

**VILLAGE OF INDIAN HEAD PARK**

Indian Head Park, Illinois

FINANCIAL STATEMENTS

As of and for the Year Ended April 30, 2015

# VILLAGE OF INDIAN HEAD PARK

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**INDEPENDENT AUDITORS' REPORT**

To the Board of Trustees  
Village of Indian Head Park  
Indian Head Park, Illinois

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Indian Head Park, Illinois, as of and for the year ended April 30, 2015, and the related notes to the financial statements, which collectively comprise the Village of Indian Head Park's basic financial statements as listed in the table of contents.

***Management's Responsibility for the Financial Statements***

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

***Auditors' Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village of Indian Head Park'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 Village of Indian Head Park'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.

To the Board of Trustees  
Village of Indian Head Park

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Indian Head Park, Illinois, as of April 30, 2015 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 required supplementary information 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 the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### *Supplementary Information*

Our audit for the year ended April 30, 2015 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Indian Head Park's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended April 30, 2015, 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 supplementary information, is fairly stated in all material respects, in relation to the basic financial statements as a whole for the year ended April 30, 2015.

To the Board of Trustees  
Village of Indian Head Park

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Village of Indian Head Park as of and for the year ended April 30, 2014 (not presented herein), and have issued our report thereon dated September 5, 2014, which contained unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. The supplementary information for the year ended April 30, 2014 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2014 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2014 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended April 30, 2014.

*Baker Tully Viahr Kraus, LLP*  
Oak Brook, Illinois  
August 26, 2015

# VILLAGE OF INDIAN HEAD PARK

## MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2015

(Unaudited)

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The discussion and analysis of Village of Indian Head Park's (the "Village") financial performance provides an overall review of the Village's financial activities for the year ended April 30, 2015. The management of the Village encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the Village's financial performance. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

### Financial Highlights

- > The assets of the Village exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$3.984 million (net position). Of this amount, \$464 thousand is unrestricted and may be used to meet the government's ongoing obligation to citizens and creditors.
- > In total, net position decreased by \$305 thousand.
- > As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$1.272 million, an increase of \$219 thousand in comparison with the prior year.
- > General revenues accounted for \$2.001 million in revenue or 70% of all governmental revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$838 thousand or 30% of total governmental revenues of \$2.839 million.
- > The Village had \$3.038 million in expenses related to government activities. However, only \$838 thousand of these expenses were offset by program specific charges and grants.
- > At the end of the current fiscal year, unassigned fund balance for the General Fund was \$296 thousand.
- > The Village's total debt increased by \$2.4 million during the current year to \$3.5 million.

### Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Village's basic financial statements. The basic financial statements are comprised of three components:

- > Government-wide financial statements,
- > Fund financial statements, and
- > Notes to basic 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 are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business, and are reported using the accrual basis of accounting and economic resources measurement focus.

# VILLAGE OF INDIAN HEAD PARK

## MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2015

(Unaudited)

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The statement of net position presents information on all of the Village's assets/deferred outflows of resources and liabilities/deferred inflows of resources, 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 deteriorating.

The statement of activities presents information showing how the government's net position changed during the fiscal year being reported. 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 only result in cash flows in future fiscal periods.

The government-wide financial statements can be divided into two types of activities: governmental and business-type. Governmental activities present the functions of the Village that are principally supported by taxes and intergovernmental revenues. Business-type activities present the functions that are intended to recover all or a significant portion of their costs through user fees and charges. The Village's governmental activities include functions like general government, police, public works and administrative functions. The Village's business-type activities include water and sewer services.

### *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, enterprise funds and fiduciary funds.

### Governmental funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements and are reported using the modified accrual basis of accounting and current financial resources measurement focus. The governmental fund statements provide a detailed short-term view of the Village's general government operations and the basic services it provides. However, unlike the government-wide financial statements, 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. Such information may be useful in evaluating a Village's near-term financing requirements.

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 government'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.

# VILLAGE OF INDIAN HEAD PARK

## MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2015

(Unaudited)

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The Village maintains 4 major individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, motor fuel tax fund, bond debt service fund, and road improvement bond fund, all of which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules elsewhere in this report. The Village adopts an annual budget for each of the major funds listed above. A budgetary comparison statement has been provided for each major special revenue fund to demonstrate compliance with this budget.

### Proprietary funds

Proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village's proprietary fund presents the activities and balances in the Water Fund which is considered to be a major fund, using the accrual basis of accounting and economic resources measurement focus. Proprietary funds provide the same type of information as the government-wide financial statements, but in greater detail. The proprietary funds reflect the private-sector type operation, where the fee for service typically covers all or most of the cost of operation and maintenance including depreciation.

### Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that for the government-wide financial statements.

### *Notes to basic financial statements*

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

### *Other information*

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's contributions and funding progress of the Illinois Municipal Retirement Fund; as well as, budget to actual comparisons of the general and major special revenue funds. Supplementary schedules include combining and individual fund schedules of all non-major funds.

# VILLAGE OF INDIAN HEAD PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2015  
(Unaudited)

## Government-Wide Financial Analysis

<b>Table 1</b> <b>Condensed Statements of Net Position</b> <b>(in thousands of dollars)</b>						
	<u>Governmental</u>		<u>Business-Type</u>		<u>Total</u>	
	<u>Activities</u>		<u>Activities</u>			
	2015	2014	2015	2014	2015	2014
<b>Assets</b>						
Current and other assets	\$ 2,206	\$ 1,699	\$ 460	\$ 880	\$ 2,666	\$ 2,579
Capital assets	4,847	2,781	1,061	745	5,908	3,526
Total assets	7,053	4,480	1,521	1,625	8,574	6,105
<b>Liabilities</b>						
Long-term liabilities	3,438	1,011	25	41	3,463	1,052
Other liabilities	233	111	209	191	442	302
Total liabilities	3,671	1,122	234	232	3,905	1,354
Deferred inflows	685	462	-	-	685	462
<b>Net position</b>						
Net investment in capital assets	2,136	2,154	1,041	707	3,177	2,861
Restricted	343	343	-	-	343	343
Unrestricted (Deficit)	218	399	246	686	464	1,085
Total net position	\$ 2,697	\$ 2,896	\$ 1,287	\$ 1,393	\$ 3,984	\$ 4,289

### *Normal Impacts*

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Position summary presentation.

Net results of activities – which will impact (increase/decrease) current assets and unrestricted net position.

Borrowing for capital – which will increase current assets and long-term debt.

Spending borrowed proceeds on new capital – which will: (a) reduce current assets and increase capital assets; and, (b) increase capital assets and long-term debt, which will not change the net position net investment in capital assets.

Spending of non-borrowed current assets on new capital – which will: (a) reduce current assets and increase capital assets; and, (b) will reduce unrestricted net position and increase net investment in capital assets.

Principal payment on debt – which will: (a) reduce current assets and reduce long-term debt; and, (b) reduce unrestricted net position and increase net position net investment in capital assets.

Reduction of capital assets through depreciation – which will reduce capital assets and net position net investment in capital assets.

## VILLAGE OF INDIAN HEAD PARK

### MANAGEMENT'S DISCUSSION AND ANALYSIS April 30, 2015 (Unaudited)

#### *Current Year Impacts*

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, total net position decreased by \$305 thousand from \$4.289 million to \$3.984 million. The Village's total assets equal \$8.574 million. The Village's total liabilities and deferred inflows of resources equal \$4.590 million.

A portion of the net position of the governmental activities is restricted for street and highways maintenance, recreational programs, social security, auditing, and debt service. The unrestricted combined balance, for both governmental and business-type activities, of \$464 thousand may be used to meet the ongoing Village obligations to their citizens and creditors.

<b>Table 2</b>						
<b>Condensed Statements of Activities</b>						
<b>(in thousands of dollars)</b>						
	<u>Governmental</u>		<u>Business-Type</u>		<u>Total</u>	
	<u>Activities</u>		<u>Activities</u>		<u>2015 2014</u>	
	2015	2014	2015	2014	2015	2014
<b>Revenues</b>						
<i>Program revenues</i>						
Charges for services	\$ 679	\$ 712	\$ 947	\$ 935	\$ 1,626	\$ 1,647
Operating grants and contributions	113	126	-	-	113	126
Capital grants and contributions	46	7	-	259	46	266
<i>General revenues</i>						
Property taxes	942	935	-	-	942	935
Other taxes	680	686	-	-	680	686
Intergovernmental	373	343	-	-	373	343
Other general revenues	<u>6</u>	<u>52</u>	<u>4</u>	<u>23</u>	<u>10</u>	<u>75</u>
Total revenues	<u>2,839</u>	<u>2,861</u>	<u>951</u>	<u>1,217</u>	<u>3,790</u>	<u>4,078</u>
<b>Expenses</b>						
General government	1,057	910	-	-	1,057	912
Public safety	1,356	1,187	-	-	1,356	1,187
Public works	383	241	-	-	383	241
Highways and streets	91	116	-	-	91	116
Culture and recreation	24	25	-	-	24	25
Interest and fees	116	50	-	-	116	50
Health and human services	11	11	-	-	11	11
Water	<u>-</u>	<u>-</u>	<u>1,057</u>	<u>925</u>	<u>1,057</u>	<u>925</u>
Total expenses	<u>3,038</u>	<u>2,540</u>	<u>1,057</u>	<u>925</u>	<u>4,095</u>	<u>3,467</u>
Change in net position	(199)	319	(106)	292	(305)	611
Net position, beginning of year	<u>2,896</u>	<u>2,577</u>	<u>1,393</u>	<u>1,101</u>	<u>4,289</u>	<u>3,678</u>
Net position end of year	<u>\$ 2,697</u>	<u>\$ 2,896</u>	<u>\$ 1,287</u>	<u>\$ 1,393</u>	<u>\$ 3,984</u>	<u>\$ 4,289</u>

# VILLAGE OF INDIAN HEAD PARK

## MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2015

(Unaudited)

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### *Normal Impacts*

There are eight basic (normal) impacts that will affect the comparability of the revenues and expenses on the Statement of Activities summary presentation.

#### Revenues

Economic condition – which can reflect a declining, stable or growing economic environment, and has substantial impact on state sales, replacement and hotel/motel tax revenue; as well as, public spending habits for building permits, elective user fees, and volumes of consumption.

Increase/decrease in Village approved rates – while certain tax rates are set by statute, the Village has significant authority to impose and periodically increase/decrease rates (water, home rule sales tax, etc.).

Changing patterns in intergovernmental and grant revenue (both recurring and non-recurring) – certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring grants are less predictable and often distorting in their impact on year to year comparisons.

Market impacts on investment income – the Village's investments may be affected by market conditions causing investment income to increase/decrease.

#### Expenses

Introduction of new programs – within the functional expense categories (general government, public safety, public works, and community development), individual programs may be added or deleted to meet changing community needs.

Change in authorized personnel – changes in service demand may cause the Village to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent the largest operating cost of the Village.

Salary increases (annual adjustments and merit) – the ability to attract and retain human and intellectual resources requires the Village to strive to approach a competitive salary range position in the marketplace.

Inflation – while overall inflation appears to be reasonably modest, the Village is a major consumer of certain commodities such as supplies, fuel, and parts. Some functions may experience unusual commodity specific increases.

### *Current Year Impacts*

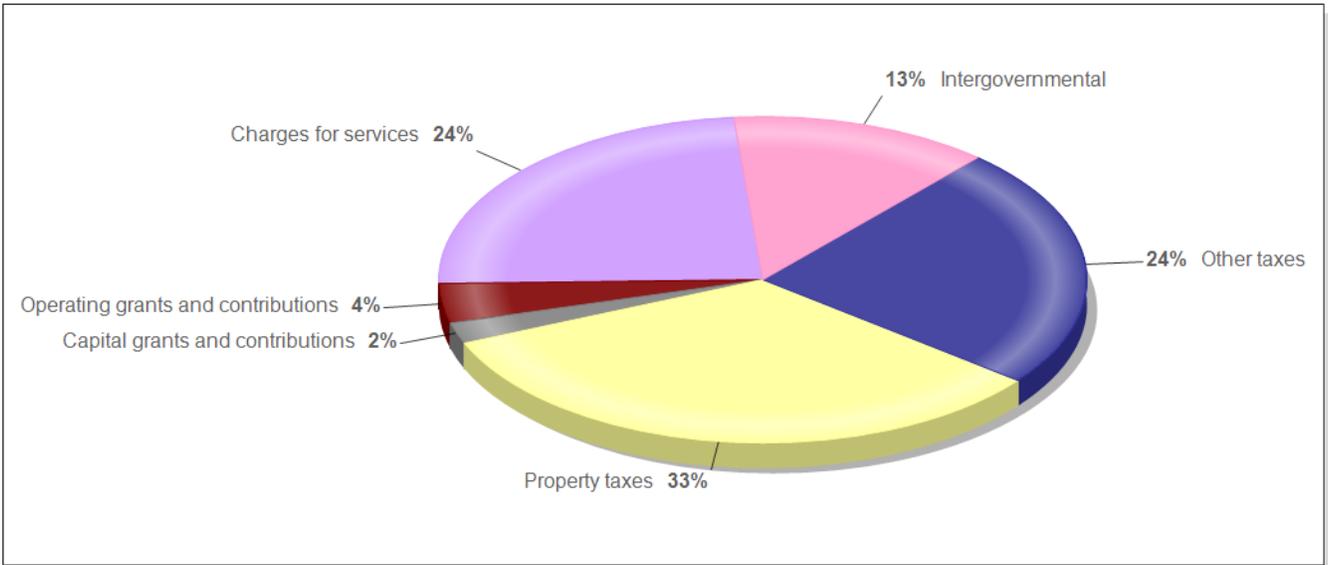
The Governmental Activities experienced a decrease in revenue and an increase in expenditures mainly due to the beginning of several capital projects. The combined decrease in revenues and expenditures resulted in a decrease in net position of \$199 thousand to \$2.697 million compared to \$2.896 million in the prior fiscal year. Overall, the Village's financial position has decreased since the prior fiscal year.

