u><u>\$ 710,996</u></u>
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**VILLAGE OF ALSIP, ILLINOIS  
SPECIAL REVENUE FUNDS  
MOTOR FUEL TAX FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
For the Years Ended April 30, 2018 and 2017**

	<u>2018 Actual</u>	<u>2018 Budget</u>	<u>2017 Actual</u>
<b>REVENUES</b>			
State allotments	\$ 492,201	\$ 496,383	\$ 488,604
Interest income	8,914	2,100	2,907
Miscellaneous income	<u>5,837</u>	<u>74,290</u>	<u>110,247</u>
Total revenues	<u>506,952</u>	<u>572,773</u>	<u>601,758</u>
 <b>EXPENDITURES</b>			
General maintenance	95,666	121,999	80,952
Road maintenance	<u>585,540</u>	<u>606,963</u>	<u>261,509</u>
Total expenditures	<u>681,206</u>	<u>728,962</u>	<u>342,461</u>
Excess (deficiency) of revenues over expenditures	(174,254)	(156,189)	259,297
 <b>OTHER FINANCING USES</b>			
Transfers out	-	(100,000)	(365,343)
 <b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>707,650</u>	<u>-</u>	<u>813,696</u>
 <b>FUND BALANCE, END OF YEAR</b>	<u>\$ 533,396</u>	<u>\$ (256,189)</u>	<u>\$ 707,650</u>

**VILLAGE OF ALSIP, ILLINOIS  
SPECIAL REVENUE FUNDS  
FOREIGN FIRE INSURANCE TAX FUND  
COMPARATIVE BALANCE SHEET  
April 30, 2018 and 2017**

**ASSETS**

	<u><b>2018</b></u>	<u><b>2017</b></u>
Temporary cash investment	\$ 55,163	\$ 34,166
<b>TOTAL ASSETS</b>	<u><u>\$ 55,163</u></u>	<u><u>\$ 34,166</u></u>

**FUND BALANCE**

<b>FUND BALANCE</b>		
Restricted for fire department programs	\$ 55,163	\$ 34,166
<b>TOTAL FUND BALANCE</b>	<u><u>\$ 55,163</u></u>	<u><u>\$ 34,166</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, 2018 and 2017**

	<u><b>2018</b></u>	<u><b>2017</b></u>
<b>REVENUES</b>		
Foreign fire insurance tax	\$ 14	\$ 37,439
Interest income	<u>47,503</u>	<u>42</u>
Total revenues	<u>47,517</u>	<u>37,481</u>
 <b>EXPENDITURES</b>		
Clothing allowance	3,602	2,260
Ambulance supplies	1,584	2,642
Furniture and fixtures	4,768	10,675
Equipment and supplies	12,230	6,360
Training	440	-
Contingent expense	3,896	1,661
Debt service	<u>-</u>	<u>23,854</u>
Total expenditures	<u>26,520</u>	<u>47,452</u>
Deficiency of revenues over expenditures	20,997	(9,971)
 <b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>34,166</u>	<u>44,137</u>
 <b>FUND BALANCE, END OF YEAR</b>	<u><u>\$ 55,163</u></u>	<u><u>\$ 34,166</u></u>

**VILLAGE OF ALSIP, ILLINOIS  
DEBT SERVICE FUND  
COMPARATIVE BALANCE SHEET  
April 30, 2018 and 2017**

**ASSETS**

	<u><b>2018</b></u>	<u><b>2017</b></u>
Temporary cash investment	\$ 1,152,557	\$ 2,303,674
Receivable (net of allowance for uncollectibles):		
Taxes	135,205	313,433
Due from other funds	-	-
Restricted assets:		
Escrow deposits restricted for bond refunding	<u>-</u>	<u>3,404,994</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 1,287,762</u></u>	<u><u>\$ 6,022,101</u></u>

**LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE**

**LIABILITIES**

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

**DEFERRED INFLOWS OF RESOURCES**

Unavailable revenue - property taxes	135,205	313,433
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**FUND BALANCE**

Restricted for debt service	<u>1,150,495</u>	<u>5,692,061</u>
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<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u><u>\$ 1,287,764</u></u>	<u><u>\$ 6,022,101</u></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, 2018 and 2017**

	<u><b>2018</b></u>	<u><b>2017</b></u>
<b>REVENUES</b>		
Taxes	\$ 406,106	\$ 738,029
Interest income	<u>1,354</u>	<u>4,635</u>
Total revenues	<u>407,460</u>	<u>742,664</u>
 <b>EXPENDITURES</b>		
Debt service:		
Principal retirement	1,793,161	772,944
Interest and fiscal charges	166,511	332,859
Bond issuance costs	-	56,095
Underwriter's discount	-	38,648
Contingencies	<u>-</u>	<u>2,279</u>
Total expenditures	<u>1,959,672</u>	<u>1,202,825</u>
Deficiency of revenues over expenditures	<u>(1,552,212)</u>	<u>(460,161)</u>
 <b>OTHER FINANCING SOURCES (USES)</b>		
Loan proceeds	-	4,165,000
Payment to bond escrow agent	(3,482,598)	(840,000)
Bond premium	-	174,737
Transfers in	1,710,994	143,896
Transfers out	<u>(1,217,750)</u>	<u>(690,181)</u>
Total other financing sources (uses)	<u>(2,989,354)</u>	<u>2,953,452</u>
Deficiency of revenues and other financing sources over expenditures and other financing uses	 (4,541,566)	 2,493,291
 <b>FUND BALANCE, BEGINNING OF YEAR</b>	 <u>5,692,061</u>	 <u>3,198,770</u>
 <b>FUND BALANCE, END OF YEAR</b>	 <u>\$ 1,150,495</u>	 <u>\$ 5,692,061</u>

**VILLAGE OF ALSIP, ILLINOIS**  
**DEBT SERVICE FUNDS**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**For the Years Ended April 30, 2018**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>REVENUES</b>				
Taxes	\$ 410,318	\$ 410,318	\$ 406,106	\$ (4,212)
Investment income	2,053	2,053	1,354	(699)
Total revenues	<u>412,371</u>	<u>412,371</u>	<u>407,460</u>	<u>(4,911)</u>
<b>EXPENDITURES</b>				
Debt Service:				
Principal retirement	555,104	655,104	1,793,161	(1,138,057)
Interest and fiscal charges	180,556	180,556	166,511	14,045
Total expenditures	<u>735,660</u>	<u>835,660</u>	<u>1,959,672</u>	<u>(1,124,012)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	205,000	205,000	1,710,994	1,505,994
Transfers out	-	-	(1,217,750)	(1,217,750)
Proceeds from bond issuance, net of escrow	-	-	(3,482,598)	(3,482,598)
Total other financing sources (uses)	<u>205,000</u>	<u>205,000</u>	<u>(2,989,354)</u>	<u>(3,194,354)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (118,289)</u>	<u>\$ (218,289)</u>	<u>(4,541,566)</u>	<u>\$ (4,323,277)</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>5,692,061</u>	
<b>RECONCILING ITEMS FOR DIFFERENCES IN BUDGETARY AND ACCRUAL BASIS, NET</b>			<u>-</u>	
<b>FUND BALANCE, END OF YEAR</b>			<u>\$ 1,150,495</u>	

## **Enterprise Funds**

**VILLAGE OF ALSIP, ILLINOIS**  
**ENTERPRISE FUNDS**  
**COMBINING STATEMENT OF NET POSITION**  
**April 30, 2018**  
**With Comparative Totals at April 30, 2017**

**ASSETS AND DEFERRED OUTFLOWS OF RESOURCES**

	<b>Waterworks and Sewerage</b>	<b>Senior Citizen Complex</b>	<b>Totals</b>	
			<b>2018</b>	<b>2017</b>
<b>CURRENT ASSETS</b>				
Cash	\$ -	\$ -	\$ -	\$ 100
Temporary cash investments	5,011,635	4,344,735	9,356,370	7,926,526
Receivables (net of allowance for uncollectibles):				
Account customers	908,925	-	908,925	792,510
Estimated unbilled water and sewer charges	577,522	-	577,522	589,705
IEPA Recievable	429,169	-	429,169	-
Prepaid expense/insurance	-	2,481	2,481	2,758
Due from other funds	359,254	-	359,254	426,612
Total current assets	<u>7,286,505</u>	<u>4,347,216</u>	<u>11,633,721</u>	<u>9,738,211</u>
<b>RESTRICTED ASSETS</b>				
Escrow deposits restricted for bond refunding	-	-	-	3,404,994
Temporary cash investments	502,096	2,470,361	2,972,457	1,543,283
Total restricted assets	<u>502,096</u>	<u>2,470,361</u>	<u>2,972,457</u>	<u>4,948,277</u>
<b>FIXED ASSETS</b>				
Property, building and equipment, net	<u>18,595,631</u>	<u>12,066,801</u>	<u>30,662,432</u>	<u>30,813,146</u>
<b>DEPOSITS</b>	<u>-</u>	<u>197,037</u>	<u>197,037</u>	<u>193,047</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Charges on bond refunding	-	-	-	373,143
Related to pension liability	180,390	-	180,390	342,146
Total deferred outflows of resources	<u>180,390</u>	<u>-</u>	<u>180,390</u>	<u>715,289</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u><u>\$ 26,564,622</u></u>	<u><u>\$ 19,081,415</u></u>	<u><u>\$ 45,646,037</u></u>	<u><u>\$ 46,407,970</u></u>

(This statement is continued on the following page.)

