

FY 2016
ANNUAL TAX INCREMENT FINANCE
REPORT



STATE OF ILLINOIS
COMPTROLLER
LESLIE GEISSLER MUNGER

Name of Municipality: Forest Park Reporting Fiscal Year: 2016
 County: Cook Fiscal Year End: 4/30/2016
 Unit Code: 016/190/32

TIF Administrator Contact Information			
First Name: <u>Vanessa</u>	Last Name: <u>Moritz</u>		
Address: <u>517 DesPlaines</u>	Title: <u>Village Clerk</u>		
Telephone: <u>708/815-6202</u>	City: <u>Forest Park</u>	Zip: <u>60130</u>	
Mobile	E-mail: <u>vmoritz@forestpark.net</u>		
Mobile Provider	Best way to contact	<input checked="" type="checkbox"/> Email	<input checked="" type="checkbox"/> Phone
		<input type="checkbox"/> Mobile	<input type="checkbox"/> Mail

I attest to the best of my knowledge, this report of the redevelopment project areas in: Village of Forest Park
 is complete and accurate at the end of this reporting Fiscal year under the Tax Increment Allocation Redevelopment Act [65 ILCS 5/11-74.4-3 et. seq.] Or the Industrial Jobs Recovery Law [65 ILCS 5/11-74.6-10 et. seq.]
Vanessa Moritz 2-27-2017
 Written signature of TIF Administrator Date

Section 1 (65 ILCS 5/11-74.4-5 (d) (1.5) and 65 ILCS 5/11-74.6-22 (d) (1.5)*)

FILL OUT ONE FOR EACH TIF DISTRICT		
Name of Redevelopment Project Area	Date Designated	Date Terminated
Forest Park Mall TIF	9/19/1993	
Brown Street Station/Harlem Avenue TIF	6/12/2000	
Harlem Avenue/Harrison Street TIF	5/8/2000	10/26/2015
Roosevelt Hannah TIF	8/12/2002	
Roosevelt Road Corridor TIF	1/12/2015	

*All statutory citations refer to one of two sections of the Illinois Municipal Code: the Tax Increment Allocation Redevelopment Act [65 ILCS 5/11-74.4-3 et. seq.] or the Industrial Jobs Recovery Law [65 ILCS 5/11-74.6-10 et. seq.]

SECTION 2 [Sections 2 through 5 must be completed for each redevelopment project area listed in Section 1.]

FY 2016

Name of Redevelopment Project Area:	Mall
Primary Use of Redevelopment Project Area*:	Mixed
If "Combination/Mixed" List Component Types:	Industrial Commercial
Under which section of the Illinois Municipal Code was Redevelopment Project Area designated? (check one):	
Tax Increment Allocation Redevelopment Act <u> x </u>	Industrial Jobs Recovery Law _____