# VILLAGE OF INDIAN HEAD PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2015  
(Unaudited)

## Governmental Activities

### Governmental Revenues by Source



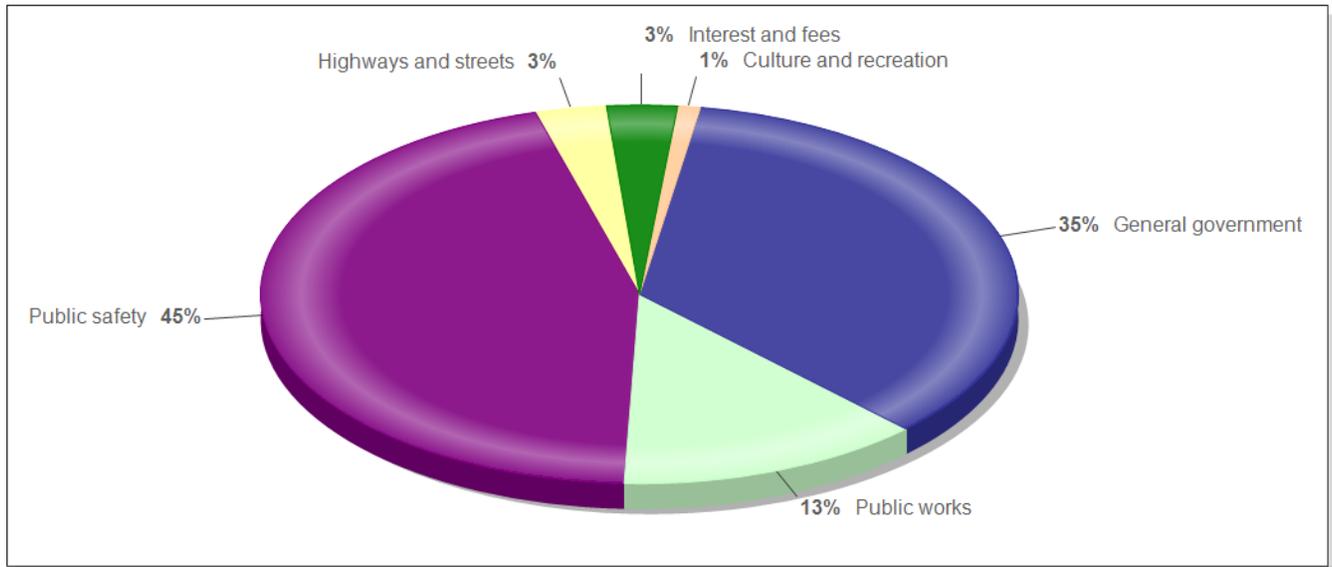
### Revenues

The Village experienced an overall decrease in revenue for this fiscal year of \$22 thousand. The village received less revenue in the form of charges for services - general government and public safety.

# VILLAGE OF INDIAN HEAD PARK

MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2015  
(Unaudited)

## Governmental Expenses by Function



### *Expenses*

The Village's overall governmental activities expenses in the current fiscal year increased over the previous year, increasing by \$498 thousand. The increase is attributable to the start of construction for the street and road improvements throughout the Village, increased public safety expenses, and increased interest expense on new bonds issued.

### *Business-Type Activities*

The Business-type activity of the Village of Indian Head Park includes the water and sewer fund. The water and sewer fund serves the Village residents and businesses. Pricing of water is based on the fee determined by the supplier of water, the City of Countryside. Sales of water (revenues) can be affected by climate, at times, with warmer and drier summers bringing higher demand. The revenues of the water and sewer fund decreased by \$266 thousand in comparison to the prior year. This was mainly due to a decrease in grant revenue in the current year. The operating expenses of the water and sewer fund increased by \$132 thousand primarily due to an increase in water costs.

# VILLAGE OF INDIAN HEAD PARK

## MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2015

(Unaudited)

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### **Financial Analysis of the Village's Funds**

The Village of Indian Head Park uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

**Governmental Funds:** The focus of the Village of Indian Head Park's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village of Indian Head Park's financing requirements.

At the end of the current fiscal year, the Village of Indian Head Park's governmental funds reported a combined (major and non-major) ending fund balance of \$1.272 million, an increase of \$219 thousand from fiscal 2014. Revenues remained steady from the prior year. Expenditures have increased by \$2.497 million mostly due to the beginning of road and street improvement capital projects in fiscal year 2015.

The Proprietary Fund is the Water and Sewer fund. The operating revenue for the Water Department increased in 2015 by \$12 thousand in comparison to fiscal 2014 due to increased charges for water rates. Operating expenses, consisting mostly of water purchases, maintenance/repairs, and personnel services, increased by approximately \$132 thousand. The change in net position for fiscal 2015 was a decrease of \$106 thousand after consideration of non-operating revenues (including grants), expenses, and transfers. The net position of the proprietary funds at the end of fiscal 2015 equaled \$1.287 million, of which \$246 thousand is unrestricted.

### **General Fund Budgetary Highlights**

The Village amended the budget at the August 14, 2014 Board Meeting.

The increase of actual revenues from projected revenues stemmed primarily from higher than expected property taxes, permit, and miscellaneous revenues. The actual expenditures for fiscal 2015 were higher than budget by approximately \$229 thousand mainly due to higher than budgeted police department and public works expenses.

### **Capital Assets and Debt Administration**

#### *Capital assets*

By the end of 2015, the Village had compiled a total investment of \$11.411 million (\$5.908 million net of accumulated depreciation) in a broad range of capital assets. Total depreciation expense for the year was \$177 thousand. More detailed information about capital assets can be found in Note III C. of the basic financial statements.

## VILLAGE OF INDIAN HEAD PARK

### MANAGEMENT'S DISCUSSION AND ANALYSIS April 30, 2015 (Unaudited)

**Table 3**  
**Capital Assets (net of depreciation)**  
**(in thousands of dollars)**

	<u>Governmental</u>		<u>Business-Type</u>		<u>Total</u>	
	<u>Activities</u>		<u>Activities</u>			
	2015	2014	2015	2014	2015	2014
Land	\$ 869	\$ 869	\$ -	\$ -	\$ 869	\$ 869
Land Improvements	116	134	-	-	116	134
Buildings and improvements	1,194	1,238	-	-	1,194	1,238
Water & distribution systems	-	-	625	497	625	497
Equipment	89	113	55	64	144	177
Infrastructure	343	366	-	184	343	550
Construction in progress	2,187	61	381	-	2,568	61
Vehicles	49	-	-	-	49	-
<b>Total</b>	<b>\$ 4,847</b>	<b>\$ 2,781</b>	<b>\$ 1,061</b>	<b>\$ 745</b>	<b>\$ 5,908</b>	<b>\$ 3,526</b>

#### *Debt Administration*

The debt administration discussion covers three types of debt reported by the Village's financial statements. The Village's governmental activities include the debt certificates and general obligation bonds. Overall, the Village's governmental activities and business-type activities report a total debt of \$3.463 million. The Village began the fiscal year with a balance of \$1.052 million in debt, increased debt by \$2.411 million, leaving an April 30, 2015 debt balance of \$3.463 million. More detailed information about debt administration can be found in Note III E. to the financial statements.

**Table 4**  
**Long-Term Debt**  
**(in thousands of dollars)**

	<u>Governmental</u>		<u>Business-Type</u>		<u>Total</u>	
	<u>Activities</u>		<u>Activities</u>			
	2015	2014	2015	2014	2015	2014
General obligation bonds	\$ 2,500	\$ -	\$ -	\$ -	\$ 2,500	\$ -
Debt certificates	781	890	-	-	781	890
Other long term liabilities	119	117	5	3	124	120
Capital leases	38	4	20	38	58	42
<b>Total</b>	<b>\$ 3,438</b>	<b>\$ 1,011</b>	<b>\$ 25</b>	<b>\$ 41</b>	<b>\$ 3,463</b>	<b>\$ 1,052</b>

# VILLAGE OF INDIAN HEAD PARK

## MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2015

(Unaudited)

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### **Factors Bearing on the Village's Future**

With the ongoing development of the "Triangle" area within the Village, the Village is expecting to see some increases in real estate and sales tax collections related to future commercial development. The Village is not expecting to see the effect of this development until fiscal year 2016 or later.

Additionally this year, the Village experienced a delay in collections of state shared income tax revenues. The state is approximately three months behind in making payments. While these payments are reported as revenue on the financial statements, they have not been received by the Village, and therefore cannot be used to finance current operations. This delay is negatively affecting the cash flows of the Village.

The Village issued debt certificates in fiscal year 2010 to refund the Series 2001 and Series 2003 debt certificates. As a result of the refunding, the Village saw a significant increase in debt principal payments beginning in fiscal year 2014. The Village Board took steps to ensure the impact from the principal increase is as small as possible.

The Village issued general obligation bonds in fiscal year 2015 for use of projects associated with streets and road improvements throughout the Village. As a result of the issuance, the Village will see an increase in principal payments beginning in fiscal year 2016.

### **Requests for Information**

This financial report is designed to provide the Village's citizens, taxpayers, and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office:

John DuRocher  
Village of Indian Head Park  
201 Acacia Drive  
Indian Head Park, Illinois 60525

## VILLAGE OF INDIAN HEAD PARK

### STATEMENT OF NET POSITION As of April 30, 2015

	Governmental Activities	Business- Type Activities	Totals
<b>ASSETS</b>			
Cash and investments	\$ 1,253,152	\$ 35,399	\$ 1,288,551
Receivables			
Property taxes	687,731	-	687,731
Accounts	-	261,529	261,529
Other taxes	135,260	-	135,260
Intergovernmental	129,985	-	129,985
Miscellaneous	16,862	823	17,685
Deposits	81,238	22,023	103,261
Internal balances	(129,683)	129,683	-
Prepaid insurance	30,569	10,629	41,198
Capital Assets			
Land	868,988	-	868,988
Land improvements	360,756	-	360,756
Construction in progress	2,186,675	380,771	2,567,446
Buildings and improvements	2,024,237	-	2,024,237
Well houses	-	481,000	481,000
Water & distribution system	-	2,515,529	2,515,529
Equipment	516,511	362,869	879,380
Infrastructure	484,167	1,173,754	1,657,921
Motor Vehicles	56,105	-	56,105
Less: Accumulated depreciation	<u>(1,650,247)</u>	<u>(3,853,267)</u>	<u>(5,503,514)</u>
Total Assets	<u>7,052,306</u>	<u>1,520,742</u>	<u>8,573,048</u>
<b>LIABILITIES</b>			
Accounts payable	132,963	55,198	188,161
Accrued salaries	19,951	2,694	22,645
Payroll liabilities	8,383	-	8,383
Deposits payable	-	151,078	151,078
Accrued interest payable	71,773	-	71,773
Noncurrent Liabilities			
Due within one year	291,355	24,881	316,236
Due in more than one year	<u>3,146,807</u>	<u>-</u>	<u>3,146,807</u>
Total Liabilities	<u>3,671,232</u>	<u>233,851</u>	<u>3,905,083</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property taxes levied for future periods	<u>684,499</u>	<u>-</u>	<u>684,499</u>
Total Deferred Inflows of Resources	<u>684,499</u>	<u>-</u>	<u>684,499</u>
<b>NET POSITION</b>			
Net investment in capital assets	2,136,221	1,041,127	3,177,348
Restricted for			
Streets and highways	250,214	-	250,214
Auditing	12,101	-	12,101
Social Security	7,705	-	7,705
Recreational programs	24,457	-	24,457
Debt service	47,645	-	47,645
Unrestricted	<u>218,232</u>	<u>245,764</u>	<u>463,996</u>
<b>TOTAL NET POSITION</b>	<u><u>\$ 2,696,575</u></u>	<u><u>\$ 1,286,891</u></u>	<u><u>\$ 3,983,466</u></u>

See accompanying notes to financial statements.

## VILLAGE OF INDIAN HEAD PARK

### STATEMENT OF ACTIVITIES For the Year Ended April 30, 2015

<u>Functions/Programs</u>	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 1,057,256	\$ 401,056	\$ -	\$ 46,000
Public safety	1,356,117	186,448	-	-
Public works	383,173	91,871	112,861	-
Health and human services	11,204	-	-	-
Highways and streets	90,747	-	-	-
Culture and recreation	24,192	322	-	-
Interest and fiscal charges	<u>116,332</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Governmental Activities	<u>3,039,021</u>	<u>679,697</u>	<u>112,861</u>	<u>46,000</u>
Business-type Activities				
Water	<u>1,057,243</u>	<u>946,952</u>	<u>-</u>	<u>-</u>
Total Business-type Activities	<u>1,057,243</u>	<u>946,952</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 4,096,264</u>	<u>\$ 1,626,649</u>	<u>\$ 112,861</u>	<u>\$ 46,000</u>

General Revenues

Taxes

Property taxes

Sales taxes

Local use taxes

Telecommunications taxes

Utility taxes

Intergovernmental

State income tax

Personal property replacement taxes

Investment income

Miscellaneous

Total General Revenues

### Change in net position

NET POSITION - Beginning of Year

**NET POSITION - END OF YEAR**

Net (Expenses) Revenues and Changes in Net Position

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
\$ (610,200)	\$ -	\$ (610,200)
(1,169,669)	-	(1,169,669)
(178,441)	-	(178,441)
(11,204)	-	(11,204)
(90,747)	-	(90,747)
(23,870)	-	(23,870)
<u>(116,332)</u>	<u>-</u>	<u>(116,332)</u>
<u>(2,200,463)</u>	<u>-</u>	<u>(2,200,463)</u>
<u>-</u>	<u>(110,291)</u>	<u>(110,291)</u>
<u>-</u>	<u>(110,291)</u>	<u>(110,291)</u>
<u>(2,200,463)</u>	<u>(110,291)</u>	<u>(2,310,754)</u>
942,307	-	942,307
317,789	-	317,789
91,811	-	91,811
103,325	-	103,325
167,082	-	167,082
371,611	-	371,611
1,277	-	1,277
1,634	-	1,634
<u>4,531</u>	<u>3,852</u>	<u>8,383</u>
<u>2,001,367</u>	<u>3,852</u>	<u>2,005,219</u>
(199,096)	(106,439)	(305,535)
<u>2,895,671</u>	<u>1,393,330</u>	<u>4,289,001</u>
<u>\$ 2,696,575</u>	<u>\$ 1,286,891</u>	<u>\$ 3,983,466</u>

See accompanying notes to financial statements.

