VILLAGE OF FOREST PARK, ILLINOIS

ANNUAL FINANCIAL REPORT
Year Ended April 30, 2014

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor
And Council of Commissioners
Village of Forest Park, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Forest Park (the "Village"), as of and for the year ended April 30, 2014, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Forest Park Public Library (the "Library"), the Village's discretely presented component unit. Those statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Library, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village, as of April 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedule for the General Fund and major Special Revenue Funds, and schedules of funding progress and employer contributions, as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and schedules and supplemental data 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 and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The supplemental data has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Crowe Horwath LLP

Crowe Horwath LLP

Oak Brook, Illinois
October 27, 2014

VILLAGE OF FOREST PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2014

The management of the Village of Forest Park presents the financial statements with narrative overview and analysis of the financial activities for the fiscal year ended April 30, 2014. The Management's Discussion and Analysis ("MD&A") is designed to focus on the current year's activities, resulting changes in net position and currently known facts. It should be read in conjunction with the auditor's opinion on beginning on page 1 and the Village's financial statements beginning on page 16.

Financial Highlights
Net position in the Village's primary government (Governmental activities and Business type activities Statement 1) increased by $1,654,138 or 4.9% in fiscal year 2014. Governmental funds reflect collected revenues in conjunction with other financing sources to exceed expenditures, resulting in an overall improvement in fund balances by $516,972 (Statement 5). The General fund balance decreased by ($234,661), however this is an improvement over prior fiscal year by $134,626. Other Major funds gained by $452,593 as did the collective reporting for Non-major governmental funds by $299,040.

Collected General fund revenues (excluding operating transfers and other financing sources) in FY2014 were $481,636 or 2.9% more than FY2013. Collected revenues fell short of budget expectation by ($835,807) or (4.7%). Significant increases in general fund revenues over FY2013 include:

- Real estate tax collection for current and prior year taxes increased $182,455 or 4.1%
- Licenses and permits increased $119,164 or 12.1% due to construction related revenues
- Revenues associated with fines up $342,976 or 23.4% due primarily to three months of collection from the Local Debt Recovery program through the Illinois Comptroller with $292,224 collected in FY2014

These revenue increases were partially offset by the following decreases from budget expectation:

- Local share sales taxes showed a moderate improvement over FY2013 of $40,815 or 1.5%. However collected revenues fell short of budget resulting in a deficit of ($224,798), or (7.5%)
- Income tax as well showed a moderate increase over prior year by $12,481 or 0.9%, however short from budget by ($103,164) or (7.1%)
- Utility taxes up $36,218 or 2.2% from prior year but under budget by ($108,134) or (6.1%)
- Fees for Services under budget by ($121,124) or (4.9%) and ($29,089) less than prior year

General fund expenditures decreased by (4.6%) or ($890,147) from FY2013, and were (4.6%) or ($890,723) under budget. This decrease in expenditures compared to prior year recognizes the LED street light capital project in FY2013 as well as reduced grant expenditures. Savings in FY2014 budgeted expenditures include:

- Computer equipment under budget by ($40,000) as software development expenses were deferred until FY2015 and computers were purchased using American Express Corporate Reward points
- Grants did not meet budgeted expenditures, under by ($349,769)
- Expenses associated with street light maintenance and LED project completion were ($139,165) under budget

Significant changes in expenditures from last year include:

- Wages budgeted at a 3.2% increase ended with an overall 5.0% increase; the discrepancy is attributed to retroactive pay to May 1, 2012 for an expired union contract ratified in March 2014; benefits reduced in expenditure by (4.6%) partially due to the same union contract and retroactive collection on premium contributions to January 1, 2013; retirement contributions reflected a 3.0% increase. The total increase in wages and benefits was $407,962 or 3.3% for FY2014
- Fees associated with Fine revenue up $119,600 or 77.2% over prior fiscal year due to collection agency costs associated with the Local Debt Recovery collected revenues

- Winter storm related expenses including overtime reflect a notable increase of $94,500 or 70.8% from prior year and were $91,575 or 67.2% over budget

Other financing sources in the General fund include the annual transfer in from the Water fund to cover the approximate cost to the Village of unallocated expenses; excess incremental sales tax not required to meet the 2002 Bond fund debt obligation; and funds from Motor Fuel Tax (MFT) non-major fund for allowable expenses. The transfer from the MFT fund was omitted in fiscal years 2013 and 2014 in order to review transfer restrictions and reconcile accounting practices. Prior year transfers from MFT averaged $375,000 to $400,000 annually. If in place for FY2014, **this transfer would have resulted in a net gain for the General fund balance.**

Property tax revenues in the TIF Major funds fell short of budget expectations by ($145,980), with the exception being the Mall TIF (2002 Bond Fund Special Tax Allocation Fund). All TIF funds received less in distribution from the County compared to FY2013 with the exception of Brown Street Station TIF. The taxable value of property for levy year 2012 was lower than the 2011 EAV, and TIF fund incremental tax valuations were reduced by (5.6% to 16.1%), which resulted in revenues remaining flat to reduction by (8.7%).

The Illinois Municipal Retirement Fund (IMRF) has been classified as a Major fund in FY2014 as the fund liabilities have met the 10% threshold of corresponding totals for all governmental funds. Property taxes are levied to fund IMRF and other pensions, however expenditures in this fund have surpassed revenues since FY2012 year end due to costs associated with repayment on an early retirement incentive offered in 2006. The balance owed to the General fund from IMRF fund of $416,334 has contributed to the change in classification. This balance owed to the General fund should be repaid over the next two to three fiscal years.

Collective expenditures for the Major funds were under budget by (7.7%) and were ($156,430) less than prior fiscal year. The overall net gain of $452,593 improved fund balances by 7.3% collectively.

In the Non-major governmental funds which consist of special revenue funds and debt service funds, revenues fell short in all funds except the Motor Fuel Tax fund, the VIP fund, and the debt service funds. As the MFT funds were not allocated to General fund for allowable expenditures, the result is collective fund balances increased by 9.8%.

In the proprietary fund (Statement 8), the Water fund operating revenues increased $561,010 or 10.2% over FY2013 and were $118,426 or 2.0% over budget expectation. Revenues vary both by rates and consumption. Rates increased 15.0% on January 1, 2014 per the City of Chicago while consumption decreased by (3.4%). FY2014 expenses reflect a correction on prior years' recorded depreciation. Operation expenses (not including depreciation, transfers out or debt) increased by 13.3% or $473,530, with the cost of purchased water an additional $356,540 over prior fiscal year. The depreciation correction as well as revenues exceeding expenses improved the proprietary fund balance by $1,001,367. This increase in fund balance will secure future projects such as water main improvements and storm sewer separation studies.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. The basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements (Statements 1 and 2) are designed to provide readers with a broad overview of Village finances in a manner similar to a private-sector business. The statement of net position presents information on all of the assets/deferred inflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or declining.

The statement of activities presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

The Governmental Activities reflect the Village's basic services, which include administration, public safety, streets and alleys, and community outreach. Property taxes, shared state taxes and local utility taxes finance the majority of these services. The Business-Type Activities (also called Proprietary Funds) reflect private sector-type operations, where the fees for services typically cover all or most of the costs of operations, including depreciation. The component unit, which is shown only in the Government-wide financials, is the Forest Park Public Library. Though a separate legal entity, the Library is included because by statute the Village is financially accountable for it.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains fifteen individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for six major governmental funds: General fund, Brown Street Station TIF, Harlem/Harrison TIF, Roosevelt/Hannah TIF, the 2002 Bond Fund and the IMRF fund. Seven special revenue funds and two debt service funds (components to the 2002 Bond Fund) are considered to be non-major funds. Individual fund information for these non-major governmental funds is provided in Exhibits 8 through 17.

The Village maintains one type of proprietary fund to account for water and sewer operations, the Water fund. Proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The proprietary fund financial statement provides separate information for the Water fund, which is considered to be a major operating fund of the Village. In prior fiscal years, the Parking fund was separated as a proprietary fund, but in FY2012 all parking lot operations were re-allocated to the General fund.

Fiduciary funds are used to account for resources held for the benefit of others, in this case for Fire and Police retirees. Fiduciary fund activities 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 similar to that used by proprietary funds.

Notes to the Financial Statements

The notes are an integral part of the basic financial statements. They provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements this report also includes certain required supplementary information related to budgetary information and the Village's progress in funding its obligation to provide pension benefits to its employees. Detailed non-major fund information can be found immediately following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following chart reflects the condensed Statement of Net Position (in thousands):

	Governmental Activities		Business-type Activities		Total Primary	
	2014	2013	2014	2013	2014	2013
Assets:						
Cash and investments	$ 11,987.0	$ 12,312.7	$ 1,693.7	$ 1,038.9	$ 13,680.8	$ 13,351.6
Current assets	5,522.1	5,314.0	947.3	823.9	6,469.4	6,137.9
Capital assets	29,148.8	29,551.1	8,776.3	8,798.4	37,925.1	38,349.5
Total assets	46,657.9	47,177.8	11,417.3	10,661.2	58,075.3	57,839.0
Deferred Outflows of Resources						
Deferred loss on refunding	352.0	-	-	-	352.0	-
Liabilities:						
Current liabilities	2,609.3	3,809.6	990.6	889.8	3,599.9	4,699.5
Long-term liabilities	12,997.5	12,339.8	3,061.2	3,407.2	16,058.7	15,747.0
Total liabilities	15,606.9	16,149.4	4,051.7	4,297.0	19,658.6	20,446.5
Deferred Inflows of Resources						
Unavailable property tax revenue	3,175.4	3,196.0	-	-	3,175.4	3,196.0
Deferred gain on refunding	-	257.4	-	-	-	257.4
Total deferred inflows of resources	3,175.4	3,453.4	-	-	3,175.4	3,453.4
Net Position:						
Invested in capital assets, net	16,711.6	16,472.3	5,372.4	5,057.1	22,084.0	21,529.4
Restricted	4,260.6	4,195.3	-	-	4,260.6	4,195.3
Unrestricted	7,255.5	6,907.4	1,993.2	1,307.1	9,248.7	8,214.5
Total Net Position	$ 28,227.7	$ 27,574.9	$ 7,365.6	$ 6,364.2	$ 35,593.3	$ 33,939.1

Source: Statement 1

Total Primary cash and investments at fiscal year end increased by $329,144 over prior year as well as current assets (receivables and prepaids) by $331,511. These current assets of $20,150,176 are 5.6 times current liabilities of $3,599,884, compared to 4.1 times prior fiscal year. This ratio shows that the Village's ability to pay current bills in a timely fashion has maintained. Deferred loss on refunding is a restatement from prior year end in relation to the

2005 bond fund. TIF Funds are included in Governmental Activities; however TIF revenues are restricted to TIF expenditures and cannot be used for general operating expenses. Net position is represented by capital assets such as buildings and other structures, parking lots, and infrastructure net of any outstanding debt, and funds that are restricted for debt service and construction projects. Unrestricted assets can be used to finance day-to-day operations without constraints established by legal requirements.

The following chart reflects the condensed Statement of Activities (in thousands) compared to last year:

	Governmental Activities		Business-type Activities		Total Primary Government	
	2014	**2013**	**2014**	**2013**	**2014**	**2013**
Revenues						
Program Revenues:						
Charges for services	$ 5,312.2	$ 4,814.0	$ 6,037.0	$ 5,476.0	$ 11,349.2	$ 10,290.0
Oper. grants/contr.	814.6	1,011.1	-	-	814.6	1,011.1
Capital grants/contr.	700.2	2,113.3	-	750.2	700.2	2,863.6
General Revenues:						
Property taxes	6,652.0	6,452.3	-	-	6,652.0	6,452.3
Other taxes	7,898.8	7,717.6	-	-	7,898.8	7,717.6
Other revenues	36.0	65.2	2.2	3.0	38.3	68.1
Total Revenues	21,413.9	22,173.5	6,039.2	6,229.2	27,453.1	28,402.7
Expenses						
General government	7,103.3	7,520.9		-	7,103.3	7,520.9
Police protection	5,273.9	5,118.5		-	5,273.9	5,118.5
Fire protection	3,087.2	3,106.0		-	3,087.2	3,106.0
Health and safety	303.5	306.3		-	303.5	306.3
Community outreach	631.3	646.4		-	631.3	646.4
Public works	4,771.4	5,095.9		-	4,771.4	5,095.9
Interest on debt	390.5	553.5		-	390.5	553.5
Water and sewer	-	-	4,237.9	3,764.3	4,237.9	3,764.3
Total Expenses	21,561.1	22,347.5	4,237.9	3,764.3	25,799.0	26,111.8
Transfers Out / (In)	800.0	800.0	(800.0)	(800.0)	-	-
Change in Net Position	$ 652.8	$ 626.0	$ 1,001.4	$ 1,665.0	$ 1,654.1	$ 2,290.9

Source: Statement 2

Governmental Activities revenue decreased by ($759,636) in fiscal year 2014 due to a reduction in operating grants and capital grants. The principle sources of revenue for the Governmental Activities are property taxes at 31.1%, fees for services at 24.8%, and state taxes at 36.9%. These three revenues collectively increased by $879,100, or 4.6% from last year. Total expenses in governmental activities decreased by ($786,400) or (3.5%). All categories of expenses reflect a reduction except Police protection. Business-type Activities (Water fund) revenues from charges for services increased $561,010 or 10.2%, and expenses including debt and depreciation increased $473,602 or 12.6%. Together, police and fire protection represent 32.4% of the total cost of operating the Village; Public works and the Water fund account for 34.9%, and other governmental expenses, including debt service, are 32.7% of total primary government expenses. Change in net position of $1,654,138 is a 4.9% gain to the total primary government statement.

Governmental Funds

Basic services of the Village are reported in the General fund, which is the primary major fund in the governmental group. Governmental funds focus on how money flows into and out of the funds and the balances left at year-end are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Village's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance programs.

The changes in the various governmental funds balances are shown (in thousands) below:

Changes in Governmental Fund Balances

	Major Funds						Non-major Funds		
	General Fund	Brown Street Station TIF	Harlem/Harrison TIF	Roosevelt/Hannah TIF	2002 Bond Fund	Illinois Municipal Retirement Fund	Special Revenue and Debt Service Funds	Total Governmental Funds	As of 4/30/13 Total Governmental Funds
Revenues	$ 16,818.91	$ 345.83	$ (1.31)	$ 691.19	$ 0.17	$ 259.29	$ 3,386.41	$ 21,500.50	$ 21,457.37
Expenditures	18,376.76	30.42	1.66	487.25	539.52	456.84	2,024.19	21,916.63	23,742.41
Excess (deficiency) of revenues over expenditures	(1,557.84)	315.41	(2.96)	203.94	(539.35)	(197.55)	1,362.22	(416.13)	(2,285.03)
Transfer in (out)	1,190.08	-	-	-	673.10	-	(1,063.18)	800.00	800.00
Refunded bonds	-	-	-	-	-	-	-	-	134.73
Loan Proceeds	133.10	-	-	-	-	-	-	133.10	1,443.11
Net change in fund balances	(234.66)	315.41	(2.96)	203.94	133.75	(197.55)	299.04	516.97	92.81
Beginning fund balance	3,471.12	2,780.33	(47.10)	1,042.91	2,653.13	(218.79)	3,038.57	12,720.16	12,627.35
End of year fund balances	$ 3,236.46	$ 3,095.74	$ (50.07)	$ 1,246.85	$ 2,786.88	$ (416.33)	$ 3,337.61	$ 13,237.14	$ 12,720.16

Source: Statement 5

Proprietary Funds
Proprietary funds are business-type activities where customers pay for the services provided. The proprietary fund is the Water fund, and is considered a major operating fund.

The change in the net position of the proprietary fund is shown below (in thousands):

Changes in Proprietary Net Position

	2014 Water Fund	2013 Water Fund
Total revenues	$ 6,039.2	$ 5,479.0
Total expenses	4,237.9	3,764.3
Excess (deficiency) of revenues over expenditures	1,801.4	1,714.7
Transfers in (out)	(800.0)	(800.0)
Contribution revenue	-	750.2
Special items	-	-
Net change in Fund Balances	1,001.4	1,665.0
Net position at beginning of year	6,364.2	4,699.2
Net position at end of year	$ 7,365.6	$ 6,364.2

Source: Statement 8

Transfers from the Water fund to the General fund annually of $800,000 cover the approximate cost to the Village of unallocated expenses, such as liability insurance, pension, Social Security taxes and other employment costs, and intangible property rights.

GENERAL FUND BUDGETARY HIGHLIGHTS

The following chart reflects the condensed Budgetary Comparison Schedule (in thousands):

General Fund Budgetary Highlights

	2014			2013		
	Final Budget	Actual	Variance	Final Budget	Actual	Variance
Revenues:						
Taxes	$11,221.1	$10,698.6	$ (522.5)	$10,902.2	$ 10,398.6	$ (503.6)
Licenses and permits	1,104.3	1,101.5	(2.8)	1,042.0	982.3	(59.6)
Fees for services	2,473.4	2,352.2	(121.1)	2,425.4	2,381.3	(44.1)
Grant revenue	586.5	275.1	(311.4)	420.6	528.8	108.2
Parking revenue	520.0	494.7	(25.3)	520.1	498.7	(21.4)
Fines	1,662.2	1,809.0	146.8	1,552.0	1,466.1	(85.9)
Interest on investment	2.4	0.4	(2.0)	1.7	2.0	0.3
Other	84.9	87.4	2.5	56.0	79.4	23.4
Total Revenues	17,654.7	16,818.9	(835.8)	16,920.0	16,337.3	(582.7)
Expenditures:						
Office of the Mayor	6,572.1	6,380.5	191.6	6,316.1	6,089.1	226.9
Office of Accounts & Finance	8,577.7	7,928.5	649.2	8,155.9	7,936.4	219.5
Office of Public Property	1,912.3	1,771.3	141.0	1,791.4	3,031.3	(1,240.0)
Office of Streets & Public Improvement	1,420.5	1,436.1	(15.6)	1,473.2	1,325.1	148.1
Office of Health & Safety	321.6	308.8	12.9	346.7	295.1	51.7
Debt Service Payments	463.2	551.6	(88.4)	292.2	589.8	(297.6)
Total Expenditures	19,267.5	18,376.8	890.7	18,375.5	19,266.9	(891.4)
Excess (deficiency) of revenues over expenditures:	(1,612.8)	(1,557.8)	54.9	(1,455.5)	(2,929.6)	(1,474.2)
Other financing sources:						
Operating Transfers In	1,375.0	1,190.1	(184.9)	1,485.0	1,117.2	(367.8)
Loan Proceeds	279.9	133.1	(146.8)	-	1,443.1	1,589.9
Total other financing sources	1,654.9	1,323.2	(331.7)	1,485.0	2,560.3	1,222.1
Net Change to Fund Balance	42.1	(234.7)	(276.8)	29.5	(369.3)	(252.0)

Source: RSI-5

General fund revenues were $481,636 or 2.9% higher than last year and ($835,807) or (4.7%) less than budget. The variation resulted from lower than expected sales taxes ($224,798), utility taxes ($108,134), fees for services ($121,124) and grants ($311,403). Expenditures reduced significantly due to the recognition of the LED street light capital project in FY2013. Even with individual line items exceeding expenditures due primarily to winter storms, **all departments remained under budget by ($890,723) or (4.6%).** By omitting the annual transfer from the MFT fund to the General fund as other financing sources, a deficit of ($234,661) resulted in a reduction to the fund balance. Due to consecutive years of shortfalls in revenues, all departments continue to reduce expenditures in order to spend less than the amounts appropriated.