	No	Yes
Were there any amendments to the redevelopment plan, the redevelopment project area, or the State Sales Tax Boundary? [65 ILCS 5/11-74.4-5 (d) (1) and 5/11-74.6-22 (d) (1)] If yes, please enclose the amendment labeled Attachment A	X	
Certification of the Chief Executive Officer of the municipality that the municipality has complied with all of the requirements of the Act during the preceding fiscal year. [65 ILCS 5/11-74.4-5 (d) (3) and 5/11-74.6-22 (d) (3)] Please enclose the CEO Certification labeled Attachment B		X
Opinion of legal counsel that municipality is in compliance with the Act. [65 ILCS 5/11-74.4-5 (d) (4) and 5/11-74.6-22 (d) (4)] Please enclose the Legal Counsel Opinion labeled Attachment C		X
Were there any activities undertaken in furtherance of the objectives of the redevelopment plan, including any project implemented in the preceding fiscal year and a description of the activities undertaken? [65 ILCS 5/11-74.4-5 (d) (7) (A and B) and 5/11-74.6-22 (d) (7) (A and B)] If yes, please enclose the Activities Statement labeled Attachment D	X	
Were any agreements entered into by the municipality with regard to the disposition or redevelopment of any property within the redevelopment project area or the area within the State Sales Tax Boundary? [65 ILCS 5/11-74.4-5 (d) (7) (C) and 5/11-74.6-22 (d) (7) (C)] If yes, please enclose the Agreement(s) labeled Attachment E	X	
Is there additional information on the use of all funds received under this Division and steps taken by the municipality to achieve the objectives of the redevelopment plan? [65 ILCS 5/11-74.4-5 (d) (7) (D) and 5/11-74.6-22 (d) (7) (D)] If yes, please enclose the Additional Information labeled Attachment F	X	
Did the municipality's TIF advisors or consultants enter into contracts with entities or persons that have received or are receiving payments financed by tax increment revenues produced by the same TIF? [65 ILCS 5/11-74.4-5 (d) (7) (E) and 5/11-74.6-22 (d) (7) (E)] If yes, please enclose the contract(s) or description of the contract(s) labeled Attachment G	X	
Were there any reports or meeting minutes submitted to the municipality by the joint review board? [65 ILCS 5/11-74.4-5 (d) (7) (F) and 5/11-74.6-22 (d) (7) (F)] If yes, please enclose the Joint Review Board Report labeled Attachment H	X	
Were any obligations issued by municipality? [65 ILCS 5/11-74.4-5 (d) (8) (A) and 5/11-74.6-22 (d) (8) (A)] If yes, please enclose the Official Statement labeled Attachment I	X	
Was analysis prepared by a financial advisor or underwriter setting forth the nature and term of obligation and projected debt service including required reserves and debt coverage? [65 ILCS 5/11-74.4-5 (d) (8) (B) and 5/11-74.6-22 (d) (8) (B)] If yes, please enclose the Analysis labeled Attachment J	X	
Cumulatively, have deposits from any source equal or greater than \$100,000 been made into the special tax allocation fund? 65 ILCS 5/11-74.4-5 (d) (2) and 5/11-74.6-22 (d) (2) If yes, please enclose Audited financial statements of the special tax allocation fund labeled Attachment K		X
Cumulatively, have deposits of incremental taxes revenue equal to or greater than \$100,000 been made into the special tax allocation fund? [65 ILCS 5/11-74.4-5 (d) (9) and 5/11-74.6-22 (d) (9)] If yes, please enclose a certified letter statement reviewing compliance with the Act labeled Attachment L		X
A list of all intergovernmental agreements in effect to which the municipality is a part, and an accounting of any money transferred or received by the municipality during that fiscal year pursuant to those intergovernmental agreements. [65 ILCS 5/11-74.4-5 (d) (10)] If yes, please enclose list only, not actual agreements labeled Attachment M	X	

* Types include: Central Business District, Retail, Other Commercial, Industrial, Residential, and Combination/Mixed.

SECTION 3.1 - (65 ILCS 5/11-74.4-5 (d) (5) and 65 ILCS 5/11-74.6-22 (d) (5))

Provide an analysis of the special tax allocation fund.

FY 2016

TIF NAME: Mall

Fund Balance at Beginning of Reporting Period \$ 3,360,520

Revenue/Cash Receipts Deposited in Fund During Reporting FY:	Reporting Year	Cumulative*	% of Total
Property Tax Increment	\$ 723,764	\$ 7,597,111	50%
State Sales Tax Increment		.	0%
Local Sales Tax Increment	\$ 376,255	\$ 4,377,148	29%
State Utility Tax Increment			0%
Local Utility Tax Increment			0%
Interest	\$ 211	\$ 3,235,840	21%
Land/Building Sale Proceeds			0%
Bond Proceeds			0%
Transfers from Municipal Sources			0%
Private Sources			0%
Other (identify source _____; if multiple other sources, attach schedule)			0%

*must be completed where current or prior year(s) have reported funds

Total Amount Deposited in Special Tax Allocation Fund During Reporting Period \$ 1,100,230

Cumulative Total Revenues/Cash Receipts \$ 15,210,099 100%

Total Expenditures/Cash Disbursements (Carried forward from Section 3.2) \$ 1,032,448

Distribution of Surplus

Total Expenditures/Disbursements \$ 1,032,448

NET INCOME/CASH RECEIPTS OVER/(UNDER) CASH DISBURSEMENTS \$ 67,782

FUND BALANCE, END OF REPORTING PERIOD* \$ 3,428,302

* if there is a positive fund balance at the end of the reporting period, you must complete Section 3.3

SURPLUS*/(DEFICIT)(Carried forward from Section 3.3) \$ (220,948)

SECTION 3.2 A- (65 ILCS 5/11-74.4-5 (d) (5) and 65 ILCS 5/11-74.6-22 (d) (5))

FY 2016

TIF NAME: Mail

ITEMIZED LIST OF ALL EXPENDITURES FROM THE SPECIAL TAX ALLOCATION FUND
(by category of permissible redevelopment cost, amounts expended during reporting period)