## VILLAGE OF INDIAN HEAD PARK

### BALANCE SHEET GOVERNMENTAL FUNDS As of April 30, 2015

	General	Motor Fuel Tax	Bond Debt Service	Road Improvement Bond
<b>ASSETS</b>				
Cash and investments	\$ 242,784	\$ 239,544	\$ 121,058	\$ 338,373
Receivables				
Property taxes	455,937	-	222,912	-
Other taxes	135,260	-	-	-
Intergovernmental	117,616	12,369	-	-
Miscellaneous	16,862	-	-	-
Deposits	81,238	-	-	-
Due from other funds	27,947	-	-	-
Prepaid insurance	30,569	-	-	-
	<u>\$ 1,108,213</u>	<u>\$ 251,913</u>	<u>\$ 343,970</u>	<u>\$ 338,373</u>
<b>TOTAL ASSETS</b>				
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
Liabilities				
Accounts payable	\$ 44,749	\$ 1,699	\$ -	\$ 94,898
Accrued liabilities	19,951	-	-	-
Due to other funds	129,683	-	-	-
Total Liabilities	<u>194,383</u>	<u>1,699</u>	<u>-</u>	<u>94,898</u>
Deferred Inflows of Resources				
Property taxes levied for future periods	452,812	-	222,912	-
Unavailable revenues	87,017	-	-	-
Total Deferred Inflows of Resources	<u>539,829</u>	<u>-</u>	<u>222,912</u>	<u>-</u>
Fund Balances (Deficit)				
Non-spendable for prepaid items	30,569	-	-	-
Non-spendable for long-term interfunds	27,947	-	-	-
Restricted for Auditing	12,101	-	-	-
Restricted for Social Security	7,705	-	-	-
Restricted for streets and highways	-	250,214	-	243,475
Restricted for debt service	-	-	119,418	-
Restricted for recreational programs	-	-	-	-
Assigned for debt service	-	-	1,640	-
Assigned for capital projects	-	-	-	-
Assigned for recreational programs	-	-	-	-
Unassigned	295,679	-	-	-
Total Fund Balances (Deficit)	<u>374,001</u>	<u>250,214</u>	<u>121,058</u>	<u>243,475</u>
	<u>\$ 1,108,213</u>	<u>\$ 251,913</u>	<u>\$ 343,970</u>	<u>\$ 338,373</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				

See accompanying notes to financial statements.

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Nonmajor Governmental Funds	Totals
\$ 311,393	\$ 1,253,152
8,882	687,731
-	135,260
-	129,985
-	16,862
-	81,238
39,691	67,638
<u>-</u>	<u>30,569</u>
<u>\$ 359,966</u>	<u>\$ 2,402,435</u>

\$ -	\$ 141,346
-	19,951
<u>67,638</u>	<u>197,321</u>
<u>67,638</u>	<u>358,618</u>

8,775	684,499
<u>-</u>	<u>87,017</u>
<u>8,775</u>	<u>771,516</u>

-	30,569
-	27,947
-	12,101
-	7,705
-	493,689
-	119,418
24,457	24,457
-	1,640
298,768	298,768
19	19
<u>(39,691)</u>	<u>255,988</u>
<u>283,553</u>	<u>1,272,301</u>

<u>\$ 359,966</u>	<u>\$ 2,402,435</u>
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See accompanying notes to financial statements.

## VILLAGE OF INDIAN HEAD PARK

### RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION As of April 30, 2015

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Total Fund Balances - Governmental Funds	\$ 1,272,301
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds. See Note III C.	4,847,192
Some receivables that are not currently available are reported as unavailable revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements.	87,017
Some liabilities, including long-term debt, are not due and payable in the current period and therefore, are not reported in the funds.	
Long-term liabilities	(3,438,162)
Accrued interest	<u>(71,773)</u>
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b><u><u>\$ 2,696,575</u></u></b>

## VILLAGE OF INDIAN HEAD PARK

### STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS For the Year Ended April 30, 2015

	General	Motor Fuel Tax	Bond Debt Service	Road Improvement Bond
<b>REVENUES</b>				
Taxes	\$ 912,107	\$ -	\$ -	\$ -
Other taxes	679,178	-	-	-
Intergovernmental	372,888	112,861	-	-
Licenses, permits and fees	379,752	-	-	-
Fines and forfeiture	31,576	-	-	-
Charges for services	106,352	-	-	-
Reimbursements	14,469	-	-	-
Rentals	-	-	-	-
Investment income	911	-	-	660
Miscellaneous	56,679	-	-	-
Total Revenues	<u>2,553,912</u>	<u>112,861</u>	<u>-</u>	<u>660</u>
<b>EXPENDITURES</b>				
Current				
General government	1,044,693	-	-	57,450
Public safety	1,260,091	-	-	-
Public works	260,475	71,609	-	2,145,129
Culture and recreation	-	-	-	-
Capital Outlay	76,076	-	-	-
Debt Service				
Principal	21,653	-	-	-
Interest	257	-	-	-
Other interest and fiscal charges	-	-	-	14,286
Total Expenditures	<u>2,663,245</u>	<u>71,609</u>	<u>-</u>	<u>2,216,865</u>
Excess (deficiency) of revenues over expenditures	<u>(109,333)</u>	<u>41,252</u>	<u>-</u>	<u>(2,216,205)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Capital lease value	56,105	-	-	-
Sales of fixed assets	7,465	-	-	-
Debt issued	-	-	-	2,500,000
Transfers out	(90,525)	(13,992)	-	(60,684)
Transfers in	74,676	-	-	-
Total Other Financing Sources (Uses)	<u>47,721</u>	<u>(13,992)</u>	<u>-</u>	<u>2,439,316</u>
<b>Net Change in Fund Balances</b>	(61,612)	27,260	-	223,111
FUND BALANCES - Beginning of Year	<u>435,613</u>	<u>222,954</u>	<u>121,058</u>	<u>20,364</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 374,001</u>	<u>\$ 250,214</u>	<u>\$ 121,058</u>	<u>\$ 243,475</u>

See accompanying notes to financial statements.

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Nonmajor Governmental Funds	Totals
\$ 30,200	\$ 942,307
-	679,178
-	485,749
-	379,752
-	31,576
49,651	156,003
-	14,469
91,871	91,871
63	1,634
-	56,679
<u>171,785</u>	<u>2,839,218</u>
-	1,102,143
50,912	1,311,003
-	2,477,213
24,192	24,192
-	76,076
109,000	130,653
46,741	46,998
803	15,089
<u>231,648</u>	<u>5,183,367</u>
<u>(59,863)</u>	<u>(2,344,149)</u>
-	56,105
-	7,465
-	2,500,000
-	(165,201)
<u>90,525</u>	<u>165,201</u>
<u>90,525</u>	<u>2,563,570</u>
30,662	219,421
<u>252,891</u>	<u>1,052,880</u>
<u>\$ 283,553</u>	<u>\$ 1,272,301</u>

See accompanying notes to financial statements.

## VILLAGE OF INDIAN HEAD PARK

### RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended April 30, 2015

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Net change in fund balances - total governmental funds	\$	219,421
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of net position the cost of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the statement of activities.		
Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements		2,182,096
Depreciation as reported in the government-wide financial statements		(112,499)
Net book value of assets retired		(2,934)
Receivables not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements.		
		(3,824)
Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
Debt issued		(2,556,105)
Principal repaid		130,653
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		
Compensated absences		(1,659)
Accrued interest on debt		(54,245)
		<u>                    </u>
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b>\$</b>	<b><u>(199,096)</u></b>

See accompanying notes to financial statements.

# VILLAGE OF INDIAN HEAD PARK

## STATEMENT OF NET POSITION PROPRIETARY FUND As of April 30, 2015

	<u>Water</u>
<b>ASSETS</b>	
Current Assets	
Cash and investments	\$ 35,399
Receivables	
Accounts	261,529
Deposits	22,023
Miscellaneous	823
Prepaid insurance	10,629
Due from other funds	<u>129,683</u>
Total Current Assets	<u>460,086</u>
Noncurrent Assets	
Capital Assets	
Construction in progress	380,771
Well houses	481,000
Water and distribution system	2,515,529
Equipment	362,869
Infrastructure	1,173,754
Less: Accumulated depreciation	<u>(3,853,267)</u>
Total Noncurrent Assets	<u>1,060,656</u>
Total Assets	<u>1,520,742</u>
<b>LIABILITIES</b>	
Current Liabilities	
Accounts payable	55,198
Accrued salaries	2,694
Deposits payable	<u>151,078</u>
Total Current Liabilities	<u>208,970</u>
Noncurrent Liabilities	
Long-Term Debt	
Due within one year	<u>24,881</u>
Total Noncurrent Liabilities	<u>24,881</u>
Total Liabilities	<u>233,851</u>
<b>NET POSITION</b>	
Net investment in capital assets	1,041,127
Unrestricted	<u>245,764</u>
<b>TOTAL NET POSITION</b>	<u><u>\$ 1,286,891</u></u>

See accompanying notes to financial statements.

## VILLAGE OF INDIAN HEAD PARK

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
PROPRIETARY FUND  
For the Year Ended April 30, 2015

---

	<u>Water</u>
<b>OPERATING REVENUES</b>	
Charges for services	\$ 946,952
Total Operating Revenues	<u>946,952</u>
<b>OPERATING EXPENSES</b>	
Cost of sales and services	851,418
Administration	141,011
Depreciation	<u>64,814</u>
Total Operating Expenses	<u>1,057,243</u>
Operating Income (Loss)	<u>(110,291)</u>
<b>NONOPERATING REVENUES</b>	
Miscellaneous	<u>3,852</u>
Total Nonoperating Revenues	<u>3,852</u>
<b>Change in Net Position</b>	(106,439)
NET POSITION - Beginning of Year	<u>1,393,330</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 1,286,891</u>

See accompanying notes to financial statements.

# VILLAGE OF INDIAN HEAD PARK

## STATEMENT OF CASH FLOWS PROPRIETARY FUND For the Year Ended April 30, 2015

---

	<u>Water</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Received from customers	\$ 886,992
Paid to suppliers for goods and services	(770,668)
Paid to employees for services	<u>(199,558)</u>
Net Cash Flows From Operating Activities	<u>(83,234)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Miscellaneous income	<u>3,852</u>
Net Cash Flows From Investing Activities	<u>3,852</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Principal repayments on capital lease	(18,385)
Acquisition of capital assets	<u>(380,771)</u>
Net Cash Flows From Capital and Related Financing Activities	<u>(399,156)</u>
<b>Net Change in Cash and Cash Equivalents</b>	(478,538)
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>513,937</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 35,399</u>

See accompanying notes to financial statements.

# VILLAGE OF INDIAN HEAD PARK

## STATEMENT OF CASH FLOWS PROPRIETARY FUND For the Year Ended April 30, 2015

---

	<u>Water</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Operating income (loss)	\$ (110,291)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows From Operating Activities	
Depreciation	64,814
Changes in assets and liabilities	
(Increase) decrease in accounts receivable	(59,960)
(Increase) decrease in prepaid insurance	(115)
Increase (decrease) in deposits	1,558
Increase (decrease) in accounts payable	7,367
Increase (decrease) in accrued salaries	749
Increase (decrease) in deposits payable	10,136
Increase (decrease) in other liabilities	<u>2,508</u>
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b><u>\$ (83,234)</u></b>
<b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
None	

See accompanying notes to financial statements.

# VILLAGE OF INDIAN HEAD PARK

## STATEMENT OF ASSETS AND LIABILITIES AGENCY FUND As of April 30, 2015

---

	<u>Agency Fund</u>
<b>ASSETS</b>	
Cash and investments	\$ <u>82,733</u>
<b>TOTAL ASSETS</b>	<u>\$ 82,733</u>
<b>LIABILITIES</b>	
Other liabilities	\$ 12,912
Refundable deposits	<u>69,821</u>
<b>TOTAL LIABILITIES</b>	<u>\$ 82,733</u>

See accompanying notes to financial statements.

# VILLAGE OF INDIAN HEAD PARK

## INDEX TO NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2015

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# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

---

The Village of Indian Head Park, Illinois (the "Village") was incorporated in 1959. The Village is a non home-rule municipality, under the 1970 Illinois Constitution, located in Cook County, Illinois. The Village operates under a President-Trustee form of government and provides the following services as authorized by its charter: public safety (police protection), highways and streets, sanitation (water and sewer), health and social services, public improvements, planning and zoning, and general administrative services.