**VILLAGE OF ALSIP, ILLINOIS**  
**ENTERPRISE FUNDS**  
**COMBINING STATEMENT OF NET POSITION (Continued)**  
**April 30, 2018**  
**With Comparative Totals at April 30, 2017**

**LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION**

	<b>Waterworks and Sewerage</b>	<b>Senior Citizen Complex</b>	<b>Totals</b>	
			<b>2018</b>	<b>2017</b>
<b>CURRENT LIABILITIES (PAYABLE FROM CURRENT ASSETS)</b>				
Accounts payable	\$ 1,122,850	\$ 95,175	\$ 1,218,025	\$ 1,527,464
Other accrued expenses	1,541,072	-	1,541,072	1,538,813
Current portion of notes payable	139,890	-	139,890	138,158
Current portion of general obligation bonds	413,500	331,560	745,060	3,871,092
Security deposits	-	393,090	393,090	397,030
Customer deposits payable - restricted assets	35,021	-	35,021	33,726
Utility overpayments	20,400	-	20,400	20,250
Accrued interest payable	37,896	30,345	68,241	130,174
	<u>3,310,629</u>	<u>850,170</u>	<u>4,160,799</u>	<u>7,656,707</u>
<b>LONG-TERM LIABILITIES</b>				
Postemployment benefit obligation	2,309,697	-	2,309,697	698,688
IMRF net pension liability	(71,144)	-	(71,144)	546,201
Notes payable	2,856,987	-	2,856,987	2,269,490
General obligation bonds (net of unamortized discount, premium, and loss from extinguishment of debt)	<u>5,110,383</u>	<u>4,165,002</u>	<u>9,275,385</u>	<u>8,982,028</u>
Total long-term liabilities	<u>10,205,923</u>	<u>4,165,002</u>	<u>14,370,925</u>	<u>12,496,407</u>
Total liabilities	<u>13,516,552</u>	<u>5,015,172</u>	<u>18,531,724</u>	<u>20,153,114</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Related to pension liability	<u>651,011</u>	<u>-</u>	<u>651,011</u>	<u>154,845</u>
<b>NET POSITION</b>				
Net investment in capital assets	10,074,871	7,570,239	17,645,110	20,722,393
Unrestricted	<u>2,322,188</u>	<u>6,496,004</u>	<u>8,818,192</u>	<u>5,377,618</u>
Total net position	<u>12,397,059</u>	<u>14,066,243</u>	<u>26,463,302</u>	<u>26,100,011</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>	<u>\$ 26,564,622</u>	<u>\$ 19,081,415</u>	<u>\$ 45,646,037</u>	<u>\$ 46,407,970</u>

**VILLAGE OF ALSIP, ILLINOIS**  
**ENTERPRISE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN NET POSITION**  
**For the Year Ended April 30, 2018**  
**with Comparative Totals for the Year Ended April 30, 2017**

	<b>Waterworks and Sewerage</b>	<b>Senior Citizen Complex</b>	<b>Totals</b>	
			<b>2018</b>	<b>2017</b>
<b>OPERATING REVENUES</b>				
Charges for services	\$ 12,441,660	\$ -	\$ 12,441,660	\$ 11,985,489
Rental income	-	4,634,440	4,634,440	4,591,430
Other income	620,259	62,662	682,921	192,372
	<u>13,061,919</u>	<u>4,697,102</u>	<u>17,759,021</u>	<u>16,769,291</u>
Total operating revenues				
	<u>13,061,919</u>	<u>4,697,102</u>	<u>17,759,021</u>	<u>16,769,291</u>
<b>OPERATING EXPENSES</b>				
Water department	9,734,141	-	9,734,141	9,978,099
Sewer department	365,251	-	365,251	221,208
Senior citizen complex	-	2,709,190	2,709,190	3,251,381
	<u>10,099,392</u>	<u>2,709,190</u>	<u>12,808,582</u>	<u>13,450,688</u>
Total operating expenses				
	<u>10,099,392</u>	<u>2,709,190</u>	<u>12,808,582</u>	<u>13,450,688</u>
Operating income before depreciation	2,962,527	1,987,912	4,950,439	3,318,603
	<u>2,962,527</u>	<u>1,987,912</u>	<u>4,950,439</u>	<u>3,318,603</u>
<b>DEPRECIATION</b>	775,595	776,954	1,552,549	1,604,564
	<u>775,595</u>	<u>776,954</u>	<u>1,552,549</u>	<u>1,604,564</u>
Operating income	2,186,932	1,210,958	3,397,890	1,714,039
	<u>2,186,932</u>	<u>1,210,958</u>	<u>3,397,890</u>	<u>1,714,039</u>
<b>NON-OPERATING REVENUES (EXPENSES) AND TRANSFERS</b>				
Amortization of bond premium	37,244	(61,440)	(24,196)	16,151
Bond issuance costs	-	43,872	43,872	(43,872)
Amortization of underwriter's discount	(407,023)	-	(407,023)	(15,637)
Note and bond interest and fiscal charges	(200,177)	(132,588)	(332,765)	(402,827)
Transfers in	401,984	16,827	418,811	759,214
Transfers out	(514,650)	(660,931)	(1,175,581)	(232,789)
Loss on disposal of property, building, and equipment	-	-	-	(678,111)
Interest income	5,680	-	5,680	519
	<u>5,680</u>	<u>-</u>	<u>5,680</u>	<u>519</u>
Total non-operating expenses and transfers	(676,942)	(794,260)	(1,471,202)	(597,352)
	<u>(676,942)</u>	<u>(794,260)</u>	<u>(1,471,202)</u>	<u>(597,352)</u>
<b>NET INCOME</b>	1,509,990	416,698	1,926,688	1,116,687
	<u>1,509,990</u>	<u>416,698</u>	<u>1,926,688</u>	<u>1,116,687</u>
<b>NET POSITION, BEGINNING OF YEAR (Restated)</b>	10,887,069	13,649,545	24,536,614	24,983,324
	<u>10,887,069</u>	<u>13,649,545</u>	<u>24,536,614</u>	<u>24,983,324</u>
<b>NET POSITION, END OF YEAR</b>	\$ 12,397,059	\$ 14,066,243	\$ 26,463,302	\$ 26,100,011
	<u>\$ 12,397,059</u>	<u>\$ 14,066,243</u>	<u>\$ 26,463,302</u>	<u>\$ 26,100,011</u>



**VILLAGE OF ALSIP, ILLINOIS**  
**ENTERPRISE FUNDS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**For the Year Ended April 30, 2018**  
**with Comparative Totals for the Year Ended April 30, 2017**

	<b>Waterworks and Sewerage</b>	<b>Senior Citizen Complex</b>	<b>Totals</b>	
			<b>2018</b>	<b>2017</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Operating income	\$ 2,186,932	\$ 1,210,958	\$ 3,397,890	\$ 1,714,039
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	775,595	776,954	1,552,549	1,604,564
Effects of changes in operating assets and liabilities:				
Receivables - account customers	(116,415)	-	(116,415)	(235,285)
Receivables - unbilled charges	12,183	-	12,183	269,887
Receivables - other	(429,169)	-	(429,169)	-
Due from other funds	67,358	-	67,358	(344,532)
Prepaid insurance/expense	-	277	277	9,560
Utility overpayment	150	-	150	7,105
Deposits	-	3,401,004	3,401,004	395
Accounts payable	(342,670)	33,231	(309,439)	(93,155)
Other accrued expenses	2,259	-	2,259	(707)
Security deposits	-	(3,940)	(3,940)	5,380
Postemployment benefit obligation	1,611,009	-	1,611,009	116,912
Deferred outflow - IMRF	161,756	-	161,756	-
Deferred inflow - IMRF	496,166	-	496,166	-
IMRF net pension liability	(2,180,742)	-	(2,180,742)	(18,856)
Restricted liabilities	1,295	-	1,295	420
Net cash provided (used) by operating activities	<u>2,245,707</u>	<u>5,418,484</u>	<u>7,664,191</u>	<u>3,035,727</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>				
Transfers in	401,984	1,719,324	2,121,308	838,615
Transfer out	<u>(514,650)</u>	<u>(2,363,429)</u>	<u>(2,878,079)</u>	<u>(312,191)</u>
Net cash provided (used) by non-capital financing activities	<u>(112,666)</u>	<u>(644,105)</u>	<u>(756,771)</u>	<u>526,424</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Purchase of property, building, and equipment	(1,401,834)	-	(1,401,834)	(92,297)
Principal payments on bonds payable	(255,000)	(317,396)	(572,396)	(464,115)
Payment to Bond Trustee	-	(3,402,497)	(3,402,497)	
Proceeds from issuance of notes payable	1,227,146	-	1,227,146	3,310,000
Bond reimbursement	511,216	660,931	1,172,147	(3,404,994)
Principal payments on notes payable	(637,917)	-	(637,917)	(136,209)
Interest paid on notes and bonds and other fees	<u>(215,757)</u>	<u>(223,074)</u>	<u>(438,831)</u>	<u>(392,530)</u>
Net cash provided (used) by capital and related financing activities	<u>(772,146)</u>	<u>(3,282,036)</u>	<u>(4,054,182)</u>	<u>(1,180,145)</u>

(This statement is continued on the following page.)

VILLAGE OF ALSIP, ILLINOIS  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS (Continued)  
For the Year Ended April 30, 2018  
with Comparative Totals for the Year Ended April 30, 2017

	Waterworks and Sewerage	Senior Citizen Complex	Totals	
			2018	2017
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Earnings on investments	\$ 5,680	\$ -	\$ 5,680	\$ 519
<b>NET INCREASE IN CASH AND TEMPORARY CASH INVESTMENTS</b>	1,366,575	1,492,343	2,858,918	2,382,525
<b>CASH AND TEMPORARY CASH INVESTMENTS, BEGINNING OF YEAR</b>	<u>4,147,156</u>	<u>5,322,753</u>	<u>9,469,909</u>	<u>7,087,384</u>
<b>CASH AND TEMPORARY CASH INVESTMENTS, END OF YEAR</b>	<u>\$ 5,513,731</u>	<u>\$ 6,815,096</u>	<u>\$ 12,328,827</u>	<u>\$ 9,469,909</u>

**VILLAGE OF ALSIP, ILLINOIS  
ENTERPRISE FUNDS  
WATERWORKS AND SEWERAGE FUND  
COMPARATIVE STATEMENT OF NET POSITION  
April 30, 2018 and 2017**

**ASSETS AND DEFERRED OUTFLOWS OF RESOURCES**

	<u><b>2018</b></u>	<u><b>2017</b></u>
<b>CURRENT ASSETS</b>		
Cash	\$ -	\$ 100
Temporary cash investments	5,011,635	3,567,856
Receivables (net of allowance for uncollectibles):		
Account customers	908,925	792,510
Estimated unbilled water and sewer charges	577,522	589,705
Due from State	429,169	-
Due from other funds	<u>359,254</u>	<u>426,612</u>
Total current assets	<u>7,286,505</u>	<u>5,376,783</u>
 <b>RESTRICTED ASSETS</b>		
Temporary cash investments	<u>502,096</u>	<u>579,200</u>
 <b>PROPERTY, BUILDING, AND EQUIPMENT, NET</b>	<u>18,595,631</u>	<u>17,969,392</u>
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Charges on bond refunding	-	373,143
Related to pension liability	<u>180,390</u>	<u>342,146</u>
Total deferred outflows of resources	<u>180,390</u>	<u>715,289</u>
 <b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	 <u><u>\$ 26,564,622</u></u>	 <u><u>\$ 24,640,664</u></u>

(This statement is continued on the following page.)