CAPITAL ASSET AND DEBT ADMINISTRATION

Governmental Activities Change in Capital Assets (in thousands)

	Balance as of April 30, 2013	Net Additions/ (Deletions)	Balance as of April 30, 2014
Non-Depreciable Assets			
Land	$ 5,365.4	-	$ 5,365.4
Construction in Progress	1,505.3	(1,505.3)	(0.0)
Non-Depreciable Assets Total	6,870.7	(1,505.3)	5,365.4
Other Capital Assets			
Infrastructure	38,547.5	1,623.2	40,170.7
Buildings and improvements	4,406.4	44.9	4,451.3
Fixtures/Equipment	4,869.1	122.0	4,991.1
Accum. Depreciation	(25,142.6)	(687.1)	(25,829.7)
Net Capital Assets	$ 29,551.0	$ (402.3)	$ 29,148.7

Source: Note 4

Infrastructure additions include the completion of the LED street lights project, the 2012 CDBG alley, and six alleys from the 2013 alley improvement program. Additions to buildings and improvements include purchase of an established parking lot at 1004 Troost and HVAC replacement at Village Hall. Equipment includes a security system at the Community Center, breathing apparatus and thermal imager for the Fire Department, (2) Ford Explorers in Police, and computer servers. Funding resources included grants, VIP, General fund, and US Customs revenues/reserves. Proceeds from sales of depreciated assets partially offset the expense of the replacement vehicles.

Business-Type Activities Change in Capital Assets (in thousands)

	Balance as of April 30, 2013	Net Additions/ (Deletions)	Balance as of April 30, 2014
Non-Depreciable Assets			
Construction in Progress	$ 78.3	$ (78.3)	$ 0.0
Other Capital Assets			
Infrastructure	10,381.6	102.3	10,483.9
Buildings and improvements	681.9	-	681.9
Fixtures/Equipment	198.6	58.6	257.2
Accum. Depreciation	(2,542.0)	(104.8)	(2,646.8)
Net Capital Assets	$ 8,798.4	$ (22.1)	$ 8,776.3

Source: Note 4

Infrastructure additions include the completion of the Des Plaines Avenue Water main replacement project and sewer improvements as part of the 2013 alley improvement program. A replacement water truck was purchased and proceeds from the sale of the depreciated vehicle were a partial offset to this expense.

Debt Administration

At April 30, 2014, the Village had outstanding debt as follows:

GOVERNMENTAL ACTIVITIES	Principal due	within one year
G.O. TIF Refunding Bonds, 2002	$ 1,445,000	$ 465,000
G.O. Alternative Revenue Series 2005	440,000	440,000
G.O. Alternative Revenue Refunding, 2012	6,725,000	75,000
Premium on Bonds	277,819	-
Total Bonds	$ 8,887,819	$ 980,000
G.O. Debt Certificates Series 2011	2,093,592	239,628
Bank Loans Payable	1,455,781	173,038
Net Pension Obligations	1,532,904	-
Other Post Employment Benefits	364,880	-
Compensated Absences	485,121	429,889
Total Governmental Long-term Debt	$ 5,932,278	$ 842,555
BUSINESS-TYPE ACTIVITIES		
G.O. Debt Certificates Series 2011	$ 396,409	$ 45,372
Loan Payable (IEPA)	3,007,518	300,708
Compensated Absences	16,959	13,634
Total Business-type Long-term Debt	$ 3,420,886	$ 359,714

Source: Note 5

The governmental GO bond payments of $980,000 due in fiscal year 2015 are payable from the Mall TIF Debt Service funds financed through TIF property tax deposits, and the VIP Fund which is financed through one-half percent Non Home Rule sales tax. Effective July 1, 2014, the Non Home Rule sales tax was increased to 1.0% by referendum. Interest rates on the bonds range from 2.0 to 4.85%. The General Obligation Debt Certificate Series 2011 was refinanced in FY2012, and interest rates now range from 2.0 to 3.0 percent. The General fund and Water fund share the principal and interest payments for this general obligation debt certificate. Bank loans payable include the LED loan at a term of ten years at 3.25% interest, as well as seven vehicles that were financed in years 2009 – 2012 at terms of five years at 4.5% interest.

The actuarial value of net pension obligations and other post employment benefits are required under the Governmental Accounting Standards Board (GASB) to be reported. These amounts will vary as actuarial experience in the various retirement funds fluctuate from year to year.

Under Illinois law, the Village's outstanding debt is limited to 8.625% of the assessed valuations in our jurisdiction. Assessed valuation per the 2013 levy is $306,740,756. The Village's debt limit under this law is $26.4 million compared to legal debt outstanding at April 30, 2014, of $11.1 million.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The General fund and Water fund comprise the Village's major operating funds. Operating revenues and other financing sources for FY2015 are budgeted to increase from FY2014 actual by 12.2% in the General, and 8.1% in the Water fund. This is an overall increase of $2,706,149 or 11.2% from FY2014 actual. All categories reflect an increase in FY2015 budget however over 40% of the General fund increase is attributed to one time grant revenues and the first full year of participation in the Local Debt Recovery program through the Illinois Comptroller.

Property taxes and state-shared revenues each represent approximately 25.0% of General fund revenues. For FY2015 property taxes have been budgeted at a 4.1% increase over FY2014 actual. Through September 30, 2014, 44.7% of budgeted property tax revenue in the General fund has been received.

State-shared revenues continue to show improvement and are budgeted at a collective 11.9% increase over FY2014 actual. State taxes that are disbursed per capita include local share of state income taxes, use tax, and motor fuel tax. Per the 2010 census results, the Village population is 14,167. Income tax and local use tax have increased per capita for the past three fiscal years; however the motor fuel tax has continued to decline. Fiscal year 2015 estimates per the Illinois Municipal League indicate per capita for local share income tax at $97.20, or $1,377,032 estimated revenue, and use tax at $17.80 or $252,173 estimated revenue. To date in this current fiscal year these revenues are on track to meet estimates. The State remains two months in arrears with disbursement of municipal share of state income taxes amounting to $278,692 outstanding to the Village. While these revenues are recognized when allocated from the State the shortage in cash flow makes a significant difference in daily operations.

Water rates are scheduled to increase annually 15.0% through December 2015 per the City of Chicago charges. Budgeted revenues for FY2015 show an increase of $492,155 or 8.1% over collected revenues in the FY2014. Per the gain in fund balance in FY2014 and projected revenues for FY2015, additional funds have been allocated to water fund infrastructure expenses such as sewer and water main repairs and improvements as well as flood mitigation studies.

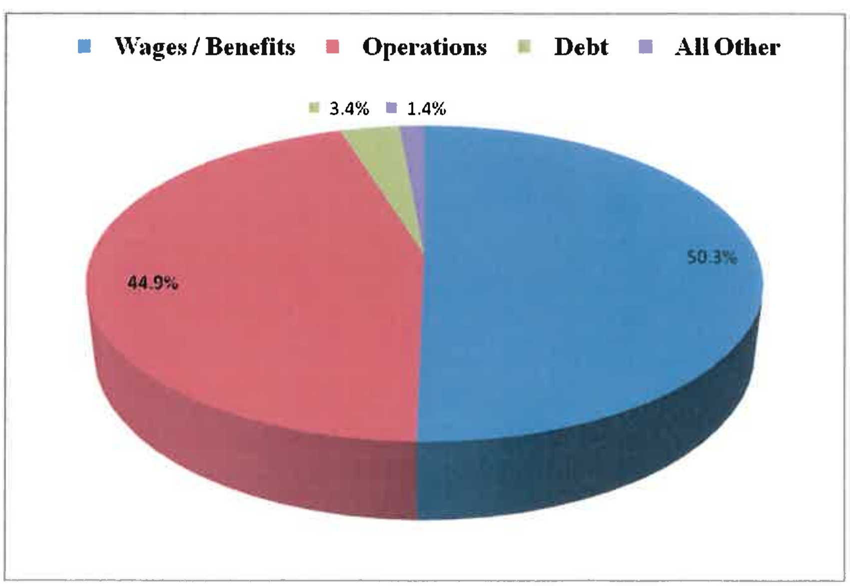
Major fund revenues (TIFs and IMRF) for FY2015 project to be similar to FY2014 actual as the incremental tax valuations were reduced for levy year 2013, and the amount levied for IMRF did not increase from the 2012 levy. Non-major funds as well project to be similar to FY2014 actual with the exception being the VIP fund.

There is continued reason for optimism in Forest Park as well as the United States. Unemployment numbers nationwide continue to decrease and are now at all time lows and the sales tax revenue to date is showing the increases we have anticipated. In March of 2014 the voters approved an additional 0.05% non-home rule sales tax with the revenue to be used for infrastructure (VIP fund). By developing a revenue source for infrastructure improvements, resources that were typically used from the General fund to pay for these projects will be available for other expenses. The Village is in the process of expanding the TIF areas along Roosevelt Road between Harlem/Desplaines in an effort to spur development and we have had some very preliminary discussions with interested parties in some of the vacant parcels along Roosevelt Road. The Village has received a 2.4 million dollar grant from the State to be used for enhancements on Roosevelt Road from Harlem to Desplaines. The Village continues to pursue state and federally funded grants to assist with infrastructure projects throughout Forest Park and was recently awarded more than 1.5 Million dollars to do various infrastructure projects throughout the Village. An additional 1.4 million dollar grant has been awarded to add improvements to Madison Street west of Desplaines. This work is scheduled to begin in the spring of 2015. The scope of work has changes in this project allowing us to resurface Madison Street from Harlem to our western boundary. This project is a joint venture with River Forest and we are confident that the improvement will add to the sales tax base from the area.

The Village applied for and received multiple planning and technical assistance grants from the RTA and has received three of them. In the first RTA will bring a panel of development experts to the village to assess the development potential of Harlem Avenue between the CTA green line and the I-290. This group will make recommendations on how the Village can best position itself for substantial development through this corridor. In the second and third the RTA has combined the award to include both Harlem avenue and Roosevelt Road. In this grant RTA will hire a planning firm that will work directly with the Village to develop an updated zoning code that will significantly increase future development. This grant pays for all of the planning work through adoption by the Village Council with no required match from the Village. The Village participates in an electrical aggregation plan which will also save our residents $1.6 million annually. The Village recently signed a contract with a firm that will assist in the development of a retail marketing strategy to be used throughout the village. This will include a wide range of activities all designed to place Forest Park in the best possible position for future responsible development. In December of 2014 the Village will adopt an update to a previous comprehensive plan that was completed in 2001. This new plan will contain a complete review of land use and strategies for the future development of Forest Park. All of these strategies combined are sure to increase the retail and housing market in this community.

The Village has worked hard with the various labor unions to hold the line on payroll expenses. In many of the Unions the Village was able to negotiate larger employee participation with insurance premiums and some reduced pension liability. The Village was forced into Interest Arbitration with one unit of employees and after several months of work the arbitrator ruled in favor of the Village on all major counts. These included wages, pension costs and health care

Operating fund expenditures for FY2015 are budgeted at an 11.7% increase or $2,741,432 over FY2014 actual. The General fund accounts for 70.0% of this increase and is mostly attributed to one time grant expenditures. The Water fund as well has additional funds allocated to infrastructure improvements. Wages and benefits continue to be the major portion of the Village budget. The budgeted increase in overall wages and benefits in FY2015 is 3.1%, or $390,610 compared to FY2014 budget. The chart below represents the operating budget expenditures broken down by wages / benefits, day to day operations, and all other expenses. Fifty-one percent of total expenditures from the major operating funds represent employment costs, including taxes, pensions, and health and life insurance. This percentage has remained fairly level over the last five years.



Major fund expenditures in the TIFs are budgeted in FY2015 with an additional $3.4 million allocated from reserves for infrastructure improvement projects, as well the Non-major VIP fund is budgeted with an additional $800,000 for infrastructure compared to FY2014 actual expenditures.

In the midst of economic recovery, the Village is reluctant to increase fees paid by residents, however we are cognizant of the need to continue to provide quality services that our residents expect. We are aggressively seeking to lower costs and have already renegotiated several contracts to lower expenses for the future.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the Village's finances. Questions concerning this report or requests for additional financial information should be directed to the Village Clerk, Village of Forest Park, and 517 Desplaines Avenue, Forest Park, Illinois, 60130.

VILLAGE OF FOREST PARK, ILLINOIS

STATEMENT OF NET POSITION
April 30, 2014

	Primary Government			
	Governmental Activities	Business-type Activities	Total Primary Government	Component Unit
ASSETS				
Current assets:				
Cash and investments	$ 11,987,047	$ 1,693,706	$ 13,680,753	$ 2,295,710
Receivables:				
Property tax receivable	2,470,701	-	2,470,701	1,146,350
Due from other governments	1,864,574	-	1,864,574	-
Accounts receivable	751,716	942,413	1,694,129	8,520
Prepaid items	435,142	4,877	440,019	5,839
Total current assets	17,509,180	2,640,996	20,150,176	3,456,419
Noncurrent assets:				
Capital assets not being depreciated	5,365,407	-	5,365,407	134
Capital assets being depreciated, net	23,783,370	8,776,293	32,559,663	1,384,793
Total noncurrent assets	29,148,777	8,776,293	37,925,070	1,384,927
Total assets	46,657,957	11,417,289	58,075,246	4,841,346
DEFERRED OUTFLOWS OF RESOURCES				
Deferred loss on refunding	351,988	-	351,988	-
Total deferred outflows of resources	351,988	-	351,988	-
LIABILITIES				
Current liabilities:				
Accounts payable	456,493	596,686	1,053,179	61,768
Accrued payroll	43,332	-	43,332	28,188
Other liabilities	154,497	9,110	163,607	-
Interest payable	132,444	25,053	157,497	-
Long-term obligations, due within one year:				
Compensated absences	429,889	13,634	443,523	-
Bonds payable	980,000	-	980,000	-
Debt certificates payable	239,628	45,372	285,000	-
Loans payable	173,038	300,708	473,746	-
Total current liabilities	2,609,321	990,563	3,599,884	89,956
Noncurrent liabilities:				
Long-term obligations, due in more than one year:				
Compensated absences	55,232	3,325	58,557	-
Bonds payable	7,907,819	-	7,907,819	-
Debt certificates payable	1,853,964	351,037	2,205,001	-
Loans payable	1,282,743	2,706,810	3,989,553	-
Net pension obligation	1,480,197	-	1,480,197	-
IMRF net pension obligation	52,707	-	52,707	-
Other post employment benefit obligation	364,880	-	364,880	-
Total noncurrent liabilities	12,997,542	3,061,172	16,058,714	-
Total liabilities	15,606,863	4,051,735	19,658,598	89,956
DEFERRED INFLOWS OF RESOURCES				
Unavailable property tax revenue	3,175,364	-	3,175,364	1,146,350
Total deferred inflows of resources	3,175,364	-	3,175,364	1,146,350
NET POSITION				
Net Investment in capital assets	16,711,585	5,372,366	22,083,951	1,384,927
Restricted for:				
Debt service	3,220,387	-	3,220,387	-
Capital projects	1,040,218	-	1,040,218	-
Other purposes	-	-	-	112,619
Unrestricted	7,255,528	1,993,188	9,248,716	2,107,494
Total net position	$ 28,227,718	$ 7,365,554	$ 35,593,272	$ 3,605,040

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

STATEMENT OF ACTIVITIES
Year Ended April 30, 2014

		Program Revenues			Net (Expense) Revenue and Changes in Net Position			
Functions/Programs	Expenses	Fees, Fines & Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Component Unit
Primary government:								
Governmental activities:								
General government	$ 7,103,298	$ 4,138,916	$ -	$ -	$ (2,964,382)		$ (2,964,382)	
Police protection	5,273,875	282,560	206,896	-	(4,784,419)		(4,784,419)	
Fire protection	3,087,191	26,917	48,230	712,933	(2,299,111)		(2,299,111)	
Health and safety	303,524	-	-	-	(303,524)		(303,524)	
Community outreach	631,333	2,443	-	-	(628,890)		(628,890)	
Public works	4,771,411	861,344	559,444	(12,686)	(3,363,309)		(3,363,309)	
Interest on debt	390,459	-	-	-	(390,459)		(390,459)	
Total governmental activities	21,561,091	5,312,180	814,570	700,247	(14,734,094)		(14,734,094)	
Business-type activities:								
Water operations	4,166,705	6,037,024	-	-	-	$ 1,870,319	1,870,319	
Sewer operations	71,163	-	-	-	-	(71,163)	(71,163)	
Total business-type activities:	4,237,868	6,037,024	-	-	-	1,799,156	1,799,156	
Total primary government	$ 25,798,959	$ 11,349,204	$ 814,570	$ 700,247	(14,734,094)	1,799,156	(12,934,938)	
Component unit								
Public library	$ 1,636,403	$ 26,408	$ 17,793	$ -				$ (1,592,202)
General revenues:								
Taxes:								
Property taxes					6,651,984	-	6,651,984	1,648,373
Replacement tax					189,043	-	189,043	39,104
Income tax					1,352,926	-	1,352,926	-
Sales tax					4,473,794	-	4,473,794	-
Telecommunication tax					528,980	-	528,980	-
Utility tax					857,374	-	857,374	-
Other taxes					496,720	-	496,720	-
Investment earnings					28,759	2,211	30,970	469
Other general revenues					7,285	-	7,285	4,186
Transfers					800,000	(800,000)	-	-
Total general revenues and transfers					15,386,865	(797,789)	14,589,076	1,692,132
Change in net position					652,771	1,001,367	1,654,138	99,930
Net position, beginning of year					27,574,947	6,364,187	33,939,134	3,505,110
Net position, end of year					$ 28,227,718	$ 7,365,554	$ 35,593,272	$ 3,605,040

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

GOVERNMENTAL FUNDS
BALANCE SHEET
April 30, 2014

	Major Funds							
	General Fund	Brown Street Station TIF Fund	Harlem / Harrison TIF Fund	Roosevelt / Hannah TIF Fund	2002 Bond Fund	Illinois Municipal Retirement Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS								
Cash and investments	$ 1,674,002	$ 3,095,739	$ 10,466	$ 1,253,843	$ 2,770,042	$ -	$ 3,182,955	$ 11,987,047
Receivables:								
Property tax receivable	2,185,346	-	-	-	-	122,295	163,060	2,470,701
Due from other governments	1,492,139	-	-	-	-	-	372,435	1,864,574
Accounts receivable	663,102	-	-	-	-	-	88,614	751,716
Interfund receivable	642,104	-	-	-	18,989	-	37,499	698,592
Prepaid items	435,142	-	-	-	-	-	-	435,142
Total assets	$ 7,091,835	$ 3,095,739	$ 10,466	$ 1,253,843	$ 2,789,031	$ 122,295	$ 3,844,563	$ 18,207,772
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE								
Liabilities								
Accounts payable	$ 389,835	$ -	$ 162	$ 6,994	$ 544	$ -	$ 58,958	$ 456,493
Accrued payroll	43,332	-	-	-	-	-	-	43,332
Other liabilities	154,497	-	-	-	-	-	-	154,497
Interfund payable	18,185	-	60,369	-	1,609	416,334	202,095	698,592
Total liabilities	605,849	-	60,531	6,994	2,153	416,334	261,053	1,352,914
Deferred inflow of resources								
Unavailable revenue	3,249,527	-	-	-	-	122,295	245,901	3,617,723
Fund balance								
Nonspendable								
Prepaid items	435,142	-	-	-	-	-	-	435,142
Restricted								
Economic development	-	3,095,739	-	1,246,849	-	-	-	4,342,588
Public safety	-	-	-	-	-	-	919,544	919,544
Streets & highways	-	-	-	-	-	-	2,583,466	2,583,466
Debt service	-	-	-	-	2,786,878	-	-	2,786,878
Playground/Recreation	719,054	-	-	-	-	-	-	719,054
Unassigned	2,082,263	-	(50,065)	-	-	(416,334)	(165,401)	1,450,463
Total fund balance	3,236,459	3,095,739	(50,065)	1,246,849	2,786,878	(416,334)	3,337,609	13,237,135
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	$ 7,091,835	$ 3,095,739	$ 10,466	$ 1,253,843	$ 2,789,031	$ 122,295	$ 3,844,563	$ 18,207,772

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO STATEMENT OF NET POSITION
April 30, 2014

Total fund balances - governmental funds		$ 13,237,135
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:		
Capital assets	$ 54,978,415	
Accumulated depreciation	(25,829,638)	
Net capital assets		29,148,777
Other long-term assets are not available to pay for current period expenditures and therefore are unavailable in the funds:		
Sales taxes receivable	274,282	
Other taxes receivable	139,110	
Grant receivable	28,967	
Total unavailable revenue		442,359
Interest on long-term debt is not accrued in governmental funds, but rather is recognized when due.		(132,444)
Long term debt activities reported in the statement of net position do not require the use of current financial resources and therefore are not reported as liabilities and deferred outflows in governmental funds. These consist of :		
Bonds payable	(8,887,819)	
Debt certificates payable	(2,093,592)	
Deferred outflow - loss on refunding	351,988	
Loans payable	(1,455,781)	
Compensated absences	(485,121)	
Net pension obligation	(1,480,197)	
IMRF net pension obligation	(52,707)	
Other post employment benefit obligation	(364,880)	
Total long-term liabilities and deferred outflows		(14,468,109)
Net position of governmental activities		$ 28,227,718