The accounting policies of the Village of Indian Head Park, Illinois conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

### **A. REPORTING ENTITY**

This report includes all of the funds of the Village. The reporting entity for the Village consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The Village has not identified any organizations that meet this criteria.

### **B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

#### ***Government-Wide Financial Statements***

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The Village does not allocate indirect expenses to functions in the statement of activities. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

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### *B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)*

#### *Fund Financial Statements*

Financial statements of the Village are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position/fund balance, revenues, and expenditures/expenses.

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

- a. Total assets/deferred outflows of resources, liabilities/deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental or enterprise fund that met the 10% test is at least 5% of the corresponding total for all governmental and enterprise funds combined.
- c. In addition, any other governmental or enterprise fund that the Village believes is particularly important to financial statement users may be reported as a major fund.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Village reports the following major governmental funds:

- General Fund - accounts for the Village's primary operating activities. It is used to account for and report all financial resources except those accounted for and reported in another fund.
- Motor Fuel Tax Fund - is used to account for state shared motor fuel tax revenues that are legally restricted to maintenance and construction of streets, sidewalks, alleys and signals.
- Bond Debt Service Fund - is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for the payment of long-term debt principal, interest, and related costs, other than TID or enterprise funds.
- Road Improvement Bond Fund - is used to account for financial resources to be used for the acquisition and construction of major capital improvements not being financed by proprietary or fiduciary funds.

The Village reports the following major enterprise fund:

- Water Fund - accounts for operations of the water distribution and sewer systems on a continuous basis.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

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### ***B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)***

#### ***Fund Financial Statements (cont.)***

The Village reports the following nonmajor governmental funds:

Special Revenue Funds - used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes (other than debt service or capital projects).

911 Fund  
Special Parks Fund

Capital Projects Funds - used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Bond Fund  
Capital Improvements Fund

In addition, the Village reports the following fund type:

Agency Funds - used to account for and report assets held by the Village in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units.

Agency Fund

### ***C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION***

#### ***Government-Wide Financial Statements***

The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

---

### ***C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)***

#### ***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 recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used 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, with the exception of state shared income taxes. Shared income taxes will be considered available as the state being greater than 60 days behind on payments for income taxes to local governments is considered to be a highly unusual circumstance. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred inflows. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the Village is entitled the resources and the amounts are available. Amounts owed to the Village which are not available are recorded as receivables and unavailable revenues. Amounts received before eligibility requirements (excluding time requirements) are met are recorded as liabilities. Amounts received in advance of meeting time requirements are recorded as deferred inflows.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, special assessments and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

Proprietary and fiduciary fund financial statements (other than agency funds) are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. Agency funds follow the accrual basis of accounting, and do not have a measurement focus.

The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewer fund are charges to customers for sales and services. Special assessments are recorded as receivables and contribution revenue when levied. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

---

### ***C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)***

#### ***All Financial Statements***

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

### ***D. ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY***

#### ***1. Deposits and Investments***

For purposes of the statement of cash flows, the Village considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

Illinois Statutes authorize the Village to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Investment Pool.

The Village has adopted an investment policy. That policy follows the state statute for allowable investments.

#### **Interest Rate Risk**

The Village's investment policies seek to ensure preservation of capital in the Village's overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The Village's policies limit the Village to investments with a maturity of no more than 20 years from the date of purchase, unless matched to a specific cash flow. However, all of the policies requires the Village's investment portfolio to be sufficiently liquid to enable the Village to meet all operating requirements as they come due.

#### **Credit Risk**

State Statutes limit the investments in commercial paper to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The Village's investment policy authorizes investments in any type of security allowed for in Illinois statutes regarding the investment of public funds. As of April 30, 2015, the Village had no investments subject to credit risk.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

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### ***D. ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)***

#### ***1. Deposits and Investments (cont.)***

##### **Concentration of Credit Risk**

The Village's policies require diversification of the investment portfolio to minimize risk of loss resulting from over-concentration in a particular type of security, risk factor, issuer, or maturity. The Village's policy further states that no financial institution shall hold more than 50% of the Village's investment portfolio at the current time of investment placement. The Village operates its investments as an internal investment pool where each fund reports its pro rata share of the investments made by the Village. In this internal investment pool there were no investments which are subject to concentration for credit risk that represent more than 5% of the portfolio as of April 30, 2015.

##### **Custodial Credit Risk - Deposits**

The Village's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured with collateralization pledged by the applicable financial institution to the extent of 102% of the value of the deposit.

##### **Custodial Credit Risk - Investments**

The Village's investment policies require all securities to be held by a third party custodian and evidenced by safekeeping receipts.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank statement balance and carrying value is due to outstanding checks and/or deposits in transit.

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

See Note III. A. for further information.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

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### ***D. ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)***

#### **2. Receivables**

Property taxes for levy year 2014 attaches as an enforceable lien on January 1, 2013, on property values assessed as of the same date. Taxes are levied by December following the lien date (by passage of a Tax Levy Ordinance). The 2nd installment of the 2014 tax levy which attached as an enforceable lien on the property as of January 1, 2014, has been recorded as a receivable as of April 30, 2015.

Tax bills for levy year 2014 are prepared by Cook County and issued on or about February 1, 2015 and July 1, 2015, and are payable in two installments, on or about March 1, 2015 and August 1, 2015 or within 30 days of the tax bills being issued.

The county collects such taxes and remits them periodically. The 2nd installment of the 2014 property tax levy is recognized as a receivable and deferred inflows in fiscal 2014. As the taxes become available to finance current expenditures, they are recognized as revenues. At April 30, 2015, the property taxes receivable and unearned tax revenue consisted of the estimated amount collectible from the 2nd installment of the 2014 levy.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position. Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as internal balances.

#### **3. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

#### **4. Capital Assets**

##### ***Government-Wide Statements***

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$5,000 for general capital assets and \$5,000 for infrastructure assets, and an estimated useful life in excess of 1 year. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated fair value at the date of donation.

Depreciation and amortization of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation and amortization reflected in the statement of net position. Depreciation and amortization is provided over the assets' estimated useful lives using the straight-line method. The range of estimated useful lives by type of asset is as follows:

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

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### *D. ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)*

#### **4. Capital Assets (cont.)**

##### ***Government-Wide Statements (cont.)***

Buildings	50 Years
Land Improvements	50 Years
Machinery and Equipment	8-12 Years
Infrastructure	20-67 Years
Water and Distribution System	20-67 Years
Well Houses	20-67 Years

The Village does not depreciate land.

##### ***Fund Financial Statements***

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

#### **5. Compensated Absences**

Employees earn a specified amount of vacation and sick leave each year. Vacations must be taken in the year following the year in which earned. Sick leave may be accumulated for future use, but employees are not compensated for unused sick leave upon termination. The liability for unpaid vacation pay is recognized based on the employees' current rate of pay at year-end.

#### **6. Long-Term Obligations/Conduit Debt**

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are amortized over the life of the issue using the effective interest method. Gains or losses on prior refundings are amortized over the remaining life of the old debt, or the life of the new debt, whichever is shorter. The balance at year end for premiums/discounts is shown as an increase or decrease in the liability section of the statement of net position. The balance at year end for gains/losses is shown as a deferred outflow/inflow in the statement of net position.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

### *D. ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)*

#### **6. Long-Term Obligations/Conduit Debt (cont.)**

The Village may approve the issuance of industrial revenue bonds (IRB) for the benefit of private business enterprises. IRB's are secured by mortgages or revenue agreements on the associated projects, and do not constitute indebtedness of the Village. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. There were no IRB's outstanding at year end.

#### **7. Deferred Inflows of Resources**

A deferred inflow of resources represents an acquisition of net position/fund balance that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

#### **8. Equity Classifications**

##### ***Government-Wide Statements***

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position - Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - All other net positions that do not meet the definitions of "restricted" or "net investment in capital assets."

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

##### ***Fund Statements***

Governmental fund balances are displayed as follows:

- a. Nonspendable - Includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

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### *D. ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)*

#### *8. Equity Classifications (cont.)*

##### *Fund Statements (cont.)*

- b. Restricted - Consists of fund balances with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- c. Committed - Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (resolution) of the Village Board. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Village Board that originally created the commitment.
- d. Assigned - Includes spendable fund balance amounts that are intended to be used for specific purposes that are not considered restricted or committed. Fund balance may be assigned through the following; 1) The Board may take official action to assign amounts. 2) All remaining positive spendable amounts in governmental funds, other than the general fund, that are neither restricted nor committed. Assignments may take place after the end of the reporting period.
- e. Unassigned - Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those purposes.

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

The Village considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents / contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the Village would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

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## NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

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### *A. BUDGETARY INFORMATION*

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds, except the Bond Fund. The budget is as amended by the Board of Trustees. All annual appropriations lapse at fiscal year end.

**VILLAGE OF INDIAN HEAD PARK**

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

**NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (cont.)**

**A. BUDGETARY INFORMATION (cont.)**

Prior to April 30, the Village Clerk submits to the Village Board a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to July 31, the budget is legally enacted through passage of an ordinance. Formal budgetary integration is employed as a management control device during the year for the general fund and special revenue funds.

The Village is authorized to change budgeted amounts within any fund; however, revision must be approved by two-thirds of the members of the Village Board. No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. The appropriated budget is prepared by fund, function, and department. The Village Finance Director is authorized to transfer budget amounts between departments within any fund; however, the Village Board must approve revisions that alter the total expenditures of any fund.

**B. EXCESS EXPENDITURES OVER BUDGET**

Funds	Budgeted Expenditures	Actual Expenditures	Excess Expenditures Over Budget
General Fund	\$ 2,434,439	\$ 2,663,245	\$ 228,806

The Village controls expenditures at the department level. Some individual departments experienced expenditures which exceeded budgeted expenditures. The detail of those items can be found in the Village's year-end budget to actual report.

**C. DEFICIT BALANCES**

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year end.

As of April 30, 2015, the following individual funds held a deficit balance:

Fund	Amount	Reason
911	\$ 39,691	Fund incurred expenditures exceeding available assets.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

## **NOTE III - DETAILED NOTES ON ALL FUNDS**

### **A. DEPOSITS AND INVESTMENTS**

The Village's deposits and investments at year end were comprised of the following:

	Carrying Value	Statement Balances	Associated Risks
Deposits	\$ 1,277,225	\$ 1,355,955	Custodial credit
Other investments - Illinois Funds	89,293	89,648	Credit risk
Cash on hand	4,766	-	N/A
 Total Deposits and Investments	 \$ 1,371,284	 \$ 1,445,603	
 Reconciliation to financial statements			
Per statement of net position			
Cash and investments	\$ 1,288,551		
Per statement of net position - fiduciary funds			
Agency Fund	82,733		
 Total Deposits and Investments	 \$ 1,371,284		

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for time and savings accounts (including NOW accounts) and \$250,000 for demand deposit accounts (interest-bearing and noninterest-bearing). In addition, if deposits are held in an institution outside of the state in which the government is located, insured amounts are further limited to a total of \$250,000 for the combined amount of all deposit accounts.

#### ***Custodial Credit Risk***

##### **Deposits**

Custodial credit risk is the risk that in the event of a financial institution failure, the Village's deposits may not be returned to the Village.

The Village does not have any deposits exposed to custodial credit risk.

##### **Investments**

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.

## VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

#### A. DEPOSITS AND INVESTMENTS (cont.)

##### *Interest Rate Risk*

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment.

The Village does not have any investments exposed to interest rate risk.

See Note I.D.1. for further information on deposit and investment policies.

#### B. RECEIVABLES

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

	General Fund	Motor Fuel Tax Fund	Bond Debt Service Fund	Water & Sewer Fund	Nonmajor Funds	Totals
Receivables						
Real estate taxes	\$ 455,937	\$ -	\$ 222,912	\$ -	\$ 8,882	\$ 687,731
Accounts	-	-	-	261,529	-	261,529
Sales tax	78,228	-	-	-	-	78,228
Local use tax	18,338	-	-	-	-	18,338
Utility tax	10,485	-	-	-	-	10,485
Telecommunicatio ns tax	26,950	-	-	-	-	26,950
State income tax	117,616	-	-	-	-	117,616
Motor fuel tax	-	12,369	-	-	-	12,369
Video gaming tax	1,259	-	-	-	-	1,259
Deposits	81,238	-	-	22,023	-	103,261
Other	16,862	-	-	823	-	17,685
Total	<u>\$ 806,913</u>	<u>\$ 12,369</u>	<u>\$ 222,912</u>	<u>\$ 284,375</u>	<u>\$ 8,882</u>	<u>\$ 1,335,451</u>

All of the receivables on the balance sheet are expected to be collected within one year.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

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### B. RECEIVABLES (cont.)