**VILLAGE OF ALSIP, ILLINOIS**  
**ENTERPRISE FUNDS**  
**WATERWORKS AND SEWERAGE FUND**  
**COMPARATIVE STATEMENT OF NET POSITION (Continued)**  
**April 30, 2018 and 2017**

**LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION**

	<u><b>2018</b></u>	<u><b>2017</b></u>
<b>CURRENT LIABILITIES (PAYABLE FROM CURRENT ASSETS)</b>		
Accounts payable	\$ 1,122,850	\$ 1,465,520
Accrued interest payable	37,896	56,840
Customer deposits payable - restricted assets	35,021	33,726
Other accrued expenses	1,541,072	1,538,813
Utility overpayments	20,400	20,250
Current portion of notes payable	139,890	138,158
Current portion of general obligation bonds	<u>413,500</u>	<u>386,450</u>
Total current liabilities (payable from current assets)	<u>3,310,629</u>	<u>3,639,757</u>
<b>LONG-TERM LIABILITIES</b>		
Postemployment benefit obligation	2,309,697	698,688
IMRF net pension liability	(71,144)	546,201
Notes payable	2,856,987	2,269,490
General obligation bonds (net of unamortized discount and premium)	<u>5,110,383</u>	<u>4,881,217</u>
Total long-term liabilities	<u>10,205,923</u>	<u>8,395,596</u>
Total liabilities	<u>13,516,552</u>	<u>12,035,353</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Related to pension liability	<u>651,011</u>	<u>154,845</u>
<b>NET POSITION</b>		
Net investment in capital assets	10,074,871	11,212,694
Unrestricted	<u>2,322,188</u>	<u>1,237,772</u>
Total net position	<u>12,397,059</u>	<u>12,450,466</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>	<u><u>\$ 26,564,622</u></u>	<u><u>\$ 24,640,664</u></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, 2018 and 2017**

	<u><b>2018</b></u>	<u><b>2017</b></u>
<b>OPERATING REVENUES</b>		
Charges for services:		
Water	\$ 11,471,967	\$ 11,102,542
Sewer	758,195	700,510
Tapping fees	71,453	68,572
Fines and penalties	140,045	113,865
Other income	<u>620,259</u>	<u>129,108</u>
Total operating revenues	<u>13,061,919</u>	<u>12,114,597</u>
<b>OPERATING EXPENSES</b>		
Water department	9,734,141	9,978,099
Sewer department	<u>365,251</u>	<u>221,208</u>
Total operating expenses	<u>10,099,392</u>	<u>10,199,307</u>
Operating income before depreciation	2,962,527	1,915,290
<b>DEPRECIATION</b>	<u>775,595</u>	<u>803,805</u>
Operating income	<u>2,186,932</u>	<u>1,111,485</u>
<b>NON-OPERATING REVENUES (EXPENSES) AND TRANSFERS</b>		
Amortization of bond premium	37,244	13,847
Amortization of charge on bond refunding	(407,023)	(15,637)
Note and bond interest and fiscal charges	(200,177)	(224,208)
Transfers out	(514,650)	(11,496)
Transfers in	401,984	108,996
Loss on disposal of property, building, and equipment	-	(678,111)
Interest income	<u>5,680</u>	<u>519</u>
Total non-operating expenses and transfers	<u>(676,942)</u>	<u>(806,090)</u>
<b>NET INCOME</b>	1,509,990	305,395
<b>NET POSITION, BEGINNING OF YEAR (Restated)</b>	<u>10,887,069</u>	<u>12,145,071</u>
<b>NET POSITION, END OF YEAR</b>	<u><u>\$ 12,397,059</u></u>	<u><u>\$ 12,450,466</u></u>

**VILLAGE OF ALSIP, ILLINOIS**  
**ENTERPRISE FUNDS**  
**WATERWORKS AND SEWERAGE FUND**  
**COMPARATIVE STATEMENT OF CASH FLOWS**  
**For the Years Ended April 30, 2018 and 2017**

	<u><b>2018</b></u>	<u><b>2017</b></u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Operating income	\$ 2,186,932	\$ 1,111,485
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	775,595	803,805
Effects of changes in operating assets and liabilities:		
Receivables - account customers	(116,415)	(235,285)
Receivables - unbilled charges	12,183	269,887
Receivables - other	(429,169)	-
Due from other funds	67,358	(19,129)
Accounts payable	(342,670)	(36,691)
Other accrued expenses	2,259	(707)
Utility overpayments	150	7,105
Postemployment benefit obligation	1,611,009	116,912
Deferred outflow - IMRF	161,756	-
Deferred inflow - IMRF	496,166	-
IMRF net pension liability	(2,180,742)	(18,856)
Compensated absences payable	-	-
Restricted liabilities	<u>1,295</u>	<u>420</u>
Net cash provided (used) by operating activities	<u>2,245,707</u>	<u>1,998,946</u>
 <b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>		
Transfers in	401,984	141,396
Transfers out	<u>(514,650)</u>	<u>(43,896)</u>
Net cash provided (used) by non-capital financing activities	<u>(112,666)</u>	<u>97,500</u>
 <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Purchase of property, building, and equipment	(1,401,834)	(92,297)
Bond reimbursement	511,216	-
Proceeds from issuance of notes payable	1,227,146	-
Principal payments on bonds payable	(255,000)	(379,830)
Principal payments on notes payable	(637,917)	(136,209)
Interest paid on notes and bonds	<u>(215,757)</u>	<u>(225,174)</u>
Net cash provided (used) by capital and related financing activities	<u>(772,146)</u>	<u>(833,510)</u>

(This statement is continued on the following page.)

**VILLAGE OF ALSIP, ILLINOIS  
ENTERPRISE FUNDS  
WATERWORKS AND SEWERAGE FUND  
COMPARATIVE STATEMENT OF CASH FLOWS (Continued)  
For the Years Ended April 30, 2018 and 2017**

	<u><b>2018</b></u>	<u><b>2017</b></u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Earnings on investments	\$ <u>5,680</u>	\$ <u>519</u>
 <b>NET INCREASE (DECREASE) IN CASH AND TEMPORARY CASH INVESTMENTS</b>	 1,366,575	 1,263,455
 <b>CASH AND TEMPORARY CASH INVESTMENTS, BEGINNING OF YEAR</b>	 <u>4,147,156</u>	 <u>2,883,701</u>
 <b>CASH AND TEMPORARY CASH INVESTMENTS, END OF YEAR</b>	 <u><u>\$ 5,513,731</u></u>	 <u><u>\$ 4,147,156</u></u>

**VILLAGE OF ALSIP, ILLINOIS**  
**ENTERPRISE FUNDS**  
**WATERWORKS AND SEWERAGE FUND**  
**COMPARATIVE STATEMENT OF OPERATING EXPENSES**  
**For the Years Ended April 30, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
<b>WATER DEPARTMENT</b>		
Salary - commissioner	\$ 93,799	\$ 86,358
Salary - clerical	50,115	58,300
Wages - meter readers	-	-
Wages - general labor	328,835	298,477
Uniforms	2,975	3,457
Engineering fees	32,681	68,351
Audit fees	13,754	15,000
Bad debt expense	342	100,741
Tools and equipment	75,607	37,841
Purchase - office equipment	2,659	4,543
Purchase - new equipment	9,464	1,030
Purchase - meters	60,354	64,327
Radio equipment	8	-
Purchase - computer	8,502	2,000
Postage	-	-
Repairs - equipment	9,998	15,601
Restoration (main breaks)	101,380	45,691
Maintenance water system	309,200	327,856
Utilities	135,605	175,334
Water tap-ons	54,305	65,300
Purchase - water	7,720,802	7,865,182
Social Security and IMRF	99,365	140,400
Insurance and administrative expense	352,971	327,373
Contingent expense	8,098	13,411
Water system expense	32,901	24,958
Building and grounds maintenance	115,438	118,873
Pager service	558	2,654
Office supplies	4,573	4,306
Water sampling fees	6,033	5,104
Purchase chlorine	4,425	1,640
Gasoline and oil	8,985	7,891
Water billing charges	17,985	18,466
Dues and memberships	3,142	2,593
Postemployment benefit obligation	69,282	75,041
	<hr/>	<hr/>
Total water department	9,734,141	9,978,099
	<hr/>	<hr/>
<b>SEWER DEPARTMENT</b>		
Salary - clerical	46,427	35,794
Wages - general labor	82,518	99,501
Purchase - new equipment	-	4,607
Material and supplies	14,805	1,766
Repair - equipment	20,666	10,003
Maintenance - sanitary sewers	153,585	17,990
Contingent expenses	-	182
Garage rentals	28,350	28,350
Postemployment benefit obligation	18,900	23,015
	<hr/>	<hr/>
Total sewer department	365,251	221,208
	<hr/>	<hr/>
<b>TOTAL OPERATING EXPENSES</b>	<u>\$ 10,099,392</u>	<u>\$ 10,199,307</u>



**VILLAGE OF ALSIP, ILLINOIS**  
**ENTERPRISE FUNDS**  
**SENIOR CITIZEN COMPLEX FUND**  
**COMBINING STATEMENT OF NET POSITION**  
**April 30, 2018 and 2017**

**ASSETS**

	<b>Heritage I</b>	<b>Heritage II</b>	<b>Eliminations</b>	<b>Totals</b>	
				<b>2018</b>	<b>2017</b>
<b>CURRENT ASSETS</b>					
Temporary cash investments	\$ 626,356	\$ 3,718,379	\$ -	\$ 4,344,735	\$ 4,358,670
Prepaid insurance	831	1,650	-	2,481	2,758
Total current assets	627,187	3,720,029	-	4,347,216	4,361,428
<b>RESTRICTED ASSETS</b>					
Escrow deposits restricted for bond refunding	-	-	-	-	\$ 4,358,670
Temporary cash investments	265,009	2,205,352	-	2,470,361	2,758
Total restricted assets	265,009	2,205,352	-	2,470,361	4,361,428
<b>PROPERTY, BUILDING, AND EQUIPMENT, NET</b>	5,603,339	6,463,462	-	12,066,801	12,843,754
<b>OTHER ASSETS</b>					
Deposits	196,037	1,000	-	197,037	193,047
<b>TOTAL ASSETS</b>	<u>\$ 6,691,572</u>	<u>\$ 12,389,843</u>	<u>\$ -</u>	<u>\$ 19,081,415</u>	<u>\$ 21,759,657</u>