FOR AMOUNTS >\$10,000 SECTION 3.2 B MUST BE COMPLETED

Category of Permissible Redevelopment Cost [65 ILCS 5/11-74.4-3 (q) and 65 ILCS 5/11-74.6-10 (o)]	Amounts	Reporting Fiscal Year
1. Costs of studies, administration and professional services—Subsections (q)(1) and (o) (1)		
Storino Ramello and Durkin	2,552	
Kane Mckenna and Assoc.	3,697	
Christopher Burke Engineering	168,678	
Amalgamated Bank of Chicago	2,700	
		\$ 177,627
2. Cost of marketing sites—Subsections (q)(1.6) and (o)(1.6)		
		\$ -
3. Property assembly: property acquisition, building demolition, site preparation and environmental site improvement costs. Subsections (q)(2), (o)(2) and (o)(3)		
		\$ -
4. Costs of rehabilitation, reconstruction, repair or remodeling of existing public or private buildings. Subsection (q)(3) and (o)(4)		
		\$ -
5. Costs of construction of public works and improvements. Subsection (q)(4) and (o)(5)		
		\$ -
6. Costs of removing contaminants required by environmental laws or rules (o)(6) - Industrial Jobs Recovery TIFs ONLY		
		\$ -

SECTION 3.2 A

PAGE 2

7. Cost of job training and retraining, including "welfare to work" programs Subsection (q)(5), (o)(7) and (o)(12)		
		\$ -
8. Financing costs related to obligations issued by the municipality. Subsection (q) (6) and (o)(8)		
Amalgamated Bank of Chicago	527,050	
Return Transfer of Excess Sales Tax to Village	327,771	
		\$ 854,821
9. Approved taxing district's capital costs. Subsection (q)(7) and (o)(9)		
		\$ -
10. Cost of Reimbursing school districts for their increased costs caused by TIF assisted housing projects. Subsection (q)(7.5) - Tax Increment Allocation Redevelopment TIFs ONLY		
		\$ -
11. Relocation costs. Subsection (q)(8) and (o)(10)		
		\$ -
12. Payments in lieu of taxes as defined in Subsections 11-74.43(m) and 11-74.6-10(k). Subsection (q)(9) and (o)(11)		
		\$ -
13. Costs of job training, retraining advanced vocational or career education provided by other taxing bodies. Subsection (q)(10) and (o)(12)		
		\$ -

SECTION 3.3 - (65 ILCS 5/11-74.4-5 (d) (5) 65 ILCS 11-74.6-22 (d) (5))

Breakdown of the Balance in the Special Tax Allocation Fund At the End of the Reporting Period

FY 2016

TIF NAME: Mall

FUND BALANCE, END OF REPORTING PERIOD \$ 3,428,302

	Amount of Original Issuance	Amount Designated
1. Description of Debt Obligations		
General Obligation Refunding Bonds 2002	\$ 5,765,000	\$ -
Principal		\$ 500,000
Interest		\$ 24,250

Total Amount Designated for Obligations \$ 5,765,000 \$ 524,250

2. Description of Project Costs to be Paid		
Street Beautification		\$ 2,460,000
Redevelopment/Expansion Consulting		\$ 200,000
Infrastructure Improvements		\$ 465,000

Total Amount Designated for Project Costs \$ 3,125,000

TOTAL AMOUNT DESIGNATED \$ 3,649,250

SURPLUS*/(DEFICIT) \$ (220,948)

* NOTE: If a surplus is calculated, the municipality may be required to repay the amount to overlapping taxing

SECTION 4 [65 ILCS 5/11-74.4-5 (d) (6) and 65 ILCS 5/11-74.6-22 (d) (6)]

FY 2016

TIF NAME: Mall

Provide a description of all property purchased by the municipality during the reporting fiscal year within the redevelopment project area.

No property was acquired by the Municipality Within the Redevelopment Project Area

Property Acquired by the Municipality Within the Redevelopment Project Area

Property (1):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (2):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (3):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (4):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

SECTION 5 - 65 ILCS 5/11-74.4-5 (d) (7) (G) and 65 ILCS 5/11-74.6-22 (d) (7) (G)

FY 2016

TIF NAME: Mall

*Page 1 is to be included with TIF Report. Pages 2-3 are to be included **ONLY** if projects are listed.