Governmental funds report *unavailable or unearned revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *unavailable revenue* and *unearned revenue* reported in the governmental funds were as follows:

	<u>Unearned</u>	<u>Unavailable</u>
Property taxes receivable for subsequent year	\$ 684,499	\$ -
Insurance deposits	-	45,845
Other taxes receivable	<u>-</u>	<u>41,172</u>
 Total Unearned/Unavailable Revenue for Governmental Funds	 <u>\$ 684,499</u>	 <u>\$ 87,017</u>

## VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

#### C. CAPITAL ASSETS

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

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Governmental Activities</b>				
Capital assets not being depreciated/amortized				
Land	\$ 868,988	\$ -	\$ -	\$ 868,988
Construction in Progress	<u>60,684</u>	<u>2,125,991</u>	<u>-</u>	<u>2,186,675</u>
Total Capital Assets Not Being Depreciated/Amortized	<u>929,672</u>	<u>2,125,991</u>	<u>-</u>	<u>3,055,663</u>
Capital assets being depreciated/amortized				
Land Improvements	360,756	-	-	360,756
Buildings and improvements	2,024,237	-	-	2,024,237
Equipment	580,848	-	64,337	516,511
Infrastructure	484,167	-	-	484,167
Vehicles	<u>-</u>	<u>56,105</u>	<u>-</u>	<u>56,105</u>
Total Capital Assets Being Depreciated/Amortized	<u>3,450,008</u>	<u>56,105</u>	<u>64,337</u>	<u>3,441,776</u>
Total Capital Assets	<u>4,379,680</u>	<u>2,182,096</u>	<u>64,337</u>	<u>6,497,439</u>
Less: Accumulated depreciation/amortization for				
Land Improvements	(226,796)	(18,039)	-	(244,835)
Buildings and improvements	(786,681)	(42,937)	-	(829,618)
Equipment	(467,755)	(21,327)	61,403	(427,679)
Infrastructure	(117,919)	(23,183)	-	(141,102)
Vehicles	<u>-</u>	<u>(7,013)</u>	<u>-</u>	<u>(7,013)</u>
Total Accumulated Depreciation/Amortization	<u>(1,599,151)</u>	<u>(112,499)</u>	<u>61,403</u>	<u>(1,650,247)</u>
Net Capital Assets Being Depreciated/Amortized	<u>1,850,857</u>	<u>(56,394)</u>	<u>2,934</u>	<u>1,791,529</u>
Total Governmental Activities Capital Assets, Net of Accumulated Depreciation / Amortization	<u>\$ 2,780,529</u>	<u>\$ 2,069,597</u>	<u>\$ 2,934</u>	<u>\$ 4,847,192</u>

## VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

#### C. CAPITAL ASSETS (cont.)

Depreciation/amortization expense was charged to functions as follows:

##### Governmental Activities

General government	\$	22,840
Public safety		27,700
Public works, which includes the depreciation of infrastructure		50,755
Health and human services		1,000
Culture and Recreation		<u>10,204</u>
Total Governmental Activities Depreciation/Amortization Expense	<u>\$</u>	<u>112,499</u>

##### Business-type Activities

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<u>Water</u>				
Capital assets not being depreciated/amortized				
Construction in progress	\$ -	\$ 380,771	\$ -	\$ 380,771
Total Capital Assets Not Being Depreciated/Amortized	<u>-</u>	<u>380,771</u>	<u>-</u>	<u>380,771</u>
Capital assets being depreciated/amortized				
Well houses	481,000	-	-	481,000
Water and distribution system	2,515,529	-	-	2,515,529
Equipment	362,869	-	-	362,869
Infrastructure	<u>1,173,754</u>	<u>-</u>	<u>-</u>	<u>1,173,754</u>
Total Capital Assets Being Depreciated/Amortized	<u>4,533,152</u>	<u>-</u>	<u>-</u>	<u>4,533,152</u>
Total Capital Assets	<u>4,533,152</u>	<u>380,771</u>	<u>-</u>	<u>4,913,923</u>
Less: Accumulated depreciation/amortization for				
Well houses	(481,000)	-	-	(481,000)
Water and distribution system	(2,018,588)	(38,694)	-	(2,057,282)
Equipment	(299,215)	(8,601)	-	(307,816)
Infrastructure	<u>(989,650)</u>	<u>(17,519)</u>	<u>-</u>	<u>(1,007,169)</u>
Total Accumulated Depreciation/Amortization	<u>(3,788,453)</u>	<u>(64,814)</u>	<u>-</u>	<u>(3,853,267)</u>
Net Capital Assets Being Depreciated/Amortized	<u>744,699</u>	<u>(64,814)</u>	<u>-</u>	<u>679,885</u>
Business-type Capital Assets, Net of Accumulated Depreciation/Amortization	<u>\$ 744,699</u>	<u>\$ 315,957</u>	<u>\$ -</u>	<u>\$ 1,060,656</u>

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

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### *D. INTERFUND RECEIVABLES/PAYABLES, ADVANCES AND TRANSFERS*

#### *Interfund Receivables/Payables*

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General fund	Public works facility fund	\$ 27,947
Capital improvements fund	911 fund	39,691
Proprietary fund	General fund	<u>129,683</u>
		197,321
Less: Fund eliminations		<u>(67,638)</u>
Total Internal Balances - Government-Wide Statement of Net Position		<u>\$ 129,683</u>

Interfunds in the General Fund are classified as long-term and will be classified as non-spendable. All other amounts are due within one year.

The principal purpose of these interfunds is to record a payable for an expenditure paid out of another fund or to alleviate cash deficit situations.

For the statement of net position, interfund balances which are owed within the governmental activities or business-type activities are netted and eliminated.

**VILLAGE OF INDIAN HEAD PARK**

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

**NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

***D. INTERFUND RECEIVABLES/PAYABLES, ADVANCES AND TRANSFERS (cont.)***

***Transfers***

The following is a schedule of interfund transfers:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Principal Purpose</u>
Public works facility fund	General fund	\$ 65,525	To cover bond expenses paid by the General fund.
Capital improvements fund	General fund	25,000	To cover operating expenses paid by the capital improvement fund.
General fund	Road improvement bond fund	60,684	To cover operating expenses paid by the General fund before the Village had received the Road improvement bond funds.
General fund	Motor fuel tax fund	<u>13,992</u>	To cover operating expenses paid by the General fund.
		165,201	
Less: Fund eliminations		<u>(165,201)</u>	
Total Transfers - Government-Wide Statement of Activities		<u>\$ -</u>	

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

For the statement of activities, interfund transfers within the governmental activities or business-type activities are netted and eliminated.

# VILLAGE OF INDIAN HEAD PARK

## NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended April 30, 2015

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

#### ***E. LONG-TERM OBLIGATIONS***

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

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<b>Governmental Activities</b>					
Bonds and Notes Payable					
General obligation debt	\$ -	\$ 2,500,000	\$ -	\$ 2,500,000	\$ 115,000
Debt certificates	890,000	-	109,000	781,000	115,000
Sub-totals	<u>890,000</u>	<u>2,500,000</u>	<u>109,000</u>	<u>3,281,000</u>	<u>230,000</u>
Other Liabilities					
Vested compensated absences	40,097	71,162	69,503	41,756	41,756
Capital leases	3,828	56,105	21,653	38,280	19,599
IMRF net pension obligation	77,126	-	-	77,126	-
Total Other Liabilities	<u>121,051</u>	<u>127,267</u>	<u>91,156</u>	<u>157,162</u>	<u>61,355</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 1,011,051</u>	<u>\$ 2,627,267</u>	<u>\$ 200,156</u>	<u>\$ 3,438,162</u>	<u>\$ 291,355</u>
<b>Business-type Activities</b>					
Other Liabilities					
Vested compensated absences	\$ 2,844	\$ 13,844	\$ 11,336	\$ 5,352	\$ 5,352
Capital leases	37,914	-	18,385	19,529	19,529
Total Other Liabilities	<u>40,758</u>	<u>13,844</u>	<u>29,721</u>	<u>24,881</u>	<u>24,881</u>
Total Business-type Activities Long-Term Liabilities	<u>\$ 40,758</u>	<u>\$ 13,844</u>	<u>\$ 29,721</u>	<u>\$ 24,881</u>	<u>\$ 24,881</u>

Debt Certificates will be repaid from the Bond Fund. General obligation debt will be repaid from the Bond Debt Service Fund. Estimated payments of compensated absences and IMRF net pension obligation are not included in the debt service requirement schedules. The compensated absences liability and the IMRF net pension obligation attributable to governmental activities will be liquidated primarily by the General Fund. The Governmental Activities capital lease will be repaid by the General Fund.

The Village is subject to the Illinois Municipal Code, which limits the amount of certain indebtedness to 8.625% of the most recent available equalized assessed valuation of the Village. As of April 30, 2015, the statutory debt limit for the Village was \$10,663,177, providing a debt margin of \$7,382,177.

#### ***General Obligation Debt***

All general obligation notes and bonds payable are backed by the full faith and credit of the Village. Notes and bonds in the governmental funds will be retired by future property tax levies or tax increments accumulated by the debt service fund.

## VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

**E. LONG-TERM OBLIGATIONS** (cont.)

**General Obligation Debt** (cont.)

**Governmental Activities**

General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance April 30, 2015
Series 2014	07/15/2014	12/01/2029	2.00%- 3.50%	\$ 2,500,000	<u>\$ 2,500,000</u>
Total Governmental Activities - General Obligation Debt					<u>\$ 2,500,000</u>

Debt service requirements to maturity are as follows:

Years	Governmental Activities General Obligation Debt	
	Principal	Interest
2016	\$ 115,000	\$ 97,297
2017	145,000	68,318
2018	145,000	65,418
2019	150,000	62,518
2020	155,000	59,518
2021-2025	825,000	234,090
2026-2030	<u>965,000</u>	<u>99,076</u>
Totals	<u>\$ 2,500,000</u>	<u>\$ 686,235</u>

**Debt Certificates**

Debt certificates have been issued to provide funds for the repayment of prior obligations, for capital projects, and to pay the cost of issuance. Debt certificates are direct obligations and pledge the full faith and credit of the Village.

Incentive Agreements at April 30, 2015 consist of the following:

Governmental Activities Debt Certificates	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance April 30, 2015
Series 2009	08/19/2009	12/15/2020	2.50%- 5.90%	\$ 1,050,000	<u>\$ 781,000</u>
Total Governmental Activities Debt Certificates					<u>\$ 781,000</u>

## VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

#### *E. LONG-TERM OBLIGATIONS* (cont.)

##### *Debt Certificates* (cont.)

Debt service requirements to maturity are as follows:

<u>Years</u>	Governmental Activities Debt Certificates	
	Principal	Interest
	2016	\$ 115,000
2017	120,000	36,373
2018	127,000	30,373
2019	133,000	23,706
2020	140,000	16,524
2021	146,000	8,614
Totals	\$ 781,000	\$ 157,426

#### *F. LEASE DISCLOSURES*

##### *Lessee - Capital Leases*

In 2013 and 2015 the Village acquired capital assets through lease/purchase agreements. The gross amount of these assets under capital leases is \$139,745, which are included in capital assets in the governmental and business-type activities. The future minimum lease obligations and the net present value on these minimum lease payments as of April 30, 2015, are as follows:

<u>Years</u>	Governmental Activities			Business-type Activities		
	Principal	Interest	Totals	Principal	Interest	Totals
2016	\$ 19,599	\$ 2,311	\$ 21,910	\$ 19,529	\$ 1,215	\$ 20,744
2017	18,681	1,121	19,802	-	-	-
Totals	\$ 38,280	\$ 3,432	\$ 41,712	\$ 19,529	\$ 1,215	\$ 20,744

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## NOTE IV - OTHER INFORMATION

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### A. EMPLOYEES' RETIREMENT SYSTEM

#### *Illinois Municipal Retirement Fund*

The Village's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a financial report that includes financial statements and required supplementary information. That report may be obtained at [www.imrf.org/pubs/pubs\\_homepage.htm](http://www.imrf.org/pubs/pubs_homepage.htm) or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook Illinois 60523.

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Public Act 96-0889 created a second tier for IMRF's Regular Plan. Effective January 1, 2011, IMRF assigns a benefit tier to a member when he or she is enrolled in IMRF. The tier is determined by the member's first IMRF participation date. If the member first participated in IMRF before January 1, 2011, they participate in Regular Tier 1. If the member first participated in IMRF on or after January 1, 2011, they participate in Regular Tier 2.

For *Regular Tier 1*, pension benefits vest after eight years of service. Participating members 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 *Regular Tier 2*, pension benefits vest after ten years of service. Participating members who retire at or after age 67 with 10 years of service, or age 62 with 35 years of service are entitled to an annual retirement benefit as described above. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The employer contribution rate for calendar year 2014 used by the employer was 12.92% of annual covered payroll.

#### *Annual Pension Cost:*

For calendar year ended December 31, 2012, the Village's actual contributions for pension costs were \$125,726. Its required contribution for the calendar year 2012 was \$144,913. The difference resulted in a net pension obligation increase of \$19,187.

For calendar year ended December 31, 2013, the Village's actual and required contributions for pension cost were \$167,226. No change to the net pension obligation resulted leaving the IMRF net pension obligation at \$77,126.

For calendar year ended December 31, 2014, the Village's actual and required contributions for pension cost were \$179,865. No change to the net pension obligation resulted leaving the IMRF net pension obligation at \$77,126.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## NOTE IV - OTHER INFORMATION (cont.)

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### A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

#### *Illinois Municipal Retirement Fund* (cont.)

The required contribution for 2014 was determined as part of the December 31, 2012 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth 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 employer plan's unfunded actuarial accrued liability at December 31, 2012 is being amortized as a level percentage of projected payroll on an open 29 year basis.

#### Funded Status and Funding Progress

The Village's actuarial value of plan assets for the current year and related information is as follows:

	<u>Illinois Municipal Retirement</u>	
Actuarial Valuation Date		12/31/2014
Actuarial Valuation of Assets (a)	\$	4,697,624
Actuarial Accrued Liability (AAL) - Entry Age (b)	\$	5,689,352
Unfunded AAL (UAAL) (b-a)	\$	991,728
Funded Ratio (a/b)		82.57%
Covered Payroll (c)	\$	1,392,148
UAAL as a Percentage of Covered Payroll ((b-a)/c)		71.24%

The schedule of funding progress, presented as RSI 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 liability for benefits.