**LIABILITIES AND NET POSITION**

<b>CURRENT LIABILITIES</b>					
Accrued interest payable	\$ 5,654	\$ 24,691	\$ -	\$ 30,345	\$ 73,334
Accounts payable	-	95,175	-	95,175	61,944
Current portion of general obligation bonds	132,800	198,760	-	331,560	3,484,642
Due to other funds	-	-	-	-	-
Security deposits	127,480	265,610	-	393,090	397,030
Total current liabilities	265,934	584,236	-	850,170	4,016,950
<b>LONG-TERM LIABILITIES</b>					
General obligation bonds (net of unamortized discount, premium, and loss from extinguishment of debt)	806,957	3,358,045	-	4,165,002	4,100,811
Total liabilities	1,072,891	3,942,281	-	5,015,172	8,117,761
<b>NET POSITION</b>					
Net investment in capital assets	4,663,582	2,906,657	-	7,570,239	9,509,699
Unrestricted	955,099	5,540,905	-	6,496,004	4,139,846
Total net position	5,618,681	8,447,562	-	14,066,243	13,649,545
<b>TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 6,691,572</u>	<u>\$ 12,389,843</u>	<u>\$ -</u>	<u>\$ 19,081,415</u>	<u>\$ 21,767,306</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, 2018**  
**with Comparative Totals for the Year Ended April 30, 2017**

	<u>Heritage I</u>	<u>Heritage II</u>	<u>Eliminations</u>	<u>Totals</u>	
				<u>2018</u>	<u>2017</u>
<b>OPERATING REVENUES</b>					
Rental income	\$ 1,505,349	\$ 3,129,091	\$ -	\$ 4,634,440	\$ 4,591,430
Other income	<u>11,149</u>	<u>51,513</u>	<u>-</u>	<u>62,662</u>	<u>63,264</u>
Total operating revenues	1,516,498	3,180,604	-	4,697,102	4,654,694
<b>OPERATING EXPENSES</b>	<u>906,814</u>	<u>1,802,376</u>	<u>-</u>	<u>2,709,190</u>	<u>3,251,381</u>
Operating income before depreciation	609,684	1,378,228	-	1,987,912	1,403,313
<b>DEPRECIATION</b>	<u>292,818</u>	<u>484,136</u>	<u>-</u>	<u>776,954</u>	<u>800,759</u>
Operating income	<u>316,866</u>	<u>894,092</u>	<u>-</u>	<u>1,210,958</u>	<u>602,554</u>
<b>NON-OPERATING REVENUES (EXPENSES) AND TRANSFERS</b>					
Bond issuance costs	21,936	21,936	-	43,872	(43,872)
Amortization of bond premium	(69,802)	8,362	-	(61,440)	2,304
Transfers out	(680,710)	(1,702,497)	1,722,276	(660,931)	(188,893)
Transfers in	1,719,324	19,779	(1,722,276)	16,827	617,818
Bond interest	<u>(31,943)</u>	<u>(100,645)</u>	<u>-</u>	<u>(132,588)</u>	<u>(178,619)</u>
Total non-operating revenues (expenses) and transfers	<u>958,805</u>	<u>(1,753,065)</u>	<u>-</u>	<u>(794,260)</u>	<u>208,738</u>
<b>NET INCOME (LOSS)</b>	1,275,671	(858,973)	-	416,698	811,292
<b>NET POSITION, BEGINNING OF YEAR</b>	<u>4,343,010</u>	<u>9,306,535</u>	<u>-</u>	<u>13,649,545</u>	<u>12,838,253</u>
<b>NET POSITION, END OF YEAR</b>	<u>\$ 5,618,681</u>	<u>\$ 8,447,562</u>	<u>\$ -</u>	<u>\$ 14,066,243</u>	<u>\$ 13,649,545</u>

**VILLAGE OF ALSIP, ILLINOIS**  
**ENTERPRISE FUNDS**  
**SENIOR CITIZEN COMPLEX FUND**  
**COMBINING STATEMENT OF CASH FLOWS**  
**For the Year Ended April 30, 2018**  
**with Comparative Totals for the Year Ended April 30, 2017**

	<u>Heritage I</u>	<u>Heritage II</u>	<u>Eliminations</u>	<u>Totals</u>	
				<u>2018</u>	<u>2017</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Operating income	\$ 316,866	\$ 894,092	\$ -	\$ 1,210,958	\$ 602,554
Adjustments to reconcile operating income to net cash provided (used) by operating activities:					
Depreciation	292,818	484,135	-	776,953	800,759
Effects of changes in operating assets and liabilities:					
Due to other funds	-	1	-	1	(325,403)
Prepaid insurance	92	185	-	277	9,560
Deposits	(3,990)	3,404,994	-	3,401,004	395
Accounts payable	-	33,231	-	33,231	(56,464)
Security deposits	1,110	(5,050)	-	(3,940)	5,380
Net cash provided by operating activities	<u>606,896</u>	<u>4,811,588</u>	<u>-</u>	<u>5,418,484</u>	<u>1,036,781</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>					
Operating transfer in	1,719,324	-	-	1,719,324	697,219
Operating transfer out	<u>(680,710)</u>	<u>(1,682,719)</u>	<u>-</u>	<u>(2,363,429)</u>	<u>(268,295)</u>
Net cash provided (used) by non-capital financing activities	<u>1,038,614</u>	<u>(1,682,719)</u>	<u>-</u>	<u>(644,105)</u>	<u>428,924</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Purchase of property, building, and equipment	-	-	-	-	-
Bond reimbursement	(974,290)	1,635,221	-	660,931	(3,404,994)
Payment to Bond Trustee	-	(3,402,497)	-	(3,402,497)	-
Principal payments on bonds payable	(129,480)	(187,916)	-	(317,396)	(84,285)
Proceeds from issuance of bonds payable	-	-	-	-	3,310,000
Interest paid on bonds	<u>(77,429)</u>	<u>(145,645)</u>	<u>-</u>	<u>(223,074)</u>	<u>(167,356)</u>
Net cash provided (used) by capital and related financing activities	<u>(1,181,199)</u>	<u>(2,100,837)</u>	<u>-</u>	<u>(3,282,036)</u>	<u>(346,635)</u>
<b>NET INCREASE IN TEMPORARY CASH INVESTMENTS</b>	464,311	1,028,032	-	1,492,343	1,119,070
<b>TEMPORARY CASH INVESTMENTS, BEGINNING OF YEAR</b>	<u>427,054</u>	<u>4,895,699</u>	<u>-</u>	<u>5,322,753</u>	<u>4,203,683</u>
<b>TEMPORARY CASH INVESTMENTS, END OF YEAR</b>	<u>\$ 891,365</u>	<u>\$ 5,923,731</u>	<u>\$ -</u>	<u>\$ 6,815,096</u>	<u>\$ 5,322,753</u>

**VILLAGE OF ALSIP, ILLINOIS**  
**ENTERPRISE FUNDS**  
**SENIOR CITIZEN COMPLEX FUND**  
**COMBINING STATEMENT OF OPERATING EXPENSES**  
**For the Year Ended April 30, 2018**  
**with Comparative Totals for the Year Ended April 30, 2017**

			<b>Totals</b>	
	<b>Heritage I</b>	<b>Heritage II</b>	<b>2018</b>	<b>2017</b>
Salaries	\$ 191,831	\$ 430,220	\$ 622,051	\$ 635,321
Repairs and maintenance	227,600	499,620	727,220	1,198,884
Management fee	90,226	187,745	277,971	275,486
Administrative fee	60,000	100,000	160,000	160,000
Decorating	10,138	132,935	143,073	213,878
Office supplies	7,792	2,900	10,692	5,698
Telephone	31,974	-	31,974	33,090
Utilities	141,561	235,926	377,487	371,054
Insurance	32,000	70,000	102,000	99,753
Scavenger	28,679	28,596	57,275	40,366
Pest control	4,347	18,893	23,240	27,272
Contingent expense	12,212	4,348	16,560	14,215
Payroll taxes	15,870	28,899	44,769	46,770
Uniforms	-	1,185	1,185	3,922
Union health/pension	52,584	61,109	113,693	125,672
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 906,814</b>	<b>\$ 1,802,376</b>	<b>\$ 2,709,190</b>	<b>\$ 3,251,381</b>

**VILLAGE OF ALSIP, ILLINOIS**  
**TRUST FUNDS**  
**PENSION TRUST FUNDS**  
**COMBINING STATEMENT OF PLAN NET POSITION**  
**April 30, 2018**  
**with Comparative Totals at April 30, 2017**

	<b>Pension Trust</b>		<b>Totals</b>	
	<b>Police Pension</b>	<b>Firemen's Pension</b>	<b>2018</b>	<b>2017</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 3,437,321	\$ 410,023	\$ 3,847,344	\$ 3,929,320
Receivables:				
Contributions	-	16,144	16,144	21,916
Accrued interest	40,827	64,955	105,782	99,853
Due from other funds	-	-	-	-
Investments, at fair value:				
U.S. Government securities	2,634,859	6,432,858	9,067,717	9,028,414
Corporate bonds and other	2,577,190	5,347,181	7,924,371	7,312,405
Mutual funds	12,350,399	14,825,896	27,176,295	23,803,464
Stocks	-	-	-	1,008,325
<b>Total assets</b>	<b>21,040,596</b>	<b>27,097,057</b>	<b>48,137,653</b>	<b>45,203,697</b>
<b>LIABILITIES</b>				
Accrued liabilities	14,621	-	14,621	12,910
Due to other funds	-	-	-	-
<b>Total liabilities</b>	<b>14,621</b>	<b>-</b>	<b>14,621</b>	<b>12,910</b>
<b>NET POSITION</b>				
Net position restricted for pensions	<u>\$ 21,025,975</u>	<u>\$ 27,097,057</u>	<u>\$ 48,123,032</u>	<u>\$ 45,190,787</u>

**VILLAGE OF ALSIP, ILLINOIS**  
**TRUST FUNDS**  
**PENSION TRUST FUNDS**  
**COMBINING STATEMENT OF CHANGES IN PLAN NET POSITION**  
**For the Year Ended April, 30, 2018**  
**with Comparative Totals for the Year Ended April, 30, 2017**