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended April 30, 2014

	Major Funds							
	General Fund	Brown Street Station TIF Fund	Harlem / Harrison TIF Fund	Roosevelt / Hannah TIF Fund	2002 Bond Fund	Illinois Municipal Retirement Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues								
Property tax revenue	$ 4,440,167	$ 329,310	$ (1,324)	$ 683,576	$ -	$ 248,254	$ 952,001	$ 6,651,984
Personal property replacement tax	168,052	-	-	-	-	11,039	9,952	189,043
Sales tax	2,783,158	-	-	-	-	-	1,437,657	4,220,815
Intergovernmental revenues	275,298	-	-	-	-	-	675,774	951,072
Auto rental tax	24,116	-	-	-	-	-	-	24,116
Income tax	1,352,926	-	-	-	-	-	-	1,352,926
Utility taxes	1,654,883	-	-	-	-	-	-	1,654,883
Licenses and permits	1,101,497	-	-	-	-	-	-	1,101,497
Fees for services	2,352,233	-	-	-	-	-	-	2,352,233
Grant revenue	275,126	-	-	-	-	-	58,853	333,979
Parking revenue	494,667	-	-	-	-	-	-	494,667
Fines	1,809,042	-	-	-	-	-	247,850	2,056,892
Interest on investments	395	16,518	19	7,613	167	-	4,047	28,759
Other revenue	87,354	-	-	-	-	-	275	87,629
Total revenues	16,818,914	345,828	(1,305)	691,189	167	259,293	3,386,409	21,500,495
Expenditures								
Current:								
Office of the mayor	6,380,452	-	-	-	-	-	511,153	6,891,605
Office of accounts and finance	7,928,494	-	-	-	5,598	456,838	402,573	8,793,503
Office of public property	1,771,336	-	-	-	-	-	-	1,771,336
Office of streets and public improvement	1,436,127	30,422	1,657	487,247	-	-	689,888	2,645,341
Office of health and safety	308,751	-	-	-	-	-	-	308,751
Debt service:								
Principal retired	468,209	-	-	-	445,000	-	220,000	1,133,209
Interest and charges	83,388	-	-	-	88,920	-	200,572	372,880
Total expenditures	18,376,757	30,422	1,657	487,247	539,518	456,838	2,024,186	21,916,625
Excess (deficiency) of revenues over expenditures	(1,557,843)	315,406	(2,962)	203,942	(539,351)	(197,545)	1,362,223	(416,130)
Other financing sources (uses)								
Transfers in	1,190,080	-	-	-	673,103	-	-	1,863,183
Transfers out	-	-	-	-	-	-	(1,063,183)	(1,063,183)
Loan proceeds	133,102	-	-	-	-	-	-	133,102
Total other financing sources (uses)	1,323,182	-	-	-	673,103	-	(1,063,183)	933,102
Net change in fund balances	(234,661)	315,406	(2,962)	203,942	133,752	(197,545)	299,040	516,972
Fund balances at beginning of year	3,471,120	2,780,333	(47,103)	1,042,907	2,653,126	(218,789)	3,038,569	12,720,163
Fund balances at end of year	$ 3,236,459	$ 3,095,739	$ (50,065)	$ 1,246,849	$ 2,786,878	$ (416,334)	$ 3,337,609	$ 13,237,135

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
Year Ended April 30, 2014

Net change in total fund balances		$ 516,972
Amounts reported for governmental activities in the Statement of Activities are different because:		
Some revenues were not collected for several months after the close of the fiscal year and therefore were not considered to be "available" and are not reported as revenue in the governmental funds. The change from fiscal year 2013 to 2014 consists of:		
Sales taxes received from the state of Illinois	$ 4,592	
Other taxes received	314	
Grant revenue	(91,539)	
Total change in unavailable revenues		(86,633)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported in the governmental funds.		
Increase in net pension obligations	(249,357)	
Increase in other postemployment benefit obligation	(90,333)	
Increase in IMRF net pension obligation	(1,049)	
Decrease in compensated absences	(17,026)	
Decrease in accrued interest on debt	(11,072)	
Amortization of deferred loss on refunding	(30,608)	
Amortization of bond premium	24,101	
Total expenses of non-current resources		(375,344)
Governmental funds report purchases of capital assets as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets.		
Capital expenditures	1,119,999	
Depreciation	(1,427,670)	
Capital expenditures in excess of depreciation		(307,671)
The original cost of assets disposed of had a net value greater than the disposal proceeds. The difference has been recorded in the statement of activities.		(94,646)
Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long term liabilities in the statement of net position.		
General obligation bonds	665,000	
Debt certificates payable	235,424	
Loans payable	232,771	
Total retirement of debt		1,133,195
In governmental funds, long-term debt is considered an other financing source (use), but in the statement of net position, debt is reported as a liability. In the current period, proceeds were received from:		
Loans	(133,102)	
Total issuances of debt		(133,102)
Change in net position of governmental activities		$ 652,771

VILLAGE OF FOREST PARK, ILLINOIS

PROPRIETARY FUNDS
STATEMENT OF NET POSITION
April 30, 2014

	Major Fund
	Water Fund
ASSETS	
Current assets:	
Cash and cash equivalents	$ 1,693,706
Receivables:	
Accounts receivable	942,413
Prepaids:	4,877
Total current assets	2,640,996
Noncurrent assets:	
Capital assets being depreciated, net	8,776,293
Total noncurrent assets	8,776,293
Total assets	$ 11,417,289
LIABILITIES AND NET POSITION	
Liabilities	
Current liabilities:	
Accounts payable	$ 596,686
Other liabilities	9,110
Compensated absences	13,634
Debt certificates payable	45,372
Loans payable	300,708
Interest payable	25,053
Total current liabilities	990,563
Noncurrent liabilities:	
Compensated absences	3,325
Debt certificates payable	351,037
Loans payable	2,706,810
Total noncurrent liabilities	3,057,847
Total liabilities	4,051,735
Net position	
Net Investment in capital assets	5,372,366
Unrestricted	1,993,188
Total net position	7,365,554
TOTAL LIABILITIES AND NET POSITION	$ 11,417,289

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Year Ended April 30, 2014

	Major Fund
	Water Fund
Operating revenues	
Charges for services	$ 6,037,024
Total operating revenues	6,037,024
Operating expenses	
Operations	4,025,450
Depreciation	121,755
Total operating expenses	4,147,205
Operating income (loss)	1,889,819
Nonoperating revenues and (expenses)	
Interest revenue	2,211
Interest expense	(90,663)
Total nonoperating revenues and (expenses)	(88,452)
Income (loss) before transfers	1,801,367
Transfers out	(800,000)
Change in net position	1,001,367
Net position at beginning of year	6,364,187
Net position at end of year	$ 7,365,554

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended April 30, 2014

	Major Fund
	Water Fund
Cash flows from operating activities:	
Cash received from customers	$ 5,913,233
Cash payments for goods and services	(3,644,472)
Cash payments to employees for services	(286,030)
Net cash provided by operating activities:	1,982,731
Cash flows from noncapital financing activities:	
Transfers out	(800,000)
Net cash used for noncapital financing activities:	(800,000)
Cash flows from capital and related financing activities:	
Purchase of capital assets	(99,665)
Principal paid on debt	(337,398)
Interest paid on debt	(93,067)
Net cash used for capital and related financing activities:	(530,130)
Cash flows from investing activities:	
Interest received	2,211
Net cash provided by investing activities:	2,211
Net increase (decrease) in cash and cash equivalents	654,812
Cash and cash equivalents, beginning of year	1,038,894
Cash and cash equivalents, end of year	$ 1,693,706
Reconciliation of operating income to Net cash provided by operating activities:	
Operating income (loss)	$ 1,889,819
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:	
Depreciation	121,755
Decrease (increase) in accounts receivable	(123,791)
Decrease (increase) in prepaids	446
Increase (decrease) in accounts payable	92,628
Increase (decrease) in accrued payroll	(216)
Increase (decrease) in compensated absences	2,090
Total adjustments	92,912
Net cash provided by (used for) operating activities:	$ 1,982,731

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
April 30, 2014

ASSETS		
Cash and cash equivalents	$	1,193,336
Investments		
Certificates of deposits		4,701,328
Government securities		12,040,353
Mutual funds		12,412,938
Insurance contracts		5,380,643
Total investments		34,535,262
Interest receivable		35,503
Prepaid items		3,261
Total assets		35,767,362
LIABILITIES		
Accounts payable		13,124
Total liabilities		13,124
NET POSITION		
Plan net position held in trust for employees' pension benefits	$	35,754,238

See accompanying notes the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY
NET POSITION
PENSION TRUST FUNDS
Year Ended April 30, 2014

ADDITIONS	
Contributions	
Employer	$ 1,237,146
Plan members	510,198
Total contributions	1,747,344
Net investment income	2,550,914
Total additions	4,298,258
DEDUCTIONS	
Benefits and refunds	3,003,390
Administrative expenses	61,974
Total deductions	3,065,364
Increase in plan net position	1,232,894
Plan net position at beginning of year	34,521,344
Plan net position at end of year	$ 35,754,238

See accompanying notes to the financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Forest Park (Village) was incorporated in 1856 under the provisions of the Illinois Revised Statutes, as amended. The Village operates under a Mayor-Commissioner form of government. Education and social services are provided by separate governing bodies that are beyond the direct or indirect control of the Village's government. The accounting policies of the Village of Forest Park conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies.

Financial Reporting Entity: The Village has adopted the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 61, under which these basic financial statements include all organizations, activities, functions and component units for which the Village is financially accountable, or that are fiscally dependent upon the Village or that would cause these financial statements to be misleading to exclude. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the Village's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden with the Village.

In conformity with GAAP, the Village's Police and Firefighters' Pension Funds have been included as fiduciary component units in the Village's basic financial statements. Although they are separate legal entities, these funds exist to provide pension benefits for the Village's police officers and firefighters. Thus, their financial information has been included within the Village's basic financial statements as fiduciary funds.

The Forest Park Public Library is included in the reporting entity because of its operational and financial relationship with the Village of Forest Park. The Forest Park Public Library meets the criteria for discrete presentation and is shown in the component unit column in the Government-wide financial statements. The Forest Park Public Library is reported in a separate column to emphasize that it is legally separate from the Village of Forest Park. The Forest Park Public Library has issued separate financial statements for the year ended April 30, 2014. Separate financial statements can be obtained by contacting its office at 7555 Jackson Boulevard, Forest Park, Illinois 60130.

Basis of Presentation: The Village's basic financial statements consist of Government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information. The Government-wide focus is more on the sustainability of the Village as an entity and the change in aggregate financial position resulting from activities of the fiscal period.

Government-wide Financial Statements – The statement of net position and the statement of activities display information about the Village as a whole. In the Government-wide statement of net position, both the governmental and business-type activities columns are presented on a consolidated basis by column. These statements include the financial activities of the primary government, except for fiduciary activities. 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 (proprietary funds), which rely to a significant extent on fees and charges for support. The Government-wide statement of activities reflects both the direct expenses and net cost of each function of the Village's governmental activities and business-type activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Village, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the Village.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements – The financial transactions of the Village are recorded in individual funds. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, deferred inflows, fund equity, revenues, and expenditures or expenses, as appropriate. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and presented as nonmajor funds.

Measurement Focus and Basis of Accounting:

Government-wide Financial Statements – The Government-wide financial statements, component unit financial statements, fund financial statements for proprietary and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets, deferred outflows, deferred inflows and liabilities (whether current or non-current) are included on the balance sheet and the operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounts, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows.

The Village has reported three categories of program revenues in the statement of activities: (1) charges for services, (2) program-specific operating grants and contributions, and (3) program-specific capital grants and contributions. Program revenues are derived directly from the program itself or from external sources, such as the State of Illinois; they reduce the net cost of each function to be financed from the Village's general revenues. For identifying the function to which program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted.

Eliminations have been made in the statement of net position to remove the "grossing up" effect on assets and liabilities within the governmental activities column for amounts reported in the individual funds as interfund receivables and payables and advances. Similarly, transfers between funds have been eliminated in the statement of activities. Amounts reported in the governmental funds as receivable from or payable to fiduciary funds have been reclassified in the statement of net position as accounts receivable or payable to external parties.

Fund Financial Statements – 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 or soon enough thereafter to pay liabilities of the current period. For this purpose the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues accrued at the end of the year include charges for services, licenses and permits, fines and forfeitures, intergovernmental revenues, investment earnings, property taxes, sales taxes, and income taxes. All other revenue items are considered to be measurable and available only when cash is received by the government. 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.

For the year ended April 30, 2014, a portion of the Village's share of the State Income Tax was received past 60 days of year end due to the current fiscal issues facing the State of Illinois. As such, the Village elected to recognize the portion received after 60 days as revenue, or $214,126, in order to

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

properly present 12 months of revenue on the financial statements. The Village does not anticipate this event to recur in future years.

Proprietary funds separate all activity into two categories: operating revenues and expenses and non-operating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Non-operating revenues and expenses entail all other activity not included in operating revenues and expenses. Non-operating revenues and expenses include capital and noncapital financing activities and investing activities. When an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the Village's policy to apply restricted resources first, then unrestricted resources as needed.

Differences occur from the manner in which the governmental activities and the Government-wide financial statements are prepared because of the inclusion of capital asset and long-term debt activity. Governmental fund financial statements, therefore, include reconciliation with brief explanations to better identify the relationship between the Government-wide statements and the statements for governmental funds.

The Village reports the following major governmental funds:

General Fund – The General Fund, sometimes referred to by the Village as the General Corporate Fund, is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund.

Brown Street Station TIF Fund – This TIF fund is a special revenue fund used to accumulate incremental property tax revenues from the area in far north Forest Park. This is a mixed of commercial and residential area TIF and funds will be used to improve streetscapes and for future development.

Harlem / Harrison TIF Fund – This TIF fund is a special revenue fund used to accumulate incremental property tax revenues from its specific area in Forest Park. This is a commercial area TIF and funds will be used to improve streetscapes and for future development.

Roosevelt / Hannah TIF Fund – This TIF fund is a special revenue fund used to accumulate incremental property tax revenues from its specific area in Forest Park. This is a commercial area TIF and funds will be used to improve streetscapes and for future development.

2002 Bond Fund – The 2002 Bond Fund, also known as the Forest Park Mall TIF, is a debt service fund used to pay principal and interest on $5,765,000 general obligation bond. The original TIF was divided in 2001 and currently comprises the Wal-Mart property, including the parking lot. The bond debt service is totally funded by incremental property taxes paid by Wal-Mart.

Illinois Municipal Retirement Fund – This fund collects property taxes levied for the purpose of funding the IMRF obligations of the Village.

<u>Proprietary Funds</u>: Proprietary funds are used to account for those Village activities that are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position, and changes in financial position.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Village reports the following major proprietary funds:

Water Fund – This fund accounts for the revenues and expenses related to the operation of the Village's water and sewer. Revenues are generated through charges to users based upon water and sewer consumption.

Governmental Funds: In addition to the general fund type mentioned above, the Village uses the following governmental fund types:

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative action.

Debt Service Funds – The Debt Service Funds are used to account for the Village's accumulation of resources for, and the payment of, general long-term debt, principal, interest, and related costs.

Fiduciary Funds: Fiduciary Funds are used to account for assets held by the Village in a trustee capacity or as an agent for individuals, other governments, or other funds. These include the pension trust funds.

Cash, Cash Equivalents, and Investments

Description of Village Policy

Separate checking accounts are maintained to satisfy legal restrictions or as authorized by the Village Council. The Village maintains a cash checking account pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is included on the combined balance sheet as "cash." The deposits and investments of the pension trust funds are held separately from those of other funds.

All investments are reported at fair value, which generally represents quoted market price as of the last business day of the year. Gains or losses on the sale or maturity of investments are recorded as current investment income at the date of sale or maturity. Cash equivalents are stated at cost.

The Village maintains an investment pool that is available for use by all funds except the pension trust funds. Village investments are in either certificates of deposit with local financial institutions or deposits with the Illinois Funds Money Market Fund.

The value of the Illinois Funds Money Market Fund and Illinois Metropolitan Investment Fund equates to the number of shares owned as of April 30, 2014. These deposits are regulated by the Comptroller of the State of Illinois.

Cash Flows: For purposes of the statement of cash flows for the Proprietary Funds, the Village considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Capital Assets: Capital assets, which include property, plant equipment, and infrastructure assets (e.g., roads, bridges, and similar items), 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 and a useful life of more than one year. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at estimated fair market value at the date of donation.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation on all assets is provided on the straight-line basis as described below.

Public domain infrastructure capital assets including roads, curbs and gutters, drainage systems, and lighting systems are also capitalized. Depreciation of the assets listed below is computed using the straight-line method over the following estimated useful lives:

Buildings	100 Years
Equipment	3-20 Years
Infrastructure - roads	30-40 Years
Infrastructure - water	100 Years
Building improvement	100 Years

Accrued Vacation: Per the Village's policy, full-time permanent employees of the Village other than firefighters in the Fire Department, police officers in the Police Department, and members of the Local 705 Teamsters Union shall be entitled to paid vacations based on the following years of service:

Less than 1 year	Nothing
After 1 year	10 working days
After 8 years	15 working days
After 15 years	20 working days

For each year of service over 15 years, one additional vacation day up to a maximum of 25 working days.

Vacation time must be taken within one year in which the time is earned.

Members of the firefighters and police officers unions and Local 705 Teamsters union are entitled to and receive vacation benefits as stated in the current contracts.

Unavailable Revenue: The Village reports unavailable revenues on its financial statements. Unavailable revenues arise when potential revenue does not meet both the measureable and available criteria for recognition in the current period. Unavailable revenues arise when resources are received by the Village before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, the liability for unavailable revenue is removed from the balance sheet or statement of net position and revenue is recognized.

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

Fund Balance - In order to show compliance with GASB Statement No. 54, the components of fund balance include the following line items:

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a) Nonspendable fund balance is inherently nonspendable, such as portions of net resources that cannot be spent because of their form and portions of net resources that cannot be spent because they must be maintained intact.
b) Restricted fund balance is externally enforceable limitations on use, such as limitations imposed by creditors, grantors, contributors, or laws and regulations of other government as well as limitations imposed by law through constitutional provision or enabling legislation. Restricted fund balances reported on the Village's Governmental Funds Balance Sheet mainly include restricted property tax levies, bond proceeds, and grant awards.
c) Committed fund balance has self-imposed limitations set in place prior to the end of the period. The limitations are imposed at the highest level of decision making that requires formal action at the same level to remove. Fund Balance of the Village may be committed for a specific source by passing of a Board Resolution by the Village Council. Amendments or modifications of the committed fund balance must be also by approved by passing of a Board Resolution by the Village Council.
d) Assigned fund balance has limitations resulting from intended use consisting of amounts where the intended use is established by the Village Council designated for that purpose. The intended use is established by an official designated for that purpose. The Village has not designated anyone for this purpose. However, GASB 54 has outlined that fund balance outside of the general fund is to fall in this category if there is not a deficit fund balance for the fund.
e) Unassigned fund balance is the total fund balance in the general fund in excess of nonspendable, restricted, committed, and assigned fund balance. In addition, if there is a deficit balance in another governmental fund, it will be reported as a negative amount in that fund's unassigned classification.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended in the General Fund is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance. In all other funds (Special Revenue, Debt Service, Capital Projects), assigned fund balance will be spent first, followed by committed fund balance, and then restricted fund balance. If there is an expenditure incurred for purposes for which restricted or unrestricted fund position could be used, then the Village will consider restricted fund position to be spent first, then unrestricted fund position.

Proprietary fund equity is classified the same as in the government-wide statements.

Fiduciary net position is classified as held in trust for employee's pension benefits on the statement of fiduciary net position. Various donor restrictions apply, including authorizing and spending trust income, and the Village believes it is in compliance with all significant restrictions.