### B. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. All of these risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## **NOTE IV - OTHER INFORMATION (cont.)**

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### ***B. RISK MANAGEMENT (cont.)***

#### ***Public Entity Risk Pool***

##### **IRMA**

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois that have formed an association under the Illinois Intergovernmental Co-operations Statute to pool their risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$2,500 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of IRMA beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the bylaws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to any membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

#### ***INTERGOVERNMENTAL PERSONNEL BENEFIT COOPERATIVE***

The Village participates in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs (primarily medical, dental and life insurance coverage) offered by these members to their officers and employees and to the officers and employees of certain other governmental, quasi governmental and nonprofit public service entities.

IPBC receives processes and pays such claims as may come within the benefit program of each member. Management consists of a Board of Directors comprised of one appointed representative from each member. In addition there are two officers: a Benefit Administrator and a Treasurer. The Village does not exercise any control over the activities of IPBC beyond its representation on the Board of Directors.

# VILLAGE OF INDIAN HEAD PARK

NOTES TO FINANCIAL STATEMENTS  
As of and for the Year Ended April 30, 2015

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## **NOTE IV - OTHER INFORMATION (cont.)**

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### **C. COMMITMENTS AND CONTINGENCIES**

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental funds if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

### **D. EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS**

The Governmental Accounting Standards Board (GASB) has approved the following:

- > Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*
- > Statement No. 71, *Pension - Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB No. 68*
- > Statement No. 72, *Fair Value Measurement and Application*
- > Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*
- > Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*
- > Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*
- > Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*
- > Statement No. 77, *Tax Abatement Disclosures*

When they become effective, application of these standards may restate portions of these financial statements.

**REQUIRED SUPPLEMENTARY INFORMATION**

## VILLAGE OF INDIAN HEAD PARK

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
For the Year Ended April 30, 2015  
With Comparative Actual Amounts for the Year Ended April 30, 2014

	2015				
	Budgeted Amounts		Actual	Variance with Final Budget	2014 Actual
	Original	Final			
<b>REVENUES</b>					
Property taxes	\$ 889,370	\$ 889,370	\$ 912,107	\$ 22,737	\$ 904,377
Other taxes	675,200	675,200	679,178	3,978	685,009
Intergovernmental	373,720	373,720	372,888	(832)	342,983
Licenses, permits and fees	345,000	345,000	379,752	34,752	357,826
Fines and forfeiture	30,000	30,000	31,576	1,576	32,148
Charges for services	112,305	112,305	106,352	(5,953)	119,965
Reimbursements	1,000	1,000	14,469	13,469	33,558
Investment income	500	500	911	411	507
Miscellaneous	8,200	8,200	56,679	48,479	30,958
Total Revenues	<u>2,435,295</u>	<u>2,435,295</u>	<u>2,553,912</u>	<u>118,617</u>	<u>2,507,331</u>
<b>EXPENDITURES</b>					
General government	1,011,027	1,016,027	1,044,693	(28,666)	902,296
Public safety	1,179,656	1,179,656	1,260,091	(80,435)	1,124,222
Public works	178,554	178,554	260,475	(81,921)	245,205
Capital Outlay	60,202	60,202	76,076	(15,874)	-
Debt service - principal	-	-	21,653	(21,653)	1,736
Debt service - interest	-	-	257	(257)	338
Total Expenditures	<u>2,429,439</u>	<u>2,434,439</u>	<u>2,663,245</u>	<u>(228,806)</u>	<u>2,273,797</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,856</u>	<u>856</u>	<u>(109,333)</u>	<u>(110,189)</u>	<u>233,534</u>

See independent auditors' report and accompanying notes to required supplementary information.

## VILLAGE OF INDIAN HEAD PARK

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
For the Year Ended April 30, 2015  
With Comparative Actual Amounts for the Year Ended April 30, 2014

	2015				
	Budgeted Amounts		Actual	Variance with Final Budget	2014 Actual
	Original	Final			
<b>OTHER FINANCING SOURCES (USES)</b>					
Sales of capital assets	\$ 2,500	\$ 2,500	\$ 7,465	\$ 4,965	\$ 1,212
Capital lease value	-	-	56,105	56,105	-
Transfers in	74,684	74,684	74,676	(8)	13,992
Transfers out	<u>(90,525)</u>	<u>(65,525)</u>	<u>(90,525)</u>	<u>(25,000)</u>	<u>(50,000)</u>
Total Other Financing Sources (Uses)	<u>(13,341)</u>	<u>11,659</u>	<u>47,721</u>	<u>36,062</u>	<u>(34,796)</u>
<b>Net Change in Fund Balance</b>	<u>\$ (7,485)</u>	<u>\$ 12,515</u>	(61,612)	<u>\$ (74,127)</u>	198,738
FUND BALANCE - Beginning of Year			<u>435,613</u>		<u>236,875</u>
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 374,001</u>		<u>\$ 435,613</u>

See independent auditors' report and accompanying notes to required supplementary information.

## VILLAGE OF INDIAN HEAD PARK

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - MOTOR FUEL TAX FUND  
For the Year Ended April 30, 2015  
With Comparative Actual Amounts for the Year Ended April 30, 2014

	2015				
	Budgeted Amounts		Actual	Variance with Final Budget	2014 Actual
	Original	Final			
<b>REVENUES</b>					
Motor fuel tax	\$ 109,895	\$ 109,895	\$ 112,861	\$ 2,966	\$ 126,042
Total					
Revenues	<u>109,895</u>	<u>109,895</u>	<u>112,861</u>	<u>2,966</u>	<u>126,042</u>
<b>EXPENDITURES</b>					
Highways and Streets					
Professional services	7,000	7,000	868	6,132	525
Road maintenance	18,944	18,944	18,396	548	33,276
Salt	55,680	55,680	22,455	33,225	47,221
Snow removal	10,764	10,764	12,087	(1,323)	18,084
Miscellaneous	200	200	-	200	-
Utilities	<u>20,000</u>	<u>20,000</u>	<u>17,803</u>	<u>2,197</u>	<u>17,500</u>
Total					
Expenditures	<u>112,588</u>	<u>112,588</u>	<u>71,609</u>	<u>40,979</u>	<u>116,606</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,693)</u>	<u>(2,693)</u>	<u>41,252</u>	<u>43,945</u>	<u>9,436</u>
<b>OTHER FINANCING USES</b>					
Transfers (out)	<u>(14,000)</u>	<u>(14,000)</u>	<u>(13,992)</u>	<u>8</u>	<u>(13,992)</u>
Total Other Financing Uses	<u>(14,000)</u>	<u>(14,000)</u>	<u>(13,992)</u>	<u>8</u>	<u>(13,992)</u>
<b>Net Change in Fund Balance</b>	<u>\$ (16,693)</u>	<u>\$ (16,693)</u>	27,260	<u>\$ 43,953</u>	(4,556)
FUND BALANCE - Beginning of Year			<u>222,954</u>		<u>227,510</u>
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 250,214</u>		<u>\$ 222,954</u>

See auditors' report and accompanying notes to required supplementary information.

## VILLAGE OF INDIAN HEAD PARK

### SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS ILLINOIS MUNICIPAL RETIREMENT FUND As of and For the Year Ended April 30, 2014

<u>Actuarial Valuation Date</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage of ARC Contributed</u>	<u>Net Pension Obligation</u>
12/31/14	\$ 179,865	100.00%	\$ 77,126
12/31/13	167,226	100.00%	77,126
12/31/12	144,913	87.00%	77,126

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL) Entry Age</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
12/31/14	\$ 4,697,624	\$ 5,689,352	\$ 991,728	82.57%	\$ 1,392,148	71.24%
12/31/13	4,320,427	5,190,327	869,900	83.24%	1,240,548	70.12%
12/31/12	3,768,332	4,736,787	968,455	79.55%	1,191,716	81.27%
12/31/11	3,362,839	4,426,896	1,064,057	75.96%	1,195,167	89.03%
12/31/10	3,244,239	4,049,733	805,494	80.11%	1,157,057	69.62%
12/31/09	2,990,850	3,762,813	771,963	79.48%	1,204,864	64.07%

#### Digest of Changes

#### Assumptions

On a market value basis, the actuarial value of assets as of December 31, 2014 is \$5,263,463. On a market basis, the funded ratio would be 92.51%.

The information presented in the above required supplementary schedule was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation can be found in the notes to basic financial statements.

Valuation date	12/31/2014
Actuarial cost method	Entry age normal
Amortization method	Level percentage of pay, open
Remaining amortization period	29
Asset valuation method	Market
Actuarial assumptions:	
Investment rate of return	7.5%
Projected salary increases	0.40% - 10.0%
Inflation factor	4.00%
Cost of living adjustments	3.00%

# VILLAGE OF INDIAN HEAD PARK

## NOTES TO REQUIRED SUPPLEMENTARY INFORMATION For the Year Ended April 30, 2015

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### ***BUDGETARY INFORMATION***

Budgetary information is derived from the annual operating budget and is presented using generally accepted accounting principles and the modified accrual basis of accounting.

**SUPPLEMENTARY INFORMATION**

## VILLAGE OF INDIAN HEAD PARK

### DETAILED SCHEDULE OF REVENUES - BUDGET AND ACTUAL - GENERAL FUND

For the Year Ended April 30, 2015  
with Comparative Actual Amounts for the Year Ended April 30, 2014

	2015				
	Budgeted Amounts		Actual	Variance with Final Budget	2014 Actual
	Original	Final			
<b>PROPERTY TAXES</b>					
Property taxes	\$ 889,370	\$ 889,370	\$ 912,107	\$ 22,737	\$ 904,377
Total Property Taxes	<u>889,370</u>	<u>889,370</u>	<u>912,107</u>	<u>22,737</u>	<u>904,377</u>
<b>OTHER TAXES<sup>8</sup></b>					
Sales	300,000	300,000	316,163	16,163	295,460
Local use	67,800	67,800	74,738	6,938	65,748
Utility taxes	162,000	162,000	167,082	5,082	178,854
Telecommunication	125,000	125,000	104,816	(20,184)	124,463
Other	20,400	20,400	16,379	(4,021)	20,484
Total Other Taxes	<u>675,200</u>	<u>675,200</u>	<u>679,178</u>	<u>3,978</u>	<u>685,009</u>
<b>INTERGOVERNMENTAL TAXES</b>					
State income tax	372,520	372,520	371,611	(909)	341,674
Personal property replacement tax	1,200	1,200	1,277	77	1,309
Total Intergovernmental Taxes	<u>373,720</u>	<u>373,720</u>	<u>372,888</u>	<u>(832)</u>	<u>342,983</u>
<b>LICENSES, PERMITS AND FEES</b>					
Vehicle license fees	152,000	152,000	154,260	2,260	155,470
Business licenses	60,000	60,000	69,670	9,670	61,106
Alarm licenses	1,000	1,000	1,125	125	2,500
Building permit fees	50,000	50,000	64,599	14,599	52,115
Franchise fees	82,000	82,000	90,098	8,098	86,635
Total Licenses, Permits And Fees	<u>345,000</u>	<u>345,000</u>	<u>379,752</u>	<u>34,752</u>	<u>357,826</u>
<b>FINES AND FORFEITURE</b>					
Court and traffic fines	30,000	30,000	31,576	1,576	32,148
Total Fines And Forfeiture	<u>30,000</u>	<u>30,000</u>	<u>31,576</u>	<u>1,576</u>	<u>32,148</u>
<b>CHARGES FOR SERVICES</b>					
Public hearing fees	500	500	2,750	2,250	1,500
Lyons township hireback	102,055	102,055	95,490	(6,565)	106,755
Highlands school district patrol	1,750	1,750	207	(1,543)	2,030
Smoke signals advertisements	1,000	1,000	1,555	555	2,080
Elevator inspections	7,000	7,000	6,350	(650)	7,600
Total Charges For Services	<u>112,305</u>	<u>112,305</u>	<u>106,352</u>	<u>(5,953)</u>	<u>119,965</u>

## VILLAGE OF INDIAN HEAD PARK

DETAILED SCHEDULE OF REVENUES - BUDGET AND ACTUAL -  
GENERAL FUND  
For the Year Ended April 30, 2015  
with Comparative Actual Amounts for the Year Ended April 30, 2014

	2015				2014 Actual
	Budgeted Amounts		Actual	Variance with Final Budget	
	Original	Final			
<b>REIMBURSEMENTS</b>					
Miscellaneous reimbursements	\$ 1,000	\$ 1,000	\$ 14,469	\$ 13,469	\$ 33,558
Total Reimbursements	<u>1,000</u>	<u>1,000</u>	<u>14,469</u>	<u>13,469</u>	<u>33,558</u>
<b>INVESTMENT INCOME</b>					
Investment income	500	500	911	411	507
Total Investment Income	<u>500</u>	<u>500</u>	<u>911</u>	<u>411</u>	<u>507</u>
<b>MISCELLANEOUS</b>					
Police seizure	1,000	1,000	6,774	5,774	5,735
Heritage center contributions	500	500	322	(178)	1,961
Contributions	100	100	50	(50)	-
Wolf road contributions	100	100	-	(100)	-
Impact fees	6,000	6,000	46,000	40,000	7,000
Miscellaneous	500	500	3,533	3,033	16,262
Total Miscellaneous	<u>8,200</u>	<u>8,200</u>	<u>56,679</u>	<u>48,479</u>	<u>30,958</u>
<b>TOTAL REVENUES</b>	<u>\$ 2,435,295</u>	<u>\$ 2,435,295</u>	<u>\$ 2,553,912</u>	<u>\$ 118,617</u>	<u>\$ 2,507,331</u>