	<b>Pension Trust</b>		<b>Total</b>	
	<b>Police Pension</b>	<b>Firemen's Pension</b>	<b>2018</b>	<b>2017</b>
<b>ADDITIONS</b>				
Contributions:				
Employer	\$ 2,677,597	\$ 1,765,714	\$ 4,443,311	\$ 4,267,760
Employee	<u>339,682</u>	<u>307,846</u>	<u>647,528</u>	<u>696,566</u>
Total contributions	<u>3,017,279</u>	<u>2,073,560</u>	<u>5,090,839</u>	<u>4,964,326</u>
Investment income:				
Net appreciation (depreciation) in fair value of investments	952,123	1,544,519	2,496,642	3,216,161
Dividends	206,203	177,156	383,359	259,504
Interest	232,554	251,688	484,242	449,129
Miscellaneous income	<u>-</u>	<u>69</u>	<u>69</u>	<u>81,445</u>
Total investment income	1,390,880	1,973,432	3,364,312	4,006,239
Less investment expense	<u>120,843</u>	<u>110,621</u>	<u>231,464</u>	<u>204,459</u>
Net investment income	<u>1,270,037</u>	<u>1,862,811</u>	<u>3,132,848</u>	<u>3,801,780</u>
Total additions	<u>4,287,316</u>	<u>3,936,371</u>	<u>8,223,687</u>	<u>8,766,106</u>
<b>DEDUCTIONS</b>				
Retirement benefits	2,814,422	1,189,518	4,003,940	3,709,296
Duty disability benefits	211,807	673,176	884,983	830,049
Surviving spouse benefits	130,369	217,323	347,692	303,629
Miscellaneous	<u>24,529</u>	<u>30,298</u>	<u>54,827</u>	<u>193,032</u>
Total deductions	<u>3,181,127</u>	<u>2,110,315</u>	<u>5,291,442</u>	<u>5,036,006</u>
<b>NET INCREASE</b>	1,106,189	1,826,056	2,932,245	3,730,100
<b>NET POSITION RESTRICTED FOR PENSION, BEGINNING OF YEAR</b>	<u>19,919,786</u>	<u>25,271,001</u>	<u>45,190,787</u>	<u>41,460,687</u>
<b>NET POSITION RESTRICTED FOR PENSION, END OF YEAR</b>	<u>\$ 21,025,975</u>	<u>\$ 27,097,057</u>	<u>\$ 48,123,032</u>	<u>\$ 45,190,787</u>

## **Other Supplemental Information**

**VILLAGE OF ALSIP, ILLIONIS**  
**SCHEDULE OF INSURANCE COVERAGE**  
**April 30, 2018**  
**(Unaudited)**

<b><u>Insurance Company</u></b>	<b><u>Policy Number</u></b>	<b><u>Coverage Dates</u></b>	<b><u>Type of Coverage and Description</u></b>	<b><u>Limit</u></b>
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
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
Ohio Casualty	32S533138	4/11/17-21	Notary Public Bond Becky L. Smith	\$5,000
Ohio Casualty	32S533141	4/11/17-21	Notary Public Bond Tiffany M Litoborski	\$5,000
I.P.R.F.	121	01-01-17-5/1/18	Workers Compensation	\$3,000,000
Hudson Insurance	PEP00005004-00	05-01-17/18	Property (Village & Sr. Housing) General Liability Public Official Liability/Law Liability	Multiple Coverages
Hudson Insurance	PEA0005004-00	05-01-17/18	Automobile	\$1,000,000
Hudson Insurance	PEU0005004-00	05-01-17/18	Primary Excess Liability	\$5,000,000
Hallmark Insurance	77PEF17001A	05-01-17/18	Excess Liability	\$5,000,000
Lexington Ins. Co.	17471589/04	5-1-17-7/1/17	Property EDP,Mobile Equipment/Boiler/Machinery/Cyber Pollution	\$96,801,615
Lexington Ins. Co.	17471589/04	7-1-17/18	Property EDP,Mobile Equipment/Boiler/Machinery/Cyber Pollution	\$96,801,615



**VILLAGE OF ALSIP, ILLINOIS**  
**PROPERTY TAX LEVIES AND COLLECTIONS EXTENDED BY FUNDS**  
**AND ASSESSED VALUATION (UNAUDITED)**  
**April 30, 2018**

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<b>Assessed valuation (tax year)</b>	<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>	<u>\$ 580,856,755</u>
<b>Tax rates:</b>						
General	.7095	.7210	.7905	.8300	.8465	1.0362
Police pension	.3827	.4205	.4745	.5363	.5470	.6331
Fire pension	.2582	.2897	.3128	.3536	.3606	.3865
Road and bridge	.1008	.1008	.1079	.1127	.1116	.1241
Debt service	.1765	.1770	.1779	.1771	.1448	.0422
Total - All Funds	<u>1.6277</u>	<u>1.7090</u>	<u>1.8635</u>	<u>2.0098</u>	<u>2.0105</u>	<u>2.2221</u>
<b>Tax levies:</b>						
General	\$ 3,625,000	\$ 3,683,869	\$ 3,887,302	\$ 3,905,029	\$ 4,175,015	\$ 6,019,032
Police pension	1,955,290	2,148,485	2,333,349	2,523,500	2,697,970	3,677,478
Fire pension	1,319,515	1,480,436	1,538,355	1,663,655	1,778,678	2,244,907
Road and bridge	515,000	515,000	530,450	530,450	550,606	721,000
Debt service	901,978	904,156	874,884	833,407	714,015	244,901
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>	<u>\$ 12,907,318</u>
<b>Collections:</b>						
General	\$ 3,468,898	\$ 3,529,671	\$ 3,600,282	3,712,576	\$ 2,131,581	\$ 2,395,323
Police pension	1,876,790	2,076,957	2,266,660	2,428,915	1,331,649	1,131,300
Fire pension	1,265,239	1,430,655	1,493,289	1,599,459	877,847	915,323
Road and bridge	492,822	505,035	506,485	504,305	281,116	289,928
Debt service	837,998	873,093	835,226	792,334	362,192	97,042
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>	<u>\$ 4,828,916</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>	<u>37.4%</u>
Township levies	<u>\$ 65,847</u>	<u>\$ 65,847</u>	<u>\$ 85,000</u>	<u>\$ 85,000</u>	<u>\$ 88,261</u>	<u>\$ 59,188</u>
Collections	<u>\$ 61,468</u>	<u>\$ 65,847</u>	<u>\$ 84,693</u>	<u>\$ 84,555</u>	<u>\$ 47,116</u>	<u>\$ 45,237</u>
Percentage of collections	<u>93.3%</u>	<u>100.0%</u>	<u>99.6%</u>	<u>99.5%</u>	<u>53.4%</u>	<u>76.4%</u>
Special service areas levies	<u>\$ 25,998</u>	<u>\$ 24,760</u>	<u>\$ 24,760</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Collections	<u>\$ 25,998</u>	<u>\$ 24,760</u>	<u>\$ 6,255</u>	<u>\$ -</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>	<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>	<u>\$ 178,224</u>
Collections	<u>\$ 954,000</u>	<u>\$ 944,000</u>	<u>\$ 1,187,463</u>	<u>\$ 1,195,785</u>	<u>\$ 633,181</u>	<u>\$ 27,241</u>
Percentage of collections	<u>100.0%</u>	<u>100.0%</u>	<u>99.0%</u>	<u>99.6%</u>	<u>61.4%</u>	<u>15.3%</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* .....137-141

### Revenue Capacity:

*These schedules contain information to help the reader assess the government's most significant local revenue source, property tax* .....142-145

### 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* .....146-150

### Demographic and Economic Information:

*These schedules help the reader understand the environment within which the government's financial activities take place* .....151-153

### 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*.....154-156

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

	Fiscal Year									
	FY18	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09
Governmental Activities										
Net Investment in Capital Assets	\$ 11,131,638	\$ 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
Restricted	7,468,192	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
Unrestricted	(80,789,319)	(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)
Total Governmental Activities Net Position	\$ (62,189,489)	\$ (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
Business-Type Activities										
Net Investment in Capital Assets	15,335,413	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
Unrestricted	11,127,889	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
Total Business-Type Activities Net Position	\$ 26,463,302	\$ 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
Primary Government										
Net Investment in Capital Assets	26,467,051	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
Restricted	7,468,192	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
Unrestricted	(69,661,430)	(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
Total Primary Government Net Position	\$ (35,726,187)	\$ 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

Data Source: Audited Financial Statements

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

	Fiscal Year									
	FY18	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09
Expenses										
Governmental Activities:										
General Government	\$ 4,900,132	\$ 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
Public Safety	21,810,737	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
Highways and Streets	2,775,496	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
Building	511,977	313,605	405,229	480,781	40,083	242,235	335,178	303,921	346,210	317,676
Health and Welfare	1,194,552	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
Other	191,744	42,731	159,917	350,049	19,539	77,607	162,202	17,918	56,882	34,776
Interest	178,467	456,663	325,151	355,624	521,657	429,452	517,994	677,932	595,045	643,878
Total Governmental Activities	\$31,563,105	\$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
Business-type Activities:										
Water	\$ 10,864,515	\$ 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
Sewer	617,672	473,625	189,374	266,208	183,390	207,981	200,400	255,367	221,278	159,976
Senior Citizen Complexes	3,680,207	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
Total Business-type Activities	\$15,162,394	\$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
Total Expenses	\$46,725,499	\$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
Program Revenues										
Governmental Activities:										
Charges for services										
General Government	\$ 1,055,265	\$ 1,150,131	\$ 1,310,130	\$ 964,988	\$ 951,796	\$ 917,990	\$ 867,180	\$ 837,596	\$ 711,211	\$ 688,155
Public Safety	2,297,757	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
Highways and Streets	539,350	567,984	496,279	571,946	609,766	573,971	581,181	593,152	569,652	452,754
Building	115,337	71,858	106,148	86,399	73,647	73,506	70,945	58,261	73,801	72,315
Health and Welfare	751,617	681,683	642,572	605,542	591,726	562,738	547,336	522,530	507,118	88,174
Other	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	71,120	66,077	87,577	76,564	62,103	127,816	38,873	71,395	179,810	172,188
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities	\$4,830,446	\$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
Business-type Activity-										
Charges for services										
Water	\$ 12,281,265	\$ 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
Sewer	769,588	701,110	703,753	682,661	757,270	758,780	769,497	759,519	719,858	668,962
Senior Citizen Complexes	4,697,102	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
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total Business-type Activity	\$17,747,955	\$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
Total Program Revenues	\$22,578,401	\$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
Net (Expense)/Revenue										
Governmental Activities	(\$26,732,659)	(\$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)
Business-type Activity	2,585,561	563,742	997,933	(1,225,008)	(1,108,077)	569,943	1,049,285	403,816	767,691	1,413,216
Total Net Expense	(\$24,147,098)	(\$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)