Box below must be filled in with either a check or number of projects, not both

Check if **NO** projects were undertaken by the Municipality Within the Redevelopment Project Area: X

ENTER total number of projects undertaken by the Municipality Within the Redevelopment Project Area and list them in detail below*.

TOTAL:	11/1/99 to Date	Estimated Investment for Subsequent Fiscal Year	Total Estimated to Complete Project
Private Investment Undertaken (See Instructions)		\$ -	\$ -
Public Investment Undertaken		\$ -	\$ -
Ratio of Private/Public Investment			0

Project 1: *IF PROJECTS ARE LISTED NUMBER MUST BE ENTERED ABOVE

Project 1: Walgreens			
Private Investment Undertaken (See Instructions)			\$ -
Public Investment Undertaken			
Ratio of Private/Public Investment			0

Project 2: Tomes			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment			0

Project 3: Dunkin Donuts			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment			0

Project 4: American MGT Corp			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment			0

Project 5:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 6:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

RE: Village of Forest Park – Mall TIF District

I, Anthony Calderone, the elected Chief Executive Officer of the Village of Forest Park, County of Cook, State of Illinois, do hereby certify that to the best of my knowledge, the Village complied with the requirements pertaining to the Illinois Tax Increment Redevelopment Allocation Act during the fiscal year beginning May 1, 2015 and ending April 30, 2016.



MAYOR

02/27/2017

DATE

LAW OFFICES

STORINO, RAMELLO & DURKIN

9501 WEST DEVON AVENUE
ROSEMONT, ILLINOIS 60018

(847) 318-9500

FACSIMILE (847) 318-9509

December 15, 2016

DONALD J. STORINO
MICHAEL K. DURKIN
RICHARD J. RAMELLO
NICHOLAS S. PEPPERS
THOMAS M. BASTIAN
ANGELO F. DEL MARTO
JAMES E. MACHOLL
BRIAN W. BAUGH
ANTHONY J. CASALE
ANDREW Y. ACKER
PETER A. PACIONE
MELISSA M. WOLF
MATTHEW G. HOLMES
MICHAEL R. DURKIN

THOMAS J. HALLERAN
ERIN C. TINAGLIA
ADAM R. DURKIN

JOSEPH G. KUSPER
MARK R. STEPHENS
BRYAN J. BERRY
ANN M. WILLIAMS
LEONARD P. DIORIO
RICHARD F. PELLEGRINO
DONALD J. STORINO II

OF COUNSEL

IN REPLY REFER TO FILE NO.
FOR-1

Office of the Comptroller
Local Government Division
James R. Thompson Center
100 W. Randolph Street, Ste. 15-500
Chicago, Illinois 60601

**RE: VILLAGE OF FOREST PARK
FOREST PARK MALL TIF DISTRICT
FISCAL YEAR 2015/2016**

Dear Ladies and Gentlemen:

We do hereby certify that the law firm of Storino, Ramello & Durkin serves as Legal Counsel to the Village of Forest Park, Illinois. We further state that to the best of our knowledge and belief, during the Fiscal Year 2015/2016, the Village was in compliance with the Tax Increment Allocation Redevelopment Act [65 ILCS 5/11-74.4, *et al.* (State Bar Ed. 2014)] for the above TIF district; provided, no opinion is rendered regarding the timeliness of any reports filed by the Village pursuant to the Act.

This opinion is rendered solely for your information and no other parties shall be entitled to rely on any matters set forth herein without the express written consent of the undersigned. This opinion is limited to the matters set forth herein and no opinion may be inferred or implied beyond that expressly stated.

STORINO, RAMELLO & DURKIN
Legal Counsel, Village of Forest Park



Brian W. Baugh

BWB/dcs

**VILLAGE OF FOREST PARK, ILLINOIS
FOREST PARK MALL TIF
(2002 BOND FUND, SPECIAL TAX
ALLOCATION FUND, AND INCREMENTAL
SALES TAX FUND)**

**ANNUAL FINANCIAL STATEMENTS AND
REPORT ON COMPLIANCE**
Year Ended April 30, 2016

VILLAGE OF FOREST PARK, ILLINOIS
FOREST PARK MALL TIF (2002 BOND FUND,
SPECIAL TAX ALLOCATION FUND, AND INCREMENTAL SALES TAX FUND)
April 30, 2016

CONTENTS

Basic Financial Statements:

Independent Auditor's Report.....	1
Balance Sheet.....	3
Statement of Revenues, Expenditures and Changes in Fund Balance	4
Notes to Financial Statements.....	5
Supplementary Information:	
Balance Sheet by Fund.....	9
Schedule of Revenues, Expenditures and Changes in Fund Balances by Fund.....	10
Independent Accountant's Report.....	11

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor
and Commissioners
Village of Forest Park, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the Forest Park Mall TIF (the "TIF") of the Village of Forest Park, Illinois, as of and for the year ended April 30, 2016, and the related notes to the financial statements, which collectively comprise the TIF's 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 an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the TIF of the Village of Forest Park, Illinois, as of April 30, 2016, and the change in fund balance for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the TIF and do not purport to, and do not, present fairly the financial position of the Village of Forest Park, Illinois, as of April 30, 2016, and the changes in its fund balance for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the TIF's financial statements. The Balance Sheet by Fund and the Schedule of Revenues, Expenditures and Changes in Fund Balances by Fund are presented for purposes of additional analysis and are not a required part of the financial statements.

The Balance Sheet by Fund and the Schedule of Revenues, Expenditures and Changes in Fund Balances by Fund is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Balance Sheet by Fund and the Schedule of Revenues, Expenditures and Changes in Fund Balances by Fund are fairly stated, in all material respects, in relation to the financial statements as a whole.

Crowe Horwath LLP

Crowe Horwath LLP

Oak Brook, Illinois
February 9, 2017

VILLAGE OF FOREST PARK, ILLINOIS

FOREST PARK MALL TIF
BALANCE SHEET
April 30, 2016

ASSETS	
Cash and cash equivalents	\$ 3,566,730
Sales tax receivable	96,761
Interfund receivable	<u>36,694</u>
TOTAL ASSETS	<u>\$ 3,700,185</u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts payable	\$ 45,285
Interfund payable	<u>226,598</u>
Total liabilities	<u>271,883</u>
FUND BALANCE	
Restricted for streets and highways	625,481
Restricted for debt service	<u>2,802,821</u>
Total fund balance	<u>3,428,302</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 3,700,185</u>

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS

FOREST PARK MALL TIF
 STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGE IN FUND BALANCE
 Year Ended April 30, 2016

Revenues	
Property tax revenue	\$ 723,764
Sales tax	376,255
Interest on investments	211
Total revenues	<u>1,100,230</u>
Expenditures	
Office of accounts and finance	177,627
Debt service:	
Principal retired	480,000
Interest and charges	47,050
Total expenditures	<u>704,677</u>
Excess (deficiency) of revenues over expenditures	<u>395,553</u>
Other financing uses	
Transfers out	<u>(327,771)</u>
Total other financing uses	<u>(327,771)</u>
Net change in fund balance	<u>67,782</u>
Fund balance at beginning of year	<u>3,360,520</u>
Fund balance at end of year	<u>\$ 3,428,302</u>

See accompanying notes to the financial statements.

VILLAGE OF FOREST PARK, ILLINOIS
FOREST PARK MALL TIF (2002 BOND FUND,
SPECIAL TAX ALLOCATION FUND, AND INCREMENTAL SALES TAX FUND)
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The accompanying financial statements include the accounts of the Forest Park Mall TIF, for which the Village of Forest Park, Illinois ("Village") Village Council has oversight responsibility, and are not intended to present fairly the financial position and results of operations of the Village as a whole. The Forest Park Mall TIF is comprised of 3 Funds - the 2002 Bond Fund, Special Tax Allocation Fund, and Incremental Sales Tax Fund.

The 2002 Bond Fund, Special Tax Allocation Fund, and Incremental Sales Tax Fund were established to account for transactions related to the Redevelopment Plan and Redevelopment Project within the municipal boundaries established by Village Ordinance.

The Village intends to fund various expenditures of the redevelopment plan and project and retire any debt issued for the project through the following intended sources of revenue:

Incremental property tax revenue
Sales tax revenue
Investment earnings

Fund Accounting, Measurement Focus, and Basis of Accounting

The accounts of the Village are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions.

The 2002 Bond Fund, Special Tax Allocation Fund, and Incremental Sales Tax Fund are classified as Governmental Funds.

Governmental funds are used to account for the Village's general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers all revenues available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Cash, Cash Equivalents, and Investments

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 and cash equivalents." The deposits and investments of the pension trust funds are held separately from those of other funds.