Post-Employment Health Care Benefits: The Village provides health insurance to its retired employees, with over 20 years of service, at their own expense.

Federal Grants: The Village participated in the Community Development Block Grant Program (CDBG). The CDBG Program funded a public construction project. Revenue from this grant is recorded as earned in an amount equal to expenditures incurred.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Interfund Receivables and Payables: Activities 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" for the current portion of interfund loans or "advances to/from other funds" for 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 receivables are shown net of an allowance for uncollectibles.

Long-Term Debt: In the Government-wide financial statements and in the proprietary funds in the fund financial statements, long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, are amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed at the time of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as expenditures.

Use of Estimates: The preparation of the basic financial statements in conformity with GAAP requires Village's 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/or the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates, but the Village believes that the differences will be insignificant.

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS

Village

At year end, the carrying amount of the Village's (excluding the Police and Firefighters' Pension Funds) deposits were $13,678,190. In addition, the Village maintained four petty cash accounts with a carrying value of $2,563. The balances in the bank were $14,516,204.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village's policy requires all fixed income investments to be of investment grade quality or higher at purchase. Also, according to the provisions of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed as to principal and interest by the U.S. government or any agency or instrumentality thereof, or to corporate and municipal issues. All securities shall be of "investment grade" quality (that is, at the time of purchases, rated no lower than "Baa" by Moody's and no lower than "BBB" by Standard & Poor's).

The Village Council, at their discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate.

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The Village's investment policy requires that all amounts in excess of any insurance limits be collateralized by securities eligible for Village investment or any other high-quality, interest-bearing security rated at least AA/Aa by one or more standard rating service to include Standard & Poor's

Moody's or Fitch. The market value of the pledge securities shall equal or exceed the portion of the deposit requiring collateralization. As of April 30, 2014 the Village bank balances were fully collateralized.

Concentration of Credit Risk – The Village places no limit on the amount it may invest in any one issuer.

The following is a reconciliation between Note 2 and the basic financial statements of the primary government:

Note 2		Financial Statements	
Carrying value of cash and cash equivalents	$ 13,678,190	Statement 1 (Primary Government) Cash and investments	$ 13,680,753
Petty cash	2,563	Total financial statements	$ 13,680,753
Total notes	$ 13,680,753		

Police Pension Fund

At year end, the Police Pension Fund's carrying amount of cash was $848,512, while the bank balances were $848,512. As of April 30, 2014, $848,512 of the bank balance was collateralized with securities of the U.S. government held in the Police Pension Fund's name by a financial institution acting as the fund's agent.

The Police Pension Fund is authorized to invest in Illinois Funds Money Market deposits, deeply discounted federal securities (strips, etc.), certificates of deposit, guaranteed investment contracts, and stocks and mutual funds.

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Police Pension Fund's investments at April 30, 2014:

		Investment Maturities			
	Fair Value	Less Than One Year	One to Five Years	Six to Ten Years	Greater Than Ten Years
GNMA	$ 4,469,731	$ -	$ 894	$ 4,479	$ 4,464,358
FHLMC	4,741,792	-	-	-	4,741,792
FNMA	2,828,830	-	-	-	2,828,830
Mutual funds	2,325,810	2,325,810	-	-	-
Insurance contracts	5,380,643	5,380,643	-	-	-
Total investments	$ 19,746,806	$ 7,706,453	$ 894	$ 4,479	$ 12,034,980

(Continued)

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Police Pension Fund does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Police Pension Fund's policy requires all fixed income investments to be of investment grade quality or higher at purchase. Also, according to the provisions of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed as to principal and interest by the U.S. government or any agency or instrumentality thereof, or to corporate and municipal issues. All securities shall be of "investment grade" quality (that is, at the time of purchases, rated no lower than "Baa" by Moody's and no lower than "BBB" by Standard & Poor's). The Police Pension Board, at their discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate. One of the U.S. Treasury Department's objectives for conservatorships is to protect bondholders. As such, declines in fair value below cost for investments in Freddie Mac and Fannie Mae bonds (that is, debt securities) may be treated as temporary. At year end the Pension Fund's intent is to hold the bonds until they recover.

Credit ratings for the Police Pension Fund's investments in debt securities at April 30, 2014 (excluding investments in U.S. Treasuries, which are not considered to have credit risk) were as follows:

Disclosure Ratings for Debt Securities (S&P / Moody's)
(As a percentage of total fair value for debt securities)

Investment Type	AAA/Aaa
Government National Mortgage Association	100%
Federal Home Loan Mortgage Corporation	100%
Federal National Mortgage Association	100%
Mutual Funds	100%
Insurance Contract	n/a

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Police Pension Fund's investment policy requires that all amounts in excess of any insurance limits be collateralized by securities eligible for Village investment or any other high-quality, interest-bearing security rated at least AAA/Aaa by one or more standard rating service to include Standard & Poor's, Moody's, or Fitch. The market value of the pledge securities shall equal or exceed the portion of the deposit requiring collateralization. The Police Pension Fund was fully collateralized as of April 30, 2014.

Concentration of Credit Risk – The Village places no limit on the amount the Police Pension Fund may invest in any one issuer. More than 5% of the Police Pension Fund's investments are in invested in FHLMC, 24.01%, FNMA, 14.33%, GNMA, 22.64%, Jackson National Life Insurance Contracts, 6.23%, Lincoln Benefit Life Insurance Contracts, 6.17%, and AIG Insurance Co. Insurance Contracts, 8.32%.

Firefighters' Pension Fund

At year end, the Firefighters' Pension Fund's carrying amount of demand deposits and certificates of deposit was $344,824 and $4,701,328 respectively, while the bank balances were $344,824 and $4,701,328 respectively. As of April 30, 2014, $344,824 and $4,701,328 of the bank balances were

(Continued)

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

collateralized, although the Firefighters' Pension Fund's investment policy does not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the fund's deposits with financial institutions.

The Firefighters' Pension Fund is authorized to invest in Illinois Funds Money Market deposits, deeply discounted federal securities (strips, etc.), certificates of deposit, guaranteed investment contracts, and stocks and mutual funds.

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Firefighters' Pension Fund's investments at April 30, 2014.

		Investment Maturities		
	Fair Value	Less Than One Year	One to Five Years	Greater Than Five Years
Certificates of Deposit	$ 4,701,328	$ 1,153,567	$ 2,256,602	$ 1,291,159
Equity Mutual Funds	10,087,128	10,087,128	-	-
Total investments	$ 14,788,456	$ 11,240,695	$ 2,256,602	$ 1,291,159

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the Firefighters' Pension Fund's investment policy, the fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities; additionally the fixed income portfolio is structured allowing for duration between three and eight years.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Firefighters' Pension Fund's investment policy establishes criteria for allowable investments; those criteria follow the requirements the Illinois Pension Code. The Firefighters' Pension Fund's investment policy also prescribes "that investments be made in a prudent manner. That is, with the same care, skill, prudence, and diligence under the circumstances then prevailing that a prudent person would use considering the primary objective of preserving one's capital."

Custodial Credit Risk – In the case of deposits, this is the risk that in the event of a bank failure, the Firefighters' Pension Fund's deposits may not be returned to it. At year end, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance. The Firefighters' Pension Fund's investment policy does not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the fund's deposits with financial institutions.

Concentration of Credit Risk – This is the risk of loss attributed to the magnitude of the Firefighters' Pension Fund's investment in a single issuer. The Fund does not have a formal written policy with regards to concentration of credit risk for investments. At April 30, 2014, the Firefighters' Fund has over 5% of plan net position invested in iShares Russell 1000 Value ETF, 7.29%, Aston Montag & Caldwell Growth, 10.88%, S&P 500 Index Fund, 7.38%, Artisan International Value Fund, 11.57%, Thornburg International Value Fund, 6.52%, and iShares MSCI Emerging Markets Fund, 5.85%.

The Fund's investment policy has a stated target that 55 to 75 percent of its portfolio be in fixed income securities, 35 to 45 percent target in equities with the remaining 2 to 10 percent cash and equivalents.

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

The following is a reconciliation between the Note 2 and the basic financial statements of the fiduciary funds:

Note 2		Financial Statements	
Carrying value of cash and cash equivalents (police $848,512 fire $344,824)	$ 1,193,336	Statement 10 Cash and cash equivalents	$ 1,193,336
Carrying value of investments (police $19,746,806, fire $14,788,456)	34,535,262	Investments	34,535,262
Total notes	$ 35,728,598	Total financial statements	$ 35,728,598

NOTE 3 - PROPERTY TAX REVENUE RECOGNITION

Property taxes for 2013 are attached as an enforceable lien on January 1, 2013 on property values assessed as of the same date. Taxes are levied by December of the subsequent year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1 and August 1 and are payable in two installments on or about March 1 and September 1. The County collects such taxes and remits them to the Village periodically. The Village receives the majority of its real estate taxes in March and October. The property tax revenue in the financial statements represents approximately one-half of the 2012 and one-half of the 2013 property tax levies.

Property taxes for the current 2013 tax levy are received in two installments in March 2014 and August 2014.

Property taxes receivable, constituting primarily the second installment due in October 2014, is recorded as unavailable revenue since the Village budgets for these revenues to be used to finance the operations of fiscal year 2015.

In the final tax extension, the County Clerk provides for an allowance for loss and cost of 3% for all tax levying funds except debt service, which has a 5% factor. All uncollected taxes over six years old are written off. An allowance for uncollectible taxes is established for all uncollected taxes over two years old. The receivable for uncollected taxes from the current levy is offset by a liability for unavailable revenue property taxes.

The Public Library (Library) receives its own distribution of real estate taxes directly from the Cook County Collector to the Library's own money market account.

NOTE 4 - CAPITAL ASSETS

A summary of changes in the Village's capital assets for the period from May 1, 2013 through April 30, 2014 follows:

	Balance at Beginning of Year	Additions	Deletions	Balance at End of Year
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 5,365,407	$ -	$ -	$ 5,365,407
Construction in Progress	1,505,314	954,747	2,460,061	-
Total capital assets not being depreciated, net	6,870,721	954,747	2,460,061	5,365,407
Capital assets being depreciated:				
Infrastructure	38,547,462	2,350,699	727,486	40,170,675
Building and improvements	4,406,423	44,850	-	4,451,273
Fixtures and equipment	4,869,058	229,763	107,762	4,991,059
Subtotal	47,822,943	2,625,312	835,248	49,613,007
Accumulated depreciation				
Infrastructure	(19,805,813)	(1,123,757)	(632,840)	(20,296,730)
Building and improvements	(2,023,568)	(69,001)	-	(2,092,569)
Fixtures and equipment	(3,313,189)	(234,911)	(107,762)	(3,440,338)
Total accumulated depreciation	(25,142,570)	(1,427,669)	(740,602)	(25,829,637)
Total capital assets being depreciated, net	22,680,373	1,197,643	94,646	23,783,370
Governmental activities, net	$ 29,551,094	$ 2,152,390	$ 2,554,707	$ 29,148,777
Business-type activities:				
Capital assets not being depreciated:				
Construction in Progress	$ 78,286	$ -	$ 78,286	$ -
Capital assets being depreciated:				
Building and improvements	681,887	-	-	681,887
Fixtures and equipment	198,637	75,625	17,000	257,262
Infrastructure	10,381,623	102,326	-	10,483,949
Subtotal	11,262,147	177,951	17,000	11,423,098
Accumulated depreciation				
Building and improvements	(262,865)	(7,790)	-	(270,655)
Fixtures and equipment	(164,247)	(10,245)	(17,000)	(157,492)
Infrastructure	(2,114,938)	(103,720)	-	(2,218,658)
Total accumulated depreciation	(2,542,050)	(121,755)	(17,000)	(2,646,805)
Total capital assets being depreciated, net	8,720,097	56,196	-	8,776,293
Business-type activities, net	$ 8,798,383	$ 56,196	$ 78,286	$ 8,776,293

(Continued)

NOTE 4 - CAPITAL ASSETS (Continued)

Depreciation expense of $1,427,669 and $121,755 for the Village's governmental and business-type activities, respectively, was charged to the following functions:

Governmental Activities	Amount
General government	$ 94,690
Health and public safety	15,813
Public works	1,203,336
Police protection	21,130
Fire protection	92,700
Total depreciation expense	$ 1,427,669

Business-Type Activities	Amount
Water	$ 121,755
Total depreciation expense	$ 121,755

NOTE 5 - LONG-TERM DEBT

General Long-Term Debt

The following is a summary of changes in long-term obligation transactions of the Village for the year ended April 30, 2014:

	Balance Beginning of Year	Additions	Deletions	Balance End of Year	Principal Due Within One Year
GOVERNMENTAL ACTIVITIES					
Bonds:					
G.O. TIF Refunding Bonds, 2002	$ 1,890,000	$ -	$ 445,000	$ 1,445,000	$ 465,000
G.O. Alternative Revenue Series 2005	640,000	-	200,000	440,000	440,000
G.O. Alternative Revenue Refunding, 2012	6,745,000	-	20,000	6,725,000	75,000
Premium on Bonds	301,920	-	24,101	277,819	-
Total Bonds	9,576,920	-	689,101	8,887,819	980,000
G.O. Debt Certificates Series 2011	2,329,016		235,424	2,093,592	239,628
Loans Payable	1,555,450	133,102	232,771	1,455,781	173,038
Net Pension Obligation - Police Pension	597,083	95,263	-	692,346	-
Net Pension Obligation - Fire Pension	633,757	154,094	-	787,851	-
Net Pension Obligation - IMRF	51,658	1,049	-	52,707	-
Other Post Employment Benefits	274,547	90,333	-	364,880	-
Compensated Absences	468,095	442,679	425,653	485,121	429,889
Total Governmental Long-Term Debt	$ 15,486,526	$ 916,520	$ 1,582,949	$ 14,820,097	$ 1,822,555
BUSINESS-TYPE ACTIVITIES					
G.O. Debt Certificates Series 2011	$ 440,984	$ -	$ 44,575	396,409	$ 45,372
Loan Payable	3,300,341	-	292,823	3,007,518	300,708
Compensated Absences	14,869	13,699	11,609	16,959	13,634
Total Business-type Long-Term Debt	$ 3,756,194	$ 13,699	$ 349,007	$ 3,420,886	$ 359,714

Components of Long-Term Obligations: Long-term obligations of the governmental long-term debt at April 30, 2014 consist of the following individual issues:

(Continued)

NOTE 5 - LONG-TERM DEBT (Continued)

General Obligation Tax Increment Refunding Bonds $5,765,000 Series 2002 issue dated May 1, 2002, interest payable each June 1 and December 1, matures serially starting December 1, 2002 through December 1, 2016, with interest ranging from 3.00% to 4.85%. The principal and interest are payable from the 2002 Bond Fund.

General Obligation Debt Certificates Series 2011 $3,055,000 principal to current refund the General Obligation Debt Certificates series 2001, due in annual installments, interest payable each May 1 and November 1, matures serially through November 1, 2021, with interest ranging from 2% to 3%. The principal is payable from the General Fund and Water Fund (Enterprise Fund). As a result of the refunding, the Village reduced its total debt service payments over the next 10 years by $276,060 and obtained an economic gain (difference between the present values of the debt service payments on the old and new debt) of $243,803.

General Obligation Refunding Bonds Series 2012 $6,745,000 principal to current refund the General Obligation Bonds series 2005, due in annual installments, interest payable each June 1 and December 1, matures serially through December 1, 2025, with interest ranging from 2% to 3%. The principal is payable from the VIP Program Fund. As a result of the refunding, the Village reduced its total debt service payments over the next 14 years by $257,404 and obtained an economic gain (difference between the present values of the debt service payments on the old and new debt) of $119,749. At April 30, 2014, $6,205,000 of defeased bonds remain outstanding on the 2005 issuance.

Loan Payable $141,526 principal is for the purchase of a street sweeper, due in installments of $2,642, principal and interest payable monthly, with an interest rate of 4.50%. Final maturity is on June 1, 2014. The principal is payable from the General Fund.

Loan Payable $28,398 principal is for the purchase of a Chevy Tahoe truck, due in installments of $529, principal and interest payable monthly, with an interest rate of 4.50%. Final maturity is on September 15, 2016. The principal is payable from the General Fund.

Loan Payable $26,906 principal is for the purchase of a Ford pickup truck, due in installments of $501, principal and interest payable monthly, with an interest rate of 4.50%. Final maturity is on March 1, 2017. The principal is payable from the General Fund.

Loan Payable $28,500 principal is for the purchase of a Chevy truck, due in installments of $531, principal and interest payable monthly, with an interest rate of 4.50%. Final maturity is on October 15, 2016. The principal is payable from the General Fund.

Loan Payable $41,446 principal is for the purchase of two Ford Escape vehicles, due in installments of $773, principal and interest payable monthly, with an interest rate of 4.50%. Final maturity is on January 25, 2017. The principal is payable from the General Fund.

Loan Payable $153,346 principal is for the purchase of an International truck, due in installments of $2,857, principal and interest payable monthly, with an interest rate of 4.50%. Final maturity is on March 25, 2017. The principal is payable from the General Fund.

Loan Payable $1,303,292 principal is for the purchase of street lights, formerly due May 15, 2013 with an interest rate of 3.25% was refinanced into a $1,291,407 loan, due in installments of $76,148, principal and interest payable semiannually, with an interest rate of 3.25%. Final maturity is on March 30, 2024. The principal is payable from the General Fund.

(Continued)

NOTE 5 - LONG-TERM DEBT (Continued)

Debt Service Requirements to Maturity

A schedule of all future principal and interest obligations for the Village's general obligation bonds and debt certificates is as follows:

Year Ending	GO TIF Refunding Bonds 2002		GO Alt Rev 2005	
April 30,	Principal	Interest	Principal	Interest
2015	$ 465,000	$ 68,672	$ 440,000	$ -
2016	480,000	47,050	-	-
2017	500,000	24,250	-	-
Totals	$ 1,445,000	$ 139,972	$ 440,000	$ -

Year Ending	Debt Certificates 2011		GO Refunding Bonds 2012	
April 30,	Principal	Interest	Principal	Interest
2015	$ 285,000	$ 61,275	$ 75,000	$ 178,950
2016	295,000	55,575	535,000	177,450
2017	300,000	49,675	550,000	167,450
2018	305,000	43,675	555,000	155,750
2019	315,000	37,575	565,000	144,650
2020-2024	990,000	60,000	3,080,000	487,200
2025-2026	-	-	1,365,000	61,650
Totals	$ 2,490,000	$ 307,775	$ 6,725,000	$ 1,373,100

*The repayment schedule for the Debt Certificates is for both governmental and business-type activities.