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

	Fiscal Year									
	FY18	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09
General Revenues										
Governmental Activities:										
Property Taxes	\$ 12,961,593	\$ 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
Sales Tax	6,421,934	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
State Income Taxes	2,266,790	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
Fuel Use Taxes	1,451,468	1,628,465	1,138,049	993,487	786,265	663,633	638,342	669,964	525,994	563,071
Motor Fuel Taxes	492,201	488,604	493,084	472,424	475,907	459,034	477,655	584,666	497,800	514,731
Replacement Taxes	333,854	397,023	378,327	383,040	374,201	349,094	330,457	384,772	335,224	366,826
Real Estate Transfer Taxes	590,656	602,027	329,903	288,946	169,163	193,655	88,243	106,477	173,112	132,440
Other Taxes	832,100	873,938	889,572	846,251	771,228	702,285	752,762	690,090	558,623	423,713
Unrestricted Interest/Investment Earnings	171,633	53,555	20,633	14,590	3,768	13,452	31,348	57,360	42,966	92,831
Other	481,508	386,382	350,492	763,805	337,944	348,639	305,334	338,046	274,669	609,672
Transfers in/out	756,770	(526,425)	(686,082)	144,000	232,000	398,143	595,407	657,175	265,457	474,116
Special Item	-	-	-	-	-	-	-	-	-	-
Total general revenues, transfers, and special item	\$26,760,507	\$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
Business-type Activity-										
Unrestricted Interest/Investment Earnings	\$ 92,217	\$ 519	\$ 792	\$ 734	\$ 415	\$ 7,402	\$ 27,751	\$ 54,389	\$ 57,556	\$ 101,277
Other	5,680	26,001	11,526	9,434	41,704	10,127	24,791	14,994	32,051	7,608
Transfers in/out	(756,770)	526,425	686,082	(144,000)	(232,000)	(398,143)	(595,407)	(657,175)	(265,457)	(474,116)
Total Business-type activities	(\$658,873)	\$552,945	\$698,400	(\$133,832)	(\$189,881)	(\$380,614)	(\$542,865)	(\$587,792)	(\$175,850)	(\$365,231)
Total primary government	\$26,101,634	\$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
Change in Net Position (formally Net Assets)										
Governmental Activities	\$27,848	(\$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)
Business-type Activity	1,926,688	1,116,687	1,696,333	(1,358,840)	(1,297,958)	189,329	506,420	(183,976)	591,841	1,047,985
Total Change in Net Position	\$1,954,536	\$101,319	(\$745,939)	(\$931,158)	\$993,846	\$2,916,890	\$3,568,943	\$3,081,699	(\$1,430,776)	\$257,314

Data Source: Audited Financial Statements

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

	<b>Fiscal Year</b>									
	<b>FY18</b>	<b>FY17</b>	<b>FY16</b>	<b>FY15</b>	<b>FY14</b>	<b>FY13</b>	<b>FY12</b>	<b>FY11</b>	<b>FY10</b>	<b>FY09</b>
General Fund										
Reserved (pre-GASB 54)	n/a	n/a	n/a	n/a	n/a	n/a	n/a	\$ 239,108	\$ 140,316	\$ 42,331
Unreserved (pre-GASB 54)	n/a	n/a	n/a	n/a	n/a	n/a	n/a	7,468,309	5,173,158	5,274,658
Nonspendable	\$ 81,337	\$ 68,358	\$ 60,307	\$ 57,809	\$ 50,568	\$ 51,315	\$ 38,846	n/a	n/a	n/a
Restricted	216,031	227,909	223,002	220,785	213,841	104,970	104,970	n/a	n/a	n/a
Committed	-	-	-	-	-	-	-	n/a	n/a	n/a
Assigned	5,448,983	3,328,089	2,290,401	1,959,321	1,653,106	1,335,972	990,069	n/a	n/a	n/a
Unassigned	11,348,651	11,142,732	10,252,717	10,119,323	9,181,622	10,308,120	8,950,412	n/a	n/a	n/a
Total General Fund	<u>\$17,095,002</u>	<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>
All Other Governmental Funds										
Reserved (pre-GASB 54)	n/a	n/a	n/a	n/a	n/a	n/a	n/a	\$ 7,846,731	\$ 9,556,576	\$ 6,281,354
Unreserved (pre-GASB 54)	n/a	n/a	n/a	n/a	n/a	n/a	n/a	387,392	(251,246)	(419,470)
Nonspendable	\$ -	\$ -	\$ 28,325	\$ 26,542	\$ 25,820	\$ 3,341	\$ 3,123	n/a	n/a	n/a
Restricted	7,252,161	13,732,235	10,689,686	11,415,773	10,134,429	9,084,929	9,680,116	n/a	n/a	n/a
Committed:	-	-	-	-	-	-	-	n/a	n/a	n/a
Assigned	-	-	-	-	240,957	-	-	n/a	n/a	n/a
Unassigned	-	-	-	-	-	(1,404,228)	(1,575,643)	n/a	n/a	n/a
Total all other governmental funds	<u>\$7,252,161</u>	<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>

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									
	FY18	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09
<b>REVENUES</b>										
Taxes	\$ 22,565,439	\$ 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
Fines and Forfeitures	878,560	758,766	686,771	418,127	473,739	431,330	362,579	495,422	442,297	444,597
Licenses and Permits	1,125,592	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
Grants	71,120	66,077	87,577	76,564	62,103	127,816	38,873	71,395	179,810	172,188
Charges for Services	751,617	681,683	642,572	605,642	591,726	562,738	547,336	522,530	507,118	88,174
Investment Income	171,636	53,556	20,633	14,589	3,768	13,452	31,347	57,360	42,966	92,831
Miscellaneous	2,510,150	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
Total Revenues	<u>\$28,074,114</u>	<u>\$28,265,364</u>	<u>\$26,753,666</u>	<u>\$25,677,469</u>	<u>\$24,091,370</u>	<u>\$23,100,077</u>	<u>\$22,682,904</u>	<u>\$24,430,082</u>	<u>\$23,498,432</u>	<u>\$24,490,029</u>
<b>EXPENDITURES</b>										
Current:										
General Government	\$ 2,710,347	\$ 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
Public Safety	14,046,171	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
Highways and Streets	2,259,359	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
Building	191,606	229,336	238,930	229,750	218,364	217,836	209,680	194,457	214,956	205,640
Health and Environmental Control	1,157,584	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
Insurance	4,207,348	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
Drainage and Storm Sewers	120,237	15,481	22,031	33,652	2,221	2,665	6,276	3,556	6,021	12,800
Forestry Maintenance	71,507	27,250	137,886	316,397	76,139	22,315	32,971	14,362	19,551	21,976
Miscellaneous	2,495,637	696,956	648,521	1,131,132	361,574	238,533	64,048	545,362	159,082	68,004
Debt Service:										
Principal Retirement	2,050,288	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
Bond Issuance Costs	-	n/a	n/a	18,790	n/a	n/a	n/a	n/a	n/a	n/a
Interest and Fiscal Charges	200,912	372,916	304,665	304,354	353,649	405,595	467,712	705,380	552,911	622,776
Capital Outlay	-	84,066	83,911	146,728	245,073	997,189	1,025,418	1,738,797	-	-
Total Expenditures	<u>\$29,510,996</u>	<u>\$26,293,606</u>	<u>\$26,517,753</u>	<u>\$26,135,115</u>	<u>\$22,377,228</u>	<u>\$22,225,347</u>	<u>\$21,366,450</u>	<u>\$23,948,068</u>	<u>\$23,883,109</u>	<u>\$25,219,433</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(\$1,436,882)</u>	<u>\$1,971,758</u>	<u>\$235,913</u>	<u>(\$457,646)</u>	<u>\$1,714,142</u>	<u>\$874,730</u>	<u>\$1,316,454</u>	<u>\$482,014</u>	<u>(\$384,677)</u>	<u>(\$729,404)</u>
<b>OTHER FINANCING SOURCES (USES)</b>										
Loan Proceeds	\$ -	\$ 4,165,000	\$ 187,924	\$ 2,513,705	\$ 58,822	\$ -	\$ 306,656	\$ -	\$ 72,000	\$ 270,500
General Obligation Bonds Issued	-	-	-	-	-	-	-	-	-	-
Bond Premium	-	174,737	-	84,291	-	-	-	-	-	-
Refunding Bonds Issued	-	-	-	-	-	-	-	3,666,078	3,944,671	-
Payment to Refunded Bond Escrow Agent	(3,482,598)	(840,000)	-	-	-	-	-	(3,482,531)	-	-
Transfers In	2,074,520	866,793	400,000	595,400	2,819,505	1,261,890	4,545,035	3,282,227	1,236,349	1,525,222
Transfers Out	(1,317,750)	(1,393,218)	(1,086,082)	(451,400)	(2,587,505)	(863,747)	(3,949,628)	(2,625,052)	(970,892)	(1,051,106)
Sale of Village Property	10,550	9,815	7,130	14,860	10,960	19,653	31,836	-	54,819	12,407
Total Other Financing Sources (Uses)	<u>(\$2,715,278)</u>	<u>\$2,983,127</u>	<u>(\$491,028)</u>	<u>\$2,756,856</u>	<u>\$301,782</u>	<u>\$417,796</u>	<u>\$933,899</u>	<u>\$840,722</u>	<u>\$4,336,947</u>	<u>\$757,023</u>
Net Change in Fund Balances	<u>(\$4,152,160)</u>	<u>\$4,954,885</u>	<u>(\$255,115)</u>	<u>\$2,299,210</u>	<u>\$2,015,924</u>	<u>\$1,292,526</u>	<u>\$2,250,353</u>	<u>\$1,322,736</u>	<u>\$3,952,270</u>	<u>\$27,619</u>
Debt Service as a Percentage of Noncapital Expenditures	7.90%	5.29%	7.99%	6.05%	8.37%	10.40%	11.48%	10.53%	10.21%	9.93%

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)**

<b>Tax Levy Year</b>	<b>Residential Property</b>	<b>Farm Valuation</b>	<b>Commercial Property</b>	<b>Industrial Property</b>	<b>Railroad Valuation</b>	<b>Total Taxable Equalized Assessed Value</b>	<b>Total Direct Tax Rate <sup>(1)</sup></b>	<b>Estimated Actual Taxable Value</b>	<b>Ratio of Total Assess Value to Total Estimated Actual Value</b>
2017	\$ 232,869,609	\$ 5,866	\$ 113,301,299	\$ 234,052,018	\$ 627,963	\$ 580,856,755	2.2221	\$ 1,742,570,265	33.33%
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%