(Continued)

VILLAGE OF FOREST PARK, ILLINOIS
FOREST PARK MALL TIF (2002 BOND FUND,
SPECIAL TAX ALLOCATION FUND, AND INCREMENTAL SALES TAX FUND)
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

Property Taxes: Property taxes attach as an enforceable lien on January 1. They are normally levied in September (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1 and July 1 and are payable in two installments, on or about March 1 and August 1. The County collects such taxes and remits them periodically.

Fund Balance: Listed below are descriptions of fund balance classifications pursuant to GASB statement 54.

- 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 Forest Park Mall TIF Fund Balance Sheet includes restricted property and sales tax revenue.
- 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 Resolution by the Village Council. Amendments or modifications of the committed fund balance must be also by approved by passing of a 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 is as follows: assigned fund balance will be spent first, followed by committed fund balance, and then restricted fund balance.

(Continued)

VILLAGE OF FOREST PARK, ILLINOIS
 FOREST PARK MALL TIF (2002 BOND FUND,
 SPECIAL TAX ALLOCATION FUND, AND INCREMENTAL SALES TAX FUND)
 NOTES TO FINANCIAL STATEMENTS
 Year Ended April 30, 2016

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." All receivables are shown net of an allowance for uncollectibles.

Interfund eliminations have not been made in the aggregation of this data.

NOTE 2 – CASH AND CASH EQUIVALENTS

The carrying amount and bank balance of the 2002 Bond Fund, Special Tax Allocation Fund, and Incremental Sales Tax Fund were \$3,025,511, \$384,406, and \$156,813, respectively, as of April 30, 2016. The bank balance was either insured by the Federal Deposit Insurance Corporation (FDIC) for \$250,000 or collateralized with securities of the U.S. government held in the Village's name by financial institutions acting as the Village's agent.

NOTE 3 - INTERFUNDS

Material interfund activity during the fiscal year ended April 30, 2016 included the following:

The 2002 Bond Fund owed the General Fund \$133,500 for various operating expenditures during the fiscal year. The 2002 Bond Fund owed the Roosevelt/Hannah TIF Fund \$56,404 for invoices. The Special Tax Allocation Fund and the 2002 Bond Fund owed the Incremental Sales Tax Fund \$35,890 and \$804, respectively for various operating expenditure during the fiscal year.

\$686,252 of property tax revenue was transferred from the Special Tax Allocation Fund to the 2002 Bond Fund. \$327,771 was transferred from the Incremental Sales Tax Fund to the General Fund as a refund for excess increment sales tax during the fiscal year.

NOTE 4 – LONG-TERM DEBT

The following is a summary of changes in long-term obligation transactions of the 2002 Bond Fund for the year ended April 30, 2016:

	Balance Beginning of Year	Additions	Deletions	Balance End of Year	Principal Due Within One Year
GOVERNMENTAL ACTIVITIES					
Bonds:					
G.O. TIF Refunding, 2002	\$ 980,000	\$ -	\$ 480,000	\$ 500,000	\$ 500,000
Total Bonds	<u>\$ 980,000</u>	<u>\$ -</u>	<u>\$ 480,000</u>	<u>\$ 500,000</u>	<u>\$ 500,000</u>

(Continued)

VILLAGE OF FOREST PARK, ILLINOIS
FOREST PARK MALL TIF (2002 BOND FUND,
SPECIAL TAX ALLOCATION FUND, AND INCREMENTAL SALES TAX FUND)
NOTES TO FINANCIAL STATEMENTS
Year Ended April 30, 2016

NOTE 4 – 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. Total principal and interest remaining on the TIF is \$524,250, payable through 2017.

The Village has pledged a portion of future sales tax revenues guaranteed by Wal-Mart to repay the 2002 Bonds if necessary. These sales tax revenues are transferred by the Village to the Incremental Sales Tax Fund Trustee monthly. The bonds are payable solely from property tax increment generated by the refurbished district. Sales tax revenues not necessary for the debt retirement are transferred back to the Village by the Trustee of the funds. In the fiscal year 2016, principal and interest paid from the 2002 Bond Fund totaled \$527,050, and \$686,252 was transferred from Special Tax Allocation Fund property taxes to the 2002 Bond fund. Unnecessary incremental sales taxes of \$327,771 were transferred back to the Village by the Trustee at the end of 2016.