## VILLAGE OF INDIAN HEAD PARK

### DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - GENERAL FUND

For the Year Ended April 30, 2015

With Comparative Actual Amounts for the Year Ended April 30, 2014

GENERAL GOVERNMENT	2015				
	Budgeted Amounts		Actual	Variance with Final Budget	2014 Actual
	Original	Final			
President and Village Board					
Salaries	\$ 24,750	\$ 24,750	\$ 24,292	\$ 458	\$ 25,500
Meeting/conferences /training	500	500	-	500	68
Membership fees	8,200	8,200	8,849	(649)	7,797
Office equipment	2,400	2,400	339	2,061	-
Miscellaneous	<u>250</u>	<u>250</u>	<u>1,477</u>	<u>(1,227)</u>	<u>263</u>
Total President and Village Board	<u>36,100</u>	<u>36,100</u>	<u>34,957</u>	<u>1,143</u>	<u>33,628</u>
Administration					
Salaries	160,837	160,837	164,147	(3,310)	147,699
Overtime	500	500	4,125	(3,625)	515
Salaries - smoke signal	800	800	200	600	1,600
Equipment maintenance	2,500	2,500	2,717	(217)	515
Budget preparation	1,250	1,250	-	1,250	1,200
Membership fees	175	175	140	35	155
Postage	2,500	2,500	1,556	944	2,408
Professional services - data processing	12,500	12,500	11,945	555	11,667
Publications - legal notices	1,000	1,000	1,079	(79)	699
Administrative	150	150	-	150	9
Office supplies	4,500	4,500	2,380	2,120	5,111
Periodicals	50	50	68	(18)	-
Vehicle licenses/ decals	3,000	3,000	4,271	(1,271)	3,838
Computer software	14,880	14,880	13,450	1,430	867
Office equipment	6,050	6,050	9,030	(2,980)	2,015
Miscellaneous	500	500	249	251	517
Professional services - consulting	1,000	1,000	1,275	(275)	1,281
IMRF contributions	147,185	147,185	152,075	(4,890)	149,376
Social security	98,693	98,693	105,669	(6,976)	97,326
Codification of ordinances	<u>12,300</u>	<u>12,300</u>	<u>-</u>	<u>12,300</u>	<u>-</u>
Total Administration	<u>470,370</u>	<u>470,370</u>	<u>474,376</u>	<u>(4,006)</u>	<u>426,798</u>

## VILLAGE OF INDIAN HEAD PARK

### DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND

For the Year Ended April 30, 2015

With Comparative Actual Amounts for the Year Ended April 30, 2014

GENERAL GOVERNMENT (cont.)	2015				2014 Actual
	Budgeted Amounts		Actual	Variance with Final Budget	
	Original	Final			
Liability Insurance					
Insurance premium	\$ 52,644	\$ 52,644	\$ 59,171	\$ (6,527)	\$ 46,566
IRMA deductible	<u>7,500</u>	<u>7,500</u>	<u>3,530</u>	<u>3,970</u>	<u>691</u>
Total Liability Insurance	<u>60,144</u>	<u>60,144</u>	<u>62,701</u>	<u>(2,557)</u>	<u>47,257</u>
Buildings and Grounds Maintenance					
services - garage	6,500	6,500	14,681	(8,181)	7,137
Maintenance services - village hall/police	8,000	8,000	12,195	(4,195)	16,096
Custodial services	14,000	14,000	14,498	(498)	13,808
Garage supplies	2,000	2,000	1,202	798	1,270
Maintenance /improve heritage	2,000	2,000	3,159	(1,159)	3,795
Landscape supplies	2,000	2,000	-	2,000	7,843
Maintenance supplies - village hall/police	2,500	2,500	2,321	179	1,338
Heritage center	2,250	2,250	112	2,138	388
Blacktop municipal facility parking lot	<u>3,000</u>	<u>3,000</u>	<u>-</u>	<u>3,000</u>	<u>-</u>
Total Buildings and Grounds	<u>42,250</u>	<u>42,250</u>	<u>48,168</u>	<u>(5,918)</u>	<u>51,675</u>
Building Department					
Professional services - building inspector	3,000	3,000	4,050	(1,050)	2,700
Professional services - electrical inspector	1,500	1,500	2,099	(599)	1,450
Professional services - elevator inspector	2,000	2,000	2,148	(148)	2,320
Professional services - plan review	10,000	10,000	12,622	(2,622)	6,059
Professional services - plumbing inspector	1,500	1,500	1,550	(50)	1,050

## VILLAGE OF INDIAN HEAD PARK

### DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND

For the Year Ended April 30, 2015  
With Comparative Actual Amounts for the Year Ended April 30, 2014

	2015				2014 Actual
	Budgeted Amounts		Actual	Variance with Final Budget	
	Original	Final			
<b>GENERAL GOVERNMENT</b> (cont.)					
Office supplies	\$ 200	\$ 200	\$ 71	\$ 129	\$ 134
Total Building Department	<u>18,200</u>	<u>18,200</u>	<u>22,540</u>	<u>(4,340)</u>	<u>13,713</u>
Fire and Police Commission					
Membership fees	400	400	375	25	-
Professional services - legal	-	-	47	(47)	-
Salaries	700	700	-	700	700
Meeting/conference/training	-	-	-	-	375
Professional services - testing	-	-	978	(978)	-
Publication/legal notices	-	-	298	(298)	-
Office supplies	<u>100</u>	<u>100</u>	<u>-</u>	<u>100</u>	<u>119</u>
Total Fire and Police Commission	<u>1,200</u>	<u>1,200</u>	<u>1,698</u>	<u>(498)</u>	<u>1,194</u>
Planning and Zoning					
Salaries	1,250	1,250	500	750	1,500
Publications/legal notices	500	500	891	(391)	406
Office supplies	<u>250</u>	<u>250</u>	<u>-</u>	<u>250</u>	<u>17</u>
Total Planning and Zoning	<u>2,000</u>	<u>2,000</u>	<u>1,391</u>	<u>609</u>	<u>1,923</u>
Outside Services					
Employee relations	700	700	354	346	573
Community relations	1,500	1,500	781	719	588
Health & life insurance	212,903	212,903	227,128	(14,225)	200,178
Professional services - legal	90,000	90,000	112,964	(22,964)	68,093
Professional services - prosecutor	11,000	11,000	10,350	650	10,200
Smoke signals	5,000	10,000	6,701	3,299	7,258
Telephone/communications	24,700	24,700	20,860	3,840	15,221
Unemployment insurance	2,500	2,500	2,232	268	2,110
Accounting	22,460	22,460	17,492	4,968	21,887

## VILLAGE OF INDIAN HEAD PARK

### DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND

For the Year Ended April 30, 2015

With Comparative Actual Amounts for the Year Ended April 30, 2014

	2015				
	Budgeted Amounts		Actual	Variance with Final Budget	2014 Actual
	Original	Final			
<b>GENERAL GOVERNMENT</b> (cont.)					
Other general government	\$ 10,000	\$ 10,000	\$ -	\$ 10,000	\$ -
Total Outside Services	<u>380,763</u>	<u>385,763</u>	<u>398,862</u>	<u>(13,099)</u>	<u>326,108</u>
Total General Government	<u>1,011,027</u>	<u>1,016,027</u>	<u>1,044,693</u>	<u>(28,666)</u>	<u>902,296</u>
 <b>PUBLIC SAFETY</b>					
Salaries	835,427	835,427	909,870	(74,443)	799,125
Overtime	110,000	110,000	121,912	(11,912)	103,543
Lyons township hireback	59,280	59,280	57,950	1,330	63,356
Central dispatch assessment	69,799	69,799	69,932	(133)	62,793
Vehicle/equipment maintenance	30,000	30,000	33,793	(3,793)	23,954
Safety equipment	3,000	3,000	2,695	305	1,027
Maintenance materials	750	750	316	434	56
Gas and oil	31,000	31,000	24,060	6,940	28,345
Meeting/conference/training	7,500	7,500	5,767	1,733	10,696
Membership fees	1,000	1,000	1,628	(628)	1,010
Clothing and uniforms	13,000	13,000	9,818	3,182	10,828
Vehicles/Other Equipment	34,000	34,000	71,860	(37,860)	-
Telephone/communications	7,500	7,500	8,046	(546)	8,242
Postage	500	500	407	93	258
Office supplies	2,500	2,500	3,245	(745)	2,257
Animal control	250	250	90	160	-
Miscellaneous	500	500	521	(21)	1,028
Office equipment	5,250	5,250	5,085	165	5,254
CALEA consulting	<u>2,400</u>	<u>2,400</u>	<u>4,956</u>	<u>(2,556)</u>	<u>2,450</u>
Total	<u>1,213,656</u>	<u>1,213,656</u>	<u>1,331,951</u>	<u>(118,295)</u>	<u>1,124,222</u>
Total Public Safety	<u>1,213,656</u>	<u>1,213,656</u>	<u>1,331,951</u>	<u>(118,295)</u>	<u>1,124,222</u>

## VILLAGE OF INDIAN HEAD PARK

### DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND

For the Year Ended April 30, 2015

With Comparative Actual Amounts for the Year Ended April 30, 2014

	2015				
	Budgeted Amounts		Actual	Variance with Final Budget	2014 Actual
	Original	Final			
<b>PUBLIC WORKS</b>					
Salaries	\$ 47,854	\$ 47,854	\$ 51,796	\$ (3,942)	\$ 48,429
Salaries - temporary	-	-	3,008	(3,008)	-
Overtime	19,000	19,000	55,943	(36,943)	38,469
Meeting/conference/ training	1,500	1,500	375	1,125	560
Membership fees	550	550	596	(46)	564
Clothing and uniforms	1,000	1,000	501	499	735
Office supplies	1,750	1,750	1,452	298	1,370
Postage	250	250	228	22	98
Telephone/ communications	3,400	3,400	2,924	476	4,034
Electricity	6,000	6,000	3,532	2,468	3,046
Professional services - engineering	18,000	18,000	18,000	-	78,685
Professional services - landscaping/leaf removal	2,000	2,000	1,497	503	1,602
Utility expense	7,500	7,500	6,444	1,056	8,026
Tree maintenance	10,000	10,000	23,450	(13,450)	8,921
Streets and parkways maintenance	4,000	4,000	240	3,760	1,459
Vehicles/other equipment	14,000	14,000	30,872	(16,872)	23,839
Vehicles/other equipment	26,202	26,202	4,216	21,986	-
Equipment/vehicle maintenance	5,500	5,500	5,585	(85)	3,280
Streets & parkways materials	4,000	4,000	2,867	1,133	2,144
Equipment rental	3,000	3,000	2,207	793	1,858
Storm sewer materials	1,000	1,000	505	495	-
Tree program	500	500	1,043	(543)	2,598
Tools & hardware	1,000	1,000	1,174	(174)	1,140
Gas and oil	9,500	9,500	10,519	(1,019)	11,644
Storm sewer maintenance	13,000	13,000	20,543	(7,543)	701
Safety equipment	1,750	1,750	1,289	461	1,222

## VILLAGE OF INDIAN HEAD PARK

### DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND

For the Year Ended April 30, 2015

With Comparative Actual Amounts for the Year Ended April 30, 2014

	2015				
	Budgeted Amounts		Actual	Variance with Final Budget	2014 Actual
	Original	Final			
Drainage materials	\$ 2,000	\$ 2,000	\$ 13,580	\$ (11,580)	\$ 781
Professional services - tree consultant	250	250	-	250	-
Miscellaneous	<u>250</u>	<u>250</u>	<u>305</u>	<u>(55)</u>	<u>-</u>
Total Public Works	<u>204,756</u>	<u>204,756</u>	<u>264,691</u>	<u>(59,935)</u>	<u>245,205</u>
<b>DEBT SERVICE</b>					
Debt service - principal	-	-	21,653	(21,653)	1,736
Debt service - interest	<u>-</u>	<u>-</u>	<u>257</u>	<u>(257)</u>	<u>338</u>
Total	<u>-</u>	<u>-</u>	<u>21,910</u>	<u>(21,910)</u>	<u>2,074</u>
Total Debt Service	<u>-</u>	<u>-</u>	<u>21,910</u>	<u>(21,910)</u>	<u>2,074</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 2,429,439</u>	<u>\$ 2,434,439</u>	<u>\$ 2,663,245</u>	<u>\$ (228,806)</u>	<u>\$ 2,273,797</u>

## VILLAGE OF INDIAN HEAD PARK

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
As of April 30, 2015

	Special Revenue		Capital Projects		Total Nonmajor Governmental Funds
	911	Special Parks	Capital Improvements	Bond Fund	
<b>ASSETS</b>					
Cash and investments	\$ -	\$ 24,369	\$ 139,143	\$ 147,881	\$ 311,393
Receivables					
Property taxes	-	8,882	-	-	8,882
Due from other funds	-	-	39,691	-	39,691
<b>TOTAL ASSETS</b>	<b><u>\$ -</u></b>	<b><u>\$ 33,251</u></b>	<b><u>\$ 178,834</u></b>	<b><u>\$ 147,881</u></b>	<b><u>\$ 359,966</u></b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
Liabilities					
Due to other funds	\$ 39,691	\$ -	\$ -	\$ 27,947	\$ 67,638
Total Liabilities	<u>39,691</u>	<u>-</u>	<u>-</u>	<u>27,947</u>	<u>67,638</u>
Deferred Inflows of Resources					
Property taxes levied for future periods	-	8,775	-	-	8,775
Total Deferred Inflows of Resources	<u>-</u>	<u>8,775</u>	<u>-</u>	<u>-</u>	<u>8,775</u>
Fund Balances (Deficits)					
Restricted for recreational programs	-	24,457	-	-	24,457
Assigned for capital projects	-	-	178,834	119,934	298,768
Assigned for recreational programs	-	19	-	-	19
Unassigned	<u>(39,691)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(39,691)</u>
Total Fund Balances (deficits)	<u>(39,691)</u>	<u>24,476</u>	<u>178,834</u>	<u>119,934</u>	<u>283,553</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b><u>\$ -</u></b>	<b><u>\$ 33,251</u></b>	<b><u>\$ 178,834</u></b>	<b><u>\$ 147,881</u></b>	<b><u>\$ 359,966</u></b>