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

<sup>(1)</sup> 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)**

Village of Alsip <sup>(1)</sup>					Overlapping Rates								
Tax Levy Year	Operating	Public Safety Pensions	Debt Service	Total Village Direct Rate	School Districts	Cook County	Cook County Forest Preserve	Worth Township	Alsip Park District <sup>(6)</sup>	Alsip-Merrionette Park Public Library District <sup>(7)</sup>	MWRD	Total Other Levies <sup>(8)</sup>	Total Direct and Overlapping
	1.160	1.020	0.042	2.222	8.497 <sup>(2)</sup>	0.496	0.062	0.067	0.518	0.458	0.402	0.097	12.819 <sup>(2)</sup>
					8.703 <sup>(3)</sup>								13.025 <sup>(3)</sup>
					9.485 <sup>(4)</sup>								13.807 <sup>(4)</sup>
					6.887 <sup>(5)</sup>								11.209 <sup>(5)</sup>
2016	0.958	0.908	0.145	2.011	9.536 <sup>(2)</sup>	0.533	0.063	0.078	0.591	0.539	0.406	0.073	13.830 <sup>(2)</sup>
					9.952 <sup>(3)</sup>								14.246 <sup>(3)</sup>
					10.561 <sup>(4)</sup>								14.855 <sup>(4)</sup>
					7.716 <sup>(5)</sup>								12.010 <sup>(5)</sup>
2015	0.943	0.890	0.177	2.010	9.990 <sup>(2)</sup>	0.552	0.069	0.078	0.615	0.563	0.426	0.110	14.413 <sup>(2)</sup>
					10.171 <sup>(3)</sup>								14.594 <sup>(3)</sup>
					10.877 <sup>(4)</sup>								15.300 <sup>(4)</sup>
					7.950 <sup>(5)</sup>								12.373 <sup>(5)</sup>
2014	0.872	0.787	0.169	1.828	9.462 <sup>(2)</sup>	0.568	0.069	0.076	0.585	0.531	0.430	0.074	13.623 <sup>(2)</sup>
					9.753 <sup>(3)</sup>								13.914 <sup>(3)</sup>
					10.387 <sup>(4)</sup>								14.548 <sup>(4)</sup>
					7.588 <sup>(5)</sup>								11.749 <sup>(5)</sup>
2013	0.822	0.710	0.177	1.709	8.919 <sup>(2)</sup>	0.560	0.069	0.073	0.552	0.499	0.417	0.100	12.898 <sup>(2)</sup>
					8.975 <sup>(3)</sup>								12.954 <sup>(3)</sup>
					9.665 <sup>(4)</sup>								13.644 <sup>(4)</sup>
					7.151 <sup>(5)</sup>								11.130 <sup>(5)</sup>
2012	0.755	0.597	0.164	1.516	8.158 <sup>(2)</sup>	0.531	0.063	0.068	0.495	0.455	0.370	0.064	11.720 <sup>(2)</sup>
					8.264 <sup>(3)</sup>								11.826 <sup>(3)</sup>
					8.805 <sup>(4)</sup>								12.367 <sup>(4)</sup>
					6.543 <sup>(5)</sup>								10.105 <sup>(5)</sup>
2011	0.681	0.508	0.138	1.328	7.158 <sup>(2)</sup>	0.462	0.058	0.060	0.453	0.404	0.320	0.082	10.325 <sup>(2)</sup>
					7.310 <sup>(3)</sup>								10.477 <sup>(3)</sup>
					7.840 <sup>(4)</sup>								11.007 <sup>(4)</sup>
					5.808 <sup>(5)</sup>								8.975 <sup>(5)</sup>
2010	0.496	0.413	0.192	1.101	5.867 <sup>(2)</sup>	0.423	0.051	0.050	0.377	0.330	0.274	0.048	8.521 <sup>(2)</sup>
					6.018 <sup>(3)</sup>								8.672 <sup>(3)</sup>
					6.422 <sup>(4)</sup>								9.076 <sup>(4)</sup>
					4.705 <sup>(5)</sup>								7.359 <sup>(5)</sup>
2009	0.438	0.385	0.162	0.985	5.569 <sup>(2)</sup>	0.394	0.049	0.048	0.357	0.308	0.261	0.066	8.037 <sup>(2)</sup>
					5.786 <sup>(3)</sup>								8.254 <sup>(3)</sup>
					6.134 <sup>(4)</sup>								8.602 <sup>(4)</sup>
					4.525 <sup>(5)</sup>								6.993 <sup>(5)</sup>
2008	0.366	0.321	0.145	0.833	5.300 <sup>(2)</sup>	0.415	0.051	0.048	0.310	0.286	0.252	0.045	7.540 <sup>(2)</sup>
					5.773 <sup>(3)</sup>								8.013 <sup>(3)</sup>
					6.002 <sup>(4)</sup>								8.242 <sup>(4)</sup>
					4.601 <sup>(5)</sup>								6.841 <sup>(5)</sup>

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

<sup>(2)</sup> Community College District #524, Community High School District 218, & School District 126

<sup>(3)</sup> Community College District #524, Community High School District 218, & School District 125

<sup>(4)</sup> Community College District #524, Community High School District 218, & School District 130

<sup>(5)</sup> Community College District #524, Community High School District 218, & School District 128

<sup>(6)</sup> 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.

<sup>(7)</sup> 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.

<sup>(8)</sup> 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.

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

<b>Taxpayer</b>	<b>2017</b>			<b>2008</b>		
	<b>Taxable Equalized Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Village Equalized Assessed Value</b>	<b>Taxable Equalized Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Village Equalized Assessed Value</b>
BRE Alpha Industrial	\$12,358,788	1	2.13%			
Cabot Industrial	11,210,501	2	1.93%			
Patriot Alsip	9,848,237	3	1.70%	\$11,732,187	5	1.46%
Public Storage	9,750,275	4	1.68%			
The Coca Cola Company	8,445,010	5	1.45%	12,678,882	4	1.58%
Plymouth MWG	8,049,197	6	1.39%			
WMI CP LLC	7,945,612	7	1.37%			
VIP Alsip/Alsip Partners	6,341,322	8	1.09%			
Gregory M Layer	6,213,703	9	1.07%			
12161 S Central NZT	5,909,173	10	1.02%			
NAI Hiffman				22,324,661	1	2.78%
Manheim Services Corp				15,928,531	2	1.99%
Crane & Norcross				13,253,218	3	1.65%
Home Depot				9,194,530	6	1.15%
CBRE Investors				9,176,042	7	1.14%
First Industrial LP				8,656,720	8	1.08%
Greif, Inc.				8,597,651	9	1.07%
Griffith Foods				8,045,925	10	1.00%
	<u><u>\$73,713,031</u></u>		<u><u>12.69%</u></u>	<u><u>\$119,588,348</u></u>		<u><u>14.91%</u></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 or that properties with similar names were incorrectly aggregated.

**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
2017	\$ 12,824,629	\$ 5,222,986	40.73%	n/a	\$ 5,222,986	40.73%
2016	9,870,089	4,952,934	50.18%	n/a	4,952,934	50.18%
2015	9,425,226	4,427,941	46.98%	\$ 4,908,573	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%

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)**

<b>Fiscal Year</b>	<b>General Obligation Bonds <sup>(1)</sup></b>	<b>Installment Notes</b>	<b>Other Long-Term Liabilities</b>	<b>General Obligation Bonds</b>	<b>Installment Notes</b>	<b>Total Outstanding Debt</b>	<b>Total Outstanding Debt as a Percentage of Personal Income <sup>(2)</sup></b>	<b>Population <sup>(2)</sup></b>	<b>Debt per Capita</b>
	<b>Governmental Activities</b>			<b>Business-Type Activities</b>					
FY18	\$4,159,409	\$ 949,176	\$ -	\$ 10,020,515	\$ 2,996,879	\$ 18,125,979	n/a	19,079	950
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	-	23,576,287	4.82%	19,346	1,219
FY11	12,510,689	166,301	244,410	13,652,938	-	26,574,338	5.74%	19,289	1,378
FY10	14,524,508	312,558	244,410	15,035,617	-	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

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 10 years.

<sup>(1)</sup> Presented net of original issuance discounts and premiums

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

\* Between FY18 and FY17 the Village of Alsip noted a decrease of \$8 million of total Outstanding Debt, as a result of repayment of bonds refunded based on 2017 issuance within FY18 instead of FY17.

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)**

<b>Fiscal Year Ended April 30</b>	<b>General Obligation Bonds (1)</b>	<b>Less: Amounts Available in Debt Service Fund (2)</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value of Property (3)</b>	<b>Per Capita (4)</b>
FY18	\$ 14,179,924	\$ 5,692,061	\$ 1,150,493	0.07%	n/a
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

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, 2018**

<b>Government Unit:</b>	<b>Debt Outstanding</b>	<b>2017 Tax Year EAV of Taxing Body</b>	<b>Percentage of Village's EAV within Taxing Body's EAV<sup>(1)</sup></b>	<b>Estimated Percentage Applicable<sup>(1)</sup></b>	<b>Amount Applicable to Primary Government</b>
Alsip Park District	\$2,310,000	\$ 589,692,700	98.21%	96.74%	\$ 2,234,758
Worth Park District	149,265	180,415,449	1.79%	5.75%	8,581
Alsip-Merrionette Park Public Library District <sup>(2)</sup>	1,645,000	632,904,906	99.48%	91.30%	1,501,930
William Leonard Public Library District <sup>(2)</sup>		43,234,913	0.40%	5.42%	-
Community High School District 218	51,423,317	2,365,664,233	100.00%	24.55%	12,626,298
Cook County	3,085,186,750	150,817,077,698	100.00%	0.39%	11,882,285
Cook County Forest Preserve	101,200,000	150,817,077,698	100.00%	0.39%	389,762
Garden Homes Sanitary District	-	14,185,066	0.45%	18.34%	-
Metropolitan Water Reclamation District of Greater Chicago (MWRD)	2,560,241,000	147,945,823,261	100.00%	0.39%	10,051,877
Moraine Valley Community College District 524	134,410,000	10,443,699,860	100.00%	5.56%	7,475,603
School District 125	3,943,492	124,498,030	6.60%	30.78%	1,213,659
School District 126	-	511,274,160	66.79%	75.88%	-
School District 128	3,400,000	317,663,524	5.07%	9.27%	315,059
School District 130	5,667,712	538,434,064	21.55%	23.25%	1,317,615
South Cook County Mosquito Abatement District	-	18,612,152,036	100.00%	3.12%	-
Worth Township	-	3,341,119,709	100.00%	17.39%	-
Subtotal, overlapping debt		<u>\$ 487,294,917,307</u>			<u>49,017,427</u>
Village of Alsip direct debt	\$18,125,979	<u>580,856,755</u>	100.00%	100.00%	<u>18,125,979</u>
Total direct and overlapping debt		<u><u>\$ 487,875,774,062</u></u>			<u><u>\$ 67,143,406</u></u>

<sup>(1)</sup> 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.