A schedule of future principal and interest for equipment loans of the Village is as follows:

Year Ending	2010 Street Sweeper		2010 Chevy Tahoe		Ford Pickup Truck	
April 30,	Principal	Interest	Principal	Interest	Principal	Interest
2015	$ 5,639	$ 22	$ 5,840	$ 513	$ 5,192	$ 587
2016	-	-	6,108	245	5,678	339
2017	-	-	2,097	20	4,663	83
Totals	$ 5,639	$ 22	$ 14,045	$ 778	$ 15,533	$ 1,009

Year Ending	2011 Chevy Truck		Two Ford Escapes		2012 International Truck	
April 30,	Principal	Interest	Principal	Interest	Principal	Interest
2015	$ 5,861	$ 513	$ 8,368	$ 903	$ 30,809	$ 3,462
2016	6,129	245	8,750	521	32,220	2,054
2017	2,099	20	6,820	137	28,100	584
Totals	$ 14,089	$ 778	$ 23,938	$ 1,561	$ 91,129	$ 6,100

(Continued)

NOTE 5 - LONG-TERM DEBT (Continued)

Year Ending	LED Lights		Total Loans Payable	
April 30,	Principal	Interest	Principal	Interest
2015	$ 111,329	$ 40,968	$ 173,038	$ 46,968
2016	114,784	37,513	173,669	40,436
2017	118,692	33,605	162,471	34,449
2018	122,509	29,788	122,509	29,788
2019	126,523	25,774	126,523	25,774
2020-2024	697,571	63,914	697,571	63,914
Totals	$ 1,291,408	$ 231,562	$ 1,455,781	$ 241,329

Legal Debt Margin: Villages under Illinois law are subject to a debt limit since they are not home-rule units. Currently, the total outstanding debt of non-referendum bonding of Illinois villages is 8.625% of their assessed valuations. The Village at April 30, 2014 satisfies this requirement as follows:

Assessed valuation for 2013		$ 306,740,756
At maximum outstanding debt rate		8.625%
Maximum debt		26,456,390
Legal debt outstanding at April 30, 2014		
Series 2002	$ 1,445,000	
Series 2005	440,000	
Series 2011	2,490,000	
Series 2012	6,725,000	
Legal debt outstanding at April 30, 2014		11,100,000
Remaining Legal Debt Margin		$ 15,356,390

Business-Type Long-Term Debt: I.E.P.A. Loans issued June 13, 2002, and February 1, 2005 principal and interest payable each October 29 and April 29, matures serially starting October 29, 2003 through April 29, 2023, with an interest rate of 2.675%. The Village has been approved to borrow a total of $8,076,363. The principal and interest are payable from the Water Fund. A schedule of all future debt obligations follows:

EPA Loan Schedule

Year Ending April 30,	Principal	Interest
2015	$ 300,708	$ 78,706
2016	308,806	70,609
2017	317,022	62,393
2018	315,662	63,753
2019	334,431	44,983
2020-2023	1,430,889	87,417
Totals	$ 3,007,518	$ 407,861

Defeasance of Debt: In May of 2002, the Village issued $5,765,000 of General Obligation Tax Increment Financing Refunding Bonds Series 2002 payable in installments as described above. The bonds were issued to advance refund $5,545,000 of 1994 G.O. TIF Bonds. The proceeds from the 2002 Bonds have been placed in an irrevocable trust with an escrow agent who purchased U.S. government securities to provide for all future debt service payments due in the years 2003-2014 on the 1994 G.O. Bonds. As of

NOTE 5 - LONG-TERM DEBT (Continued)

April 30, 2014, $725,000 of the bonds remains outstanding; however, these bonds are considered to be defeased and the liability for these bonds has been removed from the financial statements.

NOTE 6 - INTERFUND ACTIVITY

The following interfund balances existed as of April 30, 2014:

	Due From	Due To
Major Governmental Fund - General Fund	$ 642,104	$ 18,185
Major Governmental Fund - Harlem / Harrison TIF Fund	-	60,369
Major Governmental Fund - 2002 Bond Fund	18,989	1,609
Major Governmental Fund - IMRF	-	416,334
Nonmajor Governmental Funds	37,499	202,095
Total Interfunds	$ 698,592	$ 698,592

All interfund balances are temporary balances resulting mainly from funds being loaned by the General Fund for expenditures.

The following transfers occurred during fiscal year 2014:

	Transfer In	Transfer Out
Major Governmental Fund - General Fund	$ 1,190,080	$ -
Major Governmental Fund - 2002 Bond Fund	673,103	-
Nonmajor Governmental Funds	-	1,063,183
Major Enterprise Fund - Water Fund	-	800,000
Total Interfunds	$ 1,863,183	$ 1,863,183

The transfers represent both routine and non-routine items. Generally, routine transfers occur to meet the operating purposes of another fund, such as the transfers by the Water of $800,000, to the General Fund for unallocated operating and overhead expenses. Other routine transfers occur to reimburse the General Fund for road repair and maintenance expenditures covered by the Motor Fuel Tax and expenditures on behalf of TIF districts and debt service funds. Transfers to/from other funds offset one another and are therefore not reported in the Government-wide statement of activities.

NOTE 7 - DEFINED BENEFIT PENSION PLANS

ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF) AND SHERIFF'S LAW ENFORCEMENT PERSONNEL (SLEP) DEFINED BENEFIT PENSION PLANS

Plan Description: The Village's defined benefit pension plan for Regular employees (IMRF) and Sheriff's Law enforcement employees (SLEP) provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is affiliated with the Illinois Municipal Retirement Fund and the Sheriff's Law Enforcement Personnel, an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. The IMRF issues publicly available financial reports that include financial statements and required supplementary information. Those reports may be obtained on-line at www.imrf.org.

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

Funding Policy: As set by statute, The Village's Regular plan members are required to contribute 4.50% (7.50% for SLEP) 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 contribution rates for calendar years 2013 and 2014 were 14.38% (12.59% for SLEP) and 10.69% (12.75% for SLEP) of annual covered payroll, respectively. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost: For the fiscal year April 30, 2014, the Village's actual contributions to the Regular plan were $1,049 less than the annual pension cost of $416,279.

Trend Information for the Plans

IMRF Regular:

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
4/30/14	$ 416,279	100%	$ 52,707
4/30/13	433,171	100%	51,658
4/30/12	362,867	98%	50,576

For calendar year 2013, the Village's annual pension cost of $15,317 for the SLEP plan was equal to the employer's required and actual contributions.

SLEP:

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/13	$ 15,317	100%	$ -
12/31/12	14,030	100%	-
12/31/11	14,900	100%	-

The required contribution for 2014 was determined as part of the December 31, 2010, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010, included (a) 7.50% investment rate of return (net of administrative and direct investment expenses); (b) projected salary increases of 4.0% a year, attributable to inflation; (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit; and (d) post-retirement benefit increases of 3% annually.

The actuarial value of the employer plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Village Regular plan's unfunded (overfunded for SLEP) actuarial accrued liability is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress: As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 93.31% (113.33% for SLEP) funded. The actuarial accrued liability for benefits was $13,092,503 ($255,859 for SLEP) and the actuarial value of assets was $12,216,861 ($289,968 for SLEP), resulting in an underfunded (overfunded for SLEP) actuarial accrued liability (UAAL) of $875,642 ($34,109 for SLEP).

(Continued)

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

The covered payroll (annual payroll of active employees covered by the plan) was $3,770,504 ($121,663 for SLEP) and the ratio of the UAAL to the covered payroll was 23% (no ratio for SLEP since the plan is overfunded).

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

Due to the results of the 2008 actuarial valuation and estimated investment losses, the IMRF Board adopted a phase-in plan for employer contribution rates. Employers may contribute the full actuarial required contribution (ARC) rate, the phase-in rate, or some rate between the two. The ARC rates for the calendar year 2013 and 2014 for the Village are 14.38% and 10.69%, respectively. The application of the phase-in rate resulted in the recognition of a net pension obligation for the year end April 30, 2014 of $52,707 for the Regular plan.

Annual Required Contribution	$ 415,230
Interest on NPO	3,874
Adjustment to annual required contribution	(2,825)
Annual Pension Cost	416,279
Actual Contribution	415,230
Increase in net pension obligation	1,049
Net pension obligation at May 1, 2013	51,658
Net pension obligation at April 30, 2014	$ 52,707

POLICE PENSION

Plan Description: Police sworn personnel are covered by the Police Pension Fund plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois Compiled Statutes (40 ILCS 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. There is no separate, audited GAAP-basis Police Pension Plan report available.

At April 30, 2013 (the most recent actuarial valuation date), the Police Pension Fund plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	31
Current employees	
Vested	27
Nonvested	10
Total	68

The following is a summary of the Police Pension Fund plan as provided for in Illinois Compiled Statutes.

Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5% of such salary for each additional year of

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least eight years but less than 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.

The monthly pension of a police officer who retires 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 original pension and 3% simple interest annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes shall not exceed $106,800 however, that amount shall increase annually by the lesser of ½ of the annual change in the Consumer Price Index or 3.0% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.0% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e. ½% for each month under 55).

The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.0% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting: The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as additions in the period in which employee services are performed.

Method Used to Value Investments

Fixed-income securities are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Investment income is recognized when earned. Gains and losses on sales and exchanges of fixed-income securities are recognized on the transaction date.

Contributions: Covered employees are required to contribute 9.91% of their base salary to the Police Pension Fund plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee-contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Administrative costs are financed through investment earnings. Employer contributions for fiscal year 2014 were $689,370. According to the State Statute, effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service costs for the Police Pension Plan. Schedules of funding progress and employer contributions are presented in RSI-2 and RSI-3.

Change in net pension obligation (NPO) for the past three fiscal years:

(Continued)

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

	April 30, 2014	April 30, 2013	April 30, 2012
Annual required contribution	$ 771,013	$ 870,729	$ 870,729
Interest on net pension obligation	39,810	22,192	22,192
Adjustment to annual required contribution	(26,190)	(9,594)	(9,594)
Annual pension cost (APC)	784,633	883,327	883,327
Contributions made	689,370	674,566	692,137
Increase (decrease) in net pension obligation	95,263	208,761	181,190
Net pension obligation (asset) beg of year	597,083	388,322	197,132
Net pension obligation (asset) end of year	$ 692,346	$ 597,083	$ 388,322
Percentage of APC Contributed	87.8%	76.4%	78.4%

The net pension obligation has been reported in the Village's government-wide financial statements.

Concentrations of Investments: The Police Pension Fund has the following investments, other than those issued or guaranteed by the U.S. government, which represent 5% or more of net position:

Jackson National Life	$ 1,229,865
Lincoln Benefit Life	1,218,047
AIG Insurance Co.	1,594,467

Funded Status and Funding Progress:

The funded status for the Police Pension Fund as of the most recent actuarial valuation date is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Funded Ratio (a/b)	Unfunded AAL (UAAL) (b-a)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2013	$ 20,746,233	$ 33,224,217	62.44%	$ 12,477,984	$ 3,031,936	411.55%
4/30/2012	20,514,415	31,181,339	65.79%	10,666,924	2,968,822	359.30%
4/30/2011	19,733,088	29,899,827	66.00%	10,166,739	2,824,862	359.90%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

(Continued)

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

The April 30, 2013 actuarial assumptions for the Police Pension Fund are as follows:

Actuarial valuation date	April 30, 2013
Actuarial cost method	Entry age normal cost
Amortization method	Level % payroll, closed
Remaining amortization period	28 years
Actuarial valuation method	Market value
Significant actuarial assumptions:	
Rate of return on investments of present and future assets	7.50%
Projected salary increases -	5.00%
attributed to inflation	3.00%

Police pension financial statements for the fiscal year ended April 30, 2014 are as follows:

Statement of Net Position	
ASSETS	
Cash and cash equivalents	$ 848,512
Investments	
Government securities	12,040,353
Mutual funds	2,325,810
Insurance contracts	5,380,643
Total Investments	19,746,806
Receivables:	
Interest receivable	16,348
Prepaid items	2,769
Total assets	20,614,435
LIABILITIES	
Accounts payable	1,931
Total liabilities	1,931
NET POSITION	
Plan net position held in trust for employees' pension benefits	$ 20,612,504

Statement of Changes in Plan Net Position	
ADDITIONS	
Contributions	
Employer	$ 689,370
Plan members	314,260
Total contributions	1,003,630
Net investment income	455,658
Total additions	1,459,288
DEDUCTIONS	
Benefits and refunds	1,550,962
Administrative expenses	42,055
Total deductions	1,593,017
Increase (decrease) in net position	(133,729)
Plan net position at beginning of year	20,746,233
Plan net position at end of year	$ 20,612,504

(Continued)

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

FIRE PENSION

Plan Description: Firefighter sworn personnel are covered by the Firefighters' Pension Fund plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are mandated by Illinois Compiled Statutes (40 ILCS 5/4) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. There is a separate, audited GAAP-basis Firefighters' Pension Plan report available that can be obtained by contacting Village Hall. At April 30, 2013 (the most recent actuarial valuation date), the Firefighters' Pension Fund plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	29
Current employees	
Vested	12
Nonvested	11
Total	52

The following is a summary of the Firefighters' Pension Fund plan as provided for in Illinois State Statutes.

Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit.

The monthly benefit 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 3.0% of the original pension and 3.0% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at $106,800 plus the lesser of ½ of the annual change in the Consumer Price Index or 3.0% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.0% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e. ½% for each month under 55).

The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.0% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

(Continued)

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting: The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as additions in the period in which employee services are performed.

Method Used to Value Investments: Fixed-income securities are reported at fair value. Short-term investments are reported at cost which approximates fair value. Investment income is recognized when earned. Gains and losses on sales and exchanges of fixed-income securities are recognized on the transaction date.

Contributions: Covered employees are required to contribute 9.455% of their salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without interest. The Village is required to contribute the remaining amounts (not less than 9 1/4%) necessary to finance the plan as actuarially determined by an enrolled actuary. Administrative costs are financed through investment earnings. Employer contributions for 2014 were $547,776. According to the State Statute, effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service costs for the Firefighters' Pension Plan. Schedules of funding progress and employer contributions are presented in RSI-2 and RSI-3.

Change in net pension obligation for the past three fiscal years:

	April 30, 2014	April 30, 2013	April 30, 2012
Annual required contribution	$ 687,404	$ 770,226	$ 770,226
Interest on net pension obligation	42,283	13,216	13,216
Adjustment to annual required contribution	(27,817)	(7,427)	(7,427)
Annual pension cost (APC)	701,870	776,015	776,015
Contributions made	547,776	531,069	543,770
Increase (decrease) in net pension obligation	154,094	244,946	232,245
Net pension obligation (asset) beg of year	633,757	388,811	156,566
Net pension obligation (asset) end of year	$ 787,851	$ 633,757	$ 388,811
Percentage of APC Contributed	78.0%	68.4%	70.1%

The net pension obligation has been reported in the Village's government-wide financial statements.

Concentrations of Investments: The Firefighters' Pension Fund did not have any investments, other than those issued or guaranteed by the U.S. government, which represent 5% or more of net position.

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

Funded Status and Funding Progress:

The funded status for the Firefighters' Pension Fund as of the most recent actuarial valuation date is as follows:

Actuarial Valuation Date		Actuarial Value of Assets (a)		Actuarial Accrued Liability (AAL) - Entry Age (b)	Funded Ratio (a/b)		Unfunded AAL (UAAL) (b-a)		Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2013	$	13,775,111	$	24,405,944	56.44%	$	10,630,833	$	2,038,299	521.55%
4/30/2012		13,522,900		23,196,029	58.30%		9,673,129		1,952,345	495.46%
4/30/2011		14,177,990		22,305,470	63.56%		8,127,480		1,846,667	440.12%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

The April 30, 2013 actuarial assumptions for the Firefighters' Pension Fund are as follows:

Actuarial valuation date	April 30, 2013
Actuarial cost method	Entry age normal cost
Amortization method	Level % payroll, closed
Remaining amortization period	28 years
Actuarial valuation method	Market value
Significant actuarial assumptions:	
Rate of return on investments of present and future assets	7.50%
Projected salary increases -	5.00%
attributed to inflation	3.00%

Firefighters' pension financial statements for the fiscal year ended April 30, 2014 are as follows:

Statement of Net Position

ASSETS		
Cash and cash equivalents	$	344,824
Investments		
Certificate of Deposits		4,701,328
Mutual funds		10,087,128
Total Investments		14,788,456
Receivables:		
Interest receivable		19,155
Prepaid items		492
Total assets		15,152,927
LIABILITIES		
Accounts payable		11,193
Total liabilities		11,193
NET POSITION		
Plan net position held in trust for employees' pension benefits	$	15,141,734

(Continued)

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

Statement of Changes in Plan Net Position

ADDITIONS		
Contributions		
Employer	$	547,776
Plan members		195,938
Total contributions		743,714
Net investment income		2,095,256
Total additions		2,838,970
DEDUCTIONS		
Benefits and refunds		1,452,428
Administrative expenses		19,919
Total deductions		1,472,347
Increase (decrease) in net position		1,366,623
Plan net position at beginning of year		13,775,111
Plan net position at end of year	$	15,141,734

NOTE 8 - POSTEMPLOYMENT HEALTHCARE BENEFITS

Plan Description. The Village provides the continuation of health care benefits and life insurance to Police, Fire, and Municipal employees who retire from the Village in accordance with Illinois Compiled Statutes. Employees who terminate after reaching retirement eligibility in the plan are eligible to elect to continue their health care coverage by paying the monthly premium rate. Because the actuarial cost of health benefits for retirees exceeds the average amount paid by retirees, the additional cost is paid by the Village and is the basis for the OPEB obligation is accounted for under GASB Statement 45. The Village Council has the authority of establishing and amending benefits offered by this plan. The OPEB plan is a single-employer plan. There is no separate, audited GAAP-basis postemployment benefit plan report available. At April 30, 2013 (the most recent actuarial valuation date), the OPEB plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	11
Terminated plan members entitled to but not yet receiving benefits	-
Active vested plan members	58
Active nonvested plan members	39
Total	108

Funding Policy. Funding is provided by the Village on a pay-as-you-go basis. Retirees and their dependants may continue coverage under The Village of Forest Park's group health program by contributing a monthly premium. They may participate in any of the plans available to active employees. The Village pays the difference between the actuarial cost of the health coverage for retirees and the blended average employee group cost. The Village's contribution on behalf of the employees to the insurance provider was $73,917 for 2014.

Annual OPEB Cost and Net OPEB Obligation. The Village's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the *Entry Age actuarial method,* an amount actuarially determined in accordance with the parameters of GASB Statement 45. The following table shows the components of the Village's annual OPEB cost for fiscal year 2014, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation:

(Continued)

NOTE 8 - POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued)

Annual OPEB Cost and Net OPEB Obligation	April 30, 2014
Annual required contribution	$ 162,420
Interest on net OPEB obligation	10,982
Adjustment to annual required contribution	(9,152)
Annual OPEB cost	164,250
Contributions made	73,917
Increase (decrease) in net OPEB obligation	90,333
Net OPEB obligation beginning of year	274,547
Net OPEB obligation end of year	$ 364,880

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2014 was as follows:

Three Year Trend Information

Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
4/30/2012	$ 128,361	42.9%	$ 221,093
4/30/2013	127,371	58.0%	274,547
4/30/2014	164,250	45.0%	364,880

Funded Status and Funding Progress. As of April 30, 2013 (the most recent actuarial valuation date), the plan was unfunded. The actuarial accrued liability for benefits was approximately $3 million.

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2013	$ -	$ 2,791,372	$ 2,791,372	0.0%	$ 8,770,768	31.8%
4/30/2012	-	2,035,510	2,035,510	0.0%	8,046,576	25.3%
4/30/2011	-	2,035,510	2,035,510	0.0%	8,046,576	25.3%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

(Continued)

NOTE 8 - POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued)

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

In the April 30, 2013 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.0 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 8.0 percent initially, reduced by decrements to an ultimate rate of 6.0 percent. Both rates included a 3.0 percent inflation assumption. The actuarial value of assets was marked to the market value of the retiree healthcare account as of April 30, 2013. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2013, was thirty years.

NOTE 9 - 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; illnesses of employees; and natural disasters. Medical and liability risks are covered by commercial insurance purchased from independent third parties. There has been no significant change in coverage. Settled claims from these risks have not exceeded commercial insurance coverage for the past three fiscal years.

NOTE 10 - FUND BALANCES

Restricted for Separate Tax Levies

Included in the General Fund's balance are the financial position and results of operations of five separate tax levies. The Village considers these five tax levies as departments of the General Fund since none of these "funds" are self-sufficient. The changes in the fund balances of these tax levies for the fiscal year ended April 30, 2014 are as follows:

	Restricted Fund Balance 4/30/13	Revenue Specified	Revenue Subsidized	Expenditures	Restricted Fund Balance 4/30/14
Fire Protection	$ -	$ 626,141	$ 2,234,012	$ 2,860,153	$ -
Trees and Forestry	-	118,396	77,033	195,429	-
Insurance	-	474,581	545,278	1,019,859	-
Playground/Recreation	730,640	-	-	11,586	719,054
Police Protection	-	626,141	4,114,826	4,740,967	-
Totals	$ 730,640	$ 1,845,259	$ 6,971,149	$ 8,827,994	$ 719,054

Subsidized revenue, per above, is the subsidy needed from the Village to fund the total expenditures of the five separate tax levies.

(Continued)

NOTE 10 - FUND BALANCES (Continued)

Deficit Fund Equity: The following funds had deficit fund balances/net position as of April 30, 2014. These balances are expected to be reduced through future revenues or transfers:

Harlem/Harrison TIF Fund	$ 50,065
Illinois Municipal Retirement Fund	416,334
Social Security Fund	165,401

NOTE 11 - FRANCHISE FEES

The Village has granted two franchises, one to AT&T (formerly SBC/Ameritech) for telephone service and one to AT&T Comcast (formerly Media One of Northern Illinois, Inc., a division of AT&T).