## VILLAGE OF INDIAN HEAD PARK

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended April 30, 2015

	Special Revenue		Capital Projects		Total Nonmajor Governmental Funds
	911	Special Parks	Capital Improvements	Bond Fund	
<b>REVENUES</b>					
Property taxes	\$ -	\$ 30,200	\$ -	\$ -	\$ 30,200
911 surcharge	49,651	-	-	-	49,651
Rentals	-	-	-	91,871	91,871
Investment income	-	-	-	63	63
Total Revenues	49,651	30,200	-	91,934	171,785
<b>EXPENDITURES</b>					
Current					
Public safety	50,912	-	-	-	50,912
Culture and recreation	-	24,192	-	-	24,192
Debt Service					
Debt service - principal	-	-	-	109,000	109,000
Debt service - interest	-	-	-	46,741	46,741
Other interest and fiscal charges	-	-	-	803	803
Total Expenditures	50,912	24,192	-	156,544	231,648
Excess (deficiency) of revenues over expenditures	(1,261)	6,008	-	(64,610)	(59,863)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	25,000	65,525	90,525
Total Other Financing Sources (Uses)	-	-	25,000	65,525	90,525
<b>Net Change in Fund Balances</b>	(1,261)	6,008	25,000	915	30,662
<b>FUND BALANCES (DEFICIT)</b>					
- Beginning of Year	(38,430)	18,468	153,834	119,019	252,891
<b>FUND BALANCES (DEFICIT) - END OF YEAR</b>	\$ (39,691)	\$ 24,476	\$ 178,834	\$ 119,934	\$ 283,553

## VILLAGE OF INDIAN HEAD PARK

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - BOND DEBT SERVICE  
For the Year Ended April 30, 2015  
With Comparative Actual Amounts for the Year Ended April 30, 2014

	2015				2014 Actual
	Budgeted Amounts		Actual	Variance with Final Budget	
	Original	Final			
<b>REVENUES</b>					
Total Revenues	\$ -	\$ -	\$ -	\$ -	\$ -
<b>EXPENDITURES</b>					
Total Expenditures	-	-	-	-	-
Net Change in Fund Balance	\$ -	\$ -	-	\$ -	-
FUND BALANCE - Beginning of Year			121,058		121,058
FUND BALANCE - END OF YEAR			<u>\$ 121,058</u>		<u>\$ 121,058</u>

## VILLAGE OF INDIAN HEAD PARK

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - 911  
For the Year Ended April 30, 2015  
With Comparative Actual Amounts for the Year Ended April 30, 2014

	2015				
	Budgeted Amounts		Actual	Variance with Final Budget	2014 Actual
	Original	Final			
<b>REVENUES</b>					
911 surcharge	\$ 57,500	\$ 57,500	\$ 49,651	\$ (7,849)	\$ 55,064
Total					
Revenues	<u>57,500</u>	<u>57,500</u>	<u>49,651</u>	<u>(7,849)</u>	<u>55,064</u>
<b>EXPENDITURES</b>					
Ameritech lines	4,500	4,500	4,288	212	4,254
Equipment					
maintenance	1,000	1,000	-	1,000	270
Central dispatch					
assessment	<u>46,532</u>	<u>46,532</u>	<u>46,624</u>	<u>(92)</u>	<u>41,012</u>
Total					
Expenditures	<u>52,032</u>	<u>52,032</u>	<u>50,912</u>	<u>1,120</u>	<u>45,536</u>
Net Change in					
Fund Balance	<u>\$ 5,468</u>	<u>\$ 5,468</u>	(1,261)	<u>\$ (6,729)</u>	9,528
FUND BALANCE					
(DEFICIT) -					
Beginning of Year			<u>(38,430)</u>		<u>(47,958)</u>
FUND BALANCE					
(DEFICIT) - END					
OF YEAR			<u>\$ (39,691)</u>		<u>\$ (38,430)</u>

## VILLAGE OF INDIAN HEAD PARK

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - SPECIAL PARKS  
For the Year Ended April 30, 2015  
With Comparative Actual Amounts for the Year Ended April 30, 2014

	2015				
	Budgeted Amounts		Actual	Variance with Final Budget	2014 Actual
	Original	Final			
<b>REVENUES</b>					
Property taxes	\$ 30,591	\$ 30,591	\$ 30,200	\$ (391)	\$ 30,914
Total					
Revenues	<u>30,591</u>	<u>30,591</u>	<u>30,200</u>	<u>(391)</u>	<u>30,914</u>
<b>EXPENDITURES</b>					
Special parks	<u>24,192</u>	<u>24,192</u>	<u>24,192</u>	-	<u>24,616</u>
Total					
Expenditures	<u>24,192</u>	<u>24,192</u>	<u>24,192</u>	<u>-</u>	<u>24,616</u>
Net Change in Fund Balance	<u>\$ 6,399</u>	<u>\$ 6,399</u>	6,008	<u>\$ (391)</u>	6,298
FUND BALANCE - Beginning of Year			<u>18,468</u>		<u>12,170</u>
FUND BALANCE - END OF YEAR			<u>\$ 24,476</u>		<u>\$ 18,468</u>

# VILLAGE OF INDIAN HEAD PARK

## PROPRIETARY FUND

### COMPARATIVE SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION For the Years Ended April 30, 2015 and 2014

	Business-type Activities Enterprise Fund	
	Water	
	2015	2014
<b>OPERATING REVENUES</b>		
Water usage	\$ 830,521	\$ 832,917
Finance charges - water	11,533	11,427
Finance charges - sewer	1,260	1,260
Sewer charges	103,638	89,091
Total Operating Revenues	946,952	934,695
<b>OPERATING EXPENSES</b>		
Water:		
Water purchases	492,917	473,251
Personnel services	135,362	105,315
Professional services	8,771	13,511
IMRF contributions	27,872	22,069
Social security	15,268	14,866
Maintenance	59,377	41,215
Materials	14,410	7,843
Equipment	2,103	3,028
Electricity	5,247	5,827
Sewer:		
Personnel services	67,453	72,859
Professional services	22,638	18,783
Water - Administration:		
Equipment and vehicle maintenance	948	3,002
Pump maintenance	26	3,226
Equipment Rental	-	114
Health and life insurance	37,459	40,446
Meetings and conferences	232	145
Membership fees	317	320
Postage	2,070	1,548
Telephone and communications	4,004	3,539
Tools and hardware	199	537
Clothing and uniforms	501	735
Gas and oil	712	169
Office supplies	114	154
Safety equipment	722	276
Miscellaneous	18	66
Building	289	235

# VILLAGE OF INDIAN HEAD PARK

## PROPRIETARY FUND

### COMPARATIVE SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION For the Years Ended April 30, 2015 and 2014

	Business-type Activities Enterprise Fund	
	Water	
	2015	2014
<b>OPERATING EXPENSES</b> (cont.)		
Sewer - Administration:		
Meetings and conferences	\$ 89	\$ 30
Tools and hardware	322	-
Equipment and vehicle maintenance	-	-
Sewer system maintenance materials	981	1,241
Accounting	7,859	9,833
Illinois EPA fees	1,000	1,000
Professional Services - Televising	23,431	4,420
Safety Equipment	-	253
Equipment	257	338
Insurance premium	18,388	17,199
Construction	41,073	800
Depreciation	64,814	56,817
Total Operating Expenses	1,057,243	925,010
Operating Income (Loss)	(110,291)	9,685
 <b>NONOPERATING REVENUES</b>		
Grants	-	259,396
Miscellaneous	3,852	23,341
Total Nonoperating Revenues	3,852	282,737
Change in net position	(106,439)	292,422
NET POSITION - Beginning of Year	1,393,330	1,100,908
NET POSITION - END OF YEAR	\$ 1,286,891	\$ 1,393,330

# VILLAGE OF INDIAN HEAD PARK

## AGENCY FUNDS SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES For the Year Ended April 30, 2015

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	<u>Balance</u> <u>April 30, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>April 30, 2015</u>
<b><u>CLEARING FUNDS:</u></b>				
<b>ASSETS</b>				
Cash and cash equivalent	\$ 83,818	\$ 9,085	\$ 10,170	\$ 82,733
Total Assets	<u>\$ 83,818</u>	<u>\$ 9,085</u>	<u>\$ 10,170</u>	<u>\$ 82,733</u>
<b>LIABILITIES</b>				
Other liabilities	\$ 12,912	\$ -	\$ -	\$ 12,912
Refundable deposits	<u>70,906</u>	<u>5,085</u>	<u>6,170</u>	<u>69,821</u>
Total Liabilities	<u>\$ 83,818</u>	<u>\$ 5,085</u>	<u>\$ 6,170</u>	<u>\$ 82,733</u>

## VILLAGE OF INDIAN HEAD PARK

### FIVE YEAR SUMMARY OF EQUALIZED ASSESSED VALUATIONS, TAX RATES AND EXTENSIONS April 30, 2015

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
EQUALIZED ASSESSED VALUATION	<u>\$ 182,912,155</u>	<u>\$ 145,920,676</u>	<u>\$ 133,658,087</u>	<u>\$ 124,584,548</u>	<u>\$ 123,631,035</u>
<b>TAX RATES</b>					
<b>General:</b>					
Corporate	0.3030	0.3947	0.4375	0.4375	0.3957
Illinois Municipal Retirement Fund	0.0514	0.0622	0.0898	0.1215	0.1479
Social Security	0.0514	0.0594	0.0726	0.0931	0.1109
Auditing	0.0144	0.0187	0.0207	0.0243	0.0296
Police Protection	0.0000	0.0000	0.0000	0.0000	0.0000
Liability Insurance	0.0431	0.0548	0.0428	0.0486	0.0592
Debt Service	0.0605	0.0000	0.0000	0.0000	0.1803
Street and Bridge	0.0000	0.0000	0.0000	0.0000	0.0000
Special Parks	<u>0.0152</u>	<u>0.0205</u>	<u>0.0231</u>	<u>0.0248</u>	<u>0.0200</u>
Totals	<u>0.5390</u>	<u>0.6103</u>	<u>0.6865</u>	<u>0.7498</u>	<u>0.9436</u>
<b>TAX EXTENSIONS</b>					
<b>General:</b>					
Corporate	\$ 554,140	\$ 576,000	\$ 584,754	\$ 545,057	\$ 489,250
Illinois Municipal Retirement Fund	94,067	90,824	120,083	151,342	182,854
Social Security	94,067	86,738	96,991	116,029	137,136
Auditing	26,250	27,247	27,713	30,269	36,571
Liability Insurance	78,836	79,926	57,272	60,537	73,141
Debt Service	110,670	-	-	-	222,912
Street and Bridge	-	-	-	-	-
Special Parks	<u>27,810</u>	<u>29,870</u>	<u>30,900</u>	<u>30,900</u>	<u>24,720</u>
Totals	<u>\$ 985,840</u>	<u>\$ 890,605</u>	<u>\$ 917,713</u>	<u>\$ 934,134</u>	<u>\$ 1,166,584</u>

# VILLAGE OF INDIAN HEAD PARK

## DEBT SERVICE REQUIREMENTS 2009 GENERAL OBLIGATION LIMITED DEBT CERTIFICATES April 30, 2015

Year	Principal			Interest Due	Total Debt Service Requirements
	Issued	Paid	Outstanding		
2010	\$ 10,000	\$ 10,000	\$ -	\$ -	\$ -
2011	15,000	15,000	-	-	-
2012	15,000	15,000	-	-	-
2013	16,000	16,000	-	-	-
2014	104,000	104,000	-	-	-
2015	109,000	109,000	-	-	-
2016	115,000	-	115,000	41,836	156,836
2017	120,000	-	120,000	36,373	156,373
2018	127,000	-	127,000	30,373	157,373
2019	133,000	-	133,000	23,706	156,706
2020	140,000	-	140,000	16,524	156,524
2021	146,000	-	146,000	8,614	154,614
Totals	<u>\$ 1,050,000</u>	<u>\$ 269,000</u>	<u>\$ 781,000</u>	<u>\$ 157,426</u>	<u>\$ 938,426</u>

Principal payable - December 15  
Interest payable - June 15 and December 15

# VILLAGE OF INDIAN HEAD PARK

## DEBT SERVICE REQUIREMENTS SERIES 2014 GENERAL OBLIGATION BONDS April 30, 2015

Year	Principal			Interest Due	Total Debt Service Requirements
	Issued	Paid	Outstanding		
2015	\$ -	\$ -	\$ -	\$ -	\$ -
2016	115,000	-	115,000	97,297	212,297
2017	145,000	-	145,000	68,318	213,318
2018	145,000	-	145,000	65,418	210,418
2019	150,000	-	150,000	62,518	212,518
2020	155,000	-	155,000	59,518	214,518
2021	155,000	-	155,000	56,418	211,418
2022	160,000	-	160,000	51,768	211,768
2023	165,000	-	165,000	46,968	211,968
2024	170,000	-	170,000	42,018	212,018
2025	175,000	-	175,000	36,918	211,918
2026	180,000	-	180,000	31,668	211,668
2027	185,000	-	185,000	26,044	211,044
2028	195,000	-	195,000	20,262	215,262
2029	200,000	-	200,000	13,926	213,926
2030	205,000	-	205,000	7,176	212,176
Totals	\$ 2,500,000	\$ -	\$ 2,500,000	\$ 686,235	\$ 3,186,235

Principal payable - December 15  
Interest payable - June 15 and December 15