<sup>(2)</sup> 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, 2018**

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)**

<b>Calendar Year</b>	<b>Population <sup>(1)</sup></b>	<b>Median Age <sup>(1)</sup></b>	<b>Per Capita Income <sup>(1)</sup></b>	<b>Personal Income</b>	<b>Total School Enrollment <sup>(1)</sup></b>	<b>Unemployment Rate <sup>(2)</sup></b>
2017	19,079	n/a	n/a	n/a	n/a	6.0%
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

Sources:

<sup>(1)</sup> U.S. Census Bureau. The population estimates are as of July 1. Note: the official 2010 census number is 19,277. See subsequent tables for more detailed educational information from the U.S. Census.

<sup>(2)</sup> IL Dept. of Employment Security does not officially estimate and publish rates for communities under 25,000 population. What is shown is IDES' unofficial, unpublished estimates, which come out in early April for the prior calendar year.

**Village of Alsip**  
**Most Recent Educational Demographics and Five Years Prior**

	<b>2016</b>			<b>2011</b>		
	<b>Total</b>	<b>Male</b>	<b>Female</b>	<b>Total</b>	<b>Male</b>	<b>Female</b>
<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	FY18			FY09		
		Employees	Rank	Percentage of Total Village Employment <sup>(3)</sup>	Employees	Rank	Percentage of Total Village Employment <sup>(3)</sup>
Anixter, Inc	Electric Cable & Wire, Components & Assemblies & Distribution	800	1	8.53%	314	5	N/A
American Heritage Protective Services	Security Guard Services	500	2	5.33%	500	1	N/A
Griffith Foods, Inc.	Food Seasonings	400	3	4.26%	400	3	N/A
Coca-Cola Refreshments USA, Inc.	Soft Drinks	370	4	3.94%	350	4	N/A
Morrison Security Corp.	Security Guard Services	200	5	2.13%			
Sertoma Centre, Inc.	Contract Packaging & Assembly	200	5	2.13%	200	7	N/A
GC America, Inc.	Dental Resins	180	7	1.92%	180	8	N/A
Accord Carton Co.	Folding Cartons	175	8	1.87%			
Doubletree Hotel Chicago - Alsip	Commercial Hotel	150	9	1.60%			
Labriola Baking Co., LLC	Bakery Products	150	9	1.60%			
Polmax, LLC	Transportation & Logistics	150	9	1.60%			
Berry Plastics Corp.	Plastic injection molded & thermoformed lids, containers, and tamper resistant packaging				500	1	N/A
Van's, Inc.	Wholesaler of fresh flowers, foliage, floral supplies				250	6	N/A
Madison Paper	Paper				171	9	N/A
Kocsis Bros. Machine & Kocsis Technologies	Machine Shop and Hydraulic Starters, Accumulators, & Cylinders				155	10	N/A
		3,275		34.91%	3,020		N/A

<sup>(1)</sup> FY07 Is Approximate As Of July 30, 2007

<sup>(2)</sup> FY07 combined the two Coca-Cola locations

<sup>(3)</sup> 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 Three Fiscal Years**

<b>Function</b>	<b>Full-time Equivalent Employees as of April 30</b>							
	<b>FY18</b>	<b>FY17</b>	<b>FY16</b>	<b>FY15</b>	<b>FY14</b>	<b>FY13</b>	<b>FY12</b>	<b>FY11</b>
<b>General Government</b>								
Administration	1.50	1.00	2.00	-	-	-	-	-
Building								
Administrative	0.40	1.00	1.00	-	-	-	-	-
Clerical	2.00	0.00	0.00	-	-	-	-	-
Health	1.00	0.00	0.00	-	-	-	-	-
Clerk's Office								
Administrative	1.00	0.00	0.00	-	-	-	-	-
Clerical	3.00	3.00	3.00	-	-	-	-	-
Finance, I/T, and H/R	5.00	5.75	5.50	-	-	-	-	-
Village Properties & Senior Housing								
Administrative	0.60	1.00	1.00	-	-	-	-	-
Clerical	0.50	0.50	0.50	-	-	-	-	-
Maintenance	1.00	1.00	1.00	-	-	-	-	-
<b>Public Safety</b>								
Civil Defense	0.20	0.20	0.20	-	-	-	-	-
Police								
Non-Represented Officers	4.00	4.00	4.00	-	-	-	-	-
Sgts. & Patrol Officers	35.00	34.00	37.00	-	-	-	-	-
Community Service Officers (CSOs)	1.00	1.00	1.50	-	-	-	-	-
Radio Communications Officers	0.00	8.25	8.00	-	-	-	-	-
Crossing Guards	4.00	4.00	4.00	-	-	-	-	-
Clerical	3.00	3.00	3.00	-	-	-	-	-
Fire/EMA								
Non-Represented Officers	2.00	2.00	2.00	-	-	-	-	-
Represented Firefighters	33.00	33.00	33.00	-	-	-	-	-
Other Non-Represented	2.00	1.75	1.75	-	-	-	-	-
<b>Public Works</b>								
Administrative	1.00	1.00	1.00	-	-	-	-	-
Clerical	1.00	1.00	1.00	-	-	-	-	-
Operators, Foremen, and Mechanics	11.00	11.50	12.00	-	-	-	-	-
<b>Water</b>								
Administrative	1.00	1.00	1.00	-	-	-	-	-
Clerical	2.00	2.00	2.00	-	-	-	-	-
Operators and Foremen	5.00	5.00	5.00	-	-	-	-	-
<b>Total</b>	<b>121.20</b>	<b>125.95</b>	<b>130.45</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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

	Fiscal Year									
	FY18	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09
General Government:										
Number of Building Permits Issued	1,152	1,110	2,915	3,063	2,835	3,083	2,627	2,330	2,470	2,569
Cost of Construction of All Permits	\$ 48,914,871	\$ 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
Public Safety:										
Police <sup>(1)</sup> :										
911 Calls Police Incidents	31,865	34,204	12,080	17,645	20,093	17,808	15,202	14,032	15,885	15,808
Number of State Charges Filed	1,227	1,126	523	852	1,128	1,125	899	945	1,517	1,281
Number of Traffic Violations	3,009	2,515	1,138	1,689	2,961	3,005	2,078	1,829	3,076	3,013
Number of Parking Violations	4,007	2,605	1,006	2,532	2,876	3,454	3,109	2,677	4,108	2,479
Number of School Crossing Guards	6	6	5	5	5	5	5	5	5	5
Number of Code Violations	1,007	669	348	664	558	811	533	576	664	708
Fire:										
911 Calls Fire/Emergency Incidents	3,329	3,244	3,216	3,206	3,378	3,021	3,129	3,269	3,001	2,669
Number of Fire Emergency Responses	1,149	55	63	42	57	42	51	n/a	n/a	n/a
Number of Ambulance Responses	2,180	2,091	2,123	2,015	1,984	1,916	1,872	1,420	1,675	1,521
Number of Ambulance Transports	1,822	1,654	1,663	1,688	1,782	1,697	1,629	n/a	n/a	n/a
Number of Fires Extinguished	53	55	63	42	57	42	51	n/a	n/a	n/a
Number of Fire Inspections <sup>(3)</sup>	2,635	1,603	1,603	928	1,250	478	n/a	n/a	n/a	n/a
Number of Mutual Aid Calls To Other Areas	287	292	306	359	401	271	363	n/a	n/a	n/a
Public Works & Water:										
Forestry:										
Shade Trees Planted <sup>(2)</sup>	51	11	139	391						
Shade Trees Removed	21	56	37	534	323	45	47	39	12	3
Shade Trees Trimmed	1,067	69	9	28	37	2	8	106	30	87
Stumps removed	49	60	76	523	323	42	47	27	53	50
Wastewater:										
Sewer Lines Blocked/Cleaned	27	36	110	333	419	274	125	361	147	222
Emergency calls	13	25	16	32	41	35	44	40	27	23
Water:										
Total Gallons Purchased/Pumped Master Meter (million gallons)	1,979.72	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
Total Gallons Sold To Other Municipalities (million gallons)	952.89	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
Total Gallons Sold To Top 3 Industrial Customers (million gallons)	244.49	296.10								
Average Daily Consumption (thousand gallons)	5,103	5,158	5,355	5,757	6,415	6,641	6,389	6,604	6,382	6,900
Peak Daily Consumption (thousand gallons)	7,336	7,452	8,140	7,252	11,754	10,119	10,053			
Number of metered accounts	5,580	5,533	5,493	5,480	5,470	5,458	5,448	5,435	5,433	5,425
New Connections (tap-ons)	5	3	13	10	12	10	13	3	8	6
Number of Fire Lines	201	198	195	191	185	178	168	165	160	156
Number of Water Main Breaks	41	43	39	36	49	n/a	n/a	n/a	n/a	n/a
Senior Housing Units % Occupation Rate	97.1%	98.6%	74.6%	61.0%	8.5%	25.4%	30.5%	-30.5%	40.7%	64.4%

Sources: Various Village Departments

<sup>(1)</sup> 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

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

<sup>(3)</sup> 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									
	FY18	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09
General Government:										
Number of General Government Buildings <sup>(1)</sup>	1	1	1	1	1	1	1	1	1	1
Public Safety:										
Number of Police Stations <sup>(1)</sup>	1	1	1	1	1	1	1	1	1	1
Number of Police Vehicles	32	32	33	34	30	28	26	26	26	29
Number of Fire Stations	2	2	2	2	2	2	2	2	2	2
Number of Aerial Ladder Trucks	1	1	1	1	1	1	1	1	1	1
Number of Engines (Pumper)	3	3	3	3	4	4	4	4	4	4
Number of Ambulances	3	3	3	3	3	3	3	3	3	3
Number of Other Fire Vehicles	6	6	6	6	6	6	5	5	5	6
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	1,318	1,315	1,315	1,315	1,315	1,315	1,315	1,313	1,313	1,313
Number of Pumping Stations	2	2	2	2	2	2	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