The AT&T franchise agreement dated November 19, 1984 provides that the Village will share in the aggregate franchise payment AT&T pays to all Illinois municipalities (except Chicago). The aggregate franchise fee is negotiated between the State and AT&T. The franchise fee is allocated to the Village based on the number of access lines into the community. Franchise fees are paid monthly to the Village. The franchise can be terminated by either party with 60-day written notice.

The Media One of Northern Illinois, Inc., a division of AT&T, franchise agreement dated June 12, 2000, is a 15-year agreement for the operation of cable television in the Village. The contract is continued under the successor company, Comcast Corp. As of 2002, the franchise fee is 5% of gross revenues and is paid to the Village quarterly for sales in the preceding quarter.

NOTE 12 - TAX INCREMENT FINANCING

Forest Park Mall TIF

The Village issued $6,200,000 of General Obligation Tax Increment Bonds Series 1994 to fund certain eligible costs within its Forest Park Mall Tax Increment Financing (TIF) District. The original Series 1994 was refunded in fiscal year 2003 with General Obligation Refunding Tax Increment Bonds Series 2002. The principal economic activity stimulated was the construction and subsequent opening of a Wal-Mart Store.

The redevelopment agreement and the bond ordinance for the 1994 bonds allocate the proceeds of the bond issue as follows:

$4,500,000	(Plus one-half of the total amount of interest having accrued in the escrow) To Wal-Mart Stores, Inc., payable no later than 30 days after the store opens and conducts sales activity.
$600,000	To Teachers Retirement System or the State of Illinois, the developer, payable once Wal-Mart Stores, Inc. acquires title to the property.
$935,500	For capitalized interest payment made semiannually starting June 1, 1994 through December 1, 1996.
$164,500	For bond issuance costs.

All construction activity and payouts under the tax increment financing were completed in 1995 and that Capital Projects Fund was closed. Debt service is still required annually and is paid from tax increment revenues.

(Continued)

NOTE 12 - TAX INCREMENT FINANCING (Continued)

Covenants: The bond ordinance required the Village to establish and fund separate accounts held by U.S. Bank as trustee for the principal and interest payments on the bond issue. Three separate accounts have been established.

The Village has deposited into the first account the capitalized interest payments as well as the bond premium and accrued interest received at sale. In February 1994, deposits were made into this account to satisfy interest payment requirements through December 1997.

The second account is for the deposit of the TIF real estate taxes received on all parcels within the redevelopment area. TIF real estate taxes represent additional real estate taxes assessed because of the increase in the Equalized Assessed Valuation prior to the effective date of the TIF establishment. That is, all taxing entities (i.e., County, Village, Schools, etc.) continue to receive their share of taxes attributable to the 1993 Equalized Assessed Valuation in effect at the TIF establishment. The Village receives the entire portion of incremental real estate taxes, if any, because of the increase in the Equalized Assessed Valuation in 1993 and subsequent years, solely for deposit into a Special Tax Allocation Fund. All TIF real estate taxes are to be used first for the retirement of principal and interest. If TIF real estate tax collections exceed principal and interest requirements plus other redevelopment costs, under state law the Village is required to declare a "surplus" and send to Cook County, any such monies for the purpose of distribution to all relevant taxing entities (County, Schools, Park District, etc.).

Amalgamated Bank of Chicago, the successor to U.S. Bank, as the bond trustee, is to make an accounting each November of the available funds in the various trustee accounts. The bond ordinance requires a sufficient fund balance first from the incremental property taxes account and then from the sales tax account to meet the next three semi-annual principal and interest payments. If the accounting determines that excess funds are available beyond the next three payments, then the trustee can transfer any excess sales taxes to the Village for its unrestricted use. Also, the bond issue does provide for early retirement under certain conditions. If a proper accounting determines that insufficient funds are available to meet the next three payments then the trustee informs the Village of the deficiency amount, which should then be deposited into the third account. The elected Village officials decide whether to fund the deficiency from other available resources or by not fully abating property taxes secured by the bonds.

Roosevelt-Hannah TIF

The Village entered into a redevelopment agreement with the Living Word Christian Center (LWCC) to redevelop what was then known as the Forest Park Mall. The area comprising the shopping plaza was a part of the original Forest Park Mall TIF which at the time was used to make debt service payments on the original debt (see above). The shopping plaza acquired by LWCC was separated from the Forest Park Mall TIF area in 2002 and the area east of the Wal-Mart to Hannah Avenue was named the Roosevelt-Hannah TIF.

Upon satisfaction of the conditions contained in the agreement, the Village agrees to reimburse eligible costs from TIF funds to LWCC annually as follows: 50% of tax increment; and 50% of municipal sales taxes (MST) generated by new businesses opening in the shopping plaza. The agreement expires January 1, 2015 or upon payment of a total of $4,900,000.

In addition, the TIF funds are used to make debt service payments on the Series 2003A Bond, which financed initial eligible costs.

In an additional business development agreement with SVT, LLC, doing business as Ultra Foods, the Village agreed to pay to SVT $78,000 per year for two years, and 50% of MST generated in years 10 through 20 of the lease with LWCC, not to exceed $1,260,000.

(Continued)

NOTE 12 - TAX INCREMENT FINANCING (Continued)

Brown Street Station TIF

In 2000, the Village formed the Brown Street Station TIF for the far northeast area of town to Harlem Avenue and south along Harlem to Dixon. Property Tax increment has been accumulating and at the beginning of fiscal year 2014 totaled $2.8 million. There is currently an agreement between the Village and Nunley LLC Elite Tire.

During fiscal year 2014, the Brown Street Station area was enhanced at the cost of $26,131 for redevelopment improvements. Further infrastructure improvements will be made as necessary in anticipation of the area being developed.

NOTE 13 - BUSINESS DEVELOPMENT AGREEMENT

Bed Bath and Beyond, Inc.: In February, 2004, the Village entered into an agreement with NWC Harlem Washington LLC to facilitate the redevelopment, remodeling and upgrading of the property to be leased by Bed Bath and Beyond at the corner of Washington and Harlem in Forest Park. The property was subsequently sold to Bed Bath and Beyond of Forest Park, LLC and the agreement was assigned. Under the terms, the Village agrees to rebate 50% of municipal sales taxes generated for 13 years up to a maximum of $400,000.

As of April 30, 2014, the Village has paid $273,232 to Bed Bath and Beyond of Forest Park, LLC.

Currie Motors Chevrolet: On May 1, 2010, the Village entered into an agreement with Currie Motors Chevrolet to reimburse Currie for costs associated with opening a new expanded facility on Roosevelt Road. Under the terms, the Village agrees to rebate 50% of municipal sales taxes generated above $50,000 per year for 15 years up to maximum of $1,250,000.

As of April 30, 2014, the Village has paid $443,376 to Currie Motors Chevrolet.

Hawk Chrysler Dodge Jeep: On March 12, 2012, the Village entered into an agreement with Hawk Chrysler Dodge Jeep to reimburse the company for costs associated with expanding their current facility on Roosevelt Road. Under the terms, the Village agrees to rebate 60% of municipal sales taxes generated (above a base sales tax revenue amount of $195,000) for years 1 through 7, and 35% of municipal sales taxes generated for years 8 through 10, up to a maximum of $700,000.

As of April 30, 2014, the Village has paid $154,055 to Hawk Chrysler Dodge Jeep.

Grand Appliance, Inc.: On March 27, 2012, the Village entered into an agreement with 7436-40 Madison Street, LLC to facilitate the redevelopment, remodeling and upgrading of the property to be leased by Grand Appliance, Inc. located at 7436-7440 Madison Street in Forest Park. Under the terms, the Village agrees to rebate 60% of municipal sales taxes generated (above an annual base sales tax revenue amount of $500,000) for years 1 through 7, and 35% of municipal sales taxes generated for years 8 through 10, up to a maximum of $300,000.

As of April 30, 2014, the Village has paid $14,660 to Grand Appliance, Inc.

(Continued)

NOTE 14 - FOREST PARK PUBLIC LIBRARY

Cash and Investments

Permitted Deposits and Investments – Statutes authorize the Library to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds.

Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office, which allows governments within the state to pool their funds for investment purposes. Although not registered with the SEC, Illinois Funds does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk

Deposits – At year end, the carrying amount of the Library's deposits totaled $12,910 and the bank balances totaled $12,710. Additionally, at year end the Library has $2,282,800 invested in the Illinois Funds.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Library's investment policy states that investments will be made only in securities guaranteed by the U.S. government, or in FDIC insured institutions including SAIF of the FDIC. The policy further states that the fund should maintain sufficient liquidity to meet current obligations and those reasonably to be anticipated. Specifically, investments should be managed to meet liquidity needs for the current month plus one month (based on forecasted needs) and any reasonably anticipated special needs. The Library's investment in the Illinois Funds has a maturity of less than one year.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in instruments authorized under state statute, the Library's investment policy states that investments are to be limited to securities guaranteed by the U.S. government, or in FDIC insured institutions including SAIF of the FDIC. At year end, the Library's investment in the Illinois Funds is rated AAAm by Standard & Poor's.

Custodial Credit Risk – In the case of deposits, this is the risk that in the event of a bank failure, the Library's deposits may not be returned to it. The Library's investment policy states deposit accounts in banks or savings and loan institutions will not exceed the amount insured by FDIC coverage unless adequately collateralized pursuant to regulations of the Federal Reserve regarding custody and safekeeping of collateral. At year end, the entire amount of the bank balance of deposits was covered by federal depository or equivalent insurance. For an investment, this is the risk that in the event of the failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Library's investment policy does not specifically address custodial credit risk for investments. At year end, the Library's investment in the Illinois Funds is not subject to custodial credit risk.

Concentration of Credit Risk – This is the risk of loss attributed to the magnitude of the Library's investment in a single issuer. The Library's investment policy states funds should be diversified appropriately to the nature and amount of the funds. At year end, the Library's investment in the Illinois Funds represents more than 5% of the total cash and investments portfolio.

NOTE 14 - FOREST PARK PUBLIC LIBRARY (Continued)

Property Taxes

The Library submits its tax levy to the Village Council of the Village of Forest Park, Illinois for approval. Once approved, the Village submits the Library's tax levy to the Cook County Clerk's office. The Library's property taxes are levied each calendar year on all taxable real property located within the Library District and accrued as unavailable revenue in the fiscal year of levy. Property taxes due within the current fiscal year and collected within 60 days subsequent to year-end are recorded as revenue. The Cook County Assessor is responsible for assessment of all taxable real property within Cook County.

The Cook County Clerk computes the annual tax for each parcel of real property and prepares tax books used by the Cook County Collector as the basis for issuing tax bills to Cook County taxpayers. The Cook County Collector collects all property taxes and submits them to the County Treasurer, who remits them to the Library. Taxes must be levied by the last Tuesday in December and are payable in two installments, on March 1 and August 1 of the following year. Property taxes attach as an enforceable lien on property as of January 1 of the levy year.

Capital Assets

	Balance at April 30, 2013	Additions	Deletions	Balance at April 30, 2014
Capital assets not being depreciated:				
Land	$ 134	$ -	$ -	$ 134
Capital assets being depreciated:				
Buildings	1,324,369	217,188	34,603	1,506,954
Furniture and equipment	201,789	-	-	201,789
Computer equipment	170,745	-	4,000	166,745
Collections	1,142,423	226,922	202,498	1,166,847
Subtotal	2,839,326	444,110	241,101	3,042,335
Accumulated depreciation				
Buildings	(699,836)	(63,513)	(6,091)	(757,258)
Furniture and equipment	(150,687)	(17,284)	-	(167,971)
Computer equipment	(150,876)	(8,026)	(4,000)	(154,902)
Collections	(569,232)	(210,677)	(202,498)	(577,411)
Subtotal	(1,570,631)	(299,500)	(212,589)	(1,657,542)
Total capital assets being depreciated, net	1,268,695	144,610	28,512	1,384,793
Capital assets, net	$ 1,268,829	$ 144,610	$ 28,512	$ 1,384,927

Operating Lease

The Library rents telecommunication and copier equipment under an operating lease. Lease expense under these leases for the year was $10,787. Future minimum lease payments are as follows:

(Continued)

NOTE 14 - FOREST PARK PUBLIC LIBRARY (Continued)

Year Ended April 30	Amount
2015	10,787
2016	10,787
2017	10,787
	$ 32,361

Net Position Restrictions

The following is a summary of the changes in restricted net position during the year:

	Beginning Balances	Increases	Decreases	Ending Balances
General Fund				
Unemployment Insurance	$ 3,239	$ -	$ 1,264	$ 1,975
Workers Compensation	40,329	780	-	41,109
Special Revenue Funds				
Audit	3,144	-	195	2,949
Insurance	19,005	-	12,631	6,374
Social Security	59,697	515	-	60,212
Total	$ 125,414	$ 1,295	$ 14,090	$ 112,619

Risk Management

The Library 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. The Library carries commercial insurance for all risks of loss including worker's compensation and employee health insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in the past fiscal year.

Employee Retirement System – Defined Benefit Pension Plan

Illinois Municipal Retirement System

The Library contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for 2,640 local governments and school districts in Illinois. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

(Continued)

NOTE 14 - FOREST PARK PUBLIC LIBRARY (Continued)

All employees hired in positions that meet or exceed the prescribed annual hourly standard of 1,000 hours worked per year must be enrolled in IMRF as participating members. Participating members hired before January 1, 2011 who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. For participating members hired on or after January 1, 2011 who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3% of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service, with a maximum salary cap of $106,800 at January 1, 2011. The maximum salary cap increases each year thereafter.

The monthly pension of a member hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 62, b the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years of credited service may retire at or after age 62 and receive a reduced benefit. IMRF also provides death and disability benefits. These benefits provisions and all other requirements are established by state statute.

Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The Village is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer contribution and annual required contribution rate for calendar year 2013 was 10.64 percent.

The employees of the Library are pooled with the employees of the Village of Forest Park for purposes of actuarial valuation. Therefore, the amount of accumulated retirement liability and normal costs related specifically to Library personnel is not available.

The Library remits amounts withheld from employees for IMRF as well as the employer's share of IMRF to the Village of Forest Park. For the year ending April 30, 2014, the employer's share of IMRF is $72,873.

NOTE 15 - NEW GOVERNMENT ACCOUNTING STANDARDS

In June 2012, the GASB issued Statement 67, *Financial Reporting for Pension Plans.* This Statement replaces the requirements of Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans* and Statement 50 as they relate to pension plans that are administered through trusts or similar arrangements meeting certain criteria. The Statement builds upon the existing framework for financial reports of defined benefit pension plans, which includes a statement of fiduciary net position (the amount held in a trust for paying retirement benefits) and a statement of changes in fiduciary net position. Statement 67 enhances note disclosures and RSI for both defined benefit and defined contribution pension plans. Statement 67 also requires the presentation of new information about annual money-weighted rates of return in the notes to the financial statements and in 10-year RSI schedules. The provisions of this Statement are effective for the Village's Police and Fire Pension Fund's fiscal year ending April 30, 2015. Management has determined this GASB statement will significantly change the disclosures in its financial statements.

In June 2012, the GASB issued Statement 68, *Accounting and Financial Reporting for Pensions. This* Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers* and Statement No. 50, *Pension Disclosures,* as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain

NOTE 15 - NEW GOVERNMENT ACCOUNTING STANDARDS (Continued)

criteria. Statement 68 requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. The Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information (RSI). The provisions of this Statement are effective for the Village's financial year ending April 30, 2016. Management has determined this GASB statement will have a material impact on its financial statements.

In January 2013, the GASB issued Statement 69, Government Combinations and Disposals of Government Operations. The objective of this Statement is to improve accounting and financial reporting for U.S. state and local governments' combinations and disposals of government operations. Government combinations include mergers, acquisitions, and transfers of operations. A disposal of government operations can occur through a transfer to another government or a sale. The new standard provides guidance for:

- Determining whether a specific government combination is a government merger, a government acquisition, or a transfer of operations;
- Using carrying values (generally, the amounts recognized in the pre-combination financial statements of the combining governments or operations) to measure the assets, deferred outflows of resources, liabilities, and deferred inflows of resources combined in a government merger or transfer of operations;
- Measuring acquired assets, deferred outflows of resources, liabilities, and deferred inflows of resources based upon their acquisition values in a government acquisition; and
- Reporting the disposal of government operations that have been transferred or sold.

This Statement is effective for the Village's financial periods beginning May 1, 2014. Management has determined this GASB statement will not have an impact on its financial statements.

In April 2013, the GASB issued Statement 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees.* The objective of this Statement is to improve accounting and financial reporting by state and local governments that extend and receive nonexchange financial guarantees. This Statement requires a government that extends a nonexchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. This liability should be reported until legally released as an obligor. This Statement also requires a government that is required to repay a guarantor for making a payment on a guaranteed obligation or legally assuming the guaranteed obligation to continue to recognize a liability until legally released as an obligor. When released as an obligor, the government should recognize revenue as a result of being relieved of the obligation. This Statement also provides additional guidance for intra-entity nonexchange financial guarantees involving blended component units by specifying the information required to be disclosed by governments that extend nonexchange financial guarantee as well as new information to be disclosed by governments that receive nonexchange financial guarantees. The provisions of this Statement are effective for the Village's fiscal year ended April 30, 2015, with earlier application being encouraged. Management has not determined what impact, if any, this GASB statement might have on its financial statements.

In November 2013, the GASB issued Statement 71, Pension Transition for Contributions Made Subsequent to the Measurement Date. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement 68. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension

NOTE 15 - NEW GOVERNMENT ACCOUNTING STANDARDS (Continued)

liability. This Statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement 68, as amended, continues to require that beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine all such amounts. The provisions of this Statement are required to be applied simultaneously with the provisions of Statement 68 and are effective for the Village's financial year ending April 30, 2015. Management has not determined what impact this statement will have on its financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
ILLINOIS MUNICIPAL RETIREMENT FUND
April 30, 2014

Regular

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/13	$ 12,216,861	$ 13,092,503	$ 875,642	93.31%	$ 3,770,504	23.22%
12/31/12	10,401,072	11,818,891	1,417,819	88.00%	3,652,956	38.81%
12/31/11	9,252,236	10,910,394	1,658,158	84.80%	3,564,667	46.52%

On a market value basis, the actuarial value of assets as of December 31, 2013 was $14,186,944. On a market basis, the funded ratio would be 108.36%

SLEP

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/13	$ 289,968	$ 255,859	$ (34,109)	113.33%	$ 121,663	0.00%
12/31/12	249,202	217,586	(31,616)	114.53%	114,531	0.00%
12/31/11	232,605	198,023	(34,582)	117.46%	114,531	0.00%

On a market value basis, the actuarial value of assets as of December 31, 2013 was $320,765. On a market basis, the funded ratio would be 125.37%

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS - PENSION FUNDS
April 30, 2014

POLICE PENSION FUND

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (4)/(5)
4/30/13	$ 20,746,233	$ 33,224,217	62.44%	$ 12,477,984	$ 3,031,936	411.55%
4/30/12	20,514,415	31,181,339	65.79%	10,666,924	2,968,822	359.30%
4/30/11	19,733,088	29,899,827	66.00%	10,166,739	2,824,862	359.90%

FIREFIGHTERS' PENSION FUND

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (4)/(5)
4/30/13	$ 13,775,111	$ 24,405,944	56.44%	$ 10,630,833	$ 2,038,299	521.55%
4/30/12	13,522,900	23,196,029	58.30%	9,673,129	1,952,345	495.46%
4/30/11	14,177,990	22,305,470	63.56%	8,127,480	1,846,667	440.12%

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

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS - PENSION FUNDS
April 30, 2014

	POLICE PENSION			FIRE PENSION		
Fiscal Year Ended	Annual Required Contribution (ARC)	Percentage Contributed	Net Pension Asset (Obligation)	Annual Required Contribution (ARC)	Percentage Contributed	Net Pension Asset (Obligation)
4/30/14	$ 771,013	89.41%	$ (692,346)	$ 687,404	79.69%	$ (787,851)
4/30/13	870,729	77.47%	(597,083)	770,226	68.95%	(633,757)
4/30/12	870,729	79.49%	(388,322)	770,226	70.60%	(388,811)

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. The actual contribution is made from the Village general fund and is based on the property tax levy apportioned to the pension funds. Additional information as of the latest actuarial valuations follows.