Debt Service Requirements to Maturity

A schedule of all future principal and interest obligations for the General Obligation Tax Increment Refunding Bonds is as follows:

Year Ending <u>April 30,</u>	<u>GO TIF Refunding Bonds 2002</u>	
	<u>Principal</u>	<u>Interest</u>
2017	\$ <u>500,000</u>	\$ <u>24,250</u>
Totals	\$ <u>500,000</u>	\$ <u>24,250</u>

VILLAGE OF FOREST PARK, ILLINOIS

FOREST PARK MALL TIF
BALANCE SHEET BY FUND
April 30, 2016

	2002 Bond <u>Fund</u>	Special Tax Allocation <u>Fund</u>	Incremental Sales Tax <u>Fund</u>	Total Forest Park Mall TIF
ASSETS				
Cash and cash equivalents	\$ 3,025,511	\$ 384,406	\$ 156,813	\$ 3,566,730
Sales tax receivable	-	-	96,761	96,761
Interfund receivable	-	-	36,694	36,694
TOTAL ASSETS	<u>\$ 3,025,511</u>	<u>\$ 384,406</u>	<u>\$ 290,268</u>	<u>\$ 3,700,185</u>
 LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts payable	\$ 31,982	\$ 13,303	\$ -	\$ 45,285
Interfund payable	190,708	35,890	-	226,598
Total liabilities	<u>222,690</u>	<u>49,193</u>	<u>-</u>	<u>271,883</u>
 FUND BALANCE				
Restricted for streets and highways	-	335,213	290,268	625,481
Restricted for debt service	2,802,821	-	-	2,802,821
Total fund balance	<u>2,802,821</u>	<u>335,213</u>	<u>290,268</u>	<u>3,428,302</u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u>\$ 3,025,511</u>	 <u>\$ 384,406</u>	 <u>\$ 290,268</u>	 <u>\$ 3,700,185</u>

VILLAGE OF FOREST PARK, ILLINOIS

FOREST PARK MALL TIF
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES BY FUND
 Year Ended April 30, 2016

	2002 Bond Fund	Special Tax Allocation Fund	Incremental Sales Tax Fund	Total Forest Park Mall TIF
Revenues				
Property tax revenue	\$ -	\$ 723,764	\$ -	\$ 723,764
Sales tax	-	-	376,255	376,255
Interest on investments	176	24	11	211
Total revenues	<u>176</u>	<u>723,788</u>	<u>376,266</u>	<u>1,100,230</u>
Expenditures				
Office of accounts and finance	177,627	-	-	177,627
Debt service:				
Principal retired	480,000	-	-	480,000
Interest and charges	47,050	-	-	47,050
Total expenditures	<u>704,677</u>	<u>-</u>	<u>-</u>	<u>704,677</u>
Excess (deficiency) of revenues over expenditures	<u>(704,501)</u>	<u>723,788</u>	<u>376,266</u>	<u>395,553</u>
Other financing sources (uses)				
Transfers in	686,252	-	-	686,252
Transfers out	-	(686,252)	(327,771)	(1,014,023)
Total other financing sources (uses)	<u>686,252</u>	<u>(686,252)</u>	<u>(327,771)</u>	<u>(327,771)</u>
Net change in fund balances	<u>(18,249)</u>	<u>37,536</u>	<u>48,495</u>	<u>67,782</u>
Fund balances at beginning of year	<u>2,821,070</u>	<u>297,677</u>	<u>241,773</u>	<u>3,360,520</u>
Fund balances at end of year	<u>\$ 2,802,821</u>	<u>\$ 335,213</u>	<u>\$ 290,268</u>	<u>\$ 3,428,302</u>

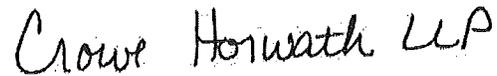
INDEPENDENT ACCOUNTANT'S REPORT

To the Honorable Mayor
and Commissioners
Village of Forest Park, Illinois

We have examined the Village of Forest Park, Illinois', (Village's) compliance with the requirements of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act during the year ended April 30, 2016 for the Forest Park Mall TIF. Management is responsible for the Village's compliance with those requirements. Our responsibility is to express an opinion on the Village's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and accordingly, included examining, on a test basis, evidence about the Village's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination of the Village's compliance with specified requirements.

In our opinion, the Village complied in all material respects, with the aforementioned requirements for the year ended April 30, 2016.



Crowe Horwath LLP

Oak Brook, Illinois
February 9, 2017