	Police Pension	Fire Pension
Actuarial valuation date	April 30, 2013	April 30, 2013
Actuarial cost method	Entry age normal cost	Entry age normal cost
Amortization method	Level % payroll, closed	Level % payroll, closed
Remaining amortization period	28 years	28 years
Actuarial valuation method	Market Value	Market Value
Significant actuarial assumptions:		
a) Rate of return on investments of present and future assets	7.50%	7.50%
b) Projected salary increases- attributable to inflation	5.00% inc. inflation at 3.00%	5.00% inc. inflation at 3.00%

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS - OTHER POSTEMPLOYMENT BENEFITS
April 30, 2014

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (4)/(5)
4/30/14	$ -	$ 2,791,372	0.0%	$ 2,791,372	$ 8,770,768	31.8%
4/30/13	-	2,791,372	0.0%	2,791,372	8,770,768	31.8%
4/30/12	-	2,035,510	0.0%	2,035,510	8,046,576	25.3%

Actuarial valuation date	April 30, 2013
Actuarial cost method	Entry Age
Amortization method	Level % payroll, open
Remaining amortization period	30 years
Actuarial valuation method	Market Value
Significant actuarial assumptions:	
Investment rate of return*	4.00%
Projected salary increases	4.00%
Healthcare inflation rate	8.00% initial 6.00% ultimate
Percentage of Active Employees Assumed to Elect Benefit	50.00%
Employer Provided Benefit	40% of premium to age 65; Current Health Insurance Premium for Life for Disabled Public Safety Employees ($574 - 1,134/month)
*Includes inflation at	3.00%

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND AND MAJOR SPECIAL REVENUE FUNDS
Year Ended April 30, 2014

	GENERAL FUND			SPECIAL REVENUE FUNDS — BROWN STREET STATION TIF FUND			SPECIAL REVENUE FUNDS — HARLEM / HARRISON TIF FUND		
	Original and Final Budget	Actual	Variance from Final Budget Positive (Negative)	Original and Final Budget	Actual	Variance from Final Budget Positive (Negative)	Original and Final Budget	Actual	Variance from Final Budget Positive (Negative)
Revenues									
Property tax revenue	$ 4,529,882	$ 4,440,167	$ (89,715)	$ 380,000	$ 329,310	$ (50,690)	$ 2,500	$ (1,324)	$ (3,824)
Personal property replacement tax	147,000	168,052	21,052	-	-	-	-	-	-
Sales tax	3,007,956	2,783,158	(224,798)	-	-	-	-	-	-
Intergovernmental revenues	300,260	275,298	(24,962)	-	-	-	-	-	-
Auto rental tax	16,865	24,116	7,251	-	-	-	-	-	-
Income tax	1,456,090	1,352,926	(103,164)	-	-	-	-	-	-
Utility taxes	1,763,017	1,654,883	(108,134)	-	-	-	-	-	-
Licenses and permits	1,104,250	1,101,497	(2,753)	-	-	-	-	-	-
Fees for services	2,473,357	2,352,233	(121,124)	-	-	-	-	-	-
Grant revenue	586,529	275,126	(311,403)	-	-	-	-	-	-
Parking revenue	520,000	494,667	(25,333)	-	-	-	-	-	-
Fines	1,662,200	1,809,042	146,842	-	-	-	-	-	-
Interest on investments	2,415	395	(2,020)	25,050	16,518	(8,532)	30	19	(11)
Other revenue	84,900	87,354	2,454	-	-	-	-	-	-
Total revenues	17,654,721	16,818,914	(835,807)	405,050	345,828	(59,222)	2,530	(1,305)	(3,835)
Expenditures									
Current:									
Office of the mayor	6,572,089	6,380,452	191,637	-	-	-	-	-	-
Office of accounts and finance	8,577,732	7,928,494	649,238	-	-	-	-	-	-
Office of public property	1,912,348	1,771,336	141,012	-	-	-	-	-	-
Office of streets and public improvement	1,420,528	1,436,127	(15,599)	135,000	30,422	104,578	2,500	1,657	843
Office of health and safety	321,602	308,751	12,851	-	-	-	-	-	-
Debt service:									
Principal retired	286,072	468,209	(182,137)	-	-	-	-	-	-
Interest and charges	177,109	83,388	93,721	-	-	-	-	-	-
Total expenditures	19,267,480	18,376,757	890,723	135,000	30,422	104,578	2,500	1,657	843
Excess (deficiency) of revenues over expenditures	(1,612,759)	(1,557,843)	54,916	270,050	315,406	45,356	30	(2,962)	(2,992)
Other financing sources (uses)									
Transfers in	1,375,000	1,190,080	(184,920)	-	-	-	-	-	-
Loan proceeds	279,899	133,102	(146,797)	-	-	-	-	-	-
Total other financing sources (uses)	1,654,899	1,323,182	(331,717)	-	-	-	-	-	-
Net change in fund balances	$ 42,140	(234,661)	$ (276,801)	$ 270,050	315,406	$ 45,356	$ 30	(2,962)	$ (2,992)
Fund balances at beginning of year		3,471,120			2,780,333			(47,103)	
Fund balances at end of year		$ 3,236,459			$ 3,095,739			$ (50,065)	

See accompanying notes to the budgetary comparison schedule.

VILLAGE OF FOREST PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND AND MAJOR SPECIAL REVENUE FUNDS
Year Ended April 30, 2014

	SPECIAL REVENUE FUNDS								
	ROOSEVELT / HANNAH TIF FUND			2002 BOND FUND			ILLINOIS MUNICIPAL RETIREMENT FUND		
	Original and Final Budget	Actual	Variance from Final Budget Positive (Negative)	Original and Final Budget	Actual	Variance from Final Budget Positive (Negative)	Original and Final Budget	Actual	Variance from Final Budget Positive (Negative)
Revenues									
Property tax revenue	$ 777,800	$ 683,576	$ (94,224)	$ -	$ -	$ -	$ 350,000	$ 248,254	$ (101,746)
Personal property replacement tax	-	-	-	-	-	-	(9,750)	11,039	20,789
Sales tax	-	-	-	-	-	-	-	-	-
Intergovernmental revenues	-	-	-	-	-	-	-	-	-
Auto rental tax	-	-	-	-	-	-	-	-	-
Income tax	-	-	-	-	-	-	-	-	-
Utility taxes	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Fees for services	-	-	-	-	-	-	-	-	-
Grant revenue	-	-	-	-	-	-	-	-	-
Parking revenue	-	-	-	-	-	-	-	-	-
Fines	-	-	-	-	-	-	-	-	-
Interest on investments	5,040	7,613	2,573	170	167	(3)	-	-	-
Other revenue	-	-	-	-	-	-	-	-	-
Total revenues	782,840	691,189	(91,651)	170	167	(3)	340,250	259,293	(80,957)
Expenditures									
Current:									
Office of the mayor	-	-	-	-	-	-	-	-	-
Office of accounts and finance	-	-	-	12,700	5,598	7,102	350,000	456,838	(106,838)
Office of public property	-	-	-	-	-	-	-	-	-
Office of streets and public improvement	608,133	487,247	120,886	-	-	-	-	-	-
Office of health and safety	-	-	-	-	-	-	-	-	-
Debt service:									
Principal retired	-	-	-	445,000	445,000	-	-	-	-
Interest and charges	-	-	-	88,920	88,920	-	-	-	-
Total expenditures	608,133	487,247	120,886	546,620	539,518	7,102	350,000	456,838	(106,838)
Excess (deficiency) of revenues over expenditures	174,707	203,942	29,235	(546,450)	(539,351)	7,099	(9,750)	(197,545)	(187,795)
Other financing sources (uses)									
Transfers in	-	-	-	-	673,103	673,103	-	-	-
Loan proceeds	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	673,103	673,103	-	-	-
Net change in fund balances	$ 174,707	203,942	$ 29,235	$ (546,450)	133,752	$ 680,202	$ (9,750)	(197,545)	$ (187,795)
Fund balances at beginning of year		1,042,907			2,653,126			(218,789)	
Fund balances at end of year		$ 1,246,849			$ 2,786,878			$ (416,334)	

See accompanying notes to the budgetary comparison schedule.

Budgetary Data:

1. The Village Budget Officer submits to the Village Council, in early May, a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them.

2. The budget document is available for public inspection for at least 30 days prior to the Village Council's passage of the Annual Appropriations Ordinance.

3. The Village Council must hold at least one public hearing on the budget prior to its passage.

4. The budget is legally enacted through the passage of the Annual Appropriations Ordinance.

5. The Village Council by a two-thirds vote is authorized to transfer budgeted amounts among departments within any fund. The Village Council must approve any revisions, which alter the total expenditures of any fund. The budget information stated in the financial statements includes adjustments made during the year.

6. The level of control where expenditures may not exceed the budget is the department level of activity. Unspent budgetary amounts lapse at year end and, therefore, are not carried over to succeeding years.

7. The Village prepares budgets for the following funds in accordance with accounting principles generally accepted in the United States of America (GAAP):

General Fund	Emergency 911 Fund
IMRF Fund	Social Security Fund
Motor Fuel Tax Fund	2002 Bond Fund
VIP Program Fund	Special Tax Allocation Fund
Incremental Sales Tax Fund	Harlem / Harrison TIF Fund
Brown Street Station TIF Fund	Water Fund
Roosevelt / Hannah TIF Fund	U.S. Customs Fund
Narcotics Fund	

8. The following funds had expenditures/expenses in excess of budget:

Fund	Excess over Budget
IMRF	$ 106,838
Emergency 911 Fund	48,797
Narcotics Fund	36,715
US Customs Fund	147,532
Social Security Fund	11,034

VILLAGE OF FOREST PARK, ILLINOIS

GENERAL FUND
SCHEDULE OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Final Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Property tax revenue	$ 4,529,882	$ 4,440,167	$ (89,715)
Personal property replacement tax	147,000	168,052	21,052
Sales tax	3,007,956	2,783,158	(224,798)
Intergovernmental revenues			
Use tax	271,160	248,073	(23,087)
Foreign fire insurance tax	27,500	26,917	(583)
Pull tabs/jar games	1,200	-	(1,200)
Charitable games	400	308	(92)
Total intergovernmental revenues	300,260	275,298	(24,962)
Auto rental tax	16,865	24,116	7,251
Local share-income tax	1,456,090	1,352,926	(103,164)
Utility taxes			
Telephone utility tax	615,000	528,980	(86,020)
Electric utility tax	638,017	591,661	(46,356)
Franchise tax - cable	285,000	268,529	(16,471)
Gas utility tax	225,000	265,713	40,713
Total utility taxes	1,763,017	1,654,883	(108,134)
Licenses and permits			
Liquor license	100,000	97,563	(2,437)
Liquor license application fee	3,500	2,806	(694)
Business license	51,000	54,745	3,745
Sidewalk use permit	3,000	2,450	(550)
Solicitor's license	500	295	(205)
Amusement devises	25,000	23,600	(1,400)
Amusement tax video rental	15,750	14,745	(1,005)
Vending machines	3,500	3,788	288
Tobacco license	6,000	5,200	(800)
Gasoline stations' license	15,000	10,900	(4,100)
Taxicabs' license	9,500	16,840	7,340
Scavenger services' license	17,500	17,500	-
Contractors' license	20,000	18,385	(1,615)
Vehicle license	245,000	236,172	(8,828)
Animal license	3,100	2,941	(159)
Building permits	135,000	133,085	(1,915)
Electric permits	15,000	14,056	(944)
Plumbing permits	20,000	20,633	633
HVAC permits	2,000	1,375	(625)
Water permit fees	1,000	-	(1,000)
Sign permits	35,000	35,421	421
Dumpster permits	4,000	3,275	(725)
Parking permits	225,700	235,765	10,065
Garage sale permits	1,200	910	(290)
Plan review fees	10,000	4,989	(5,011)
Elevator inspection fees	15,000	14,925	(75)
Food service inspection fees	17,500	17,925	425
Certificate of compliance fees	100,000	106,725	6,725
Zoning application fees	1,000	1,350	350
Dog park permits	3,500	3,133	(367)
Total licenses and permits	1,104,250	1,101,497	(2,753)
Fees for services			
Ambulance charges	320,000	311,221	(8,779)
Emergency fire suppression services	401,712	401,712	-

(Continued)

VILLAGE OF FOREST PARK, ILLINOIS

GENERAL FUND
SCHEDULE OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Final Budget	Actual	Variance from Budget Positive (Negative)
Sidewalk replacement	$ 5,000	$ 5,850	$ 850
Highway maintenance - IDOT	71,000	72,791	1,791
Police/fire testing fees	5,000	1,080	(3,920)
Refuse collection charges	708,000	704,316	(3,684)
Recycling fees	101,750	96,414	(5,336)
Yard waste fees	58,000	54,764	(3,236)
Police processing fee	-	-	-
Accident reports	4,200	4,356	156
SORA registration fees	50	10	(40)
Water towers	194,706	194,393	(313)
Real estate	30,000	30,000	-
Picnic grove rental/fees	-	-	-
Groovin' in the grove	2,000	1,445	(555)
Community center	5,000	2,443	(2,557)
Day care-after school program	180,000	143,917	(36,083)
Day care-summer program	72,000	70,160	(1,840)
Youth activities	1,500	1,260	(240)
Classes	1,700	264	(1,436)
Trips - tours - excursions	200,000	145,671	(54,329)
Taxi - cab fares/fees	4,000	2,942	(1,058)
Community Events	45,500	41,531	(3,969)
RTA - administration subsidy	48,939	49,798	859
RTA - PACE advertisement	6,500	8,985	2,485
RTA - dial-a-ride	6,300	6,910	610
RTA - PACE passes/fares	500	-	(500)
Total fees for services	2,473,357	2,352,233	(121,124)
Grant revenue			
CDBG 2012 grant	117,116	136,057	18,941
HUD Sustainable Community	81,870	25,010	(56,860)
Federal Assistance to FF	40,375	40,375	-
JAC Non-stimulus grant	-	22	22
DOJ Grant	-	3,012	3,012
Tobacco/Liquor grant	2,000	2,420	420
Small Equipment grant	-	20,000	20,000
IDOT Traffic Safety grant	21,702	14,193	(7,509)
IPRF Safety & Education grant	29,663	34,037	4,374
Total grant revenue	296,529	275,126	(21,403)
Parking revenue			
Parking meters	85,000	75,324	(9,676)
Affinity Card sales	4,500	4,032	(468)
Van Buren lot	335,000	322,184	(12,816)
Ferdinand lot	1,000	777	(223)
Thomas/Madison lot	70,000	69,063	(937)
Beloit/Madison lot	3,500	3,774	274
Hannah/Madison lot	15,000	12,557	(2,443)
Circle/Madison lot	6,000	6,956	956
Total parking revenue	520,000	494,667	(25,333)
Fines			
Traffic and parking fines	1,230,000	1,052,438	(177,562)
Illinois Comptroller debt recovery	-	292,224	292,224
Towing revenue	120,000	143,100	23,100
Compliance tickets	270,000	269,880	(120)

(Continued)

VILLAGE OF FOREST PARK, ILLINOIS

GENERAL FUND
SCHEDULE OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Final Budget	Actual	Variance from Budget Positive (Negative)
Code violation fines	$ 35,000	$ 44,320	$ 9,320
Other fines and penalties	7,200	7,080	(120)
Total fines	1,662,200	1,809,042	146,842
Interest on investments	2,415	395	(2,020)
Other revenue			
Miscellaneous revenue	21,400	7,481	(13,919)
NSF - agency collections	200	180	(20)
AMEX Corporate points earned	30,000	(13,651)	(43,651)
Workmen's comp reimbursements	15,000	71,108	56,108
FOIA	300	107	(193)
Claims and damages	18,000	22,129	4,129
Total other revenue	84,900	87,354	2,454
Total revenues	$ 17,364,721	$ 16,818,914	$ (545,807)

VILLAGE OF FOREST PARK, ILLINOIS

GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Final Budget	Actual	Variance from Budget Positive (Negative)
Expenditures			
Office of the mayor			
General public affairs	$ 1,168,782	$ 1,009,006	$ 159,776
Police	4,671,093	4,740,967	(69,874)
Parking	5,000	2,027	2,973
Community services	727,214	628,452	98,762
Total office of the mayor	6,572,089	6,380,452	191,637
Office of accounts and finance			
Village clerk	5,026,501	4,901,144	125,357
Grant expenditures	516,980	167,211	349,769
Fire	1,023,696	946,322	77,374
Fire protection	2,010,555	1,913,817	96,738
Total office of accounts and finance	8,577,732	7,928,494	649,238
Office of public property			
Public property	1,108,285	1,117,318	(9,033)
Public property/street lights	422,899	280,409	142,490
Forestry	197,894	195,429	2,465
Playground and recreation	43,000	11,586	31,414
Property maintenance	140,270	166,594	(26,324)
Total office of public property	1,912,348	1,771,336	141,012
Office of streets and public improvement			
Streets and public improvement	498,602	543,452	(44,850)
Garbage	921,926	892,675	29,251
Total office of streets and public improvement	1,420,528	1,436,127	(15,599)
Office of health and safety			
Public health and safety	321,602	308,751	12,851
Total office of health and safety	321,602	308,751	12,851
Debt Service			
Principal retired	286,072	468,209	(182,137)
Interest and charges	177,109	83,388	93,721
Total office of public property	463,181	551,597	(88,416)
Total expenditures	$ 19,267,480	$ 18,376,757	$ 890,723

VILLAGE OF FOREST PARK, ILLINOIS

BROWN STREET STATION TIF FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Property tax revenue	$ 380,000	$ 329,310	$ (50,690)
Interest on investments	25,050	16,518	(8,532)
Total revenues	405,050	345,828	(59,222)
Expenditures			
Office of streets and public improvement			
Operating expenditures	135,000	30,422	104,578
Total expenditures	135,000	30,422	104,578
Net change in fund balance	$ 270,050	315,406	$ 45,356
Fund balance at beginning of year		2,780,333	
Fund balance at end of year		$ 3,095,739	

VILLAGE OF FOREST PARK, ILLINOIS

HARLEM / HARRISON TIF FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Property tax revenue	$ 2,500	$ (1,324)	$ (3,824)
Interest on investments	30	19	(11)
Total revenues	2,530	(1,305)	(3,835)
Expenditures			
Office of streets and public improvement			
Operating expenditures	2,500	1,657	843
Total expenditures	2,500	1,657	843
Net change in fund balance	$ 30	(2,962)	$ (2,992)
Fund balance at beginning of year		(47,103)	
Fund balance at end of year		$ (50,065)	

VILLAGE OF FOREST PARK, ILLINOIS

ROOSEVELT / HANNAH TIF FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Property tax revenue	$ 777,800	$ 683,576	$ (94,224)
Interest on investments	5,040	7,613	2,573
Total revenues	782,840	691,189	(91,651)
Expenditures			
Office of streets and public improvement			
Operating expenditures	608,133	487,247	120,886
Total expenditures	608,133	487,247	120,886
Net change in fund balance	$ 174,707	203,942	$ 29,235
Fund balance at beginning of year		1,042,907	
Fund balance at end of year		$ 1,246,849	

VILLAGE OF FOREST PARK, ILLINOIS

2002 BOND FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Interest on investments	$ 170	$ 167	$ (3)
Total revenues	170	167	(3)
Expenditures			
Office of accounts and finance			
Bank fees	2,700	2,700	-
Other expenditures	10,000	2,898	7,102
Debt service			
Principal retired	445,000	445,000	-
Interest and charges	88,920	88,920	-
Total expenditures	546,620	539,518	7,102
Excess (deficiency) of revenues over expenditures	(546,450)	(539,351)	7,099
Other financing sources (uses)			
Transfers in	-	673,103	673,103
Total other financing sources (uses)	-	673,103	673,103
Net change in fund balance	$ (546,450)	133,752	$ 680,202
Fund balance at beginning of year		2,653,126	
Fund balance at end of year		$ 2,786,878	

VILLAGE OF FOREST PARK, ILLINOIS

ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Intergovernmental			
Property tax revenue	$ 350,000	$ 248,254	$ (101,746)
Personal property replacement tax	9,750	11,039	1,289
Total revenues	359,750	259,293	(100,457)
Expenditures			
Office of accounts and finance			
IMRF fund contributions	350,000	456,838	(106,838)
Total expenditures	350,000	456,838	(106,838)
Net change in fund balance	$ 9,750	(197,545)	$ (207,295)
Fund balance at beginning of year		(218,789)	
Fund balance at end of year		$ (416,334)	

VILLAGE OF FOREST PARK, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
April 30, 2014

	Special Revenue Funds						
	Emergency 911 Fund	Narcotics Fund	U.S. Customs Fund	Foreign Fire Insurance Fund	Social Security Fund	Motor Fuel Tax Fund	VIP Fund
ASSETS							
Cash	$ 292,390	$ 110,194	$ 501,187	$ 15,886	$ -	$ 846,379	$ 914,104
Receivables:							
Property tax receivable	-	-	-	-	163,060	-	-
Due from other governments	-	-	-	-	-	130,916	241,519
Accounts receivable	-	-	-	-	-	-	26,281
Interfund receivable	-	-	-	-	-	-	-
TOTAL ASSETS	$ 292,390	$ 110,194	$ 501,187	$ 15,886	$ 163,060	$ 977,295	$ 1,181,904
LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCE							
LIABILITIES							
Accounts payable	$ -	$ 113	$ -	$ -	$ -	$ -	$ 58,845
Interfund payable	-	-	-	-	165,401	-	-
Total liabilities	-	113	-	-	165,401	-	58,845
DEFERRED INFLOW OF RESOURCES							
Unavailable revenue	-	-	-	-	163,060	-	82,841
FUND BALANCE							
Restricted							
Public Safety	292,390	110,081	501,187	15,886	-	-	-
Streets & Highways	-	-	-	-	-	977,295	1,040,218
Unassigned	-	-	-	-	(165,401)	-	-
Total fund balance	292,390	110,081	501,187	15,886	(165,401)	977,295	1,040,218
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCE	$ 292,390	$ 110,194	$ 501,187	$ 15,886	$ 163,060	$ 977,295	$ 1,181,904

VILLAGE OF FOREST PARK, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
April 30, 2014

		Debt Service Funds			
	Total Special Revenue Funds	Special Tax Allocation Fund	Incremental Sales Tax Fund	Total Debt Service Funds	Total Nonmajor Governmental Funds
ASSETS					
Cash	$ 2,680,140	$ 339,331	$ 163,484	$ 502,815	$ 3,182,955
Receivables:					
Property tax receivable	163,060	-	-	-	163,060
Due from other governments	372,435	-	-	-	372,435
Accounts receivable	26,281	-	62,333	62,333	88,614
Interfund receivable	-	-	37,499	37,499	37,499
TOTAL ASSETS	$ 3,241,916	$ 339,331	$ 263,316	$ 602,647	$ 3,844,563
LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCE					
LIABILITIES					
Accounts payable	$ 58,958	$ -	$ -	$ -	$ 58,958
Interfund payable	165,401	35,890	804	36,694	202,095
Total liabilities	224,359	35,890	804	36,694	261,053
DEFERRED INFLOW OF RESOURCES					
Unavailable revenue	245,901	-	-	-	245,901
FUND BALANCE					
Restricted					
Public Safety	919,544	-	-	-	919,544
Streets & Highways	2,017,513	303,441	262,512	565,953	2,583,466
Unassigned	(165,401)	-	-	-	(165,401)
Total fund balance	2,771,656	303,441	262,512	565,953	3,337,609
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCE	$ 3,241,916	$ 339,331	$ 263,316	$ 602,647	$ 3,844,563

VILLAGE OF FOREST PARK, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended April 30, 2014

	Special Revenue Funds						
	Emergency 911 Fund	Narcotics Fund	U.S. Customs Fund	Foreign Fire Insurance Fund	Social Security Fund	Motor Fuel Tax Fund	VIP Fund
Revenues							
Property tax revenue	$ -	$ -	$ -	$ -	$ 334,241	$ -	$ -
Personal property replacement tax	-	-	-	-	9,952	-	-
Sales tax	-	-	-	-	-	-	1,018,905
Intergovernmental revenues	162,204	-	-	26,917	-	486,653	-
Grant revenue	-	-	-	-	-	-	58,853
Fines	-	57,903	189,947	-	-	-	-
Interest on investments	316	581	501	29	-	610	1,977
Other revenue	-	-	-	275	-	-	-
Total revenues	162,520	58,484	190,448	27,221	344,193	487,263	1,079,735
Expenditures							
Current:							
Office of the mayor	187,156	63,190	260,807	-	-	-	-
Office of accounts and finance	-	-	-	49,539	353,034	-	-
Office of streets and public improvement	-	-	-	-	-	-	689,888
Debt service:							
Principal retired	-	-	-	-	-	-	220,000
Interest and charges	-	-	-	-	-	-	200,572
Total expenditures	187,156	63,190	260,807	49,539	353,034	-	1,110,460
Excess (deficiency) of revenues over expenditures	(24,636)	(4,706)	(70,359)	(22,318)	(8,841)	487,263	(30,725)
Other financing sources (uses)							
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Net change in fund balances	(24,636)	(4,706)	(70,359)	(22,318)	(8,841)	487,263	(30,725)
Fund balances at beginning of year	317,026	114,787	571,546	38,204	(156,560)	490,032	1,070,943
Fund balances at end of year	$ 292,390	$ 110,081	$ 501,187	$ 15,886	$ (165,401)	$ 977,295	$ 1,040,218

VILLAGE OF FOREST PARK, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended April 30, 2014

		Debt Service Funds			
	Total Special Revenue Funds	Special Tax Allocation Fund	Incremental Sales Tax Fund	Total Debt Service Funds	Total Nonmajor Governmental Funds
Revenues					
Property tax revenue	$ 334,241	$ 617,760	$ -	$ 617,760	$ 952,001
Personal property replacement tax	9,952	-	-	-	9,952
Sales tax	1,018,905	-	418,752	418,752	1,437,657
Intergovernmental revenues	675,774	-	-	-	675,774
Grant revenue	58,853	-	-	-	58,853
Fines	247,850	-	-	-	247,850
Interest on investments	4,014	21	12	33	4,047
Other revenue	275	-	-	-	275
Total revenues	2,349,864	617,781	418,764	1,036,545	3,386,409
Expenditures					
Current:					
Office of the mayor	511,153	-	-	-	511,153
Office of accounts and finance	402,573	-	-	-	402,573
Office of streets and public improvement	689,888	-	-	-	689,888
Debt service:				-	
Principal retired	220,000	-	-	-	220,000
Interest and charges	200,572	-	-	-	200,572
Total expenditures	2,024,186	-	-	-	2,024,186
Excess (deficiency) of revenues over expenditures	325,678	617,781	418,764	1,036,545	1,362,223
Other financing sources (uses)					
Transfers out	-	(673,103)	(390,080)	(1,063,183)	(1,063,183)
Total other financing sources (uses)	-	(673,103)	(390,080)	(1,063,183)	(1,063,183)
Net change in fund balances	325,678	(55,322)	28,684	(26,638)	299,040
Fund balances at beginning of year	2,445,978	358,763	233,828	592,591	3,038,569
Fund balances at end of year	$ 2,771,656	$ 303,441	$ 262,512	$ 565,953	$ 3,337,609

VILLAGE OF FOREST PARK, ILLINOIS

EMERGENCY 911 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Intergovernmental			
911 emergency surcharge	$ 182,000	$ 162,204	$ (19,796)
Interest on investments	325	316	(9)
Total revenues	182,325	162,520	(19,805)
Expenditures			
Office of the mayor			
Bank service fees	230	268	(38)
Regular	38,129	38,945	(816)
E-911 - expenditures/costs	100,000	147,943	(47,943)
Total expenditures	138,359	187,156	(48,797)
Net change in fund balance	$ 43,966	(24,636)	$ (68,602)
Fund balance at beginning of year		317,026	
Fund balance at end of year		$ 292,390	

VILLAGE OF FOREST PARK, ILLINOIS

NARCOTICS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Fines			
Seizure fees	$ 50,000	$ 57,903	$ 7,903
Sales of seized vehicles	10,000	-	(10,000)
Interest on investments	400	581	181
Total revenues	60,400	58,484	(1,916)
Expenditures			
Office of the mayor			
Bank service fees	25	26	(1)
Seizure expenditures	26,450	63,164	(36,714)
Total expenditures	26,475	63,190	(36,715)
Net change in fund balance	$ 33,925	(4,706)	$ (38,631)
Fund balance at beginning of year		114,787	
Fund balance at end of year		$ 110,081	

VILLAGE OF FOREST PARK, ILLINOIS

U.S. CUSTOMS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Fines			
U.S. Customs deposits	$ 150,000	$ 189,947	$ 39,947
Interest on investments	625	501	(124)
Total revenues	150,625	190,448	39,823
Expenditures			
Office of the mayor			
Bank service fees	275	296	(21)
Overtime	13,000	6,961	6,039
U.S. Customs expenditures	100,000	253,550	(153,550)
Total expenditures	113,275	260,807	(147,532)
Net change in fund balance	$ 37,350	(70,359)	$ (107,709)
Fund balance at beginning of year		571,546	
Fund balance at end of year		$ 501,187	

VILLAGE OF FOREST PARK, ILLINOIS

SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Intergovernmental			
Property tax revenue	$ 350,000	$ 334,241	$ (15,759)
Personal property replacement tax	8,750	9,952	1,202
Total revenues	358,750	344,193	(14,557)
Expenditures			
Office of accounts and finance			
IMRF fund contributions	342,000	353,034	(11,034)
Total expenditures	342,000	353,034	(11,034)
Net change in fund balance	$ 16,750	(8,841)	$ (25,591)
Fund balance at beginning of year		(156,560)	
Fund balance at end of year		$ (165,401)	

VILLAGE OF FOREST PARK, ILLINOIS

MOTOR FUEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Intergovernmental			
Motor fuel tax allotment	$ 340,000	$ 486,653	$ 146,653
Interest on investments	550	610	60
Total revenues	340,550	487,263	146,713
Net change in fund balance	$ 340,550	487,263	$ 146,713
Fund balance at beginning of year		490,032	
Fund balance at end of year		$ 977,295	

VILLAGE OF FOREST PARK, ILLINOIS

VIP PROGRAM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Sales tax revenues	$ 1,010,565	$ 1,018,905	$ 8,340
Grant revenue	3,052	58,853	55,801
Interest on investments	3,000	1,977	(1,023)
Total revenues	1,016,617	1,079,735	63,118
Expenditures			
Office of streets and public improvement			
Operating expenditures	954,500	689,888	264,612
Debt service			
Principal retired	220,000	220,000	-
Interest and charges	200,572	200,572	-
Total expenditures	1,375,072	1,110,460	264,612
Net change in fund balance	$ (358,455)	(30,725)	$ 327,730
Fund balance at beginning of year		1,070,943	
Fund balance at end of year		$ 1,040,218	

VILLAGE OF FOREST PARK, ILLINOIS

SPECIAL TAX ALLOCATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Property tax revenue	$ 615,000	$ 617,760	$ 2,760
Interest on investments	25	21	(4)
Total revenues	615,025	617,781	2,756
Expenditures	-	-	-
Excess (deficiency) of revenues over expenditures	615,025	617,781	2,756
Other financing sources (uses)			
Transfers out	-	(673,103)	(673,103)
Total other financing sources (uses)	-	(673,103)	(673,103)
Net change in fund balance	$ 615,025	(55,322)	$ (670,347)
Fund balance at beginning of year		358,763	
Fund balance at end of year		$ 303,441	

VILLAGE OF FOREST PARK, ILLINOIS

INCREMENTAL SALES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Revenues			
Sales tax	$ 384,426	$ 418,752	$ 34,326
Interest on investments	15	12	(3)
Total revenues	384,441	418,764	34,323
Expenditures	-	-	-
Excess (deficiency) of revenues over expenditures	384,441	418,764	34,323
Other financing sources (uses)			
Transfers out	(325,000)	(390,080)	(65,080)
Total other financing sources (uses)	(325,000)	(390,080)	(65,080)
Net change in fund balance	$ 59,441	28,684	$ (30,757)
Fund balance at beginning of year		233,828	
Fund balance at end of year		$ 262,512	

VILLAGE OF FOREST PARK, ILLINOIS

WATER FUND
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended April 30, 2014

	Budget	Actual	Variance from Budget Positive (Negative)
Operating revenues			
Charges for services	$ 5,918,598	$ 6,037,024	$ 118,426
Operating expenses			
Operations	4,290,846	4,025,450	265,396
Depreciation	162,000	121,755	40,245
Total operating expenses	4,452,846	4,147,205	305,641
Operating income (loss)	1,465,752	1,889,819	424,067
Nonoperating revenues and (expenses)			
Interest revenue	3,000	2,211	(789)
Interest expense	(97,239)	(90,663)	6,576
Total nonoperating revenues and (expenses)	(94,239)	(88,452)	5,787
Income (loss) before transfers	1,371,513	1,801,367	429,854
Transfers out	(800,000)	(800,000)	-
Change in net position	$ 571,513	1,001,367	$ 429,854
Net position at beginning of year		6,364,187	
Net position at end of year		$ 7,365,554	

VILLAGE OF FOREST PARK, ILLINOIS

COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
April 30, 2014

	Police Pension Trust Fund	Firefighters' Pension Trust Fund	Total
ASSETS			
Cash and cash equivalents	$ 848,512	$ 344,824	$ 1,193,336
Investments			
Certificates of deposit	-	4,701,328	4,701,328
Government securities	12,040,353	-	12,040,353
Mutual Funds	2,325,810	10,087,128	12,412,938
Insurance contracts	5,380,643	-	5,380,643
Total investments	19,746,806	14,788,456	34,535,262
Interest receivable	16,348	19,155	35,503
Prepaid items	2,769	492	3,261
Total assets	20,614,435	15,152,927	35,767,362
LIABILITIES			
Accounts payable	1,931	11,193	13,124
Total liabilities	1,931	11,193	13,124
NET POSITION			
Plan net position held in trust for employees' pension benefits	$ 20,612,504	$ 15,141,734	$ 35,754,238

VILLAGE OF FOREST PARK, ILLINOIS

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
Year Ended April 30, 2014

	Police Pension Trust Fund	Firefighters' Pension Trust Fund	Total
ADDITIONS			
Contributions			
Employer	$ 689,370	$ 547,776	$ 1,237,146
Plan members	314,260	195,938	510,198
Total contributions	1,003,630	743,714	1,747,344
Net investment income	455,658	2,095,256	2,550,914
Total additions	1,459,288	2,838,970	4,298,258
DEDUCTIONS			
Benefits and refunds	1,550,962	1,452,428	3,003,390
Administrative expenses	42,055	19,919	61,974
Total deductions	1,593,017	1,472,347	3,065,364
Increase (decrease) in net position	(133,729)	1,366,623	1,232,894
Plan net position at beginning of year	20,746,233	13,775,111	34,521,344
Plan net position at end of year	$ 20,612,504	$ 15,141,734	$ 35,754,238

VILLAGE OF FOREST PARK

SCHEDULE OF EXPENDITURES FOR TORT IMMUNITY PURPOSES
Year Ended April 30, 2014

Unemployment	$	23,783
Workman's comp insurance		446,739
Total tort immunity purposes expenditures	$	470,522

The Village levies property taxes for tort immunity/liability insurance purposes. As required by Public Act 91-0628 passed by the Illinois General Assembly, the Village is including the above list of tort immunity purposes expenditures in its annual financial report.

The Village's tax extension for liability insurance purposes for tax year 2013 as levied by Cook County was $488,818. Any shortfall to cover expenditures in excess of taxes collected is derived from other revenues of the Village. Any excess of revenues over expenditures is carried forward to subsequent fiscal years subject to a statutory formula.

SCHEDULE OF ASSESSED VALUATIONS, TAX RATES AND COMPARATIVE TAX STATISTICS
Year Ended April 30, 2013
(Unaudited)

Tax levy year:	Assessed Valuation	Extended Village Tax Rate
2004	$ 283,806,070	$ 1.4670
2005	356,616,601	1.2210
2006	354,116,468	1.2860
2007	382,322,592	1.2630
2008	432,613,550	1.0867
2009	444,213,981	1.0611
2010	426,046,739	1.1392
2011	353,030,571	1.3996
2012	327,397,042	1.5580
2013	306,740,756	1.6596

	2013 Levy		2012 Levy	
	Amount	Rate	Amount	Rate
General fund:				
Corporate	$ 1,341,991	$ 0.4375	$ 1,427,778	$ 0.4361
Fire protection	644,925	0.2103	624,018	0.1906
Forestry	121,948	0.0398	118,190	0.0361
Insurance	488,818	0.1594	469,814	0.1435
Police protection	644,925	0.2103	624,018	0.1906
Police pension	691,809	0.2255	689,498	0.2106
Firefighters' pension	543,052	0.1770	541,514	0.1654
Total general fund	4,477,468	1.4598	4,494,830	1.3729
Special revenue funds:				
Illinois municipal retirement fund	262,650	0.0856	256,679	0.0784
Social security fund	350,200	0.1142	349,332	0.1067
Total special revenue funds	612,850	0.1998	606,011	0.1851
Total tax levy:	$ 5,090,318	$ 1.6596	$ 5,100,841	$ 1.5580
Collections as of April 30, 2013	$ 2,564,592	50.38%	$ 4,975,074	97.53%

VILLAGE OF FOREST PARK, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
SCHEDULE OF BONDS OUTSTANDING
April 30, 2014
(Unaudited)

General Obligation Tax Increment Financing Refunding Bonds:
Series 2002
Dated: May 1, 2002
Interest Payable June 1 and December 1 of each year
Paying Agent - Amalgamated Bank of Chicago

Fiscal Year Ending April 30,	Interest Rate	Principal	Interest	Total Principal & Interest
2015	4.65%	$ 465,000	$ 68,672	$ 533,672
2016	4.75%	480,000	47,050	527,050
2017	4.85%	500,000	24,250	524,250
Totals		$ 1,445,000	$ 139,972	$ 1,584,972

VILLAGE OF FOREST PARK, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
SCHEDULE OF DEBT CERTIFICATES OUTSTANDING
April 30, 2014
(Unaudited)

General Obligation Debt Certificates:
Dated: December 21, 2011
Interest Payable May 1 and November 1 of each year
Paying Agent - Amalgamated Bank of Chicago

Fiscal Year Ending April 30,	Interest Rate	Principal	Interest	Total Principal & Interest
2015	2.00%	$ 285,000	$ 61,275	$ 346,275
2016	2.00%	295,000	55,575	350,575
2017	2.00%	300,000	49,675	349,675
2018	2.00%	305,000	43,675	348,675
2019	2.50%	315,000	37,575	352,575
2020	3.00%	320,000	29,700	349,700
2021	3.00%	330,000	20,100	350,100
2022	3.00%	340,000	10,200	350,200
Totals		$ 2,490,000	$ 307,775	$ 2,797,775

VILLAGE OF FOREST PARK, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
SCHEDULE OF BONDS OUTSTANDING
April 30, 2014
(Unaudited)

General Obligation Refunding Bonds (Alternative Revenue Source):
Series 2012A
Dated: December 3, 2012
Interest Payable June 1 and December 1 of each year
Paying Agent - Amalgamated Bank of Chicago

Fiscal Year Ending April 30,	Interest Rate	Principal	Interest	Total Principal & Interest
2015	2.00%	$ 75,000	$ 178,950	$ 253,950
2016	2.00%	535,000	177,450	712,450
2017	2.00%	550,000	167,450	717,450
2018	2.00%	555,000	155,750	710,750
2019	2.00%	565,000	144,650	709,650
2020	3.00%	580,000	133,350	713,350
2021	3.00%	600,000	115,950	715,950
2022	3.00%	615,000	97,950	712,950
2023	3.00%	635,000	79,500	714,500
2024	3.00%	650,000	60,450	710,450
2025	3.00%	675,000	40,950	715,950
2026	3.00%	690,000	20,700	710,700
Totals		$ 6,725,000	$ 1,373,100	$ 8,098,100

See independent auditors